

**LEADTREND TECHNOLOGY CO. LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
(In Thousands of New Taiwan Dollars)

Code	ASSETS	September 30, 2023		December 31, 2022		September 30, 2022	
		Amount	%	Amount	%	Amount	%
	Current asset						
1100	Cash and cash equivalents (Note 6)	\$ 396,589	22	\$ 250,680	13	\$ 294,699	15
1110	Financial Assets measured at fair value through profit and loss - Current (Note 7)						
1170	Notes and Accounts Receivable (Note 8)	36,697	2	55,634	3	20,518	1
130X	Inventory (Note 9)	199,511	11	169,644	9	186,863	9
1470	Other current assets (Note 14)	630,154	35	808,004	43	866,282	44
11XX	Total current assets	<u>19,015</u>	<u>1</u>	<u>36,407</u>	<u>2</u>	<u>46,973</u>	<u>2</u>
		<u>1,281,966</u>	<u>71</u>	<u>1,320,369</u>	<u>70</u>	<u>1,415,335</u>	<u>71</u>
	Non-Current Assets						
1600	Real estate, plant and equipment (Notes 11)						
1755	Right-of-use assets (Note 12)	488,495	27	529,530	28	526,569	26
1780	Intangible assets (Note 13)	24,180	1	19,712	1	22,935	1
1840	Deferred income tax assets	13,414	1	13,829	1	13,563	1
1990	Other non-current assets (Note 14)	-	-	91	-	-	-
15XX	Total non-current assets	<u>7,005</u>	<u>-</u>	<u>8,871</u>	<u>-</u>	<u>13,054</u>	<u>1</u>
		<u>533,094</u>	<u>29</u>	<u>572,033</u>	<u>30</u>	<u>576,121</u>	<u>29</u>
1XXX	Total assets	<u>\$ 1,815,060</u>	<u>100</u>	<u>\$ 1,892,402</u>	<u>100</u>	<u>\$ 1,991,456</u>	<u>100</u>
	Liabilities and Equity						
	Current liability						
2170	Payable account						
2200	Remuneration payable to staff and directors (Note 20)	\$ 63,745	3	\$ 63,567	3	\$ 132,495	7
2216	Dividends payable (Note 17)	24,192	1	37,508	2	65,609	3
2230	Current income tax liabilities (Note 4 and 21)	14,551	1	15,120	1	21,388	1
2280	Lease liabilities - current (Note 12)	12,341	1	12,415	1	12,533	1
2399	Other current liabilities (Note 15)	<u>78,954</u>	<u>4</u>	<u>97,519</u>	<u>5</u>	<u>84,430</u>	<u>4</u>
21XX	Total current liabilities	<u>193,783</u>	<u>10</u>	<u>226,129</u>	<u>12</u>	<u>316,455</u>	<u>16</u>
	Non-current liability						
2570	Deferred income tax liabilities	421	-	-	-	329	-
2580	Lease liabilities - non-current (Note 12)	12,106	1	7,568	1	10,661	1
2640	Net defined benefit liabilities - non-current (Notes 4 and 16)	-	-	4,840	-	7,619	-
2645	Deposits received	<u>945</u>	<u>-</u>	<u>914</u>	<u>-</u>	<u>950</u>	<u>-</u>
25XX	Total non-current liabilities	<u>13,472</u>	<u>1</u>	<u>13,322</u>	<u>1</u>	<u>19,559</u>	<u>1</u>
2XXX	Total liabilities	<u>207,255</u>	<u>11</u>	<u>239,451</u>	<u>13</u>	<u>336,014</u>	<u>17</u>
	Equity (Notes 17 and 18)						
	Share capital						
3110	Common stock	585,368	32	568,838	30	564,888	28
	Capital reserve						
3210	Share premium	245,361	13	258,027	14	250,270	13
3251	Donations received from shareholders	84,732	5	84,732	4	84,732	4
3273	Stocks with restricted employee's option	37,219	2	47,567	3	41,139	2
3280	Other	125	-	106	-	106	-
	Retained earnings						
3310	Statutory surplus reserves	215,284	12	199,793	11	199,793	10
3350	Undistributed earnings	451,323	25	520,231	27	526,102	27
	Other equity						
3410	Exchange difference in conversion of financial statements by foreign operating institutions	5,145	1	5,602	-	9,558	-
3491	Remuneration not gained by staff	( <u>16,752</u> )	( <u>1</u> )	( <u>31,945</u> )	( <u>2</u> )	( <u>21,146</u> )	( <u>1</u> )
3XXX	Total equity	<u>1,607,805</u>	<u>89</u>	<u>1,652,951</u>	<u>87</u>	<u>1,655,442</u>	<u>83</u>
	Total liabilities and equity	<u>\$ 1,815,060</u>	<u>100</u>	<u>\$ 1,892,402</u>	<u>100</u>	<u>\$ 1,991,456</u>	<u>100</u>

