

FINE BLANKING & TOOL CO., LTD.
Parent Company Only Balance Sheets
December 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars)

Items		Notes	December 31, 2023		December 31, 2022	
			Amount	%	Amount	%
11××	CURRENT ASSETS:					
1100	Cash and cash equivalents	4 and 6(1)	\$ 824,897	30.30	\$ 708,625	25.66
1150	Notes receivable, net	4 and 6(2)	5,573	0.21	5,972	0.22
1170	Accounts receivable, net	4, 5 and 6(2)	96,477	3.54	139,082	5.04
1180	Accounts receivable due from related parties, net	4, 5, 6(2) and 7	138,263	5.08	135,514	4.91
1200	Other receivables		3,357	0.12	836	0.03
1210	Other receivables due from related parties	7	3,875	0.14	6,199	0.22
1310	Inventories	4, 5 and 6(3)	249,637	9.17	340,201	12.32
1410	Prepayments		22,194	0.82	7,979	0.29
1470	Other current assets		538	0.02	975	0.03
11××	Total current assets		1,344,811	49.40	1,345,383	48.72
15××	NON-CURRENT ASSETS:					
1550	Investments accounted for using equity method	4 and 6(4)	692,376	25.43	709,959	25.71
1600	Property, plant and equipment	4, 6(5) and 8	634,194	23.30	666,187	24.13
1755	Right-of-use assets	4 and 6(6)	1,302	0.05	1,951	0.07
1801	Computer software, net	4 and 5	2,255	0.08	2,691	0.10
1840	Deferred tax assets	4, 5 and 6(12)	11,371	0.42	10,977	0.40
1915	Prepayments for business facilities		22,063	0.81	10,064	0.36
1920	Guarantee deposits paid		10,169	0.37	10,319	0.37
1995	Other non-current assets, others		3,736	0.14	3,927	0.14
15××	Total non-current assets		1,377,466	50.60	1,416,075	51.28
1××	TOTAL ASSETS		\$ 2,722,277	100.00	\$ 2,761,458	100.00
21××	CURRENT LIABILITIES:					
2130	Current contract liabilities	4	\$ 9,134	0.33	\$ 9,408	0.34
2150	Notes payable	4	2,883	0.10	230	0.01
2170	Accounts payable	4	114,306	4.20	142,658	5.17
2180	Accounts payable to related parties	4 and 7	4,295	0.16	4,606	0.17
2200	Other payables		71,492	2.63	85,588	3.10
2230	Current tax liabilities	4 and 6(12)	49,040	1.80	51,259	1.86
2250	Current provisions	4	20	0.00	12	0.00
2280	Current lease liabilities	4 and 6(7)	870	0.03	964	0.03
2399	Other current liabilities, others		2,136	0.08	4,235	0.15
21××	Total current liabilities		254,176	9.33	298,960	10.83

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FINE BLANKING & TOOL CO., LTD.
Parent Company Only Balance Sheets
December 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars)

Items		Notes	December 31, 2023		December 31, 2022	
			Amount	%	Amount	%
25××	NON-CURRENT LIABILITIES:					
2551	Provisions for employee benefits, non-current	4	7,238	0.27	-	-
2570	Deferred tax liabilities	4 and 6(12)	4,550	0.17	5,285	0.19
2580	Non-current lease liabilities	4 and 6(7)	448	0.02	1,005	0.04
2640	Net defined benefit liability, non-current	4, 5 and 6(8)	-	-	15,432	0.56
25××	Total non-current liabilities		12,236	0.46	21,722	0.79
2××	Total liabilities		266,412	9.79	320,682	11.62
31××	EQUITY:					
3110	Ordinary share	6(9)	756,617	27.79	756,617	27.40
3210	Capital surplus, additional paid-in capital	6(9)	150,801	5.54	150,801	5.46
3300	Retained earnings	6(9)				
3310	Legal reserve		480,974	17.67	459,608	16.64
3320	Special reserve		65,920	2.42	97,955	3.55
3350	Unappropriated retained earnings		1,082,485	39.76	1,041,715	37.72
3400	Other equity interest	6(9)				
3410	Exchange differences on translation of foreign financial statements		(80,932)	(2.97)	(65,920)	(2.39)
31××	Total equity		2,455,865	90.21	2,440,776	88.38
3×2×	TOTAL LIABILITIES AND EQUITY		\$ 2,722,277	100.00	\$ 2,761,458	100.00

(See accompanying notes to the parent company only financial statements.)

