

Stock Code: 1529

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Financial Statements and Independent Auditors'
Review Report
Q2 of 2024 and 2023

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Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Financial Statements
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Q2 of 2024 and 2023

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Independent Auditors' Review Report

NO.23861132CA

To: LUXE GREEN ENERGY TECHNOLOGY CO., LTD.

Foreword

We have audited the consolidated balance sheet of Luxe Green Energy Technology Co., Ltd. (formerly known as Luxe Co., Ltd.) and its subsidiaries (collectively referred to as the “Group”) as of June 30, 2024 and 2023, and the consolidated statement of comprehensive income for the periods from April 1 to June 30, 2024 and 2023, from January 1 to June 30, 2024 and 2023, the consolidated statement of changes in equity, the consolidated statement of cash flows from January 1 to June 30, 2024 and 2023, and provided the related notes to the consolidated financial statements (including the summary of significant accounting policies). Our CPAs have reviewed and completed these. 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 International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope

We conducted our reviews in accordance with the Standard on Review Engagements (SRE) 2410 “Review of Financial Information Performed by the Independent Auditor of the Entity.” A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that caused us to believe that the aforementioned consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Luxe Green Energy Technology Co., Ltd., and its subsidiaries as of June 30, 2024 and 2023, as well as the consolidated financial performance from April 1 to June 30, 2024 and 2023, from January 1 to June 30, 2024 and 2023, and the consolidated cash flows from January 1 to June 30, 2024 and 2023, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS No. 34 “Interim Financial Reporting”, as endorsed and issued into effect by the FSC.

Baker Tilly Clock & Co

CPA: _____
Chia-Yu Lai

CPA: _____
Yin-Lai Chou

Approval No.: Jin-Guan-Zheng-Shen-Zi No. 1050043092
(80) Tai-Tsai-Cheng (VI) No. 53585
August 9, 2024

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Balance Sheet
June 30, 2024, December 31 and June 30, 2023

Unit: NT\$ '000

| Assets | | Note | June 30, 2024 | | December 31, 2023 | | June 30, 2023 | |
|--------|-----------------------------------------------------------------------------------------|-------------|----------------|-----|-------------------|-----|----------------|-----|
| Code | Accounting Items | | Amount | % | Amount | % | Amount | % |
| 11xx | Current assets | | | | | | | |
| 1100 | Cash | VI(I) | NT\$ 235,756 | 7 | NT\$ 370,312 | 12 | NT\$ 406,834 | 12 |
| 1110 | Financial assets measured at fair value through profit or loss - current | VI(II) | 169,025 | 5 | 169,932 | 5 | 209,500 | 6 |
| 1136 | Financial assets measured at amortized cost - current | VI(IV) | 11,298 | - | 11,298 | - | 111,298 | 3 |
| 1140 | Contract assets - current | VI(XX), VII | 73,878 | 3 | 43,945 | 2 | 59,347 | 2 |
| 1150 | Notes receivable | VI(V) | 16 | - | 1,090 | - | 318 | - |
| 1170 | Accounts receivable | VI(V) | 82,387 | 3 | 50,366 | 2 | 91,236 | 3 |
| 1180 | Accounts receivable - related parties | VI(V), VII | 10,337 | - | 7,746 | - | 34,019 | 1 |
| 1200 | Other receivables | | 3,213 | - | 4,501 | - | 3,795 | - |
| 1210 | Other receivables - related parties | VII | 61,175 | 2 | 55,672 | 2 | 18,548 | 1 |
| 1220 | Income tax assets in current period | VI(XXIII) | 178 | - | 166 | - | 127 | - |
| 1310 | Inventory | VI(VI) | 202,719 | 6 | 160,309 | 5 | 185,311 | 6 |
| 1410 | Prepayment | VI(XI) | 26,006 | 1 | 28,487 | 1 | 50,969 | 2 |
| 1470 | Other current assets | VI(XII) | 45,996 | 1 | 43,582 | 1 | 46,126 | 1 |
| 11xx | Total current assets | | 921,984 | 28 | 947,406 | 30 | 1,217,428 | 37 |
| 15xx | Non-current assets | | | | | | | |
| 1517 | Financial assets at fair value through other comprehensive income or loss - non-current | VI(III) | 31,298 | 1 | 28,397 | 1 | 23,723 | 1 |
| 1535 | Financial assets measured at amortized cost - non-current | VI(IV) | 182,705 | 6 | 146,047 | 5 | 113,760 | 3 |
| 1550 | Investments recognized under the equity method | VI(VII) | 1,585 | - | 1,852 | - | 1,593 | - |
| 1600 | Property, plant and equipment | VI(VIII) | 1,536,082 | 46 | 1,491,015 | 47 | 1,373,272 | 41 |
| 1755 | Right-of-use assets | VI(IX) | 226,013 | 7 | 133,046 | 4 | 140,213 | 4 |
| 1822 | Intangible assets | VI(X) | 23,325 | 1 | 24,472 | 1 | 25,619 | 1 |
| 1840 | Deferred income tax assets | VI(XXIII) | 1,282 | - | 1,299 | - | 1,142 | - |
| 1915 | Prepayment for equipment purchase | VI(XI), VII | 141,042 | 4 | 136,679 | 4 | 185,014 | 6 |
| 1920 | Refundable deposit | | 23,485 | 1 | 19,430 | 1 | 29,951 | 1 |
| 1930 | Long-term notes and accounts receivable | VI(XIII) | 207,991 | 6 | 207,991 | 7 | 207,991 | 6 |
| 15xx | Total non-current assets | | 2,374,808 | 72 | 2,190,228 | 70 | 2,102,278 | 63 |
| 1xxx | Total assets | | NT\$ 3,296,792 | 100 | NT\$ 3,137,634 | 100 | NT\$ 3,319,706 | 100 |

(Continued on next page)

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Balance Sheet (continued)
June 30, 2024, December 31 and June 30, 2023

Unit: NT\$ '000

| Liabilities and equity | | Note | June 30, 2024 | | December 31, 2023 | | June 30, 2023 | |
|------------------------|----------------------------------------------------------------|--------------|----------------|-----|-------------------|-----|----------------|-----|
| Code | Accounting Items | | Amount | % | Amount | % | Amount | % |
| 21xx | Current liabilities | | | | | | | |
| 2100 | short-term borrowings | VI(XIV) | NT\$ 195,000 | 6 | NT\$ 171,271 | 6 | NT\$ 310,976 | 9 |
| 2130 | Contract liabilities - current | VI(XX) | 17,429 | 1 | 6,437 | - | 51,238 | 2 |
| 2150 | Notes payable | VI(XVI) | 7,013 | - | 9,167 | - | 3,858 | - |
| 2160 | Notes payable - related parties | VI(XVI), VII | - | - | 357 | - | - | - |
| 2170 | Accounts payable | VI(XVI) | 82,158 | 3 | 84,011 | 3 | 59,311 | 2 |
| 2180 | Accounts payable - related parties | VI(XVI), VII | 24,463 | 1 | 221 | - | 19,993 | 1 |
| 2216 | Dividends payable | | 45,173 | 1 | - | - | 36,371 | 1 |
| 2219 | Other payables | | 48,613 | 1 | 45,711 | 1 | 30,024 | 1 |
| 2220 | Other payables - related parties | VII | 9,790 | - | 1,618 | - | 18,889 | 1 |
| 2230 | Income tax liabilities in current period | VI(XXIII) | 6,141 | - | 4,847 | - | 4,698 | - |
| 2250 | Liability reserve - current | | 2,359 | - | 2,032 | - | 1,151 | - |
| 2280 | Lease liabilities - current | VI(IX) | 14,571 | - | 15,780 | 1 | 13,099 | - |
| 2322 | Long-term borrowings maturing within one year | VI(XV) | 65,377 | 3 | 63,368 | 2 | 57,749 | 2 |
| 2399 | Other current liabilities | | 777 | - | 529 | - | 546 | - |
| 21xx | Total current liabilities | | 518,864 | 16 | 405,349 | 13 | 607,903 | 19 |
| 25xx | Non-current liabilities | | | | | | | |
| 2540 | Long-term borrowings | VI(XV) | 744,593 | 22 | 777,783 | 25 | 748,091 | 22 |
| 2550 | Liability reserve - non-current | | 1,508 | - | 1,678 | - | 2,116 | - |
| 2570 | Deferred income tax liabilities | VI(XXIII) | - | - | - | - | 22,693 | 1 |
| 2580 | Lease liabilities - non-current | VI(IX) | 219,056 | 7 | 123,163 | 4 | 130,793 | 4 |
| 2645 | Deposit received | | 1,110 | - | 1,445 | - | 416 | - |
| 25xx | Total non-current liabilities | | 966,267 | 29 | 904,069 | 29 | 904,109 | 27 |
| 2xxx | Total liabilities | | 1,485,131 | 45 | 1,309,418 | 42 | 1,512,012 | 46 |
| 3xxx | Attributable to the shareholder's equity of the parent company | VI(XVIII) | | | | | | |
| 3110 | Common share capital | | 1,505,778 | 46 | 1,505,778 | 48 | 1,454,858 | 44 |
| 3150 | Stock dividends to be distributed | | 45,173 | 1 | - | - | 50,920 | 1 |
| 3200 | Capital reserve | | 87,226 | 3 | 87,226 | 3 | 87,226 | 2 |
| 3300 | Retained earnings | | | | | | | |
| 3310 | Legal reserve | | 44,258 | 1 | 30,456 | 1 | 30,456 | 1 |
| 3320 | Special reserve | | - | - | 194 | - | 194 | - |
| 3350 | Undistributed earnings | | 57,508 | 2 | 138,212 | 4 | 130,787 | 4 |
| 3400 | Other equity | | 982 | - | 944 | - | (1,510) | - |
| 31xx | Total equity attributable to parent company shareholders | | 1,740,925 | 53 | 1,762,810 | 56 | 1,752,931 | 52 |
| 36xx | Non-controlling equity | | 70,736 | 2 | 65,406 | 2 | 54,763 | 2 |
| 3xxx | Total equity | | 1,811,661 | 55 | 1,828,216 | 58 | 1,807,694 | 54 |
| | Total liabilities and equity | | NT\$ 3,296,792 | 100 | NT\$ 3,137,634 | 100 | NT\$ 3,319,706 | 100 |

Chairman: Chen Chien-Jen

President: Chen Lien-Tsung

Chief Accounting Officer: Chien Shih-Chang

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Statement of Comprehensive Income
From April 1 to June 30, and January 1 to June 30, 2024 and 2023

Unit: NT\$ '000

| Code | Item | Note | April to June 2024 | | April to June 2023 | | January to June 2024 | | January to June 2023 | |
|------|--------------------------------------------------------------------------------------------------------------------------|-----------|--------------------|------|--------------------|------|----------------------|------|----------------------|------|
| | | | Amount | % | Amount | % | Amount | % | Amount | % |
| 4100 | Net operating revenue | VI(XX) | NT\$ 207,366 | 100 | NT\$ 121,649 | 100 | NT\$ 353,518 | 100 | NT\$ 293,911 | 100 |
| 5000 | Operating costs | | (156,624) | (76) | (100,168) | (82) | (280,040) | (79) | (235,221) | (80) |
| 5900 | Operating gross profit | | 50,742 | 24 | 21,481 | 18 | 73,478 | 21 | 58,690 | 20 |
| 5910 | Unrealized sales profit | | - | - | - | - | (148) | - | (47) | - |
| 5950 | Gross profit (net) | | 50,742 | 24 | 21,481 | 18 | 73,330 | 21 | 58,643 | 20 |
| 6000 | Operating expenses | | | | | | | | | |
| 6100 | Marketing expense | | (2,369) | (1) | (2,085) | (2) | (4,129) | (1) | (5,002) | (2) |
| 6200 | Administrative expense | | (10,509) | (5) | (14,503) | (12) | (21,657) | (6) | (27,342) | (9) |
| 6300 | R&D expense | | (2,012) | (1) | (853) | (1) | (3,319) | (1) | (1,893) | (1) |
| 6450 | Loss from expected credit impairment | | - | - | (8) | - | - | - | (8) | - |
| 6000 | Total operating expense | | (14,890) | (7) | (17,449) | (15) | (29,105) | (8) | (34,245) | (12) |
| 6900 | Net operating profit | | 35,852 | 17 | 4,032 | 3 | 44,225 | 13 | 24,398 | 8 |
| 7000 | Non-operating revenue and expenses | VI(XXI) | | | | | | | | |
| 7100 | Interest income | | 1,080 | 1 | 1,278 | 1 | 1,527 | - | 1,739 | 1 |
| 7010 | Other revenue | | 5,048 | 2 | 2,248 | 2 | 6,254 | 1 | 5,473 | 2 |
| 7020 | Other profits and losses | | 15,662 | 8 | 99,285 | 82 | (2,745) | - | 136,299 | 46 |
| 7050 | Financial cost | | (7,846) | (4) | (6,859) | (6) | (14,714) | (4) | (11,879) | (4) |
| 7060 | Share of profit/loss of subsidiaries recognized under the equity method | | 115 | - | 120 | - | 183 | - | 178 | - |
| 7000 | Total non-operating revenue and expense | | 14,059 | 7 | 96,072 | 79 | (9,495) | (3) | 131,810 | 45 |
| 7900 | Net profit before tax | VI(XXIII) | 49,911 | 24 | 100,104 | 82 | 34,730 | 10 | 156,208 | 53 |
| 7950 | Income tax expense | | (5,079) | (2) | (18,284) | (15) | (6,157) | (2) | (27,101) | (9) |
| 8200 | in current period | | 44,832 | 22 | 81,820 | 67 | 28,573 | 8 | 129,107 | 44 |
| 8300 | Other comprehensive income | | | | | | | | | |
| 8310 | Items not reclassified to profit or loss | | | | | | | | | |
| 8316 | Unrealized valuation loss on investments in equity instruments measured at fair value through other comprehensive income | | 118 | - | 36 | - | 72 | - | (2,506) | (1) |
| 8500 | Total current comprehensive income or loss | | NT\$ 44,950 | 22 | NT\$ 81,856 | 67 | NT\$ 28,645 | 8 | NT\$ 126,601 | 43 |
| 8600 | Net income (loss) attributable to: | | | | | | | | | |
| 8610 | Parent company shareholders | | NT\$ 40,329 | | NT\$ 83,681 | | NT\$ 23,250 | | NT\$ 130,598 | |
| 8620 | Non-controlling equity | | 4,503 | | (1,861) | | 5,323 | | (1,491) | |
| | Total | | NT\$ 44,832 | | NT\$ 81,820 | | NT\$ 28,573 | | NT\$ 129,107 | |
| 8700 | Total comprehensive income attributable to: | | | | | | | | | |
| 8710 | Parent company shareholders | | NT\$ 40,391 | | NT\$ 83,700 | | NT\$ 23,288 | | NT\$ 129,282 | |
| 8720 | Non-controlling equity | | 4,559 | | (1,844) | | 5,357 | | (2,681) | |
| | Total | | NT\$ 44,950 | | NT\$ 81,856 | | NT\$ 28,645 | | NT\$ 126,601 | |
| | Earnings per share (NT\$) | | | | | | | | | |
| 9750 | Basic | | NT\$ 0.26 | | NT\$ 0.54 | | NT\$ 0.15 | | NT\$ 0.84 | |
| 9850 | Diluted | | NT\$ 0.26 | | NT\$ 0.54 | | NT\$ 0.15 | | NT\$ 0.84 | |

Chairman: Chen Chien-Jen

President: Chen Lien-Tsung

Chief Accounting Officer: Chien Shih-Chang

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Statement of Changes in Equity
January 1 to June 30, 2024 and 2023

