

**FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES**  
**Consolidated Balance Sheets**  
**June 30, 2024, December 31, 2023, and June 30, 2023**  
**(Expressed in Thousands of New Taiwan Dollars)**

Items		Notes	June 30, 2024		December 31, 2023		June 30, 2023	
			Amount	%	Amount	%	Amount	%
11××	CURRENT ASSETS:							
1100	Cash and cash equivalents	4 and 6(1)	\$ 982,543	31.29	\$ 993,619	30.35	\$ 988,691	30.60
1136	Current financial assets at amortized cost	4 and 6(2)	164,789	5.25	199,810	6.10	113,692	3.52
1150	Notes receivable, net	4 and 6(3)	11,168	0.36	5,778	0.18	6,490	0.20
1170	Accounts receivable, net	4, 5 and 6(3)	297,357	9.47	292,861	8.95	314,636	9.74
1180	Accounts receivable due from related parties, net	4, 5, 6(3) and 7	156,113	4.97	142,293	4.34	143,887	4.45
1200	Other receivables		4,732	0.15	7,905	0.24	19,973	0.62
130×	Inventories	4, 5 and 6(4)	308,815	9.83	390,037	11.91	401,216	12.42
1410	Prepayments		32,133	1.02	34,868	1.07	26,587	0.82
1470	Other current assets		389	0.01	538	0.02	716	0.02
11××	Total current assets		1,958,039	62.35	2,067,709	63.16	2,015,888	62.39
15××	NON-CURRENT ASSETS:							
1600	Property, plant and equipment	4, 6(5) and 8	1,021,828	32.54	1,033,638	31.57	1,043,153	32.29
1755	Right-of-use assets	4 and 6(6)	43,243	1.38	42,998	1.31	45,780	1.42
1801	Computer software, net		6,548	0.21	2,553	0.08	2,284	0.07
1805	Goodwill	4 and 5	15,603	0.50	15,521	0.47	15,541	0.48
1840	Deferred tax assets	4, 5 and 6(12)	25,589	0.81	20,139	0.62	25,950	0.80
1915	Prepayments for business facilities		9,426	0.30	24,153	0.74	26,834	0.83
1920	Guarantee deposits paid		10,276	0.33	10,276	0.31	10,386	0.32
1995	Other non-current assets, others		49,556	1.58	56,904	1.74	45,170	1.40
15××	Total non-current assets		1,182,069	37.65	1,206,182	36.84	1,215,098	37.61
1××	TOTAL ASSETS		\$ 3,140,108	100.00	\$ 3,273,891	100.00	\$ 3,230,986	100.00
21××	CURRENT LIABILITIES:							
2130	Currenct contract liabilities	4	\$ 15,390	0.49	\$ 18,081	0.55	\$ 16,741	0.52
2150	Notes payable	4	525	0.02	2,883	0.09	443	0.01
2170	Accounts payable	4	242,297	7.72	268,309	8.20	242,413	7.50
2180	Accounts payable to related parties	4 and 7	5,219	0.16	7,996	0.24	2,400	0.07
2200	Other payables		72,009	2.29	99,564	3.04	224,050	6.94
2230	Current tax liabilities	4 and 6(12)	47,129	1.50	65,128	1.99	48,235	1.49
2250	Current provisions	4	111	0.00	21	0.00	47	0.00
2280	Current lease liabilities	4 and 6(7)	830	0.03	1,072	0.03	1,297	0.04
2399	Other current liabilities		2,115	0.07	2,136	0.07	2,044	0.06
21××	Total current liabilities		385,625	12.28	465,190	14.21	537,670	16.63

(Continued)

**FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES**  
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**(Expressed in Thousands of New Taiwan Dollars)**

