

APEX DYNAMICS, INC. and Subsidiaries

Consolidated Financial Statements for the
Six Months Ended June 30, 2024 and 2023
and Independent Auditors' Review Report

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders of APEX Company :

Introduction

We have audited the consolidated financial statements of APEX Company and its subsidiaries, which comprise the consolidated balance sheets as of June 30, 2024 and 2023, and the related consolidated statements of Comprehensive income for the three months and the six months ended June 30, 2024 and 2023, as well as the changes in equity and cash flows for the six months ended June 30, 2024 and 2023, and notes to the consolidated financial statements, including a summary of significant accounting policies. It is the management's responsibility to prepare of the consolidated financial statements that adequately expresses itself in accordance with the Financial Reporting Standards for Securities Issuers and the International Accounting Standard No. 34 "Interim Financial Reporting" approved and promulgated by the Financial Supervisory Commission and effective. The accountant's responsibility is based on this. The review results draw conclusions on the consolidated financial statements.

Scope of Review

The accountant performs the review work in accordance with ISRE 2410 「Review of Interim Financial Information Performed by the Independent Auditor of the Entity. The procedures performed when reviewing the consolidated financial statements include inquiries (mainly from those responsible for financial and accounting matters), analytical procedures and other review procedures. The scope of the review work is significantly smaller than the scope of the audit work. Therefore, the accountant may not be able to detect all significant matters that can be identified through the audit work, and therefore cannot express an audit opinion.

Conclusion

Based on the results of the accountant's review, it was not found that the consolidated financial statements failed to comply with the preparation standards for financial reporting of securities issuers and the International Accounting Standard No. 34 "Interim Financial Report" approved and issued by the Financial Supervisory Commission in all material respects report preparation, which makes it impossible to properly express the consolidated financial position of APEX DYNAMICS, INC. As of June 30, 2024 and 2023, its consolidated financial performance for the three months and the six months ended June 30, 2024 and 2023, as well as its consolidated cash flows for the six months ended June 30, 2024 and 2023.

The engagement partners on the audit resulting in this independent auditors' report are Tsu-Hsin, Chang and Cheng Hsueh, Chen.

KPMG

Taipei, Taiwan (Republic of China)

July 26, 2024

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

APEX DYNAMICS, INC. and Subsidiaries

Consolidated Statements of Balance Sheets

(In Thousands of New Taiwan Dollars)

		June 30, 2024		December 31, 2023		June 30, 2023				June 30, 2024		December 31, 2023		June 30, 2023	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Assets								Liabilities and Equity							
Current Assets								Current Liabilities							
1100	Cash and cash equivalents (Note.6(1))	\$ 4,373,680	41	4,117,336	38	3,481,834	34	2130	Current contract liabilities (Note.6 (20))	\$ 24,245	-	27,680	-	22,892	-
1110	Current financial assets at fair value through profit or loss (Note.6(2))	206	-	187	-	163	-	2170	Accounts payable	71,480	1	67,764	1	65,711	1
1150	Notes receivable, net (Note.6(3))	2,241	-	2,294	-	3,211	-	2200	Other payables	165,375	2	129,894	1	157,667	2
1170	Accounts receivable, net (Note.6(3))	256,719	2	207,632	2	238,905	2	2230	Current tax liabilities	132,194	1	208,431	2	113,272	1
1180	Accounts receivable due from related parties, net (Notes.6(3) and 7)	36,683	1	23,140	-	26,306	-	2280	Current lease liabilities (Note.6(13))	28,809	-	31,978	-	31,804	-
1200	Other receivables, net (Note.6(4))	15,745	-	36,176	-	24,701	-	2300	Other Current Liabilities (Note.6 (12))(14))	4,742	-	7,192	-	5,303	-
1220	Current tax assets	37	-	1,238	-	15	-	Total Current Liabilities		<u>426,845</u>	<u>4</u>	<u>472,939</u>	<u>4</u>	<u>396,649</u>	<u>4</u>
130X	Inventory(Note.6(5))	1,697,718	16	1,659,230	15	1,540,736	15								
1410	Prepayments (Note.6(6))	17,881	-	9,049	-	13,450	-	2570	Deferred tax liabilities	20,940	-	-	-	8,357	-
1476	Other current financial assets (Note.6(10) and 8)	83,470	1	498,012	5	625,367	6	2580	Non-current lease liabilities (Note.6(13))	527,065	5	547,081	5	553,223	5
1479	Other current assets, others (Note.6(10))	60	-	34	-	74	-	2630	Long-term deferred revenue (Note.6(14))	5,211	-	5,377	-	5,572	-
Total current assets		<u>6,484,440</u>	<u>61</u>	<u>6,554,328</u>	<u>60</u>	<u>5,954,762</u>	<u>57</u>	2645	Guarantee deposits received (Note.6(12))	2,077	-	2,077	-	178	-
Non-current assets:								Total Non-Current Liabilities		<u>555,293</u>	<u>5</u>	<u>554,535</u>	<u>5</u>	<u>567,330</u>	<u>5</u>
1600	Property, plant and equipment (Note.6(7) 8 and 9)	3,416,879	32	3,516,988	33	3,598,184	35	Total Liabilities		<u>982,138</u>	<u>9</u>	<u>1,027,474</u>	<u>9</u>	<u>963,979</u>	<u>9</u>
1755	Right-of-use asset (Note.6(8))	530,021	5	545,877	5	564,384	6	Equity-Parent company (Note.6(18))							
1780	Intangible assets (Note.6(9))	223,393	2	223,739	2	223,827	2	3100	Capital stock	801,714	7	801,714	7	801,714	8
1840	Deferred tax assets	14,032	-	15,393	-	14,032	-	3200	Capital surplus	1,203,942	12	1,364,285	13	1,364,285	13
1920	Guarantee deposits paid (Note.6(10))	2,019	-	2,019	-	2,019	-	3300	Retained earnings	7,707,044	72	7,690,910	71	7,267,761	70
1990	Other non-current assets, others (Note.6 (10))	24,054	-	26,039	-	40,531	-	Total equity		<u>9,712,700</u>	<u>91</u>	<u>9,856,909</u>	<u>91</u>	<u>9,433,760</u>	<u>91</u>
Total Non-current assets		<u>4,210,398</u>	<u>39</u>	<u>4,330,055</u>	<u>40</u>	<u>4,442,977</u>	<u>43</u>	Total Liabilities and Equity		<u>\$10,694,838</u>	<u>100</u>	<u>10,884,383</u>	<u>100</u>	<u>10,397,739</u>	<u>100</u>
Total assets		<u>\$10,694,838</u>	<u>100</u>	<u>10,884,383</u>	<u>100</u>	<u>10,397,739</u>	<u>100</u>								

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

APEX DYNAMICS, INC. and Subsidiaries
Consolidated Statements of Comprehensive Income
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	Three Months Ended June 30				Six Months Ended June 30				
	2024		2023		2024		2023		
	Amount	%	Amount	%	Amount	%	Amount	%	
4000	Operating revenue (Note.6(20) and 7)	\$ 748,835	100	702,511	100	1,468,593	100	1,358,307	100
5000	Operating costs (Note.6(5) (7) (8) (13) (16) (21))	<u>340,426</u>	<u>45</u>	<u>307,294</u>	<u>44</u>	<u>671,309</u>	<u>46</u>	<u>604,969</u>	<u>45</u>
	Gross Profit	<u>408,409</u>	<u>55</u>	<u>395,217</u>	<u>56</u>	<u>797,284</u>	<u>54</u>	<u>753,338</u>	<u>55</u>
	Operating Expense (Note.6(7) (8) (9) (13) (16) (21) and7) :								
6100	Selling expenses	8,105	1	7,445	1	16,186	1	14,600	1
6200	Administrative expenses	138,990	19	135,673	19	266,512	18	269,427	20
6300	Research and development expenses	<u>12,865</u>	<u>2</u>	<u>7,771</u>	<u>1</u>	<u>22,390</u>	<u>1</u>	<u>16,199</u>	<u>1</u>
		<u>159,960</u>	<u>22</u>	<u>150,889</u>	<u>21</u>	<u>305,088</u>	<u>20</u>	<u>300,226</u>	<u>22</u>
	Net operating income	<u>248,449</u>	<u>33</u>	<u>244,328</u>	<u>35</u>	<u>492,196</u>	<u>34</u>	<u>453,112</u>	<u>33</u>
	Non-operating revenue and expenses (Note.6(22)(23)) :								
7100	Interest income	44,137	6	35,360	5	97,034	6	62,472	4
7010	Other income	3,225	-	449	-	6,953	-	1,142	-
7020	Other gains and losses, net	73,644	10	57,295	8	230,778	16	63,268	5
7050	Finance costs, net (Note.6(13))	<u>(1,535)</u>	<u>-</u>	<u>(1,607)</u>	<u>-</u>	<u>(3,071)</u>	<u>-</u>	<u>(3,222)</u>	<u>-</u>
		<u>119,471</u>	<u>16</u>	<u>91,497</u>	<u>13</u>	<u>331,694</u>	<u>22</u>	<u>123,660</u>	<u>9</u>
7900	Profit before tax	367,920	49	335,825	48	823,890	56	576,772	42
7950	Total tax expense (Note.6(17))	<u>78,411</u>	<u>10</u>	<u>81,127</u>	<u>12</u>	<u>166,385</u>	<u>11</u>	<u>126,764</u>	<u>9</u>
	Profit	<u>289,509</u>	<u>39</u>	<u>254,698</u>	<u>36</u>	<u>657,505</u>	<u>45</u>	<u>450,008</u>	<u>33</u>
8300	Other comprehensive income, net	-	-	-	-	-	-	-	-
8500	Total comprehensive income attributable to :	<u>\$ 289,509</u>	<u>39</u>	<u>254,698</u>	<u>36</u>	<u>657,505</u>	<u>45</u>	<u>450,008</u>	<u>33</u>
	Shareholders of the parent								
	Earnings per share (Note.6(19))								
9750	Basic earnings per share (NT\$)	<u>\$ 3.61</u>		<u>3.18</u>		<u>8.20</u>		<u>5.61</u>	
9850	Diluted earnings per share (NT\$)	<u>\$ 3.61</u>		<u>3.18</u>		<u>8.20</u>		<u>5.61</u>	