Unit: NT\$ '000

| Code | Item | Attributable to the shareholder's equity of the parent company | | | | | | | | Non-controlling equity | Total equity |
|------|------------------------------------------------|----------------------------------------------------------------|-----------------------------------|-----------------|-------------------|-----------------|------------------------|---------------------------------------------------------------------------------------------------------|----------------|------------------------|----------------|
| | | Share capital | | Capital reserve | Retained earnings | | | Other equity items | Total | | |
| | | Common share capital | Stock dividends to be distributed | | Legal reserve | Special reserve | Undistributed earnings | Unrealized valuation loss on financial assets measured at fair value through other comprehensive income | | | |
| A1 | Balance as of January 1, 2023 | NT\$ 1,454,858 | NT\$ - | NT\$ 133,054 | NT\$ 25,948 | NT\$ 13 | NT\$ 46,341 | NT\$ (194) | NT\$ 1,660,020 | NT\$ 60,213 | NT\$ 1,720,233 |
| B1 | Provision for legal reserve | - | - | - | 4,508 | - | (4,508) | - | - | - | - |
| B3 | Provision for special reserve | - | - | - | - | 181 | (181) | - | - | - | - |
| B5 | Cash dividend for shareholders | - | - | (36,371) | - | - | - | - | (36,371) | - | (36,371) |
| B9 | Common stock dividends | - | 50,920 | (9,457) | - | - | (41,463) | - | - | - | - |
| D1 | Net income from January to June 2023 | - | - | - | - | - | 130,598 | - | 130,598 | (1,491) | 129,107 |
| D3 | Other comprehensive income in current period | - | - | - | - | - | - | (1,316) | (1,316) | (1,190) | (2,506) |
| D5 | Total current comprehensive income or loss | - | - | - | - | - | 130,598 | (1,316) | 129,282 | (2,681) | 126,601 |
| O1 | Cash capital decrease by subsidiary | - | - | - | - | - | - | - | - | (2,205) | (2,205) |
| O1 | Cash dividends to shareholders of subsidiaries | - | - | - | - | - | - | - | - | (564) | (564) |
| Z1 | Balance as of June 30, 2023 | NT\$ 1,454,858 | NT\$ 50,920 | NT\$ 87,226 | NT\$ 30,456 | NT\$ 194 | NT\$ 130,787 | NT\$ (1,510) | NT\$ 1,752,931 | NT\$ 54,763 | NT\$ 1,807,694 |
| A1 | Balance as of January 1, 2024 | NT\$ 1,505,778 | NT\$ - | NT\$ 87,226 | NT\$ 30,456 | NT\$ 194 | NT\$ 138,212 | NT\$ 944 | NT\$ 1,762,810 | NT\$ 65,406 | NT\$ 1,828,216 |
| B1 | Provision for legal reserve | - | - | - | 13,802 | - | (13,802) | - | - | - | - |
| B3 | Provision for special reserve | - | - | - | - | (194) | 194 | - | - | - | - |
| B5 | Cash dividend for shareholders | - | - | - | - | - | (45,173) | - | (45,173) | - | (45,173) |
| B9 | Common stock dividends | - | 45,173 | - | - | - | (45,173) | - | - | - | - |
| D1 | Net income from January to June 2024 | - | - | - | - | - | 23,250 | - | 23,250 | 5,323 | 28,573 |
| D3 | Other comprehensive income in current period | - | - | - | - | - | - | 38 | 38 | 34 | 72 |
| D5 | Total current comprehensive income or loss | - | - | - | - | - | 23,250 | 38 | 23,288 | 5,357 | 28,645 |
| O1 | Disposal of subsidiaries | - | - | - | - | - | - | - | - | (27) | (27) |
| Z1 | Balance as of June 30, 2024 | NT\$ 1,505,778 | NT\$ 45,173 | NT\$ 87,226 | NT\$ 44,258 | NT\$ - | NT\$ 57,508 | NT\$ 982 | NT\$ 1,740,925 | NT\$ 70,736 | NT\$ 1,811,661 |

Chairman: Chen Chien-Jen

Manager: Chen Lien-Tsung

Chief Accounting Officer: Chien Shih-Chang

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Statement of Cash Flow
January 1 to June 30, 2024 and 2023

Unit: NT\$ '000

| Code | Item | January to June 2024 | January to June 2023 |
|--------|-------------------------------------------------------------------------------------|----------------------|----------------------|
| AAAA | Cash flow from operating activities: | | |
| A10000 | Pre-tax net profit in current period | NT\$ 34,730 | NT\$ 156,208 |
| A20010 | Income and expense items: | | |
| A20100 | Depreciation expense | 57,696 | 38,990 |
| A20200 | Amortization expense | 1,147 | 1,147 |
| A20300 | Loss from expected credit impairment | - | 8 |
| A20400 | Net profit/loss from financial assets measured at fair value through profit or loss | 907 | (138,730) |
| A20900 | Financial cost | 14,714 | 11,879 |
| A21200 | Interest income | (1,527) | (1,739) |
| A21300 | Dividend income | (1,747) | (1,281) |
| A22300 | Share of interests of subsidiaries recognized under the equity method | (183) | (178) |
| A22500 | Loss from disposal of property, plant, and equipment | 8 | 204 |
| A29900 | Profit from lease changes | - | (105) |
| A30000 | Changes in assets/liabilities related to operating activities | | |
| A31125 | Contract assets | (29,933) | 8,931 |
| A31130 | Notes receivable | 1,074 | 992 |
| A31150 | Accounts receivable | (32,021) | (29,717) |
| A31160 | Accounts receivable - related parties | (2,591) | (28,959) |
| A31180 | Other receivables | 3,038 | (417) |
| A31190 | Other receivables - related parties | (5,503) | (631) |
| A31200 | Inventory | (42,410) | (29,896) |
| A31230 | Prepayment | 2,481 | (20,683) |
| A31240 | Other current assets | (2,414) | 2,995 |
| A32125 | Contract liabilities | 10,992 | 44,836 |
| A32130 | Notes payable | (2,154) | 1,935 |
| A32140 | Notes payable - related parties | (357) | (104) |
| A32150 | Accounts payable | (1,853) | (19,847) |
| A32160 | Accounts payable - related parties | 24,242 | (389) |
| A32180 | Other payables | 2,929 | 8,017 |
| A32190 | Other payables - related parties | 8,172 | (542) |
| A32200 | Provisions | 157 | 498 |
| A32230 | Other current liabilities | 248 | 76 |
| A33000 | Cash inflow generated from operations | 39,842 | 3,498 |
| A33100 | Interest received | 1,524 | 1,741 |
| A33200 | Dividend received | - | - |
| A33300 | Interest paid | (14,741) | (11,550) |
| A33500 | Income tax paid | (4,858) | (8,793) |
| AAAA | Net cash inflow (outflow) from operating activities | 21,767 | (15,104) |

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Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Consolidated Statement of Cash Flow (continued)
January 1 to June 30, 2024 and 2023

Unit: NT\$ '000

| Code | Item | January to June 2024 | January to June 2023 |
|--------|------------------------------------------------------------------------------------------------------|----------------------|----------------------|
| BBBB | Cash flow from investing activities | | |
| B00010 | Acquisition of financial assets measured at fair value through other comprehensive income | NT\$ (2,829) | NT\$ (951) |
| B00040 | Acquisition of financial assets measured at amortized cost | (36,658) | (14,944) |
| B00100 | Acquisition of financial assets at fair value through profit or loss | - | (2,047) |
| B02400 | Capital reduction of investee company and return of share capital recognized under the equity method | 450 | - |
| B02700 | Acquisition of property, plant, and equipment | (30,049) | (24,751) |
| B02800 | Disposal of property, plant, and equipment | - | 100 |
| B03700 | Increase in refundable deposit | (4,055) | (107) |
| B07100 | Increase in prepayment for equipment | (67,658) | (107,505) |
| BBBB | Net cash outflow from investing activities | (140,799) | (150,205) |
| CCCC | Cash flow from financing activities | | |
| C00100 | Increase in short-term borrowings | 98,670 | 363,916 |
| C00200 | Decrease in short-term borrowings | (74,941) | (293,580) |
| C01600 | Borrowing of long-term borrowings | - | 98,468 |
| C01700 | Repayment of long-term borrowings | (31,181) | (39,012) |
| C03100 | Decrease in deposits received | (335) | (530) |
| C04020 | Lease principal repayment | (7,710) | (4,672) |
| C05800 | Changes in non-controlling equity | (27) | (2,769) |
| CCCC | Net cash (outflow) inflow from financing activities | (15,524) | 121,821 |
| EEEE | Decrease in cash and cash equivalents for the period | (134,556) | (43,488) |
| E00100 | Cash balance at beginning of period | 370,312 | 450,322 |
| E00200 | Cash balance at ending of period | NT\$ 235,756 | NT\$ 406,834 |

Chairman: Chen Chien-Jen

President: Chen Lien-Tsung

Chief Accounting Officer: Chien Shih-Chang

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Notes to the consolidated financial statements
January 1 to June 30, 2024 and 2023
(expressed in NT\$ thousands, unless otherwise specified)

I. Corporate history

Luxe Green Energy Technology Co.,Ltd.(Originally: Luxe Electric Co., Ltd), hereinafter referred to as the "Company", was established on April 22, 1978, and is engaged in the design, manufacture, installation and sale of high and low voltage distribution panels, various electrical and electronic equipment (including transformers), and various electrical and photovoltaic plant engineering contracts.

The Company's original name was LUXE CO., LTD., and it was renamed LUXE GREEN ENERGY TECHNOLOGY CO., LTD. on July 14, 2022.

The Company's stock was listed for trading on the Taiwan Stock Exchange on September 11, 2000.

The consolidated financial statements are presented with the functional currency (NT\$) of the Company.

II. Date and Procedure for Approval of Financial Statements

This consolidated financial report was issued on August 9, 2024, after being approved by the Board of Directors.

III. Application of Newly Issued and Revised Standards and Interpretations

(I) Initial application of International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations (IFRIC) and Interpretations (SIC) (hereinafter referred to as "IFRSs") endorsed by the Financial Supervisory Commission (hereinafter referred to as "FSC") and issued into effect. The application of the revised IFRS accounting standards approved and released by the FSC will not cause major changes to the Company's accounting policies.

(II) IFRSs endorsed by the FSC in 2025

| Newly Announced/Amendments/Revised Standards and Interpretations | Effective Date of IASB Pronouncements (Note 1) |
|------------------------------------------------------------------|------------------------------------------------|
| Amendments to IAS 21 "Lack of Exchangeability" | January 1, 2025 (Note 1) |

Note 1: Applicable to the annual reporting period beginning on or after January 1, 2025. When the amendments are applied for the first time, the period of comparison shall not be re-stated, but the impact shall be recognized in the retained earnings on the date of initial application or the exchange differences of foreign operations under equity (as appropriate) and related assets and liabilities.

In addition to the above effects, as of the release date of these consolidated financial statements, the consolidated company continues to evaluate the impact of the amendments to the above standards and interpretations on the financial position and financial performance, and the relevant impact will be disclosed when the evaluation is completed.

(III) IFRS accounting standards that have been issued by the IASB but have not yet been endorsed and issued into effect by the FSC

| Newly Announced/Amendments/Revised Standards and Interpretations | Effective Date of IASB Pronouncements (Note 1) |
|--------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|
| "IFRS Annual Improvements - Volume 11" | January 1, 2026 |
| Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" | 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 |
| IFRS 17 "Insurance Contracts" | January 1, 2023 |
| Amendments to IFRS 17 | January 1, 2023 |
| Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information" | January 1, 2023 |
| IFRS 18 "Presentation and Disclosures of Financial Statements" | January 1, 2027 |
| IFRS 19 "Subsidiaries without Public Accountability: Disclosures" | January 1, 2027 |

Note 1: Unless otherwise specified, the above new/amended/revised standards or interpretations are effective for annual reporting periods beginning after the respective dates.

IFRS 18 "Presentation and Disclosures of Financial Statements"

IFRS 18 will supersede IAS 1 "Presentation of Financial Statements" and the main changes include:

1. The income and loss items should be divided into business, investment, financing, income tax, and discontinued operations.
2. The income statement should present operating profit or loss, profit or loss before financing and income tax, as well as subtotal and total profit and loss.
3. Provide guidance to strengthen the requirements of aggregation and segmentation: The consolidated company must identify assets, liabilities, equity, revenues, expenses, and cash flows from individual transactions or other events, and classify and summarize each line item presented in the main financial statements shall have at least one similar characteristic. Items with different characteristics should be broken down in the main financial statements and notes. The consolidated company only marks such items as "others" when no more informative name can be found.
4. Increase the disclosure of performance measures defined by management: When a consolidated company engages in public communication outside of financial statements, and when communicating management's perspective on a specific aspect of the consolidated company's overall financial performance to users of the financial statements, it should disclose information about performance measures defined by management in a single note to the financial statements. This includes a description of the measure, how it is calculated, a reconciliation with subtotals or totals specified by IFRS accounting standards, and the impact of related reconciliation items on income tax and non-controlling interests.

In addition to the above effects, as of the date of adoption of this consolidated financial report, the Group is continuing to evaluate the impact of the other amendments on its financial position and financial performance of the Consolidated Company. The related impacts will be disclosed upon completion of the evaluation.

IV. Summary of Significant Accounting Policies

(I) Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" approved and released by the FSC. These consolidated financial statements do not include all the disclosures required by IFRS accounting standards for a full set of annual financial statements.

(II) Basis of Preparation

The consolidated financial statements have been prepared on the historical cost basis, except for financial instruments carried at fair value. Fair value measurements are classified into Level 1 to Level 3 based on the degree of observability and significance of the relevant inputs:

1. Level 1 inputs: Observable inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.
2. Level 2 inputs: Inputs other than those quoted in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
3. Level 3 inputs: Unobservable inputs for assets or liabilities.

(III) Basis for consolidation

1. Principles Governing the Preparation of Consolidated Financial Statements

The entity that prepares the consolidated financial statements consists of the Company and entities controlled by the Company (i.e., subsidiaries). The Company controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The financial statements of the subsidiaries are included in the consolidated financial statements from the date control over them is acquired until the date control is lost. Intercompany transactions, balances and any unrealized gains and losses are eliminated upon the preparation of the consolidated financial statements. The total consolidated profit or loss of subsidiaries is attributed to the Company's owners and noncontrolling interests, respectively, even if the noncontrolling interests become a loss balance as a result.

The financial statements of subsidiaries have been appropriately adjusted to conform to the accounting policies used by the Consolidated Company.

Changes in the Consolidated Company's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

2. Subsidiaries Included in Consolidated Financial Statements

The subsidiaries included in this consolidated financial report consist of:

| Name of the investment company | Investee company name | Nature of business | Percentage of shareholding (%) | | | Description |
|----------------------------------------------|----------------------------------------------|---------------------------------------|--------------------------------|-------------------|---------------|-------------|
| | | | June 30, 2024 | December 31, 2023 | June 30, 2023 | |
| The Company | Le Hua Investment Co., Ltd. | Investment | 100 | 100 | 100 | |
| The Company | Luxe Solar Energy Co., Ltd. | Energy Technical Services | 100 | 100 | 100 | |
| The Company | Sen-Hsin Energy Co., Ltd. | Energy Technical Services | 100 | 100 | 100 | |
| The Company | Chin Lai International Development Co., Ltd. | Energy Technical Services | 100 | 100 | 100 | |
| The Company | Wan Chuan Construction Co., Ltd. | Comprehensive Construction Activities | 52.5 | 52.5 | 52.5 | |
| The Company | Kai Shih Energy Co., Ltd. | Energy Technical Services | - | - | 51 | (Note 1) |
| Chin Lai International Development Co., Ltd. | Qun Li Energy Co., Ltd. | Energy Technical Services | 100 | 100 | 100 | |

Note 1: Kai Shih Energy Co. resolved the dissolution in the shareholders' meeting on June 26, 2023, and dissolved on June 27, 2023. The dissolution registration was completed on June 29, 2023, and the liquidation was completed on January 16, 2024.

