

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

Items	Notes	September 30, 2024		December 31, 2023		September 30, 2023		
		Amount	%	Amount	%	Amount	%	
11××	CURRENT ASSETS:							
1100	Cash and cash equivalents	4 and 6(1)	\$ 1,031,003	32.24	\$ 993,619	30.35	\$ 921,505	28.42
1136	Current financial assets at amortized cost	4 and 6(2)	236,382	7.39	199,810	6.10	173,697	5.36
1150	Notes receivable, net	4 and 6(3)	6,214	0.19	5,778	0.18	5,377	0.17
1170	Accounts receivable, net	4, 5 and 6(3)	314,311	9.83	292,861	8.95	322,732	9.96
1180	Accounts receivable due from related parties, net	4, 5, 6(3) and 7	140,815	4.40	142,293	4.34	138,507	4.27
1200	Other receivables	7	6,599	0.21	7,905	0.24	7,071	0.22
130×	Inventories	4, 5 and 6(4)	291,492	9.12	390,037	11.91	407,626	12.57
1410	Prepayments		23,205	0.73	34,868	1.07	25,695	0.79
1470	Other current assets		318	0.01	538	0.02	708	0.02
11××	Total current assets		2,050,339	64.12	2,067,709	63.16	2,002,918	61.78
15××	NON-CURRENT ASSETS:							
1600	Property, plant and equipment	4, 6(5) and 8	1,006,853	31.48	1,033,638	31.57	1,050,060	32.39
1755	Right-of-use assets	4 and 6(6)	42,824	1.34	42,998	1.31	45,713	1.41
1801	Computer software, net		6,010	0.19	2,553	0.08	2,855	0.09
1805	Goodwill	4 and 5	15,565	0.49	15,521	0.47	15,594	0.48
1840	Deferred tax assets	4, 5 and 6(12)	19,498	0.61	20,139	0.62	21,093	0.65
1915	Prepayments for business facilities		9,182	0.29	24,153	0.74	28,952	0.89
1920	Guarantee deposits paid		10,278	0.32	10,276	0.31	10,268	0.32
1995	Other non-current assets, others		37,037	1.16	56,904	1.74	64,618	1.99
15××	Total non-current assets		1,147,247	35.88	1,206,182	36.84	1,239,153	38.22
1××	TOTAL ASSETS		\$ 3,197,586	100.00	\$ 3,273,891	100.00	\$ 3,242,071	100.00
21××	CURRENT LIABILITIES:							
2130	Currenct contract liabilities	4	\$ 15,964	0.50	\$ 18,081	0.55	\$ 21,393	0.66
2150	Notes payable	4	-	-	2,883	0.09	70	0.00
2170	Accounts payable	4	244,114	7.63	268,309	8.20	288,845	8.91
2180	Accounts payable to related parties	4 and 7	2,770	0.09	7,996	0.24	5,815	0.18
2200	Other payables		78,807	2.46	99,564	3.04	88,815	2.74
2230	Current tax liabilities	4 and 6(12)	29,194	0.91	65,128	1.99	57,164	1.76
2250	Current provisions	4	49	0.00	21	0.00	35	0.00
2280	Current lease liabilities	4 and 6(7)	752	0.02	1,072	0.03	1,213	0.04
2399	Other current liabilities, others		2,120	0.07	2,136	0.07	2,142	0.07
21××	Total current liabilities		373,770	11.68	465,190	14.21	465,492	14.36

(Continued)

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(Expressed in Thousands of New Taiwan Dollars)