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

APEX DYNAMICS, INC. and Subsidiaries
Consolidated Statements of Changes in Equity

(In Thousands of New Taiwan Dollars)

	Ownership interest - Attributable to the parent company					
	Share Capital	Capital Surplus	Legal Reserve	Retained Earnings		Total Equity
				Undistributed Earnings	Total	
Balance at January 1, 2023	\$ 801,714	1,524,628	869,843	6,589,281	7,459,124	9,785,466
Profit	-	-	-	450,008	450,008	450,008
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	450,008	450,008	450,008
Appropriation and distribution of retained earnings:						
Legal reserve appropriated			112,409	(112,409)	-	-
Cash dividends of ordinary share	-	-	-	(641,371)	(641,371)	(641,371)
Cash dividends from Capital surplus	-	(160,343)	-	-	-	(160,343)
Balance at June 30, 2023	\$ 801,714	1,364,285	982,252	6,285,509	7,267,761	9,433,760
Balance at January 1, 2024	\$ 801,714	1,364,285	982,252	6,708,658	7,690,910	9,856,909
Profit	-	-	-	657,505	657,505	657,505
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	657,505	657,505	657,505
Appropriation and distribution of retained earnings:						
Legal reserve appropriated			87,316	(87,316)	-	-
Cash dividends of ordinary share	-	-	-	(641,371)	(641,371)	(641,371)
Cash dividends from Capital surplus	-	(160,343)	-	-	-	(160,343)
Balance at June 30, 2024	\$ 801,714	1,203,942	1,069,568	6,637,476	7,707,044	9,712,700

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

APEX DYNAMICS, INC. and Subsidiaries

Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)

	Six Months Ended June 30	
	2024	2023
Cash flows from operating activities :		
Profit before tax	\$ 823,890	576,772
Adjustments :		
Adjustments to reconcile profit (loss) :		
Depreciation expense	148,676	157,699
Amortization expense	381	455
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(19)	(36)
Interest expense	3,071	3,222
Interest income	(97,034)	(62,472)
Dividend income	(7)	-
Loss (gain) on disposal of property, plant and equipment	-	(1,084)
Total adjustments to reconcile profit (loss)	55,068	97,784
Changes in operating assets and liabilities :		
Changes in operating assets		
Decrease (increase) in notes receivable	53	(1,226)
Decrease (increase) in accounts receivable	(49,087)	74,673
Decrease (increase) in accounts receivable due from related parties	(13,543)	39,507
Decrease (increase) in other receivable	1,597	1,764
Adjustments for decrease (increase) in inventories	(38,488)	(79,263)
Decrease (increase) in prepayments	(8,832)	(1,970)
Adjustments for decrease (increase) in other current assets	(26)	207
Total change in operating assets	(4)	(6,003)
Total changes in operating liabilities	(108,330)	27,689
Increase (decrease) in contract liabilities	(3,435)	(8,257)
Increase (decrease) in accounts payable	3,716	(46,040)
Increase (decrease) in other payables	32,011	7,289
Adjustments for increase (decrease) in other current liabilities	(2,616)	(1,030)
Total changes in operating liabilities	29,676	(48,038)
Total changes in operating assets and liabilities	(78,654)	(20,349)
Total adjustments	(23,586)	77,435
Cash inflow (outflow) generated from operations	800,304	654,207
Interest received	115,868	54,013
Dividends received	7	-
Interest paid	(3,071)	(3,222)
Income taxes refund (paid)	(219,120)	(253,728)
Net cash flows from operating activities	693,988	451,270
Cash flows from Investing Activities		
Acquisition of property, plant and equipment	(17,593)	(30,001)
Proceeds from disposal of property, plant and equipment	-	1,301
Acquisition of intangible assets	(35)	-
Decrease in other financial assets	414,546	1,463,050
Increase in other non-current assets	(6,893)	(11,232)
Cash provided by (used in) investing activities	390,025	1,423,118
Cash flows from (used in) financing activities :		
Increase (decrease) in guarantee deposits	-	(50)
Payments of lease liabilities	(25,955)	(45,329)
Cash dividends paid	(801,714)	(801,714)
Cash provided by (used in) investing activities	(827,669)	(847,093)
Net increase(decrease) in cash and cash equivalents	256,344	1,027,295
Cash and cash equivalents at beginning of period	4,117,336	2,454,539
Cash and cash equivalents at end of period	\$ 4,373,680	3,481,834

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

APEX DYNAMICS, INC. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Six Months Ended June 30, 2024 and 2023

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. Company history

The APEX DYNAMICS, INC. (Hereinafter referred to as the " Consolidated Company", named Taiwan Guangyong Power Technology Co., Ltd.), established on October 26, 1999 with the approval of the Ministry of Economic Affairs, The Taiwan Guangyong Power Technology Co., Ltd. merged with APEX DYNAMICS, INC. on December 26, 2008, and took the company as the surviving company after the merger, It was renamed as APEX DYNAMICS, INC. on February 26, 2009, registered at No. 10, Keyuan 3rd Rd., Xitun Dist., Taichung City, Taiwan. The main business items of the consolidated company are the manufacture of mechanical transmission components such as precision gearbox, mechanical drive system accessories and the star rated hotel.

The company's stock has been approved for listing and trading by the Taiwan Stock Exchange, it has been officially listed on the Taiwan Stock Exchange since May 9, 2022.

2. Approval date and procedures of the financial statements

The Consolidated Company only financial statements were authorized for issuance by the Board of Directors on July 26, 2024.

3. New standards, amendments and interpretations adopted

(1) The impact of the newly released and revised standards and interpretations are recognized by the "Financial Supervisory Commission Taiwan"

The Consolidated Company began to apply the following newly revised "International Financial Reporting Standards" from January 1, 2024, and it did not have a significant impact on consolidated financial statements.

- Amendment to "International Accounting Standards", No.1 : "Classification of Liabilities as Current or Non-current " .
- Amendments to "International Accounting Standards", No.1 : "Non-Current Liabilities with Covenants" .
- Amendment to "International Accounting Standards", No.7 and "International Financial Reporting Standards", No.7 : "Supplier Finance Arrangements" .
- Amendments to "International Financial Reporting Standards", No.16 : "Lease-Liabilities in Sale-leaseback" .

(2) Impact of not yet adopting International Financial Reporting Standards recognized by the Financial Supervisory Commission Taiwan

The Consolidated Company began to apply the following newly revised "International Financial Reporting Standards" from January 1, 2025, and will not have a significant impact on the consolidated financial statements.

- Amendments to "International Accounting Standards", No.21 : "Lack of Exchangeability"

(3) Newly released and revised standards and interpretations not yet approved by the "Financial Supervisory Commission Taiwan"

The standards and interpretations that have been issued and revised by the International Accounting Standards Board but have not yet been approved by the Financial Supervisory Commission Taiwan be relevant to the merged Consolidated Company as follows :

Newly released or revised standards	Main revisions	Issued by the Council Effective Date
"International Financial Reporting Standards", No.18 : "Presentation and disclosure of financial statements."	<p>The new standard introduces three categories of income and expense, two income statement subtotals and a single note on management's performance measurement. These three revisions and strengthened guidance on how to segment information in financial statements lay the foundation for providing users with better and more consistent information and will impact all companies.</p> <ul style="list-style-type: none"> • More structured income statements: Under current standards, companies use different formats to express their operating results, making it difficult for investors to compare financial performance across companies. The new standard adopts a more structured income statement, introduces a new definition of "operating profit" subtotal, and stipulates that all income and expenses and losses will be classified into three new different categories based on the company's main operating activities. • Management Performance Measurement (MPM): The new standard introduces a definition of management performance measurement and requires companies to explain in a single note to the financial statements why each measure provides useful information, how it is calculated and how it reconciles the measure with the amount recognized in accordance with IFRS accounting standards. • More granular information : The new standard includes guidance on how companies can enhance the grouping of information in their financial statements. This includes guidance on whether the information should be included in the main financial statements or further broken down in the notes. 	January 1, 2027

The Consolidated Company is continuing to evaluate the impact of the above standards and interpretations on the financial position and operating results of the consolidated company. The relevant impact will be disclosed when the evaluation is completed.