3. Subsidiaries Not Included in Consolidated Financial Statements: None.

(IV) Other significant accounting policies

In addition to the following, please refer to the summary of significant accounting policies in the 2023 consolidated financial statements.

1. Income tax expenses

Income tax expense is the sum of current income tax and deferred income tax.

Income tax for the interim period is assessed on an annual basis, with the tax rate applicable to the expected total earnings for the year, on the interim income before tax.

V. Significant Accounting Judgments, Estimates and Key Sources of Assumption Uncertainty

Please refer to the significant accounting judgments, estimates and assumptions' main sources of uncertainty and description of the 2023 consolidated financial statements.

VI. Description of significant accounting items

(I) Cash and cash equivalents

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------|---------------|-------------------|---------------|
| Cash on hand | NT\$ 288 | NT\$ 187 | NT\$ 223 |
| Bank deposits | 215,468 | 370,125 | 406,611 |
| Time deposits | 20,000 | - | - |
| Total | NT\$ 235,756 | NT\$ 370,312 | NT\$ 406,834 |

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

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-------------------------------------------|---------------|-------------------|---------------|
| Financial assets - current | | | |
| Non-derivative financial assets | | | |
| Domestic listed (Over-the-Counter) stocks | NT\$ 169,025 | NT\$ 169,932 | NT\$ 209,500 |

(III) Financial assets at fair value through other comprehensive income or loss - non-current

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------|---------------|-------------------|---------------|
| Unlisted stocks | NT\$ 31,298 | NT\$ 28,397 | NT\$ 23,723 |

The Consolidated Company invests in Castle Applied Inc. and Wan-Hou Machinery and Electrical Engineering for medium- and long-term strategic purposes and expects to make profits from the long-term investment. It is designated as measured at fair value through other comprehensive income. The Consolidated Company's financial assets at fair value through other comprehensive income were not pledged as collateral.

(IV) Financial assets measured at amortized cost

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------------------------------------------------|---------------|-------------------|---------------|
| <u>Current</u> | | | |
| Domestic investments | | | |
| Time deposits with an original maturity of more than 3 months | NT\$ 11,298 | NT\$ 11,298 | NT\$ 111,298 |
| <u>Non-current</u> | | | |
| Domestic investments | | | |
| Time deposits with an original maturity of more than 3 months | NT\$ 79,043 | NT\$ 77,192 | NT\$ 78,631 |
| Reserve account | 103,662 | 68,855 | 35,129 |
| Total | NT\$ 182,705 | NT\$ 146,047 | NT\$ 113,760 |

The interest rate range of time deposit with original maturity date of more than 3 months on June 30, 2024, December 31 and June 30, 2023 was 0.39% to 1.71%, 0.17% to 1.57% and 0.06% to 1.57%, respectively.

For information on pledges of financial assets measured at amortized cost, see Note VIII.

(V) Notes receivable, accounts receivable and overdue receivables.

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|----------------------------------------------|---------------|-------------------|---------------|
| <u>Notes receivable</u> | | | |
| Measured at post-amortized cost | NT\$ 16 | NT\$ 1,090 | NT\$ 318 |
| <u>Accounts receivable - related parties</u> | | | |
| Measured at post-amortized cost | | | |
| Total carrying amount | NT\$ 92,724 | NT\$ 58,112 | NT\$ 125,302 |
| Less: Allowance for losses | - | - | (47) |
| Total | NT\$ 92,724 | NT\$ 58,112 | NT\$ 125,255 |
| <u>Overdue receivables</u> | | | |
| Due to business operations | NT\$ 10,552 | NT\$ 10,552 | NT\$ 10,552 |
| Less: Allowance for losses | (10,552) | (10,552) | (10,552) |
| Total | NT\$ - | NT\$ - | NT\$ - |

1. The average credit period for merchandise sales ranges from 30 to 180 days, and accounts receivable are non-interest-bearing. The Consolidated Company's policy is to deal only with creditworthy customers.

The Consolidated Company recognizes an allowance for losses on accounts receivable on the basis of expected credit losses over the life of the receivable. The expected credit losses for the duration of the period are calculated using an allowance matrix, which takes into account the customer's past default history and current financial condition and industry outlook. Because the Consolidated Company's credit loss history shows that there is no significant difference in loss patterns among different customer groups, the allowance matrix does not further differentiate between customer groups and only uses the number of days of aging on the accounts receivable establishment date to determine the expected credit impairment rate.

If there is evidence that the counter-party is in serious financial difficulty and the Consolidated Company cannot reasonably expect to recover the amount, for example, if the counter-party is in liquidation or the debt has been outstanding for more than 720 days, the Consolidated Company reclassifies the amount as an overdue receivable and recognizes an allowance for loss, but continues its collection activities and recognizes the amount recovered in profit or loss.

2. The Company measures the allowance for losses on notes and accounts receivable based on the allowance matrix as follows:

based on the allowance matrix as follows:

| June 30, 2024 | | | | | | | | | | | | |
|----------------------------------------------------------------------------|-------------------|--------|---------------|--------|----------------|-------|-----------------|-------|------------------|---|-------|---------|
| | Less than 30 days | | 31 to 90 days | | 91 to 180 days | | 181 to 360 days | | 361 days or more | | Total | |
| Loss from expected credit impairment | —% | | —% | | —% | | —% | | —% | | | |
| Total carrying amount | NT\$ | 82,705 | NT\$ | 2,420 | NT\$ | 7,615 | NT\$ | - | NT\$ | - | NT\$ | 92,740 |
| Allowance for losses (expected credit losses over the life of the Company) | - | | - | | - | | - | | - | | - | |
| Cost after amortization | NT\$ | 82,705 | NT\$ | 2,420 | NT\$ | 7,615 | NT\$ | - | NT\$ | - | NT\$ | 92,740 |
| | | | | | | | | | | | | |
| December 31, 2023 | | | | | | | | | | | | |
| | Less than 30 days | | 31 to 90 days | | 91 to 180 days | | 181 to 360 days | | 361 days or more | | Total | |
| Loss from expected credit impairment | —% | | —% | | —% | | —% | | —% | | | |
| Total carrying amount | NT\$ | 33,516 | NT\$ | 23,337 | NT\$ | 2,349 | NT\$ | - | NT\$ | - | NT\$ | 59,202 |
| Allowance for losses (expected credit losses over the life of the Company) | - | | - | | - | | - | | - | | - | |
| Cost after amortization | NT\$ | 33,516 | NT\$ | 23,337 | NT\$ | 2,349 | NT\$ | - | NT\$ | - | NT\$ | 59,202 |
| | | | | | | | | | | | | |
| June 30, 2023 | | | | | | | | | | | | |
| | Less than 30 days | | 31 to 90 days | | 91 to 180 days | | 181 to 360 days | | 361 days or more | | Total | |
| Loss from expected credit impairment | —% | | —% | | —% | | 2.01% | | 50% | | | |
| Total carrying amount | NT\$ | 55,604 | NT\$ | 66,765 | NT\$ | 907 | NT\$ | 2,344 | NT\$ | - | NT\$ | 125,620 |
| Allowance for losses (expected credit losses over the life of the Company) | - | | - | | - | | (47) | | - | | (47) | |
| Cost after amortization | NT\$ | 55,604 | NT\$ | 66,765 | NT\$ | 907 | NT\$ | 2,297 | NT\$ | - | NT\$ | 125,573 |

Information on the changes in the allowance for losses on accounts receivable is as follows

| | January to June 2024 | January to June 2023 |
|--------------------------------------------|----------------------|----------------------|
| Balance at the beginning of period | NT\$ - | NT\$ 39 |
| Appropriation (reversal) in current period | - | 8 |
| Balance at the end of period | NT\$ - | NT\$ 47 |

(VI) Inventory

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------|---------------|-------------------|---------------|
| Finished goods | NT\$ 2,884 | NT\$ 2,048 | NT\$ 1,984 |
| Work in process | 173,650 | 152,018 | 173,820 |
| Raw materials | 26,185 | 6,243 | 9,507 |
| Total | NT\$ 202,719 | NT\$ 160,309 | NT\$ 185,311 |

1. The operating costs related to inventories from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023 were NT\$ 110,115 thousand, NT\$ 49,139 thousand, and NT\$ 176,425 thousand, and NT\$ 135,235 thousand, respectively. The cost of goods sold from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023, includes inventory write-downs and slowdown losses (gains) of NT\$ 15 thousand, NT\$ (564) thousand, NT\$ 269 thousand, and NT\$ (17) thousand, respectively.
2. On June 30, 2024, December 31 and June 30, 2023, the consolidated company's inventories were not provided as collateral.
3. From April 1 to June 30, 2024 and 2023, and January 1 to June 30, 2024 and 2023, the allowance for write-off against inventory devaluation loss due to the no scrapping of inventories was not processed.

(VII) Investments Accounted For Using the Equity Method

Individual Insignificant Subsidiaries

| Investees | June 30, 2024 | | December 31, 2023 | | June 30, 2023 | |
|-----------------------------------|---------------|-----------------|-----------------------|-----------------|-----------------------|-----------------|
| | Book Value | Shareholdings % | Total carrying amount | Shareholdings % | Total carrying amount | Shareholdings % |
| Park Ave Coworking Space Co.,Ltd. | NT\$1,585 | 22.5 | NT\$1,852 | 22.5 | NT\$1,593 | 22.5 |

The calculation of the above insignificant affiliates is based on unaudited financial statements; however, in the opinion of the Company's management, such financial statements would not have resulted in a material adjustment had they been audited by the accountants.

Please refer to Schedule 4 (attached) for the business nature, principal place of business, and national information of the affiliated companies.

(VIII) Property, Plant, and Equipment

| January 1 to June 30, 2024 | | | | | |
|--------------------------------------------------------|------------------------------------------|-------------|----------|------------------|---------------------------------|
| Item | Balance at the beginning of period | Acquired | Disposed | Reclassification | Balance at the end of period |
| <u>Cost</u> | | | | | |
| Land | NT\$ 61,045 | NT\$ - | NT\$ - | NT\$ - | NT\$ 61,045 |
| Buildings | 112,002 | 2,140 | - | - | 114,142 |
| Machinery Equipment | 43,024 | 27,185 | - | - | 70,209 |
| Office Equipment | 2,480 | 869 | - | - | 3,349 |
| Power Generation Equipment | 1,600,425 | 55,046 | - | - | 1,655,471 |
| Computer communication equipment | 502 | - | - | - | 502 |
| Transport Equipment | 326 | - | - | - | 326 |
| Other Equipment | 46,151 | 8,104 | (45) | - | 54,210 |
| Leasehold improvements | 4,108 | - | - | - | 4,108 |
| Subtotal | 1,870,063 | 93,344 | (45) | - | 1,963,362 |
| <u>Accumulated Depreciation and Impairment</u> | | | | | |
| Buildings | 54,479 | 1,791 | - | - | 56,270 |
| Machinery Equipment | 17,540 | 2,839 | - | - | 20,379 |
| Office Equipment | 1,341 | 202 | - | - | 1,543 |
| Power Generation Equipment | 266,466 | 41,848 | - | - | 308,314 |
| Computer communication equipment | 167 | 84 | - | - | 251 |
| Transport Equipment | 87 | 27 | - | - | 114 |
| Other Equipment | 38,083 | 1,098 | (37) | - | 39,144 |
| Leasehold improvements | 885 | 380 | - | - | 1,265 |
| Subtotal | 379,048 | 48,269 | (37) | - | 427,280 |
| Net amount | NT\$ 1,491,015 | NT\$ 45,075 | NT\$ (8) | NT\$ - | NT\$ 1,536,082 |

1. The Consolidated Company depreciates each component item on a straight-line basis over its useful life as follows:

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2. For the guarantees for long-term and short-term loans of the consolidated company's property, plant and equipment on June 30, 2024, December 31 and June 30, 2023, please refer to Note VIII.

(IX) Lease Agreements

1. Right-of-use assets

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|----------------------------------------|---------------|-------------------|---------------|
| Carrying amount of right-to-use assets | | | |
| Buildings | NT\$ 223,714 | NT\$ 130,370 | NT\$ 137,596 |
| Transport Equipment | 2,299 | 2,676 | 2,617 |
| Total | NT\$ 226,013 | NT\$ 133,046 | NT\$ 140,213 |

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|---------------------------------------------|--------------------|--------------------|----------------------|----------------------|
| Newly acquired right-of-use assets | NT\$ 52,203 | NT\$ 23,316 | NT\$ 102,394 | NT\$ 23,316 |
| Lease modification (lease cancellation) | NT\$ - | NT\$ - | NT\$ - | NT\$ 4,253 |
| Depreciation expense of right-of-use assets | | | | |
| Buildings | NT\$ 4,055 | NT\$ 2,728 | NT\$ 8,719 | NT\$ 4,991 |
| Transport Equipment | 354 | 230 | 708 | 376 |
| Total | NT\$ 4,409 | NT\$ 2,958 | NT\$ 9,427 | NT\$ 5,367 |

2. Leasing liabilities

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|--------------------------------------|---------------|-------------------|---------------|
| Carrying amount of lease liabilities | | | |
| Current | NT\$ 14,571 | NT\$ 15,780 | NT\$ 13,099 |
| Non-current | NT\$ 219,056 | NT\$ 123,163 | NT\$ 130,793 |

The discount rate range for lease liabilities is as follows:

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------|---------------|-------------------|---------------|
| Buildings | 2.13% ~ 2.71% | 2.13% ~ 2.71% | 2.13% ~ 2.71% |
| Transport Equipment | 1.7% ~ 2.16% | 1.7% ~ 2.16% | 1.70% ~ 2.12% |

3. Significant leasing activities and terms

The Consolidated Company leases the above transportation equipment for a period of 3 years.

The Group also leases the building for office, plants and solar farm for power generation for a period of 5 and 20 years.

4. Other Lease Information

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|------------------------------------------------------------------------------|--------------------|--------------------|----------------------|----------------------|
| Short-term lease expenses | NT\$ 59 | NT\$ 462 | NT\$ 149 | NT\$ 803 |
| Low-value asset lease expenses | NT\$ 142 | NT\$ 139 | NT\$ 268 | NT\$ 244 |
| Variable lease expenses not included in the measurement of lease liabilities | NT\$ 1,560 | NT\$ 683 | NT\$ 4,588 | NT\$ 1,158 |
| Total cash expenditure for leases (outflow) | NT\$ (6,891) | NT\$ (4,405) | NT\$ (14,978) | NT\$ (8,341) |

(X) Other Intangible Assets

January 1 to June 30, 2024

| Item | Balance at the beginning of period | Acquired | Disposed | Reclassification | Balance at the end of period |
|------------------------------------------------|------------------------------------|--------------|----------|------------------|------------------------------|
| <u>Cost</u> | | | | | |
| Computer software | NT\$ 665 | NT\$ - | NT\$ - | NT\$ - | NT\$ 665 |
| Goodwill | 1,265 | - | - | - | 1,265 |
| Operating rights | 32,417 | - | - | - | 32,417 |
| Subtotal | 34,347 | - | - | - | 34,347 |
| <u>Accumulated amortization and impairment</u> | | | | | |
| Computer software | 510 | 66 | - | - | 576 |
| Operating rights | 9,365 | 1,081 | - | - | 10,446 |
| Subtotal | 9,875 | 1,147 | - | - | 11,022 |
| Net amount | NT\$ 24,472 | NT\$ (1,147) | NT\$ - | NT\$ - | NT\$ 23,325 |

January 1 to June 30, 2023

| Item | Balance at the beginning of period | Acquired | Disposed | Reclassification | Balance at the end of period |
|------------------------------------------------|------------------------------------|--------------|----------|------------------|------------------------------|
| <u>Cost</u> | | | | | |
| Computer software | NT\$ 1,167 | NT\$ - | NT\$ - | NT\$ (502) | NT\$ 665 |
| Goodwill | 1,265 | - | - | - | 1,265 |
| Operating rights | 32,417 | - | - | - | 32,417 |
| Subtotal | 34,849 | - | - | (502) | 34,347 |
| <u>Accumulated amortization and impairment</u> | | | | | |
| Computer software | 377 | 66 | - | - | 443 |
| Operating rights | 7,204 | 1,081 | - | - | 8,285 |
| Subtotal | 7,581 | 1,147 | - | - | 8,728 |
| Net amount | NT\$ 27,268 | NT\$ (1,147) | NT\$ - | NT\$ (502) | NT\$ 25,619 |

Amortization expense is provided on a straight-line basis over the following number of durable years:

| Item | Useful Life |
|-------------------|-------------|
| Computer software | 5 years |
| Operating rights | 15 years |

(XI) Prepayments

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------------------------|---------------|-------------------|---------------|
| Prepayment | NT\$ 16,095 | NT\$ 19,052 | NT\$ 41,831 |
| Prepaid service charge | 5,338 | 5,786 | 5,908 |
| Prepaid insurance fees | 1,530 | 2,060 | 1,405 |
| Prepaid pensions | 570 | 570 | 570 |
| Others | 2,473 | 1,019 | 1,255 |
| Total | NT\$ 26,006 | NT\$ 28,487 | NT\$ 50,969 |
| Prepayment for equipment purchase | NT\$ 164,960 | NT\$ 160,597 | NT\$ 208,932 |
| Less: Accumulated impairment | (23,918) | (23,918) | (23,918) |
| Total | NT\$ 141,042 | NT\$ 136,679 | NT\$ 185,014 |
| Current | NT\$ 26,006 | NT\$ 28,487 | NT\$ 50,969 |
| Non-current | NT\$ 141,042 | NT\$ 136,679 | NT\$ 185,014 |

For the assessment of the accumulated impairment on prepayment for equipment, please refer to Note IX(II).