Items	Notes	<u>September 30, 2024</u>		<u>December 31, 2023</u>		<u>September 30, 2023</u>	
		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)	915	0.03	4,550	0.14	973
2580	Non-current lease liabilities	4 and 6(7)	14,196	0.45	13,557	0.42	14,331
2640	Net defined benefit liability, non-current	4, 5 and 6(8)	-	-	-	-	7,238
2645	Guarantee deposits received		298	0.01	133	0.00	138
25××	Total non-current liabilities		22,647	0.72	25,478	0.78	22,680
2××	Total liabilities		396,417	12.40	490,668	14.99	488,172
31××	EQUITY ATTRIBUTABLE TO OWNERS OF PARENT:						
3110	Ordinary share	6(9)	756,617	23.66	756,617	23.11	756,617
3210	Capital surplus, additional paid-in capital	6(9)	150,801	4.72	150,801	4.61	150,801
3300	Retained earnings	6(9)					
3310	Legal reserve		499,116	15.61	480,974	14.69	480,974
3320	Special reserve		80,932	2.53	65,920	2.01	65,920
3350	Unappropriated retained earnings		1,059,799	33.14	1,082,485	33.06	1,035,086
3400	Other equity interest	6(9)					
3410	Exchange differences on translation of foreign financial statements		(63,752)	(1.99)	(80,932)	(2.47)	(50,956)
31××	Total equity attributable to owners of parent		2,483,513	77.67	2,455,865	75.01	2,438,442
36××	NON - CONTROLLING INTERESTS	6(9)	317,656	9.93	327,358	10.00	315,457
3××	Total equity		2,801,169	87.60	2,783,223	85.01	2,753,899
3×2×	TOTAL LIABILITIES AND EQUITY		\$ 3,197,586	100.00	\$ 3,273,891	100.00	\$ 3,242,071

(See accompanying notes to consolidated financial statements.)