The Consolidated Company expects that the following other unrecognized newly issued and revised standards will not have a significant impact on consolidated financial statements.

- Amendments to "International Financial Reporting Standards" No.10 and "International Accounting Standards" No.28 "Asset sale or investment between investors and their affiliates or joint ventures" .
- "International Financial Reporting Standards" No.17 : "Contract of Insurance" ,and amendments to "International Financial Reporting Standards" No.17.
- "International Financial Reporting Standards" No.19 : "Updating the Subsidiaries without Public Accountability : Disclosures" .
- "International Financial Reporting Standards" No.9 and amendments to "International Financial Reporting Standards" No.7" Amendments to the Classification and Measurement of Financial Instruments" .

4. Summary of significant accounting policies

(1) Statement of compliance

This consolidated financial statements is prepared in accordance with Regulations Governing the Preparation of Financial Statements by Securities Issuers (hereinafter referred to as the "Preparation Standards") and International Accounting Standard No. 34 "Interim Financial Reporting" approved and issued by the Financial Supervisory Commission. This consolidated financial statements does not include the entire annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, Interpretations and Interpretations recognized and issued by the Financial Supervisory Commission (hereinafter referred to as the "International Financial Reporting Standards Accounting Standards recognized by the Financial Supervisory Commission"). Financial statements should disclose all necessary information.

Except as set out below, the material accounting policies adopted in this consolidated financial statements is the same as those for the year ended December 31, 2023 consolidated financial statements, which can be found in Note.4 for the year ended December 31, 2023 consolidated financial statements.

(2) Consolidated basis

A. Subsidiaries included in this consolidated financial statements include :

Investor company name	Subsidiary name	Industry	Shareholding ratio		
			June 30, 2024	December 31, 2023	June 30, 2023
APEX DYNAMICS, INC.	Millennium Hotel Taichung	Hotel	100%	100%	100%

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

(3) Classification standards for distinguishing current and non-current assets and liabilities

The Consolidated Company shall classify assets that meet one of the following conditions as current assets, and all other assets that are not current assets shall be classified as non-current assets :

- A. Expects to realize the asset during its normal operating cycle, or intends to sell or consume it ;
- B. The asset is held primarily for trading purposes ;
- C. Realise the asset within 12 months after the reporting period; or
- D. The asset is cash or cash equivalents (as defined in IAS 7) unless there is a restriction on exchanging the asset or using it to settle a liability at least twelve months after the reporting period.

The Consolidated Company shall classify liabilities that meet one of the following conditions as current liabilities, and all other liabilities that are not current liabilities shall be classified as non-current liabilities :

- A. Expects to settle the liability during its normal operating cycle ;
- B. The liability is held primarily for trading purposes ;
- C. The liability becomes due for settlement within 12 months after the reporting period ; or
- D. There is no right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period.

(4) Income Tax

The Consolidated Company measures and discloses income tax expenses for the interim period in accordance with paragraph B12 of International Accounting Standard No.34 "Interim Financial Reporting".

Income tax expenses are measured by multiplying the net profit before tax during the interim reporting period by management's best estimate of the expected effective tax rate for the full year, and are allocated to current income tax expenses and deferred income tax expenses in accordance with the proportion of expected current income tax expenses and deferred income tax expenses for the full year income tax expense.

Income tax expense is directly recognized as an equity item or other comprehensive profit or loss item, which is measured at the applicable tax rate at the time of expected realization or settlement of the temporary difference between the carrying amount of the relevant assets and liabilities for financial reporting purposes and their tax basis.

5. Major sources of uncertainty in major accounting judgments, estimates and assumptions

When the management prepares in this consolidated financial statements in accordance with the preparation standards and International Accounting Standard No.34 "Interim Financial Reporting" approved by the Financial Supervisory Commission, it must make judgments, estimates and assumptions, which will affect the adoption of accounting policies and assets, liabilities, the reported amounts of revenue and expenses are affected. Actual results may differ from estimates.

When preparing the consolidated financial statements, the significant judgments made by management in adopting the accounting policies of the consolidated company and the main sources of estimation uncertainty are consistent with Note.5 for the year ended December 31, 2023 consolidated financial statements.

6. Explanation of Important Accounting Items

Except as described below, there are no significant differences in the description of important accounting items in this consolidated financial statements and for the year ended December 31, 2023 consolidated financial statements. For relevant information, please refer to Note.6 for the year ended December 31, 2023 consolidated financial statements.

(1) Cash and cash equivalents

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Cash on hand	\$ 1,374	1,021	1,208
Demand deposit	195,467	145,527	177,294
Time deposit	2,885,304	3,970,788	3,303,332
Cash equivalents- Repurchase Agreement	<u>1,291,535</u>	<u>-</u>	<u>-</u>
Cash and cash equivalents listed in the cash flow statement	<u><u>\$ 4,373,680</u></u>	<u><u>4,117,336</u></u>	<u><u>3,481,834</u></u>

Please refer to Note.6 (10) for the certificate of deposit of the Consolidated Company for more than three months.

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

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Non-effective hedging instrument			
Beneficiary certificate-Fund	<u><u>\$ 206</u></u>	<u><u>187</u></u>	<u><u>163</u></u>

Please refer to Note.6 (22) for the amount recognized in profit or loss for remeasurement at fair value.

For market risk information, please refer to Note.6 (23).

(3) Notes receivable and Accounts receivable (including related parties)

	June 30, 2024	December 31, 2023	June 30, 2023
Notes receivable - Due to business	\$ 2,443	2,496	3,413
Less : Allowance for losses	<u>(202)</u>	<u>(202)</u>	<u>(202)</u>
	<u>\$ 2,241</u>	<u>2,294</u>	<u>3,211</u>
Accounts receivable - Measured at amortized cost	\$ 256,734	207,647	238,920
Accounts receivable-Related parties - Amortized cost measure	36,683	23,140	26,306
Less : Allowance for losses	<u>(15)</u>	<u>(15)</u>	<u>(15)</u>
	<u>\$ 293,402</u>	<u>230,772</u>	<u>265,211</u>

The Consolidated Company uses a simplified approach to estimate expected credit losses for all notes receivable and accounts receivable (including related parties), that is, it is measured by the expected credit loss during the duration, for this measurement purpose, Notes receivable and accounts receivable (including related parties) are grouped according to the common credit risk characteristics representing the customer's ability to pay all due amounts in accordance with the terms of the contract, And has incorporated forward-looking information, including general economic and related industry information.

The expected credit loss analysis of the Consolidated Company's Notes receivable and Accounts receivable (including related parties) is as follows :

June 30, 2024			
	Notes receivable and Accounts receivable Amount	Weighted average expected credit loss rate	Duration of allowance expected credit losses
Not overdue	<u>\$ 295,860</u>	0.073%	<u>217</u>
December 31, 2023			
	Notes receivable and Accounts receivable Amount	Weighted average expected credit loss rate	Duration of allowance expected credit losses
Not overdue	<u>\$ 233,283</u>	0.093%	<u>217</u>
June 30, 2023			
	Notes receivable and Accounts receivable Amount	Weighted average expected credit loss rate	Duration of allowance expected credit losses
Not overdue	<u>\$ 268,639</u>	0.081%	<u>217</u>

The Consolidated Company's Notes receivable and Accounts receivable allowance loss changes table is as follows :

	Six Months Ended June 30	
	2024	2023
Closing balance (opening balance)	<u><u>\$ 217</u></u>	<u><u>217</u></u>

As of June 30, 2024, December 31 2023 and June 30 2023, the Consolidated Company's Notes receivable and Accounts receivable (including related parties) are not discounted or provided as collateral.

Please refer to Note.6 (23) for the credit and exchange rate risks of the Consolidated Company's Notes receivable and Accounts receivable (including related parties).

(4) Other receivables

	June 30, 2024	December 31, 2023	June 30, 2023
Income tax refund receivable	\$ 4,462	3,453	4,258
Interest receivable	11,276	30,110	20,420
Others	<u>7</u>	<u>2,613</u>	<u>23</u>
	<u><u>\$ 15,745</u></u>	<u><u>36,176</u></u>	<u><u>24,701</u></u>

For the remaining credit risk information, please refer to Note.6 (23)

(5) Inventory

	June 30, 2024	December 31, 2023	June 30, 2023
Commodity	\$ 104	107	112
Raw material	200,896	198,332	191,411
Semi-finished product	1,008,895	986,132	827,799
Work in Process	393,307	386,665	444,055
Manufactures	<u>94,516</u>	<u>87,994</u>	<u>77,359</u>
	<u><u>\$ 1,697,718</u></u>	<u><u>1,659,230</u></u>	<u><u>1,540,736</u></u>

The cost of goods sold is detailed as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Inventory sale transfer	\$ 303,382	278,805	595,799	537,609
Room, food and beverage costs	38,066	36,565	77,941	75,095
Inventory price recovery benefit	2,396	(3,261)	3,946	183
Scrap income	<u>(3,418)</u>	<u>(4,815)</u>	<u>(6,377)</u>	<u>(7,918)</u>
	<u><u>\$ 340,426</u></u>	<u><u>307,294</u></u>	<u><u>671,309</u></u>	<u><u>604,969</u></u>

As of June 30, 2024, December 31 2023 and June 30 2023, the Consolidated Company's inventory has not been pledged as a guarantee.