(XII) Other Current Assets

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------------------------------------------|---------------|-------------------|---------------|
| Input tax | NT\$ 38,785 | NT\$ 43,267 | NT\$ 42,117 |
| Tax overpaid retained for offsetting future tax payable | 7,186 | 315 | 3,882 |
| Others | 25 | - | 127 |
| Total | NT\$ 45,996 | NT\$ 43,582 | NT\$ 46,126 |

(XIII) Long-Term Notes and Accounts Receivable

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------------------------------------------------------------------------------------|---------------|-------------------|---------------|
| Accounts receivable - Taiwan Power Company (Taichung Power Plant) | NT\$ 355,600 | NT\$ 355,600 | NT\$ 355,600 |
| Accounts receivable - Taiwan Power Company (Offshore Wind Power Development In Taichung Port) | 17,226 | 17,226 | 17,226 |
| Estimated additional receivables from construction and engineering work | 13,740 | 13,740 | 13,740 |
| Less: Estimated overdue fines payable | (141,000) | (141,000) | (141,000) |
| Less: Allowance for losses | (37,575) | (37,575) | (37,575) |
| Total | NT\$ 207,991 | NT\$ 207,991 | NT\$ 207,991 |
| Other receivables - Chou, Hsiu-Mei | 17,304 | 17,304 | 17,304 |
| Less: Allowance for losses | (17,304) | (17,304) | (17,304) |
| Total | NT\$ - | NT\$ - | NT\$ - |

1. The Consolidated Company filed an arbitration case for the delayed completion of the Taichung Power Plant and Offshore Wind Power Development In Taichung Port of Taiwan Power Company (Taipower). The arbitration judgment was issued by the Chinese Construction Industry Arbitration Association(CCIAA) on January 19, 2010 (2008 Gong-Zhong-Xie-Jing-Zi No. 019) and a judgement was issued by the High Court on May 31, 2011 (2010 Zhong-Shang-Zi No. 501). The Company recorded NT\$141,000 thousand in overdue penalties and NT\$13,740 thousand in additional receivables due for construction work based on the arbitration judgement. However, the parties did not reach a consensus on the settlement amount, which resulted in the delay in payment by Taipower, so the accounts were reclassified as long-term accounts receivable. Please refer to Note IX(III) for details.
2. In August 2012, the Consolidated Company sold 1,300,000 shares of its equity-method investment in Dakang Insurance Brokerage Co.,Ltd. at NT\$48 per share, for a total consideration of NT\$62,400 thousand. The transferee of the equity, Hsiu-Mei Chou, issued a promissory note when entering into the equity transfer contract and pledged the stocks to the Group. Since the transferee could not subsequently repay on time according to the contract, new agreements were entered into on March 25, 2013 and August 12, 2013, respectively, and an interest at an annual rate of 6% was imposed until March 25, 2014. As of June 30, 2024, December 31 and June 30, 2023, both the principal uncollected was NT\$ 40,480 thousand and the interest receivable was NT\$ 2,408 thousand. The Group has transferred it to the long-term accounts receivable and set aside an allowance for loss of a percentage of 100%. Also in Q2 of 2023, the Group wrote off NT\$ 25,584 thousand. Besides, the Consolidated Company filed an action for payment of the note against Hsiu-Mei Chou's endorser, Dah Sing Network Technology Co., Ltd., on February 26, 2015. The action was dismissed by the court on February 3,

2016. The Consolidated Company filed an appeal against the dismissal on March 4, 2016 and the high court delivered its decision (2016 Chong-Shang-Zi No. 325) in favor of the Consolidated Company on May 9, 2017. However, Dah Sing Network Technology Co., Ltd. appealed the decision to the Supreme Court. On February 27, 2020, the Supreme Court ruled (2019 Tai-Shang-Zi No. 1237) that the original judgment, with the exception of the provisional execution, was abrogated and remanded the case to the Taiwan High Court for retrial. On December 22, 2020, the High Court ruled in favor of the Consolidated Company (2020 Zhong-Shang-Geng-Yi-Zi No. 38). Provided that it is pending for the trial of the Supreme Court. It is assessed that the possibility to recover the payment is minimal, and thus the Group has not reversed the recognized loss allowance.

3. The Consolidated Company considers the customer's past default record and current financial condition, as well as the possible outcome of future court decisions. If there is evidence that the counter-party is facing severe financial difficulties or the judgment may be unfavorable to the Consolidated Company, and the Consolidated Company cannot reasonably expect to recover the amount, the Consolidated Company will directly write off the related receivables, but shall continue to pursue debt recovery activities and recognize the amount recovered in profit or loss.

(XIV) Short-term Borrowings

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------|---------------|-------------------|---------------|
| Secured loans | NT\$ 195,000 | NT\$ 130,000 | NT\$ 180,000 |
| Credit loans | - | 41,271 | 130,976 |
| Total | NT\$ 195,000 | NT\$ 171,271 | NT\$ 310,976 |
| Interest Rate Range | 2.085%~2.275% | 2.15%~2.41% | 2.15%~2.41% |

For the guarantee of assets provided as short-term loans, please refer to Note VIII.

(XV) Long-term Borrowings

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------------|---------------|-------------------|---------------|
| Secured loans | NT\$ 809,970 | NT\$ 841,151 | NT\$ 805,840 |
| Less: Due within one year | (65,377) | (63,368) | (57,749) |
| Long-term borrowings | NT\$ 744,593 | NT\$ 777,783 | NT\$ 748,091 |
| Interest Rate Range | 2.275%~2.545% | 2.15%~2.42% | 2.15%~2.42% |

The above-mentioned bank loans shall mature successively before December 2037. Please refer to Note VIII for information on assets pledged as collateral for long-term borrowings.

(XVI) Notes and Accounts Payable

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-------------------------------------------------|---------------|-------------------|---------------|
| Notes payable (including to related parties) | NT\$ 7,013 | NT\$ 9,524 | NT\$ 3,858 |
| Accounts payable (including to related parties) | 106,621 | 84,232 | 79,304 |
| Total | NT\$ 113,634 | NT\$ 93,756 | NT\$ 83,162 |

1. The average credit period for accounts payable is generally 30 to 60 days for customers, and for outsourced projects, payment is made according to the contract period agreed to between the two parties. The Company upholds a financial risk management policy to ensure that all payables are repaid within the pre-agreed credit terms.
2. Please refer to Note VI(XXVI) for disclosures of payables and other payables that are exposed to liquidity risk.

(XVII) Post-employment benefit plans

1. Defined contribution plan

The Consolidated Company's pension plan under the Labor Pension Act is a government-administered defined contribution plan that contributes 6% of employees' monthly salaries to the individual accounts under the Bureau of Labor Insurance. The consolidated company's pension cost recognized as expenses in the consolidated statement of comprehensive income from April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2023 and 2024, amounted to NT\$ 530 thousand and NT\$ 475 thousand and NT\$ 1,022 thousand and NT\$ 920 thousand, respectively.

(XVIII) Equity

1. Common share capital

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|--------------------------------------------------------------|----------------|-------------------|----------------|
| Number of shares (in thousands) | 600,000 | 600,000 | 600,000 |
| Authorized share capital | NT\$ 6,000,000 | NT\$ 6,000,000 | NT\$ 6,000,000 |
| Number of issued and fully paid shares (in thousands) | 150,578 | 150,578 | 145,486 |
| Publicly traded common stock | NT\$ 1,505,778 | NT\$ 1,505,778 | NT\$ 1,454,858 |
| Shares of stock dividend to be distributed (thousand shares) | 4,517 | - | 5,092 |
| Stock dividends to be distributed | NT\$ 45,173 | NT\$ - | NT\$ 50,920 |

The issued common stock has a par value of \$10 per share and each share has one vote and the right to receive dividends.

On May 24, 2023, the regular shareholders' meeting resolved to adopt the proposals of 2022 earnings distribution and the capital reserve capitalization, to distribute NT\$41,463 thousand as share dividends and capital reserve capitalization for NT\$9,457 thousand. The share capital amounted to NT\$1,505,778 thousand after the distribution.

On May 14, 2024, the 2023 earnings distribution proposal was resolved in the general shareholders' meeting, and stock dividends of NT\$ 45,173 thousand were distributed at NT\$ 0.3 per share.

2. Capital reserve

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------------------------------------------------------------------|---------------|-------------------|---------------|
| <u>May be used to make up losses, to distribute cash or to increase capital</u> | | | |
| Stock issuance in excess of par value | NT\$ 87,226 | NT\$ 87,226 | NT\$ 87,226 |

The capital surplus from the stock issuance premium may be used to offset losses or, when the Company has no losses, to distribute cash or to increase capital, provided that the capitalization is limited to a certain percentage of the paid-in capital each year.

3. Policy on retained earnings and dividends

In accordance with the provisions of the Company's Articles of Incorporation on the earnings distribution policy, if having a profit in the final accounting of the year, the Company shall first pay taxes and make up any cumulative losses in accordance with laws, and then set aside 10% of the said earnings as legal reserves, unless such legal reserves reach the amount of the Company's paid-in capital. Any surpluses remaining shall then be subject to provision or reversal of special reserves, as the laws may require. If there is any residual balance, it shall be, together with the undistributed earnings carried from previous years, used as dividends for shareholders. The Board of Directors shall draft an

earnings distribution proposal and submit it to the shareholders' meeting for approval. Please refer to Note VI(XXII), for the policy on the distribution of employees and directors' remuneration under the amended Articles of Incorporation.

Legal reserve may be used to make up losses. If the Consolidated Company has no deficit, the excess of legal reserve over 25% of the paid-in capital may be distributed in cash in addition to increasing capitalization.

At the annual general shareholders' meetings held on May 14, 2024 and May 24, 2023, the Company approved the following distribution of earnings for the 2023 and 2022, respectively:

| | FY2023 | FY2022 |
|--------------------------------|-------------|-------------|
| Legal reserve | NT\$ 13,802 | NT\$ 4,508 |
| Special reserve | NT\$ (194) | NT\$ 181 |
| Cash dividend | NT\$ 45,173 | NT\$ - |
| Share dividends | NT\$ 45,173 | NT\$ 41,463 |
| Cash dividend per share (NT\$) | NT\$ 0.3 | NT\$ - |
| Share dividends (NT\$) | NT\$ 0.3 | NT\$ 0.285 |

4. Non-controlling equity

| | January to June 2024 | January to June 2023 |
|------------------------------------------------------------------------------------|----------------------|----------------------|
| Balance at the beginning of period | NT\$ 65,406 | NT\$ 60,213 |
| Cash capital decrease by subsidiary | - | (2,205) |
| Cash dividends of subsidiaries | - | (564) |
| Net income for the period attributable to noncontrolling interests | 5,323 | (1,491) |
| Other comprehensive income or loss attributable to noncontrolling interests: | | |
| Financial assets measured at fair value through other comprehensive income or loss | 34 | (1,190) |
| Decrease in non-controlling interests in subsidiaries due to disposals | (27) | - |
| Balance at the end of period | NT\$ 70,736 | NT\$ 54,763 |

(XIX) Earnings Per Share

1. Basic earnings per share

The weighted-average number of shares of common stock and earnings per share used in the calculation of earnings per share were as follows:

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|--------------------------------------------------------------------------------------------------|--------------------|--------------------|----------------------|----------------------|
| Net income attributable to owners of the parent company (NT\$ '000) | NT\$ 40,329 | NT\$ 83,681 | NT\$ 23,250 | NT\$ 130,598 |
| Weighted-average number of common shares for basic earnings per share calculation (in thousands) | 155,095 | 155,095 | 155,095 | 155,095 |
| Basic earnings per share (NT\$) | NT\$ 0.26 | NT\$ 0.54 | NT\$ 0.15 | NT\$ 0.84 |

Earnings per share have been retroactively adjusted for the effect of stock grants, the base date of which was set on August 2, 2024. Due to the retrospective adjustment of basic earnings per share from April 1 to June 30, 2023, and January 1 to June 30, 2023, from NT\$ 0.56 and NT\$ 0.87 to NT\$ 0.54 and NT\$ 0.84, respectively.

2. Diluted earnings per share

The weighted-average number of shares of common stock and earnings used to calculate diluted earnings per share were as follows:

| | April to June 2024 | | April to June 2023 | | January to June 2024 | | January to June 2023 | |
|----------------------------------------------------------------------------------------------------|-----------------------|---------|-----------------------|---------|-------------------------|---------|-------------------------|---------|
| Net income attributable to owners of the parent company (NT\$ '000) | NT\$ | 40,329 | NT\$ | 83,681 | NT\$ | 23,250 | NT\$ | 130,598 |
| Weighted-average number of common shares for basic earnings per share calculation (in thousands) | | 155,095 | | 155,095 | | 155,095 | | 155,095 |
| Impact of common stock with potential dilutive effects | | | | | | | | |
| Employee remuneration | | 7 | | 38 | | 19 | | 43 |
| Weighted-average number of common shares for the purpose of calculating diluted earnings per share | | 155,102 | | 155,133 | | 155,114 | | 155,138 |
| Diluted earnings per share (NT\$) | NT\$ | 0.26 | NT\$ | 0.54 | NT\$ | 0.15 | NT\$ | 0.84 |

If the Consolidated Company has the option to pay employees in stock or cash, the calculation of diluted earnings per share assumes that employee remuneration will be paid in stock and is included in the weighted-average number of common shares outstanding for the purpose of calculating diluted earnings per share when the potential common shares have a dilutive effect. The dilutive effect of these potential common shares will continue to be considered in the calculation of diluted earnings per share before the number of shares awarded to employees is determined in the following year's shareholders' resolution.

Due to the retrospective adjustment of diluted earnings per share from April 1 to June 30, 2023, and January 1 to June 30, 2023, from NT\$ 0.56 and NT\$ 0.87 to NT\$ 0.54 and NT\$ 0.84, respectively.