Items	Notes	June 30, 2024		December 31, 2023		June 30, 2023	
		Amount	%	Amount	%	Amount	%
25××	NON-CURRENT LIABILITIES:						
2551	Provisions for employee benefits, non-current	4	\$ 7,238	0.23	\$ 7,238	0.22	\$ -
2570	Deferred tax liabilities	4 and 6(12)	93	0.00	4,550	0.14	505
2580	Non-current lease liabilities	4 and 6(7)	14,276	0.45	13,557	0.42	14,450
2640	Net defined benefit liability, non-current	4, 5 and 6(8)	-	-	-	-	15,432
2645	Guarantee deposits received		286	0.01	133	0.00	135
25××	Total non-current liabilities		21,893	0.69	25,478	0.78	30,522
2××	Total liabilities		407,518	12.97	490,668	14.99	568,192
31××	EQUITY ATTRIBUTABLE TO OWNERS OF PARENT:						
3110	Ordinary share	6(9)	756,617	24.10	756,617	23.11	756,617
3210	Capital surplus, additional paid-in capital	6(9)	150,801	4.80	150,801	4.61	150,801
3300	Retained earnings	6(9)					
3310	Legal reserve		499,116	15.89	480,974	14.69	480,974
3320	Special reserve		80,932	2.58	65,920	2.01	65,920
3350	Unappropriated retained earnings		1,023,532	32.60	1,082,485	33.06	988,618
3400	Other equity interest	6(9)					
3410	Exchange differences on translation of foreign financial statements		(65,389)	(2.08)	(80,932)	(2.47)	(67,090)
31××	Total equity attributable to owners of parent		2,445,609	77.89	2,455,865	75.01	2,375,840
36××	NON - CONTROLLING INTERESTS	6(9)	286,981	9.14	327,358	10.00	286,954
3××	Total equity		2,732,590	87.03	2,783,223	85.01	2,662,794
3×2×	TOTAL LIABILITIES AND EQUITY		\$ 3,140,108	100.00	\$ 3,273,891	100.00	\$ 3,230,986

(See accompanying notes to consolidated financial statements.)

**FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Comprehensive Income**  
**For the six months ended June 30, 2024 and 2023**  
**(Expressed in Thousands of New Taiwan Dollars)**