(6) Prepayments

The details of the Consolidated Company's prepayment are as follows :

	June 30, 2024	December 31, 2023	June 30, 2023
Advance payment	\$ 3,092	3,410	274
Office supplies	1,938	1,724	1,817
Prepaid expenses	<u>12,851</u>	<u>3,915</u>	<u>11,359</u>
	<u>\$ 17,881</u>	<u>9,049</u>	<u>13,450</u>

(7) Property, plant and equipment

The details of the cost and depreciation of the Consolidated Company's real estate, plant and equipment for the six months ended June 30, 2024 and 2023 are as follows :

	Land	Buildings	Mechanical equipment	Other facilities	Total
Cost or deemed cost					
Balance at January 1, 2024	\$ 201,218	4,923,556	3,088,453	620,259	8,833,486
Additions	-	5,576	6,824	8,663	21,063
Reclassifications	-	-	1,859	7,019	8,878
Balance at June 30, 2024	<u>\$ 201,218</u>	<u>4,929,132</u>	<u>3,097,136</u>	<u>635,941</u>	<u>8,863,427</u>
Balance at January 1, 2023	\$ 201,218	4,892,928	3,077,371	604,356	8,775,873
Additions	-	3,947	8,470	8,948	21,365
Disposals	-	-	(20,017)	(210)	(20,227)
Reclassifications	-	861	4,531	3,909	9,301
Balance at June 30, 2023	<u>\$ 201,218</u>	<u>4,897,736</u>	<u>3,070,355</u>	<u>617,003</u>	<u>8,786,312</u>
Depreciation					
Balance at January 1, 2024	\$ -	1,995,365	2,844,999	476,134	5,316,498
Depreciation	-	70,634	43,750	15,666	130,050
Balance at June 30, 2024	<u>\$ -</u>	<u>2,065,999</u>	<u>2,888,749</u>	<u>491,800</u>	<u>5,446,548</u>
Balance at January 1, 2023	\$ -	1,855,793	2,765,291	447,866	5,068,950
Depreciation	-	71,648	53,137	14,403	139,188
Disposals	-	-	(19,800)	(210)	(20,010)
Balance at June 30, 2023	<u>\$ -</u>	<u>1,927,441</u>	<u>2,798,628</u>	<u>462,059</u>	<u>5,188,128</u>
Carrying amounts					
Balance at January 1 , 2024	<u>\$ 201,218</u>	<u>2,928,191</u>	<u>243,454</u>	<u>144,125</u>	<u>3,516,988</u>
Balance at June 30, 2024	<u>\$ 201,218</u>	<u>2,863,133</u>	<u>208,387</u>	<u>144,141</u>	<u>3,416,879</u>
Balance at January 1 , 2023	<u>\$ 201,218</u>	<u>3,037,135</u>	<u>312,080</u>	<u>156,490</u>	<u>3,706,923</u>
Balance at June 30, 2023	<u>\$ 201,218</u>	<u>2,970,295</u>	<u>271,727</u>	<u>154,944</u>	<u>3,598,184</u>

Please refer to Note.8 for the details of bank loans and financing line guarantees as of June 30, 2024, December 31, 2023 and June 30, 2023.

(8) Right of use asset

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
Carrying amounts			
Balance at January 1 , 2024	<u>\$ 545,213</u>	<u>664</u>	<u>545,877</u>
Balance at June 30, 2024	<u>\$ 529,468</u>	<u>553</u>	<u>530,021</u>
Balance at January 1 , 2023	<u>\$ 582,003</u>	<u>885</u>	<u>582,888</u>
Balance at June 30, 2023	<u>\$ 563,610</u>	<u>774</u>	<u>564,384</u>

There was no significant increase or decrease in the recognized right of use assets leased by the Consolidated Company for the six months ended June 30, 2024 and 2023. For the circumstances of the reversal, please refer to Note.6 (8) for the year ended December 31, 2023 consolidated financial statements for other relevant information.

(9) Intangible Assets

	<u>Patent Right</u>	<u>Computer Software</u>	<u>Trademar k Rights</u>	<u>Goodwill</u>	<u>Total</u>
Carrying amounts					
Balance at January 1 , 2024	<u>\$ 1,440</u>	<u>914</u>	<u>37</u>	<u>221,348</u>	<u>223,739</u>
Balance at June 30, 2024	<u>\$ 1,370</u>	<u>608</u>	<u>67</u>	<u>221,348</u>	<u>223,393</u>
Balance at January 1 , 2023	<u>\$ 1,523</u>	<u>1,297</u>	<u>16</u>	<u>221,348</u>	<u>224,184</u>
Balance at June 30, 2023	<u>\$ 1,510</u>	<u>926</u>	<u>43</u>	<u>221,348</u>	<u>223,827</u>

There are no significant additions, disposals, impairments, provision or reversal of the intangible assets of the consolidated company for the six months ended June 30, 2024 and 2023. Please refer to Note.12 (1) for the amortization amount of the current period. For other relevant information, please refer to Note.6 (9) for the year ended December 31, 2023 consolidated financial statements.

As of June 30, 2024, December 31, 2023 and June 30, 2023, no intangible assets of the Consolidated Company were provided as collateral.

(10) Other current assets and other non-current assets

The details other current assets and other non-current assets of the Consolidated Company are as follows :

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Other current asset :			
Temporary payments	<u>\$ 60</u>	<u>34</u>	<u>74</u>
Other financial assets :			
Restricted deposit	\$ 16,889	18,435	17,795
Deposit account : More than three months, less than one year	60,000	473,000	601,000
Guarantee deposits	<u>6,581</u>	<u>6,577</u>	<u>6,572</u>
	<u>\$ 83,470</u>	<u>498,012</u>	<u>625,367</u>
Other non-current assets :			
Prepayments for equipment	\$ 24,054	26,039	40,531
Guarantee deposits paid	<u>2,019</u>	<u>2,019</u>	<u>2,019</u>
	<u>\$ 26,073</u>	<u>28,058</u>	<u>42,550</u>

Please refer to Note.8 for the details of pledge guarantee.

(11) Short-term loan

The details of the Consolidated Company's short-term loans are as follows :

	June 30, 2024	December 31, 2023	June 30, 2023
Unused quota	<u>\$ 4,600,000</u>	<u>4,600,000</u>	<u>4,600,000</u>
Interest rate range	<u>0%</u>	<u>2.03%</u>	<u>0%</u>

A. Issuance and repayment of loans

There were no major issuances, repurchases or repayments of the Consolidated Company's short-term borrowings between for the six months ended June 30, 2024 and 2023.

B. Collateral for bank borrowings

Please refer to Note.8 for the details of the Consolidated Company's guarantee for bank loans with assets.

(12) Other current liabilities and other non-current liabilities

The details of other current liabilities and other non-current liabilities of the Consolidated Company are as follows :

	June 30, 2024	December 31, 2023	June 30, 2023
Other current liabilities :			
Deferred revenue : current	\$ 353	386	385
Temporary receipts	1,414	2,881	1,768
Receipts under custody	2,975	3,342	3,150
Others	<u>-</u>	<u>583</u>	<u>-</u>
	<u>\$ 4,742</u>	<u>7,192</u>	<u>5,303</u>
Other non-current liabilities :			
Guarantee deposits received	<u>\$ 2,077</u>	<u>2,077</u>	<u>178</u>

In 2022, the Consolidated Company obtained a government loan with an interest rate below the market rate. The relevant conditions were to build factories and purchase equipment in a specific area, and the subsidy was recognized as deferred income and amortized over the useful life of the buildings and equipment.

Please refer to Note.6 (14) for the details of the deferred revenue : current.

(13) Lease liability

The carrying amounts of the Consolidated Company's lease liabilities are as follows :

	June 30, 2024	December 31, 2023	June 30, 2023
Current liabilities	<u>\$ 28,809</u>	<u>31,978</u>	<u>31,804</u>
Non-current liabilities	<u>\$ 527,065</u>	<u>547,081</u>	<u>553,223</u>

For maturity analysis, please refer to Note.6 (23) Financial Instruments.

The amounts recognized in profit or loss for leases is as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Lease liability -	<u>\$ 1,528</u>	<u>1,607</u>	<u>3,056</u>	<u>3,222</u>
Interest expense				
Expenses for short-term leases or low-value leases	<u>\$ 848</u>	<u>864</u>	<u>1,772</u>	<u>2,097</u>

Leases are recognized in the cash flow statement in the following amounts :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Total amount - Lease -	<u>\$ 5,553</u>	<u>5,443</u>	<u>30,783</u>	<u>50,648</u>
Cash outflow				

A. Leasing of lands and buildings

The Consolidated Company leases land, houses and buildings as business premises and storage warehouses for four to twenty-one years, some leases contain an option to extend the lease term for the same period as the original contract upon expiry of the lease term.