The notes below are an integral part of these consolidated financial statements.

**LEADTREND TECHNOLOGY CO. LTD. AND ITS SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)  
**(Reviewed, Not Audited)**

Code	Three Months Ended September 30				Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
Operating revenues (Note 19)								
4110	\$ 337,811	101	\$ 332,427	105	\$ 835,554	103	\$ 1,372,956	102
4170	( 4,590)	( 1)	( 15,887)	( 5)	( 22,354)	( 3)	( 26,302)	( 2)
4000	333,221	100	316,540	100	813,200	100	1,346,654	100
Operating costs (Notes 9, 16 and 20)								
5110	207,400	62	192,047	61	519,940	64	790,065	59
5900	125,821	38	124,493	39	293,260	36	556,589	41
Operating expenses (Notes 16 and 20)								
6100	22,929	7	20,203	6	50,926	7	68,311	5
6200	28,144	8	24,292	8	73,894	9	81,010	6
6300	75,047	23	73,971	23	203,874	25	238,085	18
6000	126,120	38	118,466	37	328,694	41	387,406	29
6900	( 299)	-	6,027	2	( 35,434)	( 5)	169,183	12
Non-operating income and expenditure (Note 20)								
7100	809	1	617	-	2,162	-	2,897	-
7010	508	-	2,892	1	2,219	1	11,015	1
7020	23,900	7	2,412	1	26,329	3	22,098	2
7050	( 122)	-	( 130)	-	( 342)	-	( 451)	-
7000	25,095	8	5,791	2	30,368	4	35,559	3
7900	24,796	8	11,818	4	( 5,066)	( 1)	204,742	15
7950	-	-	1,149	1	-	-	43,956	3
8200	24,796	8	10,669	3	( 5,066)	( 1)	160,786	12
Other composite gains and losses								
8360	Items that may be subsequently reclassified as profit or loss:							

8361	Exchange difference in conversion of financial statements by foreign operating institutions (Note 17)	<u>7,343</u>	<u>2</u>	<u>2,242</u>	<u>1</u>	( <u>457</u> )	<u>-</u>	<u>7,691</u>	<u>1</u>
8500	Total consolidated profit and loss for the year	<u>\$ 32,139</u>	<u>10</u>	<u>\$ 12,911</u>	<u>4</u>	( <u>\$ 5,523</u> )	( <u>1</u> )	<u>\$ 168,477</u>	<u>13</u>
	Earnings per share (Note 22)								
9750	Basic	<u>\$ 0.43</u>		<u>\$ 0.19</u>		( <u>\$ 0.09</u> )		<u>\$ 2.81</u>	
9850	Dilutive	<u>\$ 0.43</u>		<u>\$ 0.18</u>		( <u>\$ 0.09</u> )		<u>\$ 2.73</u>	

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**LEADTREND TECHNOLOGY CO. LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)  
(Reviewed, Not Audited)