Items	Notes	For the Three Months Ended June 30				For the Six Months Ended June 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 OPERATING REVENUE	4, 5, 6(10) and 7	\$ 712,310	100.00	\$ 669,473	100.00	\$ 1,401,301	100.00	\$ 1,367,104	100.00
5000 OPERATING COSTS	6(4)(13)	<u>(576,503)</u>	<u>(80.93)</u>	<u>(547,421)</u>	<u>(81.77)</u>	<u>(1,133,724)</u>	<u>(80.91)</u>	<u>(1,103,739)</u>	<u>(80.74)</u>
5900 GROSS PROFIT FROM OPERATIONS		<u>135,807</u>	<u>19.07</u>	<u>122,052</u>	<u>18.23</u>	<u>267,577</u>	<u>19.09</u>	<u>263,365</u>	<u>19.26</u>
6000 OPERATING EXPENSES	6(13)								
6100 Selling expenses		(10,250)	(1.44)	(10,924)	(1.63)	(20,109)	(1.44)	(22,330)	(1.63)
6200 Administrative expenses		(43,997)	(6.18)	(36,244)	(5.41)	(84,183)	(6.01)	(71,745)	(5.25)
6300 Research and development expenses		(6,555)	(0.92)	(6,815)	(1.02)	(13,504)	(0.96)	(13,543)	(0.99)
6450 Impairment loss determined in accordance with IFRS 9		<u>(1)</u>	<u>(0.00)</u>	<u>1,466</u>	<u>0.22</u>	<u>219</u>	<u>0.02</u>	<u>824</u>	<u>0.06</u>
Total operating expenses		<u>(60,803)</u>	<u>(8.54)</u>	<u>(52,517)</u>	<u>(7.84)</u>	<u>(117,577)</u>	<u>(8.39)</u>	<u>(106,794)</u>	<u>(7.81)</u>
6900 NET OPERATING INCOME		<u>75,004</u>	<u>10.53</u>	<u>69,535</u>	<u>10.39</u>	<u>150,000</u>	<u>10.70</u>	<u>156,571</u>	<u>11.45</u>
7000 NON-OPERATING INCOME AND EXPENSES	6(11)								
7100 Interest income		7,999	1.12	6,318	0.94	14,496	1.04	11,791	0.86
7010 Other income		4,536	0.64	1,632	0.24	6,203	0.44	4,861	0.36
7020 Other gains and losses		5,326	0.75	3,186	0.48	20,022	1.43	1,027	0.08
7510 Interest expense	6(7)	<u>(152)</u>	<u>(0.02)</u>	<u>(142)</u>	<u>(0.02)</u>	<u>(286)</u>	<u>(0.02)</u>	<u>(283)</u>	<u>(0.02)</u>
Total non-operating income and expenses		<u>17,709</u>	<u>2.49</u>	<u>10,994</u>	<u>1.64</u>	<u>40,435</u>	<u>2.89</u>	<u>17,396</u>	<u>1.28</u>
7900 PROFIT BEFORE INCOME TAX		<u>92,713</u>	<u>13.02</u>	<u>80,529</u>	<u>12.03</u>	<u>190,435</u>	<u>13.59</u>	<u>173,967</u>	<u>12.73</u>
7950 INCOME TAX EXPENSE	4 and 6(12)	<u>(25,639)</u>	<u>(3.60)</u>	<u>(24,382)</u>	<u>(3.64)</u>	<u>(50,794)</u>	<u>(3.62)</u>	<u>(47,491)</u>	<u>(3.47)</u>
8200 PROFIT FOR THE PERIOD		<u>67,074</u>	<u>9.42</u>	<u>56,147</u>	<u>8.39</u>	<u>139,641</u>	<u>9.97</u>	<u>126,476</u>	<u>9.26</u>
8300 OTHER COMPREHENSIVE INCOME, NET									
8360 Components of other comprehensive income that will be reclassified to profit or loss									
8361 Exchange differences on translation		<u>(9,056)</u>	<u>(1.27)</u>	<u>3,967</u>	<u>0.59</u>	<u>17,069</u>	<u>1.22</u>	<u>2,931</u>	<u>0.21</u>
OTHER COMPREHENSIVE INCOME(LOSS), NET OF INCOME TAX		<u>(9,056)</u>	<u>(1.27)</u>	<u>3,967</u>	<u>0.59</u>	<u>17,069</u>	<u>1.22</u>	<u>2,931</u>	<u>0.21</u>
8500 TOTAL COMPREHENSIVE INCOME		<u>\$ 58,018</u>	<u>8.15</u>	<u>\$ 60,114</u>	<u>8.98</u>	<u>\$ 156,710</u>	<u>11.19</u>	<u>\$ 129,407</u>	<u>9.47</u>
8600 PROFIT ATTRIBUTABLE TO									
Owners of parent		\$ 43,737	6.14	\$ 38,339	5.73	\$ 95,257	6.80	\$ 87,557	6.41
Non-controlling interests		<u>23,337</u>	<u>3.28</u>	<u>17,808</u>	<u>2.66</u>	<u>44,384</u>	<u>3.17</u>	<u>38,919</u>	<u>2.85</u>
		<u>\$ 67,074</u>	<u>9.42</u>	<u>\$ 56,147</u>	<u>8.39</u>	<u>\$ 139,641</u>	<u>9.97</u>	<u>\$ 126,476</u>	<u>9.26</u>
8700 COMPREHENSIVE INCOME ATTRIBUTABLE TO									
Owners of parent		\$ 39,875	5.60	\$ 37,126	5.55	\$ 110,800	7.91	\$ 86,387	6.32
Non-controlling interests		<u>18,143</u>	<u>2.55</u>	<u>22,988</u>	<u>3.43</u>	<u>45,910</u>	<u>3.28</u>	<u>43,020</u>	<u>3.15</u>
		<u>\$ 58,018</u>	<u>8.15</u>	<u>\$ 60,114</u>	<u>8.98</u>	<u>\$ 156,710</u>	<u>11.19</u>	<u>\$ 129,407</u>	<u>9.47</u>
9750 BASIC EARNINGS PER SHARE (NTD)	4 and 6(14)	<u>\$ 0.58</u>		<u>\$ 0.51</u>		<u>\$ 1.26</u>		<u>\$ 1.16</u>	

(See accompanying notes to consolidated financial statements.)

**FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Changes in Equity**  
**For the six months ended June 30, 2024 and 2023**  
**(Expressed in Thousands of New Taiwan Dollars)**

Items	Equity Attributable to Owners of Parent						Total	Non-controlling Interests	Total Equity
	Ordinary Share	Capital Surplus	Retained Earnings			Others			
			Legal Reserve	Special Reserve	Unappropriated Retained Earnings	Exchange Differences on Translation of Foreign Financial Statements			
BALANCE, JANUARY 1, 2023	\$ 756,617	\$ 150,801	\$ 459,608	\$ 97,955	\$ 1,041,715	\$ (65,920)	\$ 2,440,776	\$ 326,160	\$ 2,766,936
Appropriation of earnings:									
Legal reserve			21,366		(21,366)		-		-
Reversal of special reserve				(32,035)	32,035		-		-
Cash dividends					(151,323)		(151,323)	(82,226)	(233,549)
Profit for the period					87,557		87,557	38,919	126,476
Other comprehensive income (loss) for the period									
Exchange differences on translation of foreign financial statements						(1,170)	(1,170)	4,101	2,931
BALANCE, JUNE 30, 2023	\$ 756,617	\$ 150,801	\$ 480,974	\$ 65,920	\$ 988,618	\$ (67,090)	\$ 2,375,840	\$ 286,954	\$ 2,662,794
BALANCE, JANUARY 1, 2024	\$ 756,617	\$ 150,801	\$ 480,974	\$ 65,920	\$ 1,082,485	\$ (80,932)	\$ 2,455,865	\$ 327,358	\$ 2,783,223
Appropriation of earnings:									
Legal reserve			18,142		(18,142)		-		-
Special reserve				15,012	(15,012)		-		-
Cash dividends					(121,056)		(121,056)	(86,287)	(207,343)
Profit for the period					95,257		95,257	44,384	139,641
Other comprehensive income (loss) for the period									
Exchange differences on translation of foreign financial statements						15,543	15,543	1,526	17,069
BALANCE, JUNE 30 2024	\$ 756,617	\$ 150,801	\$ 499,116	\$ 80,932	\$ 1,023,532	\$ (65,389)	\$ 2,445,609	\$ 286,981	\$ 2,732,590