B. Other lease

The lease period the Consolidated Company for leasing office equipment is three years, and other leases are short-term or low-value leases, the Consolidated Company chooses to apply the exemption recognition requirements and not recognize its related right-of-use assets and lease liabilities.

(14) Deferred revenue

	June 30, 2024	December 31, 2023	June 30, 2023
Current	\$ 353	386	385
(Included in other current liabilities)			
Non-current	<u>5,211</u>	<u>5,377</u>	<u>5,572</u>
Deferred revenue-Government subsidy	<u>\$ 5,564</u>	<u>5,763</u>	<u>5,957</u>

In 2022, the Consolidated Company obtained low-interest loans from E.SUN Bank project of NT\$1,064,100 thousand, based on the market interest rate at the time of the loan, the fair value of the loan was estimated at NT\$1,056,300 thousand. The difference between the acquired amount and the fair value of the loan is NT\$7,800 thousand, which is regarded as government low-interest loan subsidies, and recognize deferred revenue.

According to the contract, the loan is used to build factories and purchase equipment, and the subsidy income is recognized according to the use period of the asset. For the three months and the six months ended June 30, 2024 and 2023, the Consolidated Company recognizes subsidy income of NT\$98 thousand, NT\$97 thousand, NT\$199 thousand and NT\$196 thousand respectively, which are listed under other revenue.

(15) Operating lease

The Consolidated Company leases some offices. Since substantially all the risks and rewards attached to the ownership of the underlying assets are not transferred, these lease contracts are classified as operating leases.

The maturity analysis of lease payments as of June 30, 2024, using the reported total undiscounted lease payments to be received in the future, is presented in as follows :

	<u>June 30, 2024</u>	
less than one year	\$	10,851
one to two years		11,149
two to three years		11,176
three to four years		11,484
four to five years		11,512
More than five years		<u>12,816</u>
Total undiscounted lease payments	<u>\$</u>	<u>68,988</u>

The amount of rental revenue generated from operating leases for the three months and the six months ended June 30, 2024 were NT\$2,712 thousand and NT\$5,425 thousand respectively.

(16) Employee benefits

Confirm the withdrawal plan

The pension expenses under the Pension Withdrawal Scheme determined by the Consolidated Company are as follows, which have been allocated to the Labor Insurance Bureau :

	<u>Three Months Ended June 30</u>		<u>Six Months Ended June 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Operating costs	\$ 3,353	3,831	6,710	7,567
Selling expenses	75	69	148	137
Administrative expenses	2,212	1,942	4,222	3,829
Research and development expenses	<u>256</u>	<u>279</u>	<u>524</u>	<u>568</u>
Total	<u>\$ 5,896</u>	<u>6,121</u>	<u>11,604</u>	<u>12,101</u>

(17) Income tax

A. The details of the income tax expenses of the Consolidated Company are as follows :

	<u>Three Months Ended June 30</u>		<u>Six Months Ended June 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Income tax expense	<u>\$ 78,411</u>	<u>81,127</u>	<u>166,385</u>	<u>126,764</u>

The Consolidated Company has no income tax expenses directly recognized in equity and other comprehensive profits and losses for the six months ended June 30, 2024 and 2023.

B. Income tax assessment situation

The profit-seeking enterprise income tax settlement declaration of the Company and its subsidiaries has been approved by the tax collection authority as follows :

	<u>Approved year</u>
Parent Company	2022
Millennium Hotel Taichung	2021

(18) Capital and other equity

Except as described below, there are no significant changes in the capital and other equity of the Consolidated Company for the six months ended June 30, 2024 and 2023. For relevant information, please refer to Note.6 (18) for the year ended December 31, 2023 consolidated financial statements.

A. Capital surplus

The Company's capital surplus balance is as follows :

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Capital surplus in excess of par-preferred stock	\$ 1,120,940	1,281,283	1,281,283
Treasury stock trading	<u>83,002</u>	<u>83,002</u>	<u>83,002</u>
	<u>\$ 1,203,942</u>	<u>1,364,285</u>	<u>1,364,285</u>

According to the company law, capital surplus needs to make up the losses first before issuing new shares or cash with the realized capital surplus in accordance with the proportion of shareholders' original shares. The realized capital surplus referred to in the preceding paragraph includes the surplus from the issuance of stocks exceeding the par value and the income from receiving gifts. According to "Regulations Governing the Offering and Issuance of Securities by Securities Issuers", the total amount of capital surplus that can be allocated to capital every year shall not exceed 10% of the paid-in capital.

B. Retained earnings

According to the articles of association of the company, if there is any surplus in the annual final accounts, it shall be distributed in the following order :

- (A) Pay income tax according to law.
- (B) Make up for previous year's losses.
- (C) Ten percent of the deposit is legal reserve, but this is not the case when the accumulated legal reserve has reached the paid-in capital of the company.
- (D) Set aside or reverse the special surplus when necessary.
- (E) After deducting the previous balance, the board of directors shall prepare a distribution proposal for the balance and the previous year's earnings, and submit it to the shareholders' meeting for a resolution on distribution.

The company's dividend distribution policy depends on factors such as the company's current and future investment environment, capital needs, domestic and foreign competition conditions, and capital budgets, taking into account the interests of shareholders, observing and analyzing dividends and the company's long-term financial planning, etc., according to Article 240, Item 5 of the Company Law, authorize the board of directors to have more than two-thirds of the directors present, And the resolution of more than half of the directors present shall distribute dividends and bonuses or all or part of the Legal reserve and Additional Paid-In Capita stipulated in Article 241, Paragraph 1 of the Company Law, in the form of cash distribution, and report to the shareholders meeting. The total shareholder dividend is the total distributable surplus that is the balance listed in (E) plus the undistributed surplus at the beginning of the period, choose a ratio within the range of 2.5% to 15% to prepare dividends and bonus proposals for shareholders with surplus distribution, among them, the proportion of shareholder cash dividend distribution shall not be less than 50% of the total shareholder dividend.

(a) Legal Reserve

When the company has no losses, it may, upon resolution of the shareholders' meeting, use the legal surplus to issue new shares or cash, provided that the amount exceeds 25% of the paid-in capital.

(b) Earnings Distribution

The company passed the resolution of the board of directors on February 23, 2024, and February 24, 2023, the amount of cash dividends for the 2023 and 2022 profit distribution plan, and the distribution of dividends to owners The amount is as follows :

	2023		2022	
	Allotment ratio		Allotment ratio	
	NT\$	Amount	NT\$	Amount
Dividends distributed to owners of common stock :				
Cash	\$ <u>10.00</u>	<u>801,714</u> (Note)	<u>10.00</u>	<u>801,714</u> (Note)

(Note) : Distributing a total of 160,343 thousand in cash as capital surplus, with a dividend of 2 dollars per share.

(19) Earnings per share

The calculation of the Consolidated Company's basic earnings per share and fully diluted earnings per share is as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Basic earnings per share				
Net income for the period attributable to holders of common shares of the Company	\$ <u>289,509</u>	<u>254,698</u>	<u>657,505</u>	<u>450,008</u>
Weighted average number of common shares outstanding (thousand shares)	<u>80,171</u>	<u>80,171</u>	<u>80,171</u>	<u>80,171</u>
Basic earnings per share (Unit : NT\$)	\$ <u>3.61</u>	<u>3.18</u>	<u>8.20</u>	<u>5.61</u>

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Fully diluted earnings per share				
Net income for the period attributable to holders of ordinary shares of the Company	<u>\$ 289,509</u>	<u>254,698</u>	<u>657,505</u>	<u>450,008</u>
Weighted average number of common shares outstanding(Basic) (thousand shares)	80,171	80,171	80,171	80,171
Impact of employee stock compensation (thousand shares)	<u>6</u>	<u>8</u>	<u>18</u>	<u>24</u>
Weighted average number of common shares outstanding (thousand shares)				
(After adjusting for the effect of dilutive potential common shares)	<u>80,177</u>	<u>80,179</u>	<u>80,189</u>	<u>80,195</u>
Diluted earnings per share (Unit : NT\$)	<u>\$ 3.61</u>	<u>3.18</u>	<u>8.20</u>	<u>5.61</u>

(20) Revenue from customer contracts

A. Breakdown of revenue

<u>Major regional markets</u>	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Asia	\$ 507,099	444,310	975,560	863,709
America	100,568	131,253	210,778	225,400
Europe	138,248	123,070	275,645	260,323
Other countries	<u>2,920</u>	<u>3,878</u>	<u>6,610</u>	<u>8,875</u>
	<u>\$ 748,835</u>	<u>702,511</u>	<u>1,468,593</u>	<u>1,358,307</u>

<u>Main Product/Service Line</u>	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Gearbox	\$ 565,452	523,128	1,097,535	994,417
Room and food service revenue	128,790	122,508	264,653	262,152
Others	<u>54,593</u>	<u>56,875</u>	<u>106,405</u>	<u>101,738</u>
	<u>\$ 748,835</u>	<u>702,511</u>	<u>1,468,593</u>	<u>1,358,307</u>

B. Contract balance

	June 30, 2024	December 31, 2023	June 30, 2023
Contract liabilities	<u>\$ 24,245</u>	<u>27,680</u>	<u>22,892</u>

The opening balance of contract liabilities on January 1, 2024 and 2023, the amounts recognized as revenue for the three months and the six months ended June 30, 2024 and 2023 the company recognizes subsidy income of NT\$2,710 thousand, NT\$3,219 thousand, NT\$15,918 thousand and NT\$19,065 thousand respectively.