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

Items	Notes	For the three months ended September 30				For the nine months ended September 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 OPERATING REVENUE	4, 5, 6(10) and 7	\$ 747,970	100.00	\$ 722,230	100.00	\$ 2,149,271	100.00	\$ 2,089,334	100.00
5000 OPERATING COSTS	6(4)(13)	<u>(598,880)</u>	<u>(80.07)</u>	<u>(587,545)</u>	<u>(81.35)</u>	<u>(1,732,604)</u>	<u>(80.61)</u>	<u>(1,691,284)</u>	<u>(80.95)</u>
5900 GROSS PROFIT FROM OPERATIONS		<u>149,090</u>	<u>19.93</u>	<u>134,685</u>	<u>18.65</u>	<u>416,667</u>	<u>19.39</u>	<u>398,050</u>	<u>19.05</u>
6000 OPERATING EXPENSES	6(13)								
6100 Selling expenses		(9,996)	(1.34)	(11,032)	(1.53)	(30,105)	(1.40)	(33,362)	(1.60)
6200 Administrative expenses		(37,593)	(5.02)	(42,403)	(5.87)	(121,776)	(5.67)	(114,148)	(5.46)
6300 Research and development expenses		(6,051)	(0.81)	(6,717)	(0.93)	(19,555)	(0.91)	(20,260)	(0.97)
6450 Impairment loss determined in accordance with IFRS 9		<u>11</u>	<u>0.00</u>	<u>(248)</u>	<u>(0.03)</u>	<u>230</u>	<u>0.01</u>	<u>576</u>	<u>0.03</u>
Total operating expenses		<u>(53,629)</u>	<u>(7.17)</u>	<u>(60,400)</u>	<u>(8.36)</u>	<u>(171,206)</u>	<u>(7.97)</u>	<u>(167,194)</u>	<u>(8.00)</u>
6900 NET OPERATING INCOME		<u>95,461</u>	<u>12.76</u>	<u>74,285</u>	<u>10.29</u>	<u>245,461</u>	<u>11.42</u>	<u>230,856</u>	<u>11.05</u>
7000 NON-OPERATING INCOME AND EXPENSES	6(11)								
7100 Interest income		7,386	0.99	5,966	0.83	21,882	1.02	17,757	0.85
7010 Other income		(426)	(0.06)	2,781	0.39	5,777	0.27	7,642	0.37
7020 Other gains and losses		(12,553)	(1.68)	13,069	1.81	7,469	0.35	14,096	0.67
7510 Interest expense	6(7)	<u>(143)</u>	<u>(0.02)</u>	<u>(144)</u>	<u>(0.02)</u>	<u>(429)</u>	<u>(0.02)</u>	<u>(427)</u>	<u>(0.02)</u>
Total non-operating income and expenses		<u>(5,736)</u>	<u>(0.77)</u>	<u>21,672</u>	<u>3.01</u>	<u>34,699</u>	<u>1.62</u>	<u>39,068</u>	<u>1.87</u>
7900 PROFIT BEFORE INCOME TAX		89,725	11.99	95,957	13.30	280,160	13.04	269,924	12.92
7950 INCOME TAX EXPENSE	4 and 6(12)	<u>(25,893)</u>	<u>(3.46)</u>	<u>(24,596)</u>	<u>(3.41)</u>	<u>(76,687)</u>	<u>(3.57)</u>	<u>(72,087)</u>	<u>(3.45)</u>
8200 PROFIT FOR THE PERIOD		<u>63,832</u>	<u>8.53</u>	<u>71,361</u>	<u>9.89</u>	<u>203,473</u>	<u>9.47</u>	<u>197,837</u>	<u>9.47</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>4,747</u>	<u>0.64</u>	<u>19,744</u>	<u>2.73</u>	<u>21,816</u>	<u>1.02</u>	<u>22,675</u>	<u>1.09</u>
OTHER COMPREHENSIVE INCOME(LOSS), NET OF INCOME TAX		<u>4,747</u>	<u>0.64</u>	<u>19,744</u>	<u>2.73</u>	<u>21,816</u>	<u>1.02</u>	<u>22,675</u>	<u>1.09</u>
8500 TOTAL COMPREHENSIVE INCOME		<u>\$ 68,579</u>	<u>9.17</u>	<u>\$ 91,105</u>	<u>12.62</u>	<u>\$ 225,289</u>	<u>10.49</u>	<u>\$ 220,512</u>	<u>10.56</u>
8600 PROFIT ATTRIBUTABLE TO									
Owners of parent		\$ 36,267	4.85	\$ 46,468	6.44	\$ 131,524	6.12	\$ 134,025	6.42
Non-controlling interests		<u>27,565</u>	<u>3.68</u>	<u>24,893</u>	<u>3.45</u>	<u>71,949</u>	<u>3.35</u>	<u>63,812</u>	<u>3.05</u>
		<u>\$ 63,832</u>	<u>8.53</u>	<u>\$ 71,361</u>	<u>9.89</u>	<u>\$ 203,473</u>	<u>9.47</u>	<u>\$ 197,837</u>	<u>9.47</u>
8700 COMPREHENSIVE INCOME ATTRIBUTABLE TO									
Owners of parent		\$ 37,904	5.07	\$ 62,602	8.67	\$ 148,704	6.92	\$ 148,989	7.13
Non-controlling interests		<u>30,675</u>	<u>4.10</u>	<u>28,503</u>	<u>3.95</u>	<u>76,585</u>	<u>3.57</u>	<u>71,523</u>	<u>3.43</u>
		<u>\$ 68,579</u>	<u>9.17</u>	<u>\$ 91,105</u>	<u>12.62</u>	<u>\$ 225,289</u>	<u>10.49</u>	<u>\$ 220,512</u>	<u>10.56</u>
9750 BASIC EARNINGS PER SHARE (NTD)	4 and 6(14)	<u>\$ 0.48</u>		<u>\$ 0.61</u>		<u>\$ 1.74</u>		<u>\$ 1.77</u>	

(See accompanying notes to consolidated financial statements.)

FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the nine months ended September 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					134,025		134,025	63,812	197,837
Other comprehensive income (loss) for the period									
Exchange differences on translation of foreign financial statements						14,964	14,964	7,711	22,675
BALANCE, SEPTEMBER 30, 2023	\$ 756,617	\$ 150,801	\$ 480,974	\$ 65,920	\$ 1,035,086	\$ (50,956)	\$ 2,438,442	\$ 315,457	\$ 2,753,899
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					131,524		131,524	71,949	203,473
Other comprehensive income (loss) for the period									
Exchange differences on translation of foreign financial statements						17,180	17,180	4,636	21,816
BALANCE, SEPTEMBER 30, 2024	\$ 756,617	\$ 150,801	\$ 499,116	\$ 80,932	\$ 1,059,799	\$ (63,752)	\$ 2,483,513	\$ 317,656	\$ 2,801,169

(See accompanying notes to consolidated financial statements.)

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

	<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES :		
Profit before income tax	\$ 280,160	\$ 269,924
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expenses	85,499	79,901
Amortization expense	21,807	25,835
Expected credit loss (gain)	(230)	(576)
Interest expense	429	427
Interest income	(21,882)	(17,757)
Loss (gain) on disposal of property, plant and equipment	(181)	(841)
Loss (gain) on disposal of other assets	-	710
Impairment loss (gain on reversal) on non-financial assets	-	128
Changes in operating assets and liabilities		
Decrease (increase) in notes receivable, net	(436)	1,331
Decrease (increase) in accounts receivable, net	(21,274)	50,820
Decrease (increase) in accounts receivable due from related parties	1,532	8,574
Decrease (increase) in other receivables	2,010	1,147
Decrease (increase) in inventories	98,545	62,311
Decrease (increase) in prepayments	10,705	(2,043)
Decrease (increase) in other current assets	<u>220</u>	<u>494</u>
Total changes in operating assets	<u>91,302</u>	<u>122,634</u>
Increase (decrease) in contract liabilities	(2,117)	2,405
Increase (decrease) in notes payable	(2,883)	(160)
Increase (decrease) in accounts payable	(24,195)	(2,313)
Increase (decrease) in accounts payable to related parties	(5,226)	(1,458)
Increase (decrease) in other payable	(20,934)	(32,759)
Increase (decrease) in provisions	28	23
Increase (decrease) in other current liabilities	(16)	(2,093)
Increase (decrease) in net defined benefit liability	<u>-</u>	<u>(8,194)</u>
Total changes in operating liabilities	<u>(55,343)</u>	<u>(44,549)</u>
Cash inflow (outflow) generated from operations	401,561	435,836
Interest received	21,303	18,030
Interest paid	(567)	(574)
Income taxes paid	<u>(115,178)</u>	<u>(87,880)</u>
Net cash flows from (used in) operating activities	<u>307,119</u>	<u>365,412</u>

(Continued)

FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Cash Flows
For the nine months ended September 30, 2024 and 2023
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	<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES :		
Decrease (increase) in financial assets at amortized cost - current	\$ (36,572)	\$ 53,430
Acquisition of property, plant and equipment	(15,102)	(50,039)
Proceeds from disposal of property, plant and equipment	759	843
Decrease (increase) in software charge	(500)	(817)
Decrease (increase) in prepayments for business facilities	(13,600)	(53,592)
Decrease (increase) in refundable deposits	(2)	147
Decrease (increase) in other non-current assets	<u>(5,797)</u>	<u>(49,802)</u>
Net cash flows from (used in) investing activities	<u>(70,814)</u>	<u>(99,830)</u>
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES :		
Payments of lease liabilities	(939)	(1,016)
Increase (decrease) in guarantee deposits received	165	(62)
Cash dividends	(207,166)	(233,328)
Change in non-controlling interests	<u>4,636</u>	<u>7,711</u>
Net cash flows from (used in) financing activities	<u>(203,304)</u>	<u>(226,695)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	<u>4,383</u>	<u>7,763</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	37,384	46,650
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>993,619</u>	<u>874,855</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 1,031,003</u>	<u>\$ 921,505</u>

(See accompanying notes to consolidated financial statements.)