(XX) Revenue from Customer Contracts

| | April to June 2024 | | April to June 2023 | | January to June 2024 | | January to June 2023 | |
|--------------------------------------|-----------------------|---------|-----------------------|---------|-------------------------|---------|-------------------------|---------|
| Construction and engineering revenue | NT\$ | 26,049 | NT\$ | 11,025 | NT\$ | 54,816 | NT\$ | 55,287 |
| Sales revenue | | 128,306 | | 70,187 | | 202,674 | | 164,417 |
| Electricity retailing revenue | | 51,701 | | 38,911 | | 92,430 | | 70,614 |
| Others | | 1,310 | | 1,526 | | 3,598 | | 3,593 |
| Total | NT\$ | 207,366 | NT\$ | 121,649 | NT\$ | 353,518 | NT\$ | 293,911 |

1. Contract balance

| | June 30, 2024 | | December 31, 2023 | | June 30, 2023 | |
|----------------------------------------------------------------|---------------|--|-------------------|--|---------------|--|
| | NT\$ | | NT\$ | | NT\$ | |
| Accounts receivable and notes receivable | 92,740 | | 59,202 | | 125,573 | |
| Contract assets - current | | | | | | |
| Construction of photovoltaic power station and booster station | 438 | | 8,376 | | 20,136 | |
| Construction and engineering | 6,714 | | 5,698 | | 31,665 | |
| Sales of electrical equipment | 66,726 | | 29,871 | | 7,546 | |
| Total | 73,878 | | 43,945 | | 59,347 | |
| Contract liabilities - current | | | | | | |
| Construction of photovoltaic power station | 7,303 | | 2,790 | | 38,038 | |
| Construction and engineering | 7,475 | | 3,647 | | 13,200 | |
| Sales of electrical equipment | 2,651 | | - | | - | |
| Total | 17,429 | | 6,437 | | 51,238 | |

The variation of the contract assets and liabilities is the result of the difference in the time point when the Group fulfills the obligations and the customer makes the payment.

2. Breakdown of revenue from customer contracts

| April 1 to June 30, 2024 | | | | | | | | |
|----------------------------------------|-----------------------|--------|---------------------------------------|---------|-----------------------------|--------|--------|---|
| | Reportable segments | | | | | | | |
| | Energy Business Group | | Electrical Engineering Business Group | | Construction Business Group | | Others | |
| Contract revenue type | | | | | | | | |
| Construction and engineering revenue | NT\$ | 1,031 | NT\$ | 10 | NT\$ | 25,008 | NT\$ | - |
| Sales revenue | | - | | 128,306 | | - | | - |
| Electricity retailing revenue | | 51,701 | | - | | - | | - |
| Others | | - | | 1,310 | | - | | - |
| Total | NT\$ | 52,732 | NT\$ | 129,626 | NT\$ | 25,008 | NT\$ | - |
| Point in time for revenue recognition: | | | | | | | | |
| At a certain point in time | NT\$ | 51,701 | NT\$ | 129,626 | NT\$ | - | NT\$ | - |
| To be satisfied over time | | 1,031 | | - | | 25,008 | | - |
| Total | NT\$ | 52,732 | NT\$ | 129,626 | NT\$ | 25,008 | NT\$ | - |
| April 1 to June 30, 2023 | | | | | | | | |
| | Reportable segments | | | | | | | |
| | Energy Business Group | | Electrical Engineering Business Group | | Construction Business Group | | Others | |
| Contract revenue type | | | | | | | | |
| Construction and engineering revenue | NT\$ | 7,005 | NT\$ | - | NT\$ | 4,020 | NT\$ | - |
| Sales revenue | | - | | 70,187 | | - | | - |
| Electricity retailing revenue | | 38,911 | | - | | - | | - |
| Others | | - | | 1,526 | | - | | - |
| Total | NT\$ | 45,916 | NT\$ | 71,713 | NT\$ | 4,020 | NT\$ | - |
| Point in time for revenue recognition: | | | | | | | | |
| At a certain point in time | NT\$ | 38,911 | NT\$ | 71,713 | NT\$ | - | NT\$ | - |
| To be satisfied over time | | 7,005 | | - | | 4,020 | | - |
| Total | NT\$ | 45,916 | NT\$ | 71,713 | NT\$ | 4,020 | NT\$ | - |

| January 1 to June 30, 2024 | | | | | | | |
|----------------------------------------|-----------------------|--------|---------------------------------------|---------|-----------------------------|--------|----------------|
| | Reportable segments | | | | | | Total |
| | Energy Business Group | | Electrical Engineering Business Group | | Construction Business Group | | Others |
| Contract revenue type | | | | | | | |
| Construction and engineering revenue | NT\$ | 1,414 | NT\$ | 93 | NT\$ | 53,309 | NT\$ - 54,816 |
| Sales revenue | | - | | 202,674 | | - | 202,674 |
| Electricity retailing revenue | | 92,430 | | - | | - | 92,430 |
| Others | | - | | 3,598 | | - | 3,598 |
| Total | NT\$ | 93,844 | NT\$ | 206,365 | NT\$ | 53,309 | NT\$ - 353,518 |
| Point in time for revenue recognition: | | | | | | | |
| At a certain point in time | NT\$ | 92,430 | NT\$ | 206,365 | NT\$ | - | NT\$ - 298,795 |
| To be satisfied over time | | 1,414 | | - | | 53,309 | 54,723 |
| Total | NT\$ | 93,844 | NT\$ | 206,365 | NT\$ | 53,309 | NT\$ - 353,518 |

| January 1 to June 30, 2023 | | | | | | | |
|----------------------------------------|-----------------------|--------|---------------------------------------|---------|-----------------------------|--------|----------------|
| | Reportable segments | | | | | | Total |
| | Energy Business Group | | Electrical Engineering Business Group | | Construction Business Group | | Others |
| Contract revenue type | | | | | | | |
| Construction and engineering revenue | NT\$ | 12,977 | NT\$ | - | NT\$ | 42,310 | NT\$ - 55,287 |
| Sales revenue | | - | | 164,417 | | - | 164,417 |
| Electricity retailing revenue | | 70,614 | | - | | - | 70,614 |
| Others | | - | | 3,593 | | - | 3,593 |
| Total | NT\$ | 83,591 | NT\$ | 168,010 | NT\$ | 42,310 | NT\$ - 293,911 |
| Point in time for revenue recognition: | | | | | | | |
| At a certain point in time | NT\$ | 70,614 | NT\$ | 168,010 | NT\$ | - | NT\$ - 238,624 |
| To be satisfied over time | | 12,977 | | - | | 42,310 | 55,287 |
| Total | NT\$ | 83,591 | NT\$ | 168,010 | NT\$ | 42,310 | NT\$ - 293,911 |

(XXI) Non-operating Income and Expenses

1. Interest income

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|---------------|--------------------|--------------------|----------------------|----------------------|
| Bank deposits | NT\$ 1,080 | NT\$ 1,278 | NT\$ 1,527 | NT\$ 1,739 |

2. Other revenue

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|---------------------|--------------------|--------------------|----------------------|----------------------|
| Rental revenue | NT\$ 63 | NT\$ 97 | NT\$ 126 | NT\$ 121 |
| Dividend income | 1,462 | 1,281 | 1,747 | 1,281 |
| Compensation income | 2,441 | 270 | 2,441 | 2,450 |
| Other revenue | 1,082 | 600 | 1,940 | 1,621 |
| Total | NT\$ 5,048 | NT\$ 2,248 | NT\$ 6,254 | NT\$ 5,473 |

3. Other profits and losses

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|----------------------------------------------------------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Gain (loss) on financial assets at fair value through profit or loss | NT\$ 15,880 | NT\$ 101,437 | NT\$ (907) | NT\$ 138,730 |
| (Gains) losses from disposal of property, plant and equipment | - | (147) | (8) | (204) |
| Profit from lease changes | - | - | - | 105 |
| Others | (218) | (2,005) | (1,830) | (2,332) |
| Total | NT\$ 15,662 | NT\$ 99,285 | NT\$ (2,745) | NT\$ 136,299 |

4. Financial Costs

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|-----------------------------------------------------------------------------------------------------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Interest on bank loans | NT\$ 6,728 | NT\$ 6,444 | NT\$ 12,672 | NT\$ 12,103 |
| Interest on lease liabilities | 1,215 | 740 | 2,263 | 1,464 |
| Less: Amounts of the qualified asset costs (included in property, plant and equipment and equipment prepayment) | (97) | (325) | (221) | (1,688) |
| Net amount | NT\$ 7,846 | NT\$ 6,859 | NT\$ 14,714 | NT\$ 11,879 |

Information on interest capitalization is as follows:

| | January to June 2024 | January to June 2023 |
|--------------------------------|----------------------|----------------------|
| Amount of interest capitalized | NT\$ 221 | NT\$ 1,688 |
| Rate of capitalized interest | 2.246%~2.383% | 1.95%~2.28% |

(XXII) Remuneration to employees and directors

In accordance with the Company's Articles of Incorporation, the Company contributes no less than 1% and no more than 1% of the pre-tax benefit to employees' and directors' remuneration, respectively, for the year before the distribution of employees' and directors' remuneration.

From April 1 to June 30, 2024 and 2023, and from January 1 to June 30, 2024 and 2023 are estimated as follows:

| | January to June 2024 | January to June 2023 |
|---------------------------|----------------------|----------------------|
| Employee remuneration | 1% | 1% |
| Remuneration to directors | 0% | 0% |

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| <u>Amount</u> | | | | |
| Employee remuneration | NT\$ 235 | NT\$ 1,011 | NT\$ 235 | NT\$ 1,548 |

If there is a change in the amount of the annual consolidated financial report after the date of its issuance, the change in accounting estimate is treated as an adjustment in the following year.

The remuneration for employees and directors for 2023 and 2022, which was resolved by the Board of Directors on February 26, 2024 and February 21, 2023, respectively, are as follows:

| | FY2023 | FY2022 |
|-----------------------|------------|----------|
| Cash | | |
| Employee remuneration | NT\$ 1,393 | NT\$ 458 |

There is no difference between the actual amount of employee compensation paid in 2023 and 2022 and the amount recognized in the consolidated financial statements for 2023 and 2022.

For additional information on the remunerations to the employees and directors approved by the Board, visit the “Market Observation Post System” at the website of the Taiwan Stock Exchange.

(XXIII) Income Taxes

1. The major components of income tax expense recognized in profit or loss were as follows

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|---------------------------------------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Current income tax | | | | |
| Generated in the current period | NT\$ 4,429 | NT\$ 1,840 | NT\$ 5,452 | NT\$ 4,440 |
| Additional taxes levied on undistributed earnings | 688 | - | 688 | - |
| Adjusted from the previous year | - | 30 | - | 30 |
| Deferred income tax | | | | |
| Generated in the current period | (38) | 16,414 | 17 | 22,631 |
| Income tax expense recognized in profit or loss | NT\$ 5,079 | NT\$ 18,284 | NT\$ 6,157 | NT\$ 27,101 |

2. Status of assessed Income taxes

The Company and subsidiaries’ income tax returns for FY2022 have been duly examined and cleared by the tax authorities.

(XXIV) Additional information on the nature of the expenses:

1. Summary of employee benefits, depreciation, depletion and amortization expenses of the Group for the period by function as follows:

| By nature | April to June 2024 | | | April to June 2023 | | |
|-------------------------------------|---------------------------------|------------------------------------|-------------|---------------------------------|------------------------------------|-------------|
| | Attributable to operating costs | Attributable to operating expenses | Total | Attributable to operating costs | Attributable to operating expenses | Total |
| Employee benefit expenses | NT\$ 9,342 | NT\$ 5,842 | NT\$ 15,184 | NT\$ 5,891 | NT\$ 6,996 | NT\$ 12,887 |
| Wage expenses | | | | | | |
| Labor and health insurance expenses | 946 | 467 | 1,413 | 709 | 441 | 1,150 |
| Pension expense | 309 | 221 | 530 | 250 | 225 | 475 |
| Remuneration to directors | - | 253 | 253 | - | 227 | 227 |
| Other employee benefit expenses | 417 | 529 | 946 | 304 | 578 | 882 |
| Depreciation expense | 27,704 | 1,234 | 28,938 | 22,612 | 1,138 | 23,750 |
| Amortization expense | - | 573 | 573 | - | 574 | 574 |

| By nature | January to June 2024 | | | January to June 2023 | | |
|-------------------------------------|---------------------------------|------------------------------------|-------------|---------------------------------|------------------------------------|-------------|
| | Attributable to operating costs | Attributable to operating expenses | Total | Attributable to operating costs | Attributable to operating expenses | Total |
| Employee benefit expenses | NT\$ 18,240 | NT\$ 11,568 | NT\$ 29,808 | NT\$ 11,651 | NT\$ 14,082 | NT\$ 25,733 |
| Wage expenses | | | | | | |
| Labor and health insurance expenses | 1,820 | 907 | 2,727 | 1,351 | 935 | 2,286 |
| Pension expense | 581 | 441 | 1,022 | 472 | 448 | 920 |
| Remuneration to directors | - | 418 | 418 | - | 385 | 385 |
| Other employee benefit expenses | 666 | 1,065 | 1,731 | 442 | 1,254 | 1,696 |
| Depreciation expense | 55,211 | 2,485 | 57,696 | 36,638 | 2,352 | 38,990 |
| Amortization expense | - | 1,147 | 1,147 | - | 1,147 | 1,147 |

(XXV) Capital Risk Management

The Consolidated Company is required to maintain sufficient capital to meet the concerns of going concern assumptions. Therefore, the Consolidated Company's capital is prudently managed to ensure that the necessary financial resources and operating plans are in place to support future needs for working capital, capital expenditures and debt servicing.

(XXVI) Financial Instruments

1. Fair value information - financial instruments not measured at fair value

The carrying amounts of the Consolidated Company's financial instruments not carried at fair value, such as cash, financial assets carried at amortized cost, accounts receivable, other receivables, refundable deposits, long-term and short-term loans (including long-term loans due within one year), accounts payable, other payables and guarantee deposits received, are a reasonable approximation of fair value.

2. Fair value information - financial instruments measured at fair value on a recurring basis

(1) Fair value hierarchy

| June 30, 2024 | | | | |
|------------------------------------------------------------------------------------------------|--------------|---------|-------------|--------------|
| | Level 1 | Level 2 | Level 3 | Total |
| <u>Financial assets at fair value through profit or loss</u> | | | | |
| Domestic listed (Over-the-Counter) stocks | NT\$ 169,025 | NT\$ - | NT\$ - | NT\$ 169,025 |
| <u>Financial assets at fair value through other comprehensive income or loss - non-current</u> | | | | |
| Domestic TWSE (TPEX) unlisted stocks | - | - | 31,298 | 31,298 |
| Total | NT\$ 169,025 | NT\$ - | NT\$ 31,298 | NT\$ 200,323 |

| December 31, 2023 | | | | |
|------------------------------------------------------------------------------------------------|--------------|---------|-------------|--------------|
| | Level 1 | Level 2 | Level 3 | Total |
| <u>Financial assets at fair value through profit or loss</u> | | | | |
| Domestic listed (Over-the-Counter) stocks | NT\$ 169,932 | NT\$ - | NT\$ - | NT\$ 169,932 |
| <u>Financial assets at fair value through other comprehensive income or loss - non-current</u> | | | | |
| Domestic TWSE (TPEX) unlisted stocks | - | - | 28,397 | 28,397 |
| Total | NT\$ 169,932 | NT\$ - | NT\$ 28,397 | NT\$ 198,329 |

| June 30, 2023 | | | | |
|------------------------------------------------------------------------------------------------|--------------|---------|-------------|--------------|
| | Level 1 | Level 2 | Level 3 | Total |
| <u>Financial assets at fair value through profit or loss</u> | | | | |
| Domestic listed (Over-the-Counter) stocks | NT\$ 209,500 | NT\$ - | NT\$ - | NT\$ 209,500 |
| <u>Financial assets at fair value through other comprehensive income or loss - non-current</u> | | | | |
| Domestic TWSE (TPEX) unlisted stocks | - | - | 23,723 | 23,723 |
| Total | NT\$ 209,500 | - | NT\$ 23,723 | NT\$ 233,223 |

(2) There were no transfers between Level 1 and Level 2 fair value measurements from January 1 to June 30, 2024 and 2023.