(21) Remuneration of employees and directors

According to the company's articles of association, if there is any profit in the year, no less than 0.5% (inclusive) should be appropriated as employee remuneration and no more than 1% (inclusive) should be allocated as director remuneration. However, if the company still has accumulated losses, it shall reserve the compensation amount in advance. The recipients of the employee remuneration given in the preceding paragraph may include employees of affiliated companies who meet certain conditions. Employee remuneration can be distributed in the form of stock (treasury stock, new stock issuance) or cash, which should be specially resolved by the board of directors and submitted to the shareholders' meeting report.

The company's estimated employee remuneration for the three months and the six months ended June 30, 2024 and 2023 is NT\$1,854 thousand, NT\$1,694 thousand, NT\$4,151 thousand and NT\$2,910 thousand respectively, and the estimated amount of directors' remuneration is NT\$1,131 thousand, NT\$1,130 thousand, NT\$2,261 thousand and NT\$2,261 thousand respectively, it is estimated based on the company's pre-tax net profit for each period before deducting the employee and director's remuneration multiplied by the employee's remuneration and director's remuneration distribution ratio stipulated in the company's articles of association, And reported as operating costs or operating expenses in 2024 and 2023.

If there is a difference between the actual distribution situation and the estimated amount in the next year, it will be treated according to the change in accounting estimate, and the difference will be recognized as profit or loss in the next year.

The company's estimated employee remuneration for the year ended December 31, 2023 and 2022 is NT\$5,513 thousand and NT\$7,009 thousand respectively, and the estimated amount of directors' remuneration are NT\$4,522 thousand. There is no difference from the distribution situation determined by the board of directors. Relevant information can be found at the Market Observation Post System (MOPS).

(22) Non-operating revenue and expenses

A. Interest income

The details of the interest income of the Consolidated Company are as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Bank deposit-interest income	<u>\$ 44,137</u>	<u>35,360</u>	<u>97,034</u>	<u>62,472</u>

B. Other income

The details of the other income of the Consolidated Company are as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Government subsidy income	\$ 193	97	296	444
Rent income	3,029	352	6,650	698
Dividends income	<u>3</u>	<u>-</u>	<u>7</u>	<u>-</u>
	<u>\$ 3,225</u>	<u>449</u>	<u>6,953</u>	<u>1,142</u>

C. Other gains and loss

The details of other profits and losses of the Consolidated Company in are as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Foreign currency exchange profits(losses)	\$ 68,341	52,738	219,843	48,559
Disposal of interests in property, plant and equipment	-	-	-	1,084
Profits of financial asset at fair value through profit or loss	7	21	19	36
Other profits	<u>5,296</u>	<u>4,536</u>	<u>10,916</u>	<u>13,589</u>
	<u>\$ 73,644</u>	<u>57,295</u>	<u>230,778</u>	<u>63,268</u>

D. Financial costs

The Consolidated Company's financial costs are detailed as follows :

	Three Months Ended June 30		Six Months Ended June 30	
	2024	2023	2024	2023
Interest expense- interest rate implicit in the lease	\$ 1,528	1,607	3,056	3,222
Other financial expenses	<u>7</u>	<u>-</u>	<u>15</u>	<u>-</u>
	<u>\$ 1,535</u>	<u>1,607</u>	<u>3,071</u>	<u>3,222</u>

(23) Financial instruments

Except as described below, there are no significant changes in the fair value of the Consolidated Company financial instruments and its exposure to credit risk, liquidity risk and market risk due to financial instruments. For relevant information, please refer to Note.6 (24) for the year ended December 31, 2023 consolidated financial statements.

A. Credit risk

(A) Credit risk maximum exposure amount

The carry amount of financial assets represents the maximum amount of credit exposure.

(B) Concentration of credit risk

In order to reduce the credit risk of accounts receivable, the Consolidated Company continuously evaluates the customer's financial situation, and will ask the other party to provide guarantee or guarantee when necessary. The Consolidated Company still regularly evaluates the possibility of recovering the accounts receivable and makes provision for losses, and the impairment losses are always within the management's expectations. As of June 30, 2024, December 31, 2023 and June 30, 2023, the Consolidated Company, 34%, 42% and 55% of the accounts receivable balance are composed of several customers, so that the Consolidated Company has no significant concentration of credit risk.

(C) Credit risk of accounts receivable

Please refer to Note.6 (3) for credit risk exposure information on notes receivable and accounts receivable.

Other financial assets measured at amortized cost include other receivables, deposits and other financial assets.

The above are all financial assets with low credit risk. Therefore, the provision loss for the period is measured based on the twelve-month expected credit loss amount. The time deposits and cash equivalents held by the Consolidated Company are considered to be investment-grade. The above financial institutions are considered to have low credit risk.

There is no provision for losses for the six months ended June 30, 2024 and 2023.

B. Liquidity risk

The following table presents the contractual maturity dates for financial liabilities, including estimated interest but excluding the effect of netting agreements.

	<u>Carry amount</u>	<u>Cash flow</u>	<u>within 1 year</u>	<u>1 to 2 years</u>	<u>2 to 5 years</u>	<u>More than 5 years</u>
June 30, 2024						
Non-derivative financial liabilities						
Floating rate bank borrowings (including deferred income)	\$ 5,564	5,564	353	307	851	4,053
Accounts payable	71,480	71,480	71,480	-	-	-
Other payables	165,375	165,375	165,375	-	-	-
lease liabilities (current and non-current)	555,874	619,914	34,730	30,315	92,379	462,490
Guarantee deposits received	<u>2,077</u>	<u>2,077</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,077</u>
	<u>\$ 800,370</u>	<u>864,410</u>	<u>271,938</u>	<u>30,622</u>	<u>93,230</u>	<u>468,620</u>
December 31, 2023						
Non-derivative financial liabilities						
Floating rate bank borrowings (including deferred income)	\$ 5,763	5,763	386	325	869	4,183
Accounts payable	67,764	67,764	67,764	-	-	-
Other payables	129,894	129,894	129,894	-	-	-
lease liabilities (current and non-current)	579,059	645,950	38,041	30,032	90,811	487,066
Guarantee deposits received	<u>2,077</u>	<u>2,077</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,077</u>
	<u>\$ 784,557</u>	<u>851,448</u>	<u>236,085</u>	<u>30,357</u>	<u>91,680</u>	<u>493,326</u>
June 30, 2023						
Non-derivative financial liabilities						
Floating rate bank borrowings (including deferred income)	\$ 5,957	5,957	385	385	864	4,323
Accounts payable	65,711	65,711	65,711	-	-	-
Other payables	157,667	157,667	157,667	-	-	-
lease liabilities (current and non-current)	585,027	655,108	38,042	34,496	90,924	491,646
Guarantee deposits received	<u>178</u>	<u>178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>178</u>
	<u>\$ 814,540</u>	<u>884,621</u>	<u>261,805</u>	<u>34,881</u>	<u>91,788</u>	<u>496,147</u>

The Consolidated Company does not expect that the cash flow of maturity analysis will be significantly earlier, or the actual amount will be significantly different.

C. Market risk

(A) Currency risk

The financial assets and liabilities of the Consolidated Company exposed to significant foreign currency exchange rate risk are as follows :

	June 30, 2024			December 31, 2023			June 30, 2023		
	Foreign currency	Exchange rate	NT\$ In Thousands	Foreign currency	Exchange rate	NT\$ In Thousands	Foreign currency	Exchange rate	NT\$ In Thousands
<u>Financial assets</u>									
<u>Monetary item</u>									
USD\$	\$ 87,518	32.450	2,839,959	94,390	30.705	2,898,245	78,277	31.140	2,437,546
EUR€	10,586	34.710	367,440	29,972	33.980	1,018,449	23,367	33.810	790,038
CNY¥	69,978	4.445	311,052	80,544	4.327	348,514	104,703	4.282	448,338
<u>Financial liabilities</u>									
<u>Monetary item</u>									
CNY¥	2,874	4.445	12,775	3,149	4.327	13,626	1,351	4.282	5,785

The Consolidated Company's exchange rate risk mainly comes from cash and cash equivalents, accounts receivable, accounts payable and other payables denominated in foreign currencies, resulting in foreign currency exchange gains and losses during translation. On June 30, 2024 and 2023, when the New Taiwan dollar depreciated or appreciated by 0.5% relative to foreign currencies, and all other factors remained unchanged. The net profit after tax for the six months ended June 30, 2024 and 2023 will increase or decrease by NT\$14,023 thousand and NT\$14,681 thousand, respectively. The two periods of analysis are based on the same basis.

Information on the exchange gains and losses of the Consolidated Company, the net foreign currency exchange (loss) losses (including realized and unrealized), for the three months and the six months ended June 30, 2024 and 2023 were NT\$68,341 thousand, NT\$52,738 thousand, NT\$219,843 thousand and NT\$ 48,559 thousand, respectively.