	Capital on issued common shares		Capital reserve				Retained earnings			Other equity items			Total equity
	Number of Holdings Shares In Thousands)	Amount	Share premium	Donations received from shareholders	Restricted employee employee's option	Other	Statutory surplus reserves	Undistributed earnings	Total	Foreign operators	Remuneration not gained by staff		
										Exchange difference in conversion of financial statements			
A1	Balance as of January 1, 2022	52,864	\$ 528,646	\$ 273,131	\$ 84,732	\$ 51,708	\$ 98	\$ 166,987	\$ 582,957	\$ 749,944	\$ 1,867	( \$ 42,573 )	\$ 1,647,553
	Appropriation and distribution of 2021 retained earnings												
B1	Legal reserve	-	-	-	-	-	-	32,806	( 32,806 )	-	-	-	-
B5	Cash dividend to shareholders - \$2.800 per share	-	-	-	-	-	-	-	( 147,868 )	( 147,868 )	-	-	( 147,868 )
B9	Stock dividend to shareholders - \$0.700 per share	3,697	36,967	-	-	-	-	-	( 36,967 )	( 36,967 )	-	-	-
	Total Appropriation and distribution of retained earnings	3,697	36,967	-	-	-	-	32,806	( 217,641 )	( 184,835 )	-	-	( 147,868 )
C15	Capital reserve distributed stock dividend - \$0.500 per share	-	-	( 26,405 )	-	-	-	-	-	-	-	-	( 26,405 )
C17	Changes in other capital reserves	-	-	-	-	-	8	-	-	-	-	-	8
D1	Net profit for the Nine Months ended September 30, 2022	-	-	-	-	-	-	-	160,786	160,786	-	-	160,786
D3	Other comprehensive income (loss) for the Nine Months ended September 30, 2022	-	-	-	-	-	-	-	-	-	7,691	-	7,691
D5	Total comprehensive income for the Nine Months ended September 30, 2022	-	-	-	-	-	-	-	160,786	160,786	7,691	-	168,477
N1	Acquired stocks with restricted employee's option	-	-	3,544	-	( 3,544 )	-	-	-	-	-	-	-
N1	Canceled stocks with restricted employee's option	( 73 )	( 725 )	-	-	725	-	-	-	-	-	-	-
N1	Compensation cost on stocks with restricted employee's option	-	-	-	-	( 7,750 )	-	-	-	-	-	21,427	13,677
Z1	Balance as of September 30, 2022	56,488	\$ 564,888	\$ 250,270	\$ 84,732	\$ 41,139	\$ 106	\$ 199,793	\$ 526,102	\$ 725,895	\$ 9,558	( \$ 21,146 )	\$ 1,655,442
A1	Balance as of January 1, 2023	56,883	\$ 568,838	\$ 258,027	\$ 84,732	\$ 47,567	\$ 106	\$ 199,793	\$ 520,231	\$ 720,024	\$ 5,602	( \$ 31,945 )	\$ 1,652,951
	Appropriation and distribution of 2022 retained earnings												
B1	Legal reserve	-	-	-	-	-	-	15,491	( 15,491 )	-	-	-	-
B5	Cash dividend to shareholders - \$0.550 per share	-	-	-	-	-	-	-	( 31,286 )	( 31,286 )	-	-	( 31,286 )
B9	Stock dividend to shareholders - \$0.300 per share	1,707	17,065	-	-	-	-	-	( 17,065 )	( 17,065 )	-	-	-
	Total Appropriation and distribution of retained earnings	1,707	17,065	-	-	-	-	15,491	( 63,842 )	( 48,351 )	-	-	( 31,286 )
C15	Capital reserve distributed stock dividend - \$0.350 per share	-	-	( 19,909 )	-	-	-	-	-	-	-	-	( 19,909 )
C17	Changes in other capital reserves	-	-	-	-	-	19	-	-	-	-	-	19
D1	Net profit for the Nine Months ended September 30, 2023	-	-	-	-	-	-	-	( 5,066 )	( 5,066 )	-	-	( 5,066 )
D3	Other comprehensive income for the Nine Months ended September 30, 2023	-	-	-	-	-	-	-	-	-	( 457 )	-	( 457 )
D5	Total comprehensive income for the Nine Months ended September 30, 2023	-	-	-	-	-	-	-	( 5,066 )	( 5,066 )	( 457 )	-	( 5,523 )
N1	Acquired stocks with restricted employee's option	-	-	7,243	-	( 7,243 )	-	-	-	-	-	-	-
N1	Canceled stocks with restricted employee's option	( 53 )	( 535 )	-	-	535	-	-	-	-	-	-	-
N1	Compensation cost on stocks with restricted employee's option	-	-	-	-	( 3,640 )	-	-	-	-	-	15,193	11,553
Z1	Balance as of September 30, 2023	58,537	\$ 585,368	\$ 245,361	\$ 84,732	\$ 37,219	\$ 125	\$ 215,284	\$ 451,323	\$ 666,607	\$ 5,145	( \$ 16,752 )	\$ 1,607,805