(See accompanying notes to consolidated financial statements.)

**FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows**  
**For the six months ended June 30, 2024 and 2023**  
**(Expressed in Thousands of New Taiwan Dollars)**

	For the Six Months Ended June 30	
	2024	2023
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES :		
Profit before income tax	\$ 190,435	\$ 173,967
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expenses	53,567	52,934
Amortization expense	18,748	16,000
Expected credit loss (gain)	(219)	(824)
Interest expense	286	283
Interest income	(14,496)	(11,791)
Loss (gain) on disposal of property, plant and equipment	(14)	(331)
Impairment loss (gain on reversal) on non-financial assets	-	127
Changes in operating assets and liabilities		
Decrease (increase) in notes receivable, net	(5,390)	218
Decrease (increase) in accounts receivable, net	(4,331)	59,163
Decrease (increase) in accounts receivable due from related parties	(13,766)	3,195
Decrease (increase) in other receivables	1,800	(13,834)
Decrease (increase) in inventories	81,222	68,721
Decrease (increase) in prepayments	3,015	(2,800)
Decrease (increase) in other current assets	149	486
Total changes in operating assets	62,699	115,149
Increase (decrease) in contract liabilities	(2,691)	(2,247)
Increase (decrease) in notes payable	(2,358)	213
Increase (decrease) in accounts payable	(26,012)	(48,745)
Increase (decrease) in accounts payable to related parties	(2,777)	(4,873)
Increase (decrease) in other payable	(27,732)	(48,626)
Increase (decrease) in provisions	90	35
Increase (decrease) in other current liabilities	(21)	(2,191)
Total changes in operating liabilities	(61,501)	(106,434)
Cash inflow (outflow) generated from operations	249,505	239,080
Interest received	15,925	14,025
Interest paid	(565)	(557)
Income taxes paid	(79,455)	(77,208)
Net cash flows from (used in) operating activities	185,410	175,340

(Continued)

**FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows**  
**For the six months ended June 30, 2024 and 2023**  
**(Expressed in Thousands of New Taiwan Dollars)**

	<u>For the Six Months Ended June 30</u>	
	<u>2024</u>	<u>2023</u>
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES :</b>		
Decrease (increase) in financial assets at amortized cost - current	35,021	113,435
Acquisition of property, plant and equipment	(10,476)	(43,343)
Proceeds from disposal of property, plant and equipment	497	331
Decrease (increase) in software charge	(500)	-
Decrease (increase) in prepayments for business facilities	(11,681)	(34,380)
Decrease (increase) in refundable deposits	-	29
Decrease (increase) in other non-current assets	<u>(8,114)</u>	<u>(19,471)</u>
Net cash flows from (used in) investing activities	<u>4,747</u>	<u>16,601</u>
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES :</b>		
Payments of lease liabilities	(754)	(745)
Increase (decrease) in guarantee deposits received	153	(65)
Cash dividends	(207,166)	(82,226)
Change in non-controlling interests	<u>1,526</u>	<u>4,101</u>
Net cash flows from (used in) financing activities	<u>(206,241)</u>	<u>(78,935)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<u>5,008</u>	<u>830</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>(11,076)</u>	<u>113,836</u>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD</b>	<u>993,619</u>	<u>874,855</u>
<b>CASH AND CASH EQUIVALENTS, END OF PERIOD</b>	<u><u>\$ 982,543</u></u>	<u><u>\$ 988,691</u></u>

(See accompanying notes to consolidated financial statements.)