(B) Interest rate risk

The Consolidated Company's financial assets and financial liabilities interest rate exposure are described in the liquidity risk management of this note. The sensitivity analysis below is based on the interest rate exposure of derivative and non-derivative instruments at the reporting date. For floating rate liabilities, the method of analysis is to assume that the amount of liabilities outstanding at the reporting date is outstanding throughout the year. The rate of change used by the Consolidated Company when reporting interest rates internally to key management personnel is a 0.5% increase or decrease in interest rates, It also represents management's assessment of the reasonably possible range of change in interest rates.

If the interest rate increases or decreases by 0.5%, and all other variables remain unchanged, the net profit after tax of the Consolidated Company for the six months ended June 30, 2024 and 2023 will decrease or increase by NT\$22 thousand and NT\$24 thousand, respectively. The main reason is the Consolidated Company's variable interest rate borrowings.

D. Fair value

(A) Valuation techniques for financial instruments measured at fair value

Amount and fair value of the Consolidated Company's various financial assets and financial liabilities (including fair value grade information, however, if the carrying amount of a financial instrument that is not measured by fair value is a reasonable approximation of fair value, and lease liabilities, it is not required to disclose fair value information according to regulations) as follows:

	June 30, 2024				
	Carry Amount	Fair value			Total
		First level	Second level	Third level	
Financial assets measured at fair value					
Mandatory financial assets at fair value through profit or loss	\$ 206	206	-	-	206
Financial assets measured at amortized cost					
Cash and cash equivalents	\$4,373,680	-	-	-	-
Notes receivable and Accounts receivable (Include related parties)	295,643	-	-	-	-
Other receivables (Include related parties)	15,745	-	-	-	-
Guarantee deposits paid	2,019	-	-	-	-
Other financial assets-current	83,470	-	-	-	-
Total	<u>\$4,770,763</u>	<u>206</u>	<u>-</u>	<u>-</u>	<u>206</u>
Financial liabilities measured at amortized cost					
Accounts payable	\$ 71,480	-	-	-	-
Other payables	165,375	-	-	-	-
Long- term debt (Including deferred income and long-term loans due within one year)	5,564	-	-	-	-
Guarantee deposits received	2,077	-	-	-	-
Leased liabilities (current + non-current)	555,874	-	-	-	-
Total	<u>\$ 800,370</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	December 31, 2023				
	Carry amount	Fair value			Total
		First level	Second level	Third level	
Financial assets measured at fair value					
Mandatory financial assets at fair value through profit or loss	\$ 187	187	-	-	187
Financial assets measured at amortized cost					
Cash and cash equivalents	\$4,117,336	-	-	-	-
Notes receivable and Accounts receivable (Include related parties)	233,066	-	-	-	-
Other receivables	36,176	-	-	-	-
Guarantee deposits received	2,019	-	-	-	-
Other financial assets-current	498,012	-	-	-	-
Total	<u>\$4,886,796</u>	<u>187</u>	<u>-</u>	<u>-</u>	<u>187</u>
Financial liabilities measured at amortized cost					
Accounts payable	\$ 67,764	-	-	-	-
Other payables	129,894	-	-	-	-
Long- term debt (Including deferred income and long-term loans due within one year)	5,763	-	-	-	-
Guarantee deposits received	2,077	-	-	-	-
Leased liabilities (current + non-current)	579,059	-	-	-	-
Total	<u>\$ 784,557</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	June 30, 2023				
	Carry amount	Fair value			Total
		First level	Second level	Third level	
Financial assets measured at fair value					
Mandatory financial assets at fair value through profit or loss	\$ 163	163	-	-	163
Financial assets measured at amortized cost					
Cash and cash equivalents	\$3,481,834	-	-	-	-
Notes receivable and Accounts receivable (Include related parties)	268,422	-	-	-	-
Other receivables	24,701	-	-	-	-
Guarantee deposits paid	2,019	-	-	-	-
Other financial assets-current	625,367	-	-	-	-
Total	\$4,402,506	163	-	-	163
Financial liabilities measured at amortized cost					
Accounts payable	\$ 65,711	-	-	-	-
Other payables	157,667	-	-	-	-
Long- term debt (Including deferred income and long-term loans due within one year)	5,957	-	-	-	-
Guarantee deposits received	178	-	-	-	-
Leased liabilities (current + non-current)	585,027	-	-	-	-
Total	\$ 814,540	-	-	-	-

(B) Fair value assessment techniques for financial instruments not measured at fair value.

The methods and assumptions used by the Consolidated Company to estimate the instruments not measured at fair value are as follows :

For financial assets and liabilities measured at cost after amortization, if there is transaction or quotation information from market makers, the latest transaction price and quotation information shall be used as the basis for evaluating the fair value. If there is no market value for reference, it shall be estimated by evaluation method. The estimates and assumptions used in the valuation method are the discounted present value of the cash flows to estimate the fair value.

(C) Fair value evaluation techniques for measuring financial instruments at fair value

Non-derivative financial instruments, if there is a public quotation in an active market for a financial instrument, the fair value shall be determined based on the public quotation in the active market. The market prices announced by major exchanges and central government bond over-the-counter trading centers that are judged to be popular bonds are the basis for the fair value of listed (over-the-counter) equity instruments and debt instruments with open quotations in active markets.

If public quotations of financial instruments can be obtained timely and frequently from exchanges, brokers, underwriters, industry associations, pricing service agencies or competent authorities, and the prices represent actual and frequently occurring fair market transactions, the financial instruments There are open quotations in the active market, if the above conditions are not met, the market is considered inactive. In general, wide bid-ask spreads, large increases in bid-ask spreads, or low volume are indicators of market inactivity.

Except for the above-mentioned financial instruments with active markets, the fair values of other financial instruments are obtained by evaluation techniques or by referring to quotations from counterparties. The fair value obtained through evaluation techniques can be calculated by referring to the current fair value of other financial instruments with substantially similar conditions and characteristics, the net asset value method or other evaluation techniques, including the use of market information available on the consolidated balance sheet date and get.

(D) Transfer between the first level and the second level.

There are no transfers for the six months ended June 30, 2024 and 2023.

(24) Financial risk management

There are no material changes to the financial risk management objectives and policies of the Consolidated Company as disclosed in Note.6 (25) for the year ended December 31, 2023 consolidated financial statements.

(25) Capital management

The capital management objectives, policies and procedures of the Consolidated Company are consistent with those disclosed in the 2023 consolidated financial statements. In addition, there are no significant changes in the summary quantitative information of capital management items and those disclosed in the 2023 consolidated financial statements. For relevant information, please refer to Note.6 (26) for the year ended December 31, 2023 consolidated financial statements.

(26) Investing and financing activities not affecting the current cash flow

The Consolidated Company's non-cash transaction investment activities for the six months ended June 30, 2024 and 2023 are the right-of-use assets obtained by leasing; please refer to Note.6 (8).

The reconciliation of liabilities from financing activities is as follows :

	January 1, 2024	Cash flow	Non-cash changes			June 30, 2024
			Increase in this period	Deferred revenue change	Lease payment change	
Lease liabilities (current + non-current)	<u>\$ 579,059</u>	<u>(25,955)</u>	<u>-</u>	<u>-</u>	<u>2,770</u>	<u>555,874</u>
	January 1, 2023	Cash flow	Increase in this period	Deferred revenue change	Lease payment change	June 30, 2023
Lease liabilities (current + non-current)	<u>\$ 630,349</u>	<u>(45,329)</u>	<u>-</u>	<u>-</u>	<u>7</u>	<u>585,027</u>

7. Related-party transactions

(1) Names and relationship with the Consolidated Company

During the period covered by this consolidated financial statements, the related parties who had transactions with the Consolidated Company are as follows :

Name of related party	Relationship with the Consolidated Company
APEX DYNAMICS,INC. - Shanghai	Other Related parties - The chairman of the company is a major shareholder of the company's legal person shareholders

(2) Significant transactions with related parties

A. Operating revenue

The significant sales amounts of the Consolidated Company to related parties are as follows :

Related party category/Name	Three Months Ended June 30 2024	2023	Six Months Ended June 30 2024	2023
Other related parties :				
APX DYNAMICS,INC. - Shanghai	\$ <u>86,885</u>	<u>59,864</u>	<u>153,320</u>	<u>122,623</u>

The selling price and sales conditions of the Consolidated Company to other related parties are not significantly different from those of general sales customers. Receivables between related parties have not received collateral, and after assessment, no provision for impairment loss is required (loss on bad debts).