(3) Reconciliation of financial instruments measured at fair value on a Level 3 basis

| | <u>Financial assets at fair value through other comprehensive income or loss - non-current</u> | | | |
|------------------------------------------|------------------------------------------------------------------------------------------------|--------|----------------------|---------|
| | January to June 2024 | | January to June 2023 | |
| Balance at the beginning of period | NT\$ | 28,397 | NT\$ | 25,278 |
| Acquired during the period | | 2,829 | | 951 |
| Recognized in other comprehensive income | | 72 | | (2,506) |
| Balance at the end of period | NT\$ | 31,298 | NT\$ | 23,723 |

(4) For equity instruments without quoted prices in active markets for Level 3 fair value measurements, the Company measures the fair value of the investee by taking into account the quoted prices not available in active and inactive markets, the net financial statements of the investee for the same period obtained by the Company, the changes in the investee's plans, performance, investment objectives, management, etc., and the Company's expected return on investment through the distribution of earnings of the investee.

3. Types of financial instruments

| | June 30, 2024 | | December 31, 2023 | | June 30, 2023 | |
|------------------------------------------------------------------------------------|---------------|-----------|-------------------|-----------|---------------|-----------|
| Financial Assets | | | | | | |
| Measured at fair value through profit or loss | NT\$ | 169,025 | NT\$ | 169,932 | NT\$ | 209,500 |
| Financial assets carried at amortized cost (Note 1) | | 818,362 | | 874,453 | | 1,017,750 |
| Financial assets measured at fair value through other comprehensive income or loss | | 31,298 | | 28,397 | | 23,723 |
| Total | NT\$ | 1,018,685 | NT\$ | 1,072,782 | NT\$ | 1,250,973 |
| Financial liabilities | | | | | | |
| Financial liabilities measured at amortized cost (Note 2) | NT\$ | 1,223,290 | NT\$ | 1,154,952 | NT\$ | 1,285,678 |
| Lease liabilities | | 233,627 | | 138,943 | | 143,892 |
| Total | NT\$ | 1,456,917 | NT\$ | 1,293,895 | NT\$ | 1,429,570 |

Note 1: The balance includes cash, financial assets carried at amortized cost, notes receivable, accounts receivable, other receivables, long-term notes and accounts receivable and refundable deposits, and other financial assets carried at amortized cost.

Note 2: The balance includes financial liabilities measured at amortized cost, such as long-term and short-term loans (including long-term loans due within one year), notes payable, accounts payable, dividends payable, other payables and guarantee deposits received.

4. Financial risk management objectives and policies

The Group's main financial instruments includes accounts receivable, accounts payable, and borrowings. The Consolidated Company's finance department provides services to each business unit, coordinates access to domestic and international financial markets, and monitors and manages the financial risks associated with the Company's operations through internal risk reports that analyze risk exposures based on the level and breadth of risk. These risks include market risk (including interest rate risk and other price risks), credit risk and liquidity risk.

(1) Market risk

A. Interest rate risk

The carrying amounts of the Consolidated Company's financial assets and financial liabilities exposed to interest rate risk as of the balance sheet date were as follows:

| | June 30, 2024 | | December 31, 2023 | | June 30, 2023 | |
|-------------------------------|---------------|-----------|-------------------|---------|---------------|---------|
| Fair value interest rate risk | | | | | | |
| Financial Assets | NT\$ | 194,003 | NT\$ | 157,345 | NT\$ | 225,058 |
| Financial liabilities | | 233,627 | | 310,214 | | 454,868 |
| Cash flow rate risk | | | | | | |
| Financial Assets | | 234,210 | | 367,294 | | 406,317 |
| Financial liabilities | | 1,004,970 | | 841,151 | | 805,840 |

Sensitivity analysis

The following sensitivity analysis is based on the interest rate risk of non-derivative instruments at the balance sheet date. For floating rate liabilities, the analysis assumes that the amount of the liability outstanding at the balance sheet date is outstanding for the period reported. The rate of change used in the Consolidated Company's internal reporting of interest rates to key management is a one-digit increase or decrease in interest rates, which also represents management's assessment of the range of reasonably possible changes in interest rates.

An increase of interest rate by 1 will result in an increase/decrease of the earnings before tax by NT\$963 thousand and NT\$888 thousand from January 1 to June 30, 2024 and 2023, respectively, if all other variables remained unchanged. This variation is largely attributed to the exposure to the cash flow interest rate risk in the Group's deposits and borrowings at variable rate.

B. Other price risk

The Consolidated Company has equity price risk due to its investment in domestic listed securities. The management of the Consolidated Company manages the risk by holding different risky investment portfolios.

Sensitivity analysis

The following sensitivity analysis was performed based on the equity price risk at the balance sheet date.

If equity prices increased/decreased by 1%, net income before income tax would have increased/decreased by NT\$1,690 thousand and NT\$2,095 from January 1 to June 30, 2024 and 2023 respectively, due to the increase/decrease in the fair value of financial assets at fair value through profit or loss.

The Consolidated company's sensitivity to stock investments has declined, mainly due to changes in stock prices.

(2) Credit risk

Credit risk refers to the risk of financial loss resulting from the counter-party's default on contractual obligations. Up to the balance sheet date, the Group's potential highest credit risk exposure due to failure of the counterparty to fulfill its obligations was mainly derived from the unlikelihood of collecting the receivables from the customer.

As of June 30, 2024, December 31 and June 30, 2023, the percentages of accounts receivable from the top ten customers to the Consolidated Company's accounts receivable were 47.8%, 69.82% and 77.11%, respectively, and the credit concentration risk of the remaining accounts receivable was relatively insignificant.

(3) Liquidity risk

A. Liquidity and interest rate risk of non-derivative financial liabilities

The analysis of the remaining contractual maturities of non-derivative financial liabilities is based on the undiscounted cash flows (including principal and estimated interest) of the financial liabilities based on the earliest possible date on which the Consolidated Company could be required to make repayment. Accordingly, the Consolidated Company's bank loans that are repayable on demand are listed in the table below at the earliest possible date, without regard to the probability that the banks will enforce rights immediately; the maturity analysis of other non-derivative financial liabilities is prepared based on the contractual repayment dates.

The undiscounted interest amount of interest cash flows paid at floating interest rates is derived from the borrowing rate at the balance sheet date.

| June 30, 2024 | | | | | |
|---------------------------------------------|--------------------|--------------------|--------------|-------------------|---------------|
| | Less than 6 months | 6 months to 1 year | 1 to 2 years | More than 2 years | Total |
| <u>Non-derivative financial liabilities</u> | | | | | |
| Non-interest-bearing liabilities | NT\$ 163,224 | NT\$ - | NT\$ - | NT\$ 1,110 | NT\$ 164,334 |
| Floating rate instruments | 237,761 | 42,149 | 83,131 | 745,827 | 1,108,868 |
| Lease liabilities | 9,702 | 9,893 | 19,185 | 239,740 | 278,520 |
| Total | NT\$ 410,687 | NT\$ 52,042 | NT\$ 102,316 | NT\$ 986,677 | NT\$1,551,722 |

More information on the analysis of lease liabilities due:

| | Less than 1 year | 1 to 5 years | 6 to 10 years | 11 to 15 years | 16 to 20 years |
|-------------------|------------------|--------------|---------------|----------------|----------------|
| Lease liabilities | NT\$ 19,595 | NT\$ 70,329 | NT\$ 80,984 | NT\$ 73,591 | NT\$ 34,021 |

| December 31, 2023 | | | | | |
|---------------------------------------------|--------------------|--------------------|--------------|-------------------|---------------|
| | Less than 6 months | 6 months to 1 year | 1 to 2 years | More than 2 years | Total |
| <u>Non-derivative financial liabilities</u> | | | | | |
| Non-interest-bearing liabilities | NT\$ 131,487 | NT\$ - | NT\$ - | NT\$ 1,445 | NT\$ 132,932 |
| Floating rate instruments | 212,764 | 41,040 | 82,977 | 783,146 | 1,119,927 |
| Lease liabilities | 8,605 | 10,156 | 20,364 | 121,765 | 160,890 |
| Total | NT\$ 352,856 | NT\$ 51,196 | NT\$ 103,341 | NT\$ 906,356 | NT\$1,413,749 |

More information on the analysis of lease liabilities due:

| | Less than 1 year | 1 to 5 years | 6 to 10 years | 11 to 15 years | 16 to 20 years |
|-------------------|------------------|--------------|---------------|----------------|----------------|
| Lease liabilities | NT\$ 18,761 | NT\$ 53,036 | NT\$ 42,089 | NT\$ 35,776 | NT\$ 11,228 |

| June 30, 2023 | | | | | |
|---------------------------------------------|--------------------|--------------------|--------------|-------------------|---------------|
| | Less than 6 months | 6 months to 1 year | 1 to 2 years | More than 2 years | Total |
| <u>Non-derivative financial liabilities</u> | | | | | |
| Non-interest-bearing liabilities | NT\$ 124,350 | NT\$ - | NT\$ - | NT\$ 416 | NT\$ 124,766 |
| Floating rate instruments | 351,048 | 37,529 | 76,149 | 755,658 | 1,220,384 |
| Lease liabilities | 7,819 | 8,393 | 20,080 | 131,088 | 167,380 |
| Total | NT\$ 483,217 | NT\$ 45,922 | NT\$ 96,229 | NT\$ 887,162 | NT\$1,512,530 |

More information on the analysis of lease liabilities due:

| | Less than 1 year | 1 to 5 years | 6 to 10 years | 11 to 15 years | 16 to 20 years |
|-------------------|------------------|--------------|---------------|----------------|----------------|
| Lease liabilities | NT\$ 16,212 | NT\$ 57,992 | NT\$ 42,089 | NT\$ 36,903 | NT\$ 14,184 |

B. Financing amount

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------------------|----------------|-------------------|----------------|
| Unsecured bank loan credit line | | | |
| - Amount utilized | NT\$ - | NT\$ 59,611 | NT\$ 216,796 |
| -Unutilized amount | 190,000 | 63,264 | 202,204 |
| Total | NT\$ 190,000 | NT\$ 122,875 | NT\$ 419,000 |
| Guaranteed Bank credit line | | | |
| - Amount utilized | NT\$ 1,153,640 | NT\$ 1,088,640 | NT\$ 1,069,515 |
| -Unutilized amount | 236,575 | 120,700 | 70,700 |
| Total | NT\$ 1,390,215 | NT\$ 1,209,340 | NT\$ 1,140,215 |

VII. Related Party Transactions

All transactions, account balances, revenues and expenses between the Company and subsidiaries (related parties of the Company) are eliminated upon consolidation and are therefore not disclosed in this note. Transactions between the Group and other related parties are described as follows:

(I) Names of related parties and their relationships

| Name of related party | Relationship with the Company |
|--------------------------------------------------------------------------------------------------------------------------------------|-------------------------------|
| Ching Tien Energy and System Co., Ltd. (hereinafter referred to as "Ching Tien Energy") | Other related party |
| Chao Hsing Energy Co.,Ltd. (hereinafter referred to as "Chao Hsing Energy") | Other related party |
| <u>Sel Tech Co.,Ltd.</u> (hereinafter referred to as "SEL Tech") | Other related party |
| Quintain Steel Co., Ltd. (hereinafter referred to as "Quintain") | Other related party |
| Chateau Rich Hotel Co.,Ltd. (hereinafter referred to as "Chateau Rich") | Other related party |
| Chateau International Development Co.,Ltd. (hereinafter referred to as "Chateau International") | Other related party |
| Castle Applied Inc. (hereinafter referred to as "Castle Applied") | Other related party |
| Gala Castle Co.,Ltd. (hereinafter referred to as "Gala Castle") | Other related party |
| Jing Hao Landscape Design Company Limited (hereinafter referred to as "Jing Hao Landscape Design") | Other related party |
| Mei Chi Interior Design and Engineering Co.,Ltd. (hereinafter referred to as "Mei Chi Interior Design") | Other related party |
| Wan-Hou Machinery and Electrical Engineering Co., Ltd. (hereinafter referred to as Wan-Hou Machinery and Electrical Engineering") | Other related party |
| Asahi Enterprises Corp. (hereinafter referred to as "Meiyu Industrial") | Other related party |
| Park Ave Coworking Space Co.,Ltd. (hereinafter referred to as Park Ave) | Other related party |
| Chao Ming Sheng Co., Ltd. (hereinafter referred to as "Chao Ming Sheng") | Other related party |

(II) Operating revenue

| | April to June 2024 | | April to June 2023 | | January to June 2024 | | January to June 2023 | |
|----------------------------------------------|-----------------------|-------|-----------------------|--------|-------------------------|--------|-------------------------|--------|
| Sel Tech Co., Ltd. | NT\$ | 4,581 | NT\$ | - | NT\$ | 4,831 | NT\$ | - |
| Quintain Steel Co., Ltd. | | 640 | | 11,804 | | 7,225 | | 11,804 |
| Wan-Hou Machinery and Electrical Engineering | | (186) | | - | | 3,407 | | - |
| Château International | | 1,259 | | - | | 1,674 | | - |
| Chao Hsing Energy Co., Ltd. | | - | | 8,640 | | - | | 13,195 |
| Ching Tien Energy | | - | | - | | - | | 472 |
| Other related party | | 88 | | 623 | | 88 | | 807 |
| Total | NT\$ | 6,382 | NT\$ | 21,067 | NT\$ | 17,225 | NT\$ | 26,278 |

1. Ching Tien Energy and System Co., Ltd. and Chao Hsing Energy Co., Ltd. subcontract photovoltaic equipment projects including installation services. These projects are subcontracted to Sel Tech Co., Ltd. The financial statements of the Group present the construction revenue after deducting the cost of the outsourcing. Prices and payment terms are based on individual agreements between the parties for each project.

| | Construction and engineering revenue | Construction and engineering cost | Net Amount |
|--------------------------------|--------------------------------------------|--------------------------------------|------------|
| <u>April to June 2023</u> | | | |
| Ching Tien Energy | NT\$ - | NT\$ - | NT\$ - |
| Chao Hsing Energy Co., Ltd. | - | - | - |
| Total | NT\$ - | NT\$ - | NT\$ - |
| <u>January to June 2023</u> | | | |
| Ching Tien Energy | NT\$ 2,079 | NT\$ 1,607 | NT\$ 472 |
| Chao Hsing Energy Co., Ltd. | 20,795 | 16,240 | 4,555 |
| Total | NT\$ 22,874 | NT\$ 17,847 | NT\$ 5,027 |

2. For the transactions between the Group and its related parties, the transaction prices and collection terms are agreed by both parties case by case.

(III) Purchases

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|------------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Sel Tech Co., Ltd. | NT\$ - | NT\$ - | NT\$ - | NT\$ 17,847 |
| Other related party | 1,418 | - | 2,972 | - |
| Total | NT\$ 1,418 | NT\$ - | NT\$ 2,972 | NT\$ 17,847 |

The transaction price and payment terms for the purchase of goods between the consolidated company and the related party are negotiated by both parties in accordance with the contract.