The notes below are an integral part of these consolidated financial statements.

**LEADTREND TECHNOLOGY CO. LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(In Thousands of New Taiwan Dollars)  
**(Reviewed, Not Audited)**

Code		Nine Months Ended September 30	
		2023	2022
	Cash flow from operating activities		
A10000	Pre-tax net profit	(\$ 5,066)	\$ 204,742
A20010	Revenue expense loss items:		
A20100	Depreciation expense	66,540	66,777
A20200	Amortization cost	7,936	9,748
A20400	Net benefit of financial assets and liabilities measured at fair value through profit and loss	( 838)	( 1,078)
A20900	Financial Costs	342	451
A21200	Interest incomes	( 2,162)	( 2,897)
A21900	Compensation cost on stocks with restricted employee's option	11,553	13,677
A22500	Disposal and scrapping of immovable property, plant and equipment (profit).	( 1,843)	151
A29900	Loss from lease modification	-	( 20)
A24100	Net loss/gain on foreign currency exchange	( 919)	( 7,201)
A30000	Net changes in operating assets and liabilities		
A31150	Decrease/increase in notes and accounts receivable	( 26,656)	140,215
A31200	Inventory increase	177,850	( 408,061)
A31240	Decrease/increase in other current assets	2,493	( 23,721)
A32150	Increase/decrease in notes payable and accounts	( 983)	( 126,596)
A32200	Increase/decrease in compensation payable to staff and directors	( 13,316)	( 12,712)
A32230	Increase in other current liabilities	( 15,288)	( 6,165)
A32240	Decrease in net defined benefit liability	( 4,840)	( 2,075)
A33000	Cash inflow to/outflow from operations	194,803	( 154,765)
A33300	Interest paid	( 342)	( 451)
A33500	Income tax paid	( 57)	( 81,403)
AAAA	Net cash inflow to/outflow from operating activities	<u>194,404</u>	<u>( 236,619)</u>

	Cash flow from investment activities	
B00100	Acquisition of financial assets measured at fair value through profit and loss	( 57,395) ( 22,365)
B00200	Dispose of financial assets measured at fair value through profit and loss	77,263 116,298
B02700	Acquisition of real estate, plant and equipment	( 25,772) ( 109,301)
B02800	Disposition of the price of real estate, plant and equipment	\$ 10,395 \$ -
B03700	Decrease in deposit margin	15,262 441
B04500	Acquisition of intangible assets	( 7,521) ( 10,657)
B07500	Interest received	<u>2,061</u> <u>2,962</u>
BBBB	Net cash inflow to/outflow from investment activities	<u>14,293</u> ( <u>22,622</u> )
	Cash flows from financing activities	
C03000	Increase/decrease in deposits received	31 ( 296)
C04020	Repayment of lease principal	( 9,892) ( 10,212)
C04500	Payment of cash dividends	( 51,195) ( 174,273)
C09900	Other financing activities	<u>19</u> <u>8</u>
CCCC	Net cash outflow to financing activities	( <u>61,037</u> ) ( <u>184,773</u> )
DDDD	Effect of exchange rate changes on cash and cash equivalents	( <u>1,751</u> ) <u>9,282</u>
EEEE	Net increase/decrease in cash and cash equivalents in current period	145,909 ( 434,732)
E00100	Balance of cash and cash equivalents at the beginning of the year	<u>250,680</u> <u>729,431</u>
E00200	Balance of cash and cash equivalents at the end of the year	<u>\$ 396,589</u> <u>\$ 294,699</u>

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