B. Accounts receivable - related parties

The details of the Consolidated Company's receivables from related parties are as follows :

Account title	Related party category/Name	June 30, 2024	December 31, 2023	June 30, 2023
Accounts receivable	Other related parties : APX DYNAMICS,INC. - Shanghai	\$ <u>36,683</u>	<u>23,140</u>	<u>26,306</u>

C. Major management transaction

The remuneration of major management personnel includes :

	Three Months Ended June 30 2024	2023	Six Months Ended June 30 2024	2023
Short-term employee benefits	\$ 4,034	3,479	6,798	5,801
Separation benefits	76	54	149	108
Other long-term benefits	-	-	-	-
Termination benefits	-	-	-	-
Cash-settled share-based payment	-	-	-	-
	<u>\$ 4,110</u>	<u>3,533</u>	<u>6,947</u>	<u>5,909</u>

8. Pledged assets

The book value of the pledged assets provided by the Consolidated Company is as follows :

Asset	Pledge guarantee subject	June 30, 2024	December 31, 2023	June 30, 2023
Property, plant and equipment	Bank loan	\$ 2,836,201	2,879,656	2,900,419
Other financial asset - current	Issuance of meal coupons, accommodation and fitness membership fees, etc.	16,889	18,435	17,795
Other financial asset - current	Guarantee deposits	6,581	6,577	6,572
		\$ 2,859,671	2,904,668	2,924,786

9. Significant contingent liabilities and unrecognized contractual commitments

(1) The significant unrecognized contractual commitments are as follows :

	June 30, 2024	December 31, 2023	June 30, 2023
Acquisition of property, plant and equipment	\$ 8,172	16,274	17,481

(2) Contingent liabilities : None

10. Losses due to major disasters : None

11. Subsequent events : None

12. Other

(1) Summary of current-period employee benefits, depreciation, and amortization, by function, is as follows :

By function By item	Three Months Ended June 30 2024			Three Months Ended June 30 2023		
	Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits						
Salary	112,212	55,907	168,119	106,529	50,610	157,139
Labor and health insurance	9,902	6,186	16,088	11,360	5,217	16,577
Pension	3,353	2,543	5,896	3,831	2,290	6,121
Other employee benefits	3,610	1,273	4,883	3,309	1,226	4,535
Depreciation	47,484	26,373	73,857	50,146	27,169	77,315
Amortization	-	187	187	-	225	225

By function By item	Six Months Ended June 30 2024			Six Months Ended June 30 2023		
	Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits						
Salary	224,053	113,071	337,124	208,149	115,966	324,115
Labor and health insurance	19,775	11,411	31,186	23,034	10,580	33,614
Pension	6,710	4,894	11,604	7,567	4,534	12,101
Other employee benefits	7,002	2,596	9,598	6,605	2,476	9,081
Depreciation	95,649	53,027	148,676	102,660	55,039	157,699
Amortization	-	381	381	-	455	455

(2) Operability

The Consolidated Company's operations are not affected by seasonal or cyclical factors.

13. Other disclosures:

(1) Information on significant transactions

For the six months ended June 30, 2024, in accordance with the provisions of the Financial Reporting Standards for Securities Issuers, the Consolidated Company should re-disclose the relevant information on major transactions as follows :

A. Fund loan to others :

NO.	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purpose	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
0	APEX DYNAMICS, INC	Millennium Hotel Taichung	Other receivables-related party	Yes	650,000	650,000	462,000 (Note3)	1.38%	short-term financing	-	Operation Requirements	-	None	-	3,885,080 (Note 1)	3,885,080 (Note 2)

Note.1 : In accordance with the company's operating procedures for lending funds to others, the maximum loan amount for individual objects should not exceed 40% of the company's net worth.

Note.2 : According to the company's operating procedures for lending funds to others, the total amount of funds loaned should not exceed 40% of the net value of the company.

Note.3 : Transactions between subsidiaries included in the consolidated financial statements have been eliminated when preparing the consolidated financial statements.

B. Endorsement for others : None.

C. Securities held at the end of the period (excluding investment in subsidiaries, affiliated enterprises and joint venture interests) :

Unit : 1000 shares

Holder	Category and name of security	Relationship with Issuer	Account subject	End of period				Note
				Shares	Carrying amount	Shareholding ratio	Fair value	
APEX DYNAMICS, INC.	Fund - Yuanta Taiwan High Dividend Quality Leading Fund	-	Financial asset flows at fair value through profit or loss	5	206	- %	206	

D. The cumulative purchase or sale of the same securities amounted to NT\$300 million or more than 20% of the paid-in capital : None.

E. The amount of real estate acquired is NT\$300 million or more than 20% of the paid-in capital : None.

F. Disposal of real estate amounting to NT\$300 million or more than 20% of the paid-in capital : None.

G. Purchases and sales of goods with related parties amount to NT\$100 million or 20% or more of the paid-in capital :

Company that imports (sells) goods	Name	Relation	Transaction situation				Circumstances and reasons why transaction conditions are different from ordinary transactions		Notes receivable (payment), accounts		Note
			Import (sell) goods	Amount	Ratio of total purchases (sales)	Credit period	price	Credit period	Balance	Ratio of total notes receivable (payable) and accounts	
The company	APEX DYNAMICS, INC - Shanghai	Other related parties	(sales)	(153,320)	(12.90)%	Monthly End from 10~40	-	(Note 1)	36,683	12.92%	

Note 1 : The transaction price and collection period of the related parties are not significantly different from ordinary customers.

H. Receivables from related parties amount to NT\$100 million or more than 20% of the paid-in capital :

Accounts receivable / Company Name	Trading partner	Relation	Receivable related party	Turnover	Overdue receivables from related parties		Receivables from related parties	Allowance loss amount
			Payment balance		Ratio	Amount	Processing method	
APEX DYNAMICS, INC.	Millennium Hotel Taichung	Subsidiary of APEX DYNAMICS, INC	462,000 (Note.2)	- %	-	-	(Note.1)	-

Note.1 : As of July 25, 2024

Note.2 : It has been written off in the consolidated financial statements.

I. Engaged in derivatives trading : None.

J. Business relationship and important transactions between parent company and subsidiary company :

NO.	Trader name	Transaction object	Relation	Transaction status			
				Subject	Amount	Transaction terms	Ratio to consolidated total operating income or total assets
0	APEX DYNAMICS, INC.	Millennium Hotel Taichung	1	Other receivables - related parties	462,000	Note.3	4.32%

Note.1 : The way to fill in the serial number is as follows:

- (a) 0 represents the parent company.
- (b) Subsidiaries are numbered sequentially starting from the number 1 according to the company.

Note.2 : The type of relationship with the trader is marked as follows:

- (a) Parent company to subsidiary.
- (b) Subsidiary to parent company.
- (c) Subsidiary to Subsidiary.

Note.3 : The terms of the transaction with related parties shall be negotiated by both parties.

Note.4 : It has been fully written off when preparing the consolidated financial statements.

(2) Information about reinvestment business (Invested companies not including China):

The Consolidated Company's reinvestment business information for the six months ended June 30, 2024 is as follows :

Unit of shares : share

Name of company	Counter-party	Area	Industry	Original investment amount		End of the period			Income Summary of the invested company	Net investment income or loss accounted	Note
				End of term	Dec, 2022	Shares	Ratio	Amount			
APEX DYNAMICS, INC.	Millennium Hotel Taichung	Taiwan	Hotel	1,084,602	1,084,602	70,000,000	100%	874,780	29,863	29,863	Note.1

Note.1 : It has been written off in the consolidated financial statements.

(3) Information on investment in mainland China : None.

(4) Major shareholders :

Unit of shares : shares

Shareholder's Name	Shareholding	Shares	Percentage
Hsing-Chang Investment Co., LTD		34,142,162	42.58%
Chang, Chung-Hsing		29,023,554	36.20%

14. Segment information :

The operating department information and adjustments of the Consolidated Company are as follows :

	Precision machinery	Hotel and Restaurant Service	Adjustments and write-offs	Total
Three Months Ended June 30, 2024				
Revenue				
Revenue from external customers	\$ 612,253	136,582	-	748,835
Segment revenue	-	52	(52)	-
Total revenue(income)	<u>\$ 612,253</u>	<u>136,634</u>	<u>(52)</u>	<u>748,835</u>
Reportable segment profit or loss	<u>\$ 278,141</u>	<u>11,368</u>	<u>-</u>	<u>289,509</u>
Three Months Ended June 30, 2023				
Revenue				
Revenue from external customers	\$ 572,848	129,663	-	702,511
Segment revenue	-	107	(107)	-
Total revenue(income)	<u>\$ 572,848</u>	<u>129,770</u>	<u>(107)</u>	<u>702,511</u>
Reportable segment profit or loss	<u>\$ 243,227</u>	<u>11,471</u>	<u>-</u>	<u>254,698</u>
Six Months Ended June 30, 2024				
Revenue				
Revenue from external customers	\$ 1,188,717	279,876	-	1,468,593
Segment revenue	-	168	(168)	-
Total revenue(income)	<u>\$ 1,188,717</u>	<u>280,044</u>	<u>(168)</u>	<u>1,468,593</u>
Reportable segment profit or loss	<u>\$ 627,642</u>	<u>29,863</u>	<u>-</u>	<u>657,505</u>
Six Months Ended June 30, 2023				
Revenue				
Revenue from external customers	\$ 1,082,675	275,632	-	1,358,307
Segment revenue	-	454	(454)	-
Total revenue(income)	<u>\$ 1,082,675</u>	<u>276,086</u>	<u>(454)</u>	<u>1,358,307</u>
Reportable segment profit or loss	<u>\$ 421,551</u>	<u>28,457</u>	<u>-</u>	<u>450,008</u>