(IV) Contract Assets

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|------------------------|---------------|-------------------|---------------|
| Ching Tien Energy | NT\$ - | NT\$ - | NT\$ 4,778 |
| Other related party | 3,759 | - | 1,354 |
| Total | NT\$ 3,759 | NT\$ - | NT\$ 6,132 |

(V) Contract liabilities

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------------------|---------------|-------------------|---------------|
| Quintain Steel Co., Ltd. | NT\$ 3,560 | \$ 3,350 | NT\$ - |
| Other related party | 52 | - | 1,586 |
| Total | NT\$ 3,612 | NT\$ 3,350 | NT\$ 1,586 |

(VI) Accounts Receivables From Related Parties

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------------------|---------------|-------------------|---------------|
| Accounts receivable | | | |
| Ching Tien Energy | NT\$ - | NT\$ - | NT\$ 21,143 |
| Quintain Steel Co., Ltd. | 5,434 | - | 2,000 |
| Chao Hsing Energy Co., Ltd. | - | - | 10,876 |
| Sel Tech Co., Ltd. | 4,810 | 7,652 | - |
| Other related party | 93 | 94 | - |
| Total | NT\$ 10,337 | NT\$ 7,746 | NT\$ 34,019 |
| Other receivables | | | |
| Sel Tech Co., Ltd. | NT\$ 61,175 | NT\$ 55,672 | NT\$ 18,545 |
| Other related party | - | - | 3 |
| Total | NT\$ 61,175 | NT\$ 55,672 | NT\$ 18,548 |

The Tainan Water Resources Bureau has terminated the contract with Tainan City Government for the solar power generation system construction around the flood retention pond and the construction has not began. The Company will apply for the return of the prepayment from the contractor Sel Tech Co., Ltd. for the amount of NT\$50,906 thousand. As both parties are still in the middle of clarification for the disposal of the pre-investment funds and the materials purchased, as of June 30, 2024, the related funds have not yet been recovered.

(VII) Accounts Payable to Related Parties

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|----------------------------------------------|---------------|-------------------|---------------|
| Notes payable | | | |
| Castle Applied Inc. | NT\$ - | NT\$ 357 | NT\$ - |
| Mei-Chi | - | - | - |
| Total | NT\$ - | NT\$ 357 | NT\$ - |
| Accounts payable | | | |
| Mei-Chi | NT\$ - | NT\$ 66 | NT\$ - |
| Castle Applied Inc. | - | 62 | - |
| Jinghao | - | 59 | - |
| Sel Tech Co., Ltd. | 24,463 | 34 | 19,993 |
| Total | NT\$ 24,463 | NT\$ 221 | NT\$ 19,993 |
| Other payables | | | |
| Quintain Steel Co., Ltd. | NT\$ 4 | NT\$ 845 | NT\$ 2,003 |
| Wan-Hou Machinery and Electrical Engineering | 496 | 573 | - |
| Sel Tech Co., Ltd. | 7,769 | 153 | 16,184 |
| Mei-Chi | 1,440 | - | - |
| Other related party | 81 | 47 | 702 |
| Total | NT\$ 9,790 | NT\$ 1,618 | NT\$ 18,889 |

(VIII) Prepayment for Equipment

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------|---------------|-------------------|---------------|
| Sel Tech Co., Ltd. | NT\$ 57,065 | NT\$ 70,296 | NT\$ 90,132 |
| Other related party | 2,121 | - | - |
| Total | NT\$ 59,186 | NT\$ 70,296 | NT\$ 90,132 |

The consolidated company's prepayment for equipment to Sel Tach Co., Ltd., is mainly for the purchase of solar power generation equipment and installation, on June 30, 2024, December 31 and June 30, 2023, the total prices signed into contracts were NT\$297,856 thousand, NT\$937,911 thousand, and NT\$1,956,027 thousand respectively, and will be paid according to the progress of the project. Prices and payment terms are based on individual agreements between the parties for each project. The amount of property, plant and equipment transferred from January to June, 2024 and 2023 was NT\$35,090 thousand and NT\$437,869 thousand, respectively.

(IX) Lease Agreements

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------------------|---------------|-------------------|---------------|
| Right-of-use assets | | | |
| Meiyu Industrial Co., Ltd. | NT\$ 66,564 | NT\$ 17,339 | NT\$ 20,927 |
| Lease liabilities - current | | | |
| Meiyu Industrial Co., Ltd. | NT\$ 3,018 | NT\$ 6,718 | NT\$ 4,428 |
| Lease liabilities - non-current | | | |
| Meiyu Industrial Co., Ltd. | NT\$ 66,505 | NT\$ 12,456 | NT\$ 16,763 |
| Interest expense | | | |
| Meiyu Industrial Co., Ltd. | NT\$ 376 | NT\$ 250 | NT\$ 37 |

(X) Acquisition of property, plant, and equipment

The prices for the consolidated company's acquisition of property, plant and equipment from related parties are summarized as follows:

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|---------------------|---------------|-------------------|---------------|
| Chateau-Fulang | NT\$ - | NT\$ 18,957 | NT\$ 18,957 |
| Other related party | - | 126 | - |
| Total | NT\$ - | NT\$ 19,083 | NT\$ 18,957 |

(XI) Transactions with other related parties

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|------------------------|--------------------|--------------------|----------------------|----------------------|
| Other revenue | | | | |
| Other related party | NT\$ 32 | NT\$ - | NT\$ 387 | NT\$ - |
| Expenditure on repairs | | | | |
| Other related party | NT\$ 2,073 | NT\$ 1,834 | NT\$ 3,220 | NT\$ 1,834 |
| Rent expenses | | | | |
| Other related party | NT\$ 793 | NT\$ - | NT\$ 1,490 | NT\$ - |
| Miscellaneous expenses | | | | |
| Other related party | NT\$ 556 | NT\$ 93 | NT\$ 808 | NT\$ 93 |

(XII) The remuneration of key management personnel is as follows:

| | April to June 2024 | April to June 2023 | January to June 2024 | January to June 2023 |
|------------------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Short-term employee benefits | NT\$ 2,743 | NT\$ 1,838 | NT\$ 6,384 | NT\$ 4,261 |
| Postemployment benefits | 56 | 43 | 2023 | 86 |
| Total | NT\$ 2,799 | NT\$ 1,881 | NT\$ 6,496 | NT\$ 4,347 |

The remuneration of directors and other key managerial officers is determined by the Remuneration Committee based on individual performance and market trends.

VIII. Assets Pledged as Collateral

The following assets have been provided as collateral for performance bonds and financing facilities:

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-----------------------------------------------------------------------------------------------|----------------|-------------------|----------------|
| Financial assets measured at amortized cost - non-current (reserve account) | NT\$ 103,662 | NT\$ 68,855 | NT\$ 35,129 |
| Financial assets measured at amortized cost - current and non-current (pledged time deposits) | 90,341 | 88,490 | 78,631 |
| Property, plant and equipment | 1,228,410 | 1,348,930 | 1,282,947 |
| Total | NT\$ 1,422,413 | NT\$ 1,506,275 | NT\$ 1,396,707 |

IX. Significant Contingent Liabilities and Unrecognized Contractual Commitments

In addition to those described in other notes, the Consolidated Company's material commitments and contingencies as of the balance sheet date are as follows:

- (I) The details of the Consolidated Company's guaranteed notes payable and bank guarantee letters are as follows:

| | June 30, 2024 | December 31, 2023 | June 30, 2023 |
|-------------------------------------------|---------------|-------------------|---------------|
| Performance guarantee | NT\$ 85,340 | NT\$ 83,490 | NT\$ 84,929 |
| Performance guarantee letter | 23,003 | 23,003 | 23,003 |
| Guarantee notes for construction projects | 20,770 | 19,915 | 19,915 |
| Total | NT\$ 129,113 | NT\$ 126,408 | NT\$ 127,847 |

- (II) The Consolidated Company and Aircom Pacific Inc. jointly developed an in-flight connection system for use in the passenger cabin of an aircraft for a total contract price of NT\$28,750 thousand (US\$909,000), of which NT\$23,918 thousand (US\$762,000) had been paid as of June 30, 2023. The Company has no plan to continue the operation of the business, and no manpower is currently committed to the venture; therefore, a total impairment loss of NT\$23,918 thousand was recorded in 2015 for the prepaid equipment.

- (III) As for the wind power projects contracted by the Group for Taiwan Power Company in its Taichung Power Plant and Taichung Port area. Many factors that were beyond the control of the Group, such as delayed provision of land, frequent change of the wind turbine sites, and changes in design and construction methods on the side of Taipower as well as the bankruptcy of a subcontractor, the Dutch wind generator supplier, typhoons and severe weather, occurred after the commencement of the works and resulted in a significant increase of the required construction period for the project. For this, the Group asked for extension of the construction period according to the contract and, thus, run into contractual disputes with Taipower. The Chinese Construction Industry Arbitration Association

made the arbitral award (Gong-Zhong-Xie-(Jing)-Zi No. 019, 2008) on January 19, 2010 with the text described below:

1. Taipower shall extend the construction period for each wind turbine (#1, #2, #3 and #4 turbines) of Taichung Power Plant by 290 calendar days.
2. Taipower shall extend the work period of 563 calendar days for each wind turbine (#1-#4) of the first group of wind turbines in the Taichung Harbor Area; 756 calendar days for each wind turbine (#5-#8) of the second group; 773 calendar days for each wind turbine (#9-#12) of the third group; 663 calendar days for each wind turbine (#13-#18) of the fourth group.
3. Taipower shall calculate the completion date of the sub-projects of Taichung Power Plant and Taichung Harbor Area by adding 120 calendar days to the last date of completion of the commercial transfer of each site (#3 wind turbine of Taichung Power Plant; #11 wind turbine of Taichung Port Area) as the last completion date of the site.
4. Taipower shall pay the Consolidated Company NT\$13,740 thousand and interest at 5% per annum from September 28, 2007 to the date of settlement.

Taipower filed an action against the arbitral award and requested for its revocation. For this, Taiwan Taipei District Court made a decision to dismiss the action (Zhong-Su-Zi No. 11, 2010) and Taipower filed an appeal against the decision. On May 31, 2011, the high court delivered its decision (Chong-Shang-Zi No. 501, 2010) to reserve the dismissal of Taipower's action and the determination on the litigation expenses as declared in the original judgment. As for the text of the arbitral award (Gong-Zhong-Xie-(Jing)-Zi No. 019, 2008) made by the Chinese Construction Industry Arbitration Association, the decision of the high court found that Point (3) exceeded the scope of the arbitration agreement and should be revoked, and the appeal should be dismissed with regard to Points (1), (2) and (4). The two parties had negotiated on the settlement amount, but no consensus could be reached. As a result, Taipower has still not paid the Consolidated Company the amount due.

The Consolidated Company filed a lawsuit with the Taipei District Court on September 5, 2013, requesting Taipower to pay the Company NT\$401,631 thousand and on August 25, 2016, the Taipei District Court ruled (2013 Jian-Zi No. 274) that Taipower should pay the Company NT\$309,690 thousand, plus interest at 5% per annum from April 14, 2012 to the date of full settlement. Taipower appealed against the judgment and filed an appeal. On May 29, 2020, the Taiwan High Court ruled in (2016 Jian-Shang-Zi No.74) that Taipower should pay the Group NT\$301,955 thousand, including NT\$250,070 thousand from April 14, 2012, and the remaining NT\$51,885 thousand with interest at 5% per annum from the day after the judgment was finalized until the date of settlement. Based on the above judgement, the Group filed an appeal with the Supreme Court in which Taipower was required to pay the Group NT\$16,045 thousand and interest at 5% per annum from April 14, 2012 to the date of settlement. Taipower objected the judgment and re-appealed again. On August 16, 2023, the Taiwan Supreme Court ruled (2021 Tai-Shang-Zi No. 690) that the original judgment ordered Taipower to pay again and dismissed the remaining appeals of Taipower. In addition, the litigation fees were partially discarded and was sent for a remanded trial. In addition, in February 2015, the Consolidated Company obtained an execution decree from the Taipei District Court of Taiwan in accordance with the above-mentioned arbitration judgment on Item 4 seeking NT\$13,740 thousand in outstanding payments due. Taipower filed a debtor's dispute lawsuit seeking a stay of execution. On December 9, 2016, the Taipei District Court ruled against Taipower (2015 Zhong-Shu-Zi No.195). Taipower has filed an appeal, which is currently pending before the Taiwan High Court.

- (IV) The Group placed an order of 54 blades to Umoe (a Dutch company) on June 22, 2005 and authorized it to deal with their transport. Umoe (a Dutch company)

authorized another company for this transport matter. A batch of the blades was affected by severe weather during the transport and 15 blades were damaged as a result. Umoe (a Dutch company) found that the procurement agreement was entered into based on the FOB conditions and, thus, asked the Group to reimburse the freight paid on behalf of the Group. On August 16, 2010, the Group received a notice from Taiwan Banqiao District Court about the suit at Oslo District Court, Norway. The JuridiskByra law firm in Norway was authorized for the suit. Oslo District Court made a decision against the Group on April 11, 2011 and required that the Group should pay a compensation of EUR 222 thousand (ca. NT\$7,359 thousand) and a sum of legal expenses of NOK 404 thousand (ca. NT\$1,258 thousand) with delay interest. As there is no mutual recognition of judicial decisions based on treaties or agreements between Taiwan and Norway, the Company has not received any notice from the court to enforce the above compensation as of June 30, 2024.

- (V) As of June 30, 2024, December 31 and June 30, 2023, the consolidated company had entered into contracts for solar power generation equipment, and the total amount due, less the amount paid, was NT\$203,935 thousand, NT\$290,455 thousand and NT\$1,246,934 thousand, respectively.

X. Catastrophic Losses: None.

XI. Significant Post-Term Events: None.

XII. Other Matters: None.

XIII. Notes for Disclosures

(I) Information on Material Transactions:

1. Loaning of funds to others: Schedule 1.
2. Endorsement and guarantees for others: see Schedule 2.
3. Marketable securities held at the end of the period (excluding investments in subsidiaries, affiliates and joint ventures): see Schedule 3.
4. Cumulative purchases or sales of marketable securities amounting to at least NT\$300 million or 20% of the paid-in capital: None.
5. Acquisition of real estate amounting to at least NT\$300 million or 20% of the paid-in capital: None.
6. Disposal of real estate amounting to at least NT\$300 million or 20% of the paid-in capital: None.
7. Purchase from or sale to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: none.
8. Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: None.
9. Derivative transactions: None.
10. Other: Business relationships and material transactions between parents and subsidiaries: see Schedule 5.

(II) Information on Intercorporate Investments: see Schedule 4.

(III) Investments in Mainland China: None.

(IV) Name of Major Shareholders: Name, amount and percentage of shares held by shareholders with a 5% or more ownership: see Schedule 6.

XIV. Department Information

The Company and subsidiaries assess the performance of the operating segments based on the profit or loss of each operating segment. Information on segment assets and liabilities of the Consolidated Company is not provided to key management for reference or decision making purposes, therefore, disclosure of segment assets and liabilities is not required.

Energy Business Group - Installation of wind power and solar power projects.

Electrical Engineering Group - Design, manufacture, installation and sale of power distribution panels.

Construction business group - comprehensive construction projects.

Segment revenues and operating results

The revenue and operating results of the Consolidated Company's continuing business units are analyzed by reportable segments as follows:

| April 1 to June 30, 2024 | | | | | |
|----------------------------------------------------------------------------|-----------------------|---------------------------------------|-----------------------------|--------------|--------------|
| | Energy Business Group | Electrical Engineering Business Group | Construction Business Group | Others | Total |
| Segment operating revenue | NT\$ 52,732 | NT\$ 129,626 | NT\$ 25,008 | NT\$ - | NT\$ 207,366 |
| Segment operating profit or loss | NT\$ 21,697 | NT\$ 18,632 | NT\$ 4,698 | NT\$ (9,175) | NT\$ 35,852 |
| Interest income | | | | | 1,080 |
| Other revenue | | | | | 5,048 |
| Other profits and losses | | | | | 15,662 |
| Share of profit or loss of subsidiaries recognized under the equity method | | | | | 115 |
| Financial cost | | | | | (7,846) |
| Pre-tax net profit in current period | | | | | NT\$ 49,911 |

| April 1 to June 30, 2023 | | | | | |
|----------------------------------------------------------------------------|-----------------------|---------------------------------------|-----------------------------|---------------|--------------|
| | Energy Business Group | Electrical Engineering Business Group | Construction Business Group | Others | Total |
| Segment operating revenue | NT\$ 45,916 | NT\$ 71,713 | NT\$ 4,020 | NT\$ - | NT\$ 121,649 |
| Segment operating profit or loss | NT\$ 12,314 | NT\$ 6,923 | NT\$ (3,678) | NT\$ (11,527) | NT\$ 4,032 |
| Interest income | | | | | 1,278 |
| Other revenue | | | | | 2,248 |
| Other profits and losses | | | | | 99,285 |
| Share of profit or loss of subsidiaries recognized under the equity method | | | | | 120 |
| Financial cost | | | | | (6,859) |
| Pre-tax net profit in current period | | | | | NT\$ 100,104 |

| January 1 to June 30, 2024 | | | | | |
|----------------------------------------------------------------------------|-----------------------|---------------------------------------|-----------------------------|---------------|--------------|
| | Energy Business Group | Electrical Engineering Business Group | Construction Business Group | Others | Total |
| Segment operating revenue | NT\$ 93,844 | NT\$ 206,365 | NT\$ 53,309 | NT\$ - | NT\$ 353,518 |
| Segment operating profit or loss | NT\$ 30,503 | NT\$ 29,160 | NT\$ 3,157 | NT\$ (18,595) | NT\$ 44,225 |
| Interest income | | | | | 1,527 |
| Other revenue | | | | | 6,254 |
| Other profits and losses | | | | | (2,745) |
| Share of profit or loss of subsidiaries recognized under the equity method | | | | | 183 |
| Financial cost | | | | | (14,714) |
| Pre-tax net profit in current period | | | | | NT\$ 34,730 |

| January 1 to June 30, 2023 | | | | | | | | |
|----------------------------------------------------------------------------|-----------------------|--------|---------------------------------------|---------|-----------------------------|---------|---------------|--------------|
| | Energy Business Group | | Electrical Engineering Business Group | | Construction Business Group | | Others | Total |
| Segment operating revenue | NT\$ | 83,591 | NT\$ | 168,010 | NT\$ | 42,310 | NT\$ - | NT\$ 293,911 |
| Segment operating profit or loss | NT\$ | 33,691 | NT\$ | 15,898 | NT\$ | (2,777) | NT\$ (22,414) | NT\$ 24,398 |
| Interest income | | | | | | | | 1,739 |
| Other revenue | | | | | | | | 5,473 |
| Other profits and losses | | | | | | | | 136,299 |
| Share of profit or loss of subsidiaries recognized under the equity method | | | | | | | | 178 |
| Financial cost | | | | | | | | (11,879) |
| Pre-tax net profit in current period | | | | | | | | NT\$ 156,208 |

Schedule 1

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Loans to others
January 1 to June 30, 2024

Unit: NT\$ '000

| Number (Note 1) | Lending company | Borrower | Current account | Related party | Current maximum amount (Note 5) | Balance at the end of period (Note 5) | Actual amount | Interest rate range (%) | Nature of loan (Note 4) | Business transaction amount | Reasons for the necessity of short- term financing | Allowance for bad debt | Collateral | | Limit of loans to individual borrowers (Note 3) | Total limit of loans (Note 3) |
|--------------------|----------------------------------------|------------------------|---------------------------------------|------------------|---------------------------------------|---------------------------------------------|---------------|----------------------------|-------------------------------|-----------------------------------|----------------------------------------------------------|---------------------------|------------|-------|-------------------------------------------------------|----------------------------------|
| | | | | | | | | | | | | | Name | Value | | |
| 1 | Wan Chuan Construction Co., Ltd. | Castle Applied Inc. | Notes receivable - related parties | Yes | NT\$ 10,000 | NT\$ 10,000 | NT\$ - | 4% | 2 | NT\$ - | Operating turnover | NT\$ - | - | - | NT\$ 13,932 | NT\$ 55,728 |

Note 1: A "0" in the code column refers to the issuer. The investee companies are numbered in order by company, starting from the Arabic numeral 1.

Note 2: The total amount of the Company's loans and the limits of individual borrowers are as follows:

1. The total amount of loans shall not exceed 40% of the net amount in the most recent financial report.
2. To the extent that there is a business transaction between the loaning of funds and the business transaction between the two parties (the "business transaction amount" refers to the higher of the purchase or sale amount between the two parties) .
Where there is a need for short-term financing, the individual amount of loan shall not exceed 10% of the net value in the most recent financial report.

Note 3: The total amount of funds lending by subsidiaries and the limits of individual borrowers are as follows:

1. The total amount of loans shall not exceed 40% of the net worth of the subsidiary in the most recent financial report certified by a CPA.
2. When loaning funds to companies that need short-term financing, the loan amount shall not exceed 10% of the net worth of the subsidiary's most recent financial report certified by a CPA.

Note 4: Nature of the loaning of funds:

1. Fill in "1" for those who have business transactions.
2. Fill in "2" for those who need short-term financing.

Note 5: The amount of funds loaned to the Board of Directors.

Schedule 2

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Endorsement and guarantees for others:
January 1 to June 30, 2024

Unit: NT\$ '000

| Number (Note 1) | Company name of the guarantor | Target of endorsement and guarantee | | Endorsement and guarantee limit for a single company (Note 3) | Maximum endorsement and guarantee balance for the period | Ending balance of endorsement and guarantee | Actual amount | Endorsement and guarantee amount secured by assets | Ratio of cumulative guarantee amount to net worth of the most recent financial statements (%) | Maximum amount of endorsement and guarantee (Note 3) | Endorsement and guarantee from parent to subsidiary (Note 4) | Endorsement and guarantee from subsidiary to parent company (Note 4) | Endorsement and guarantee for Mainland China (Note 4) |
|--------------------|----------------------------------|-------------------------------------------------------|--------------------------|------------------------------------------------------------------------|----------------------------------------------------------------|---------------------------------------------------|---------------|-------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------|-----------------------------------------------------------------------------|-------------------------------------------------------------------------------------------|----------------------------------------------------------------------|
| | | Company name | Relationship (Note 2) | | | | | | | | | | |
| 0 | The Company | Sen-Hsin Energy Co., Ltd. | 2 | NT\$ 870,462 | NT\$ 450,000 | NT\$ 450,000 | NT\$ 270,386 | NT\$ - | 25.85 | NT\$ 1,740,925 | Y | N | N |
| 0 | The Company | Chin Lai International Development Co., Ltd. | 2 | NT\$ 870,462 | NT\$ 150,000 | NT\$ 150,000 | NT\$ 75,682 | NT\$ - | 8.62 | NT\$ 1,740,925 | Y | N | N |

Note 1: The description of the number column is as follows:

- (1) The issuer is entered as 0.
- (2) The investee companies are numbered in order by company, starting from the Arabic numeral 1.

Note 2: There are two types of relationships between the guarantor and the target of the endorsement, which can be indicated as follows:

- (1) Companies with business relationship.
- (2) Subsidiaries where the guarantor directly holds more than 50% of the common stock.

Note 3: In accordance with the Company's operating procedures, the total amount of endorsement and guarantee shall not exceed 100% of the Company's latest net financial statements. The individual limits of the Company's external endorsement or guarantee shall not exceed 50% of the Company's net worth, and the same applies to the individual limits of the Company's endorsement and guarantee for subsidiaries directly or indirectly holding 100% of the voting shares.

Note 4: Endorsement and guarantee by a listed parent company to its subsidiary, the endorsement and guarantee by the subsidiary to the listed parent company, and the endorsement and guarantees in Mainland China are required to fill in line item Y.

Schedule 3

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Breakdown of marketable securities held at the end of the period
June 30, 2024

Unit: NT\$ '000

| Company | Type and Name of Marketable Securities | Relationship between the issuer of the securities and the Company | Accounting Item | End of period | | | | Remarks |
|----------------------------------|--------------------------------------------------------|-------------------------------------------------------------------|-----------------------------------------------------------------------------------------|---------------|-----------------------|------------------------|----------------------------|---------|
| | | | | Shares | Total carrying amount | Shareholding ratio (%) | Market value or net equity | |
| The Company | Shares - Chateau International Development Co.,Ltd. | Other related party | Financial assets measured at fair value through profit or loss - current | 1,756,420 | 97,832 | 1.49 | 97,832 | |
| | Shares - Concord International Securities Co., Ltd. | None | Financial assets measured at fair value through profit or loss - current | 96,802 | 1,946 | 0.03 | 1,946 | |
| Le Hua Investment Co., Ltd. | Shares - Concord International Securities Co., Ltd. | None | Financial assets measured at fair value through profit or loss - current | 1,298,942 | 26,109 | 0.38 | 26,109 | |
| | Shares - Chateau International Development Co.,Ltd. | Other related party | Financial assets measured at fair value through profit or loss - current | 54,060 | 3,011 | 0.05 | 3,011 | |
| Luxe Solar Energy Co., Ltd. | Shares - Chateau International Development Co.,Ltd. | Other related party | Financial assets measured at fair value through profit or loss - current | 63,600 | 3,543 | 0.05 | 3,543 | |
| Wan Chuan Construction Co., Ltd. | Castle Applied Inc. | Other related party | Financial assets at fair value through other comprehensive income or loss - non-current | 2,641,233 | 29,929 | 9.43 | 29,929 | |
| | Wan-Hou Machinery and Electrical Engineering Co., Ltd. | Other related party | Financial assets at fair value through other comprehensive income or loss - non-current | 95,000 | 1,369 | 19 | 1,369 | |
| | Shares - Concord International Securities Co., Ltd. | None | Financial assets measured at fair value through profit or loss - current | 1,820,123 | 36,584 | 0.54 | 36,584 | |

Note 1: Marketable securities referred to in this table are stocks, bonds, beneficiary certificates and marketable securities derived from the above items that fall within the scope of IAS 9, "Financial Instruments".

Note 2: Please refer to Schedule 4 for information on investments in subsidiaries and affiliates.

Schedule 4

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Information about the investee company, its location,, etc.
January 1 to June 30, 2024

Unit: NT\$ '000/thousand shares

| Name of the investment company | Name of investee company | Location | Main business scope | Investment amount | | Held at the end of the period | | | Income (loss) of the investee for the period | Gain (loss) on investment recognized in the period | Notes |
|----------------------------------------------|----------------------------------------------|----------|---------------------------------------|-------------------|------------------|-------------------------------|-----------|-------------|----------------------------------------------|----------------------------------------------------|----------|
| | | | | End of period | End of last year | Shares | Ratio (%) | Par value | | | |
| The Company | Le Hua Investment Co., Ltd. | Taiwan | Reinvestment business | NT\$ 22,000 | NT\$ 20,000 | 2,200 | 100 | NT\$ 29,977 | NT\$ 5,762 | NT\$ 5,762 | (Note 1) |
| | Luxe Solar Energy Co., Ltd. | Taiwan | Energy Technical Services | 5,286 | 4,826 | 546 | 100 | 4,988 | (524) | (524) | |
| | Sen-Hsin Energy Co., Ltd. | Taiwan | Energy Technical Services | 813,000 | 813,000 | 81,300 | 100 | 852,032 | 12,659 | 12,659 | |
| | Chin Lai International Development Co., Ltd. | Taiwan | Energy Technical Services | 214,110 | 202,320 | 19,179 | 100 | 223,504 | 6,246 | 5,166 | |
| | Wan Chuan Construction Co., Ltd. | Taiwan | Comprehensive Construction Activities | 63,000 | 63,000 | 6,300 | 52.5 | 79,447 | 11,207 | 5,884 | |
| Chin Lai International Development Co., Ltd. | Qun Li Energy Co., Ltd. | Taiwan | Energy Technical Services | 32,889 | 32,889 | 2,900 | 100 | 29,532 | (111) | (111) | |
| Wan Chuan Construction Co., Ltd. | Park Ave Coworking Space Co.,Ltd. | Taiwan | Indoor Decoration | 1,800 | 2,250 | 180 | 22.5 | 1,585 | 812 | 183 | |

Note 1: The investment gains and losses recognized in the current period include current gains of NT\$ 6,246 thousand less amortization of operating rights of NT\$ 1,080 thousand.

Schedule 5

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries
(Originally: Luxe Electric Co., Ltd)
Business relationships and material transactions between parent and subsidiary
January 1 to June 30, 2024

Unit: NT\$ '000

| Number (Note 1) | Name of the transactional party | Counterparty | Relationship with the counterparty (Note 2) | Transactions (Note 6) | | | |
|--------------------|-------------------------------------|-------------------------------------------------|---------------------------------------------------|-----------------------------------------|-------------|---------------------------------------|----------------------------------------------------------------------------|
| | | | | Accounting item | Amount | Transactional terms and conditions | As a percentage to consolidated total revenue or total assets (%) |
| 0 | The Company | Wan Chuan Construction Co., Ltd. | 1 | Prepayment for equipment purchase | NT\$ 54,276 | (Note 4) | 2 |
| | | | | Accounts payable | 3,550 | (Note 4) | - |
| | | | | Other payables | 12,930 | (Note 4) | - |
| | | | | | | | |
| 1 | Wan Chuan Construction Co., Ltd. | Luxe Green Energy Technology Co.,Ltd. | 2 | Construction and engineering revenue | 33,660 | (Note 4) | 10 |
| | | | | Accounts receivable | 16,480 | (Note 4) | - |
| | | | | Unearned sales revenue | 74,705 | (Note 4) | 2 |
| | | Sen-Hsin Energy Co., Ltd. | 3 | Construction and engineering revenue | 137 | (Note 4) | - |
| | | | | Unearned sales revenue | 904 | (Note 4) | - |
| | | Chin Lai International Development Co., Ltd. | 3 | Construction and engineering revenue | 2,080 | (Note 4) | 1 |
| | | | | Unearned sales revenue | 5,355 | (Note 4) | - |
| | | Qun Li Energy Co., Ltd. | 3 | Unearned sales revenue | 514 | (Note 4) | - |

Note 1: The description of the numbering column is as follows:

1. The issuer is entered as 0.
2. The investee companies are numbered in order by company, starting from the Arabic numeral 1.

Note 2: There are three types of relationship with the transactional party, and the types are indicated as follows:

1. Parent company to subsidiary.
2. Subsidiary to parent company.
3. Subsidiary to subsidiary company.

Note 3: For the calculation of the percentage of the transaction amount to the total consolidated revenue or total assets, if it is an item under assets and liabilities, it is calculated as the ratio of the ending balance to the total consolidated assets; if it is an item under profit or loss, it is calculated as the ratio of the accumulated amount to the total consolidated revenue at the period to be calculated.

Note 4: Pricing is based on the price negotiated by both parties, and credit terms are determined case by case.

Note 5: The Company may decide whether to list the material transactions in this table based on the principle of materiality.

Note 6: Written-off in the preparation of the consolidated statements.

Schedule 6

Luxe Green Energy Technology Co.,Ltd. and its subsidiaries

(Originally: Luxe Electric Co., Ltd)

Name of Major Shareholders

June 30, 2024

| Name of major shareholders | Shares | |
|--------------------------------------------|-----------------------|------------------------|
| | Number of shares held | Shareholding ratio (%) |
| Quintain Steel Co., Ltd. | 15,115,091 | 10.03 |
| Concord International Securities Co., Ltd. | 13,354,314 | 8.86 |
| Asahi Enterprises Corp. | 8,779,465 | 5.83 |
| Pao Li Tou Investment Co., Ltd. | 8,592,130 | 5.70 |

Note 1: The information on major shareholders in this table is based on the last business day of the quarter in which the shareholders hold 5% or more of the Company's common and preferred shares in dematerialized format. The number of shares recorded in the consolidated financial statements and the actual number of shares in dematerialized format may differ depending on the basis of calculation.

Note 2: The above information is disclosed by the trustee's opening of a trust account with individual subaccounts of the trustee if the shareholders have entrusted their shares to the trust. As for the shareholder's shareholding of more than 10% of the shares of insiders reported under the Securities and Exchange Act, the shareholding includes the shareholding of the shareholder plus the shareholding of the shareholder who entrusted shares held to the trust and has the right to decide the use of the trust property.