FINE BLANKING & TOOL CO., LTD.
Parent Company Only Statements of Comprehensive Income
For the years ended December 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars, Except Earnings Per Share)

Items	Notes	2023		2022	
		Amount	%	Amount	%
4000 OPERATING REVENUE	4, 5, 6(10) and 7	\$ 1,240,762	100.00	\$ 1,497,690	100.00
5000 OPERATING COSTS	6(3)(13) and 7	(1,013,750)	(81.70)	(1,239,136)	(82.74)
5900 GROSS PROFIT FROM OPERATIONS		227,012	18.30	258,554	17.26
5910 UNREALIZED PROFIT (LOSS) FROM SALES		170	0.01	(238)	(0.02)
5950 GROSS PROFIT FROM OPERATIONS, NET		227,182	18.31	258,316	17.24
6000 OPERATING EXPENSES	6(13)	(119,078)	(9.60)	(120,700)	(8.06)
6100 Selling expenses		(22,853)	(1.84)	(24,408)	(1.63)
6200 Administrative expenses		(82,094)	(6.62)	(81,346)	(5.43)
6300 Research and development expenses		(14,277)	(1.15)	(14,503)	(0.97)
6450 Impairment loss determined in accordance with IFRS 9	5(2)	146	0.01	(443)	(0.03)
6900 NET OPERATING INCOME		108,104	8.71	137,616	9.18
7000 NON-OPERATING INCOME AND EXPENSES	6(11)	122,307	9.85	131,627	8.80
7100 Interest income		12,761	1.03	2,679	0.18
7010 Other income		11,812	0.95	9,686	0.65
7020 Other gains and losses		(2,793)	(0.23)	16,872	1.13
7070 Share of profit of subsidiaries, associates and joint ventures accounted for using equity method	6(4)	100,558	8.10	102,428	6.84
7510 Interest expense	6(7)	(31)	(0.00)	(38)	(0.00)
7900 PROFIT BEFORE INCOME TAX		230,411	18.56	269,243	17.98
7950 INCOME TAX EXPENSE	4 and 6(12)	(48,987)	(3.95)	(55,855)	(3.73)
8200 PROFIT FOR THE PERIOD		181,424	14.61	213,388	14.25
8300 OTHER COMPREHENSIVE INCOME					
8310 Components of other comprehensive income that will not be reclassified to profit or loss					
8311 Gains (losses) on remeasurements of defined benefit plans	4 and 6(8)	-	-	344	0.02
8349 Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(12)	-	-	(69)	(0.00)
8360 Components of other comprehensive income that will be reclassified to profit or loss					
8361 Exchange differences on translation		(15,012)	(1.21)	32,035	2.14
OTHER COMPREHENSIVE INCOME(LOSS), NET OF INCOME TAX		(15,012)	(1.21)	32,310	2.16
8500 TOTAL COMPREHENSIVE INCOME		<u>\$ 166,412</u>	<u>13.40</u>	<u>\$ 245,698</u>	<u>16.41</u>
9750 BASIC EARNINGS PER SHARE (NTD)	6(14)				
Profit before income tax		\$ 3.05		\$ 3.56	
Less: Income tax expense		(0.65)		(0.74)	
Profit for the period		<u>\$ 2.40</u>		<u>\$ 2.82</u>	

(See accompanying notes to the parent company only financial statements.)

FINE BLANKING & TOOL CO., LTD.
Parent Company Only Statements of Changes in Equity
For the years ended December 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars)

Items	Ordinary Share	Capital Surplus	Retained Earnings			Others	Total
			Legal Reserve	Special Reserve	Unappropriated Retained Earnings	Exchange Differences on Translation of Foreign Financial Statements	
BALANCE, JANUARY 1, 2022	\$ 756,617	\$ 150,801	\$ 441,475	\$ 92,414	\$ 972,781	\$ (97,955)	\$ 2,316,133
Appropriation of earnings:							
Legal reserve			18,133		(18,133)		-
Special reserve				5,541	(5,541)		-
Cash dividends					(121,055)		(121,055)
Profit for the period					213,388		213,388
Other comprehensive income (loss) for the period:							
Exchange differences on translation of foreign financial statements						32,035	32,035
Gain (losses) on remeasurements of defined benefit plans					275		275
Total comprehensive income (loss) for the period					213,663	32,035	245,698
BALANCE, DECEMBER 31, 2022	\$ 756,617	\$ 150,801	\$ 459,608	\$ 97,955	\$ 1,041,715	\$ (65,920)	\$ 2,440,776
Appropriation of earnings:							
Legal reserve			21,366		(21,366)		-
Special reserve				(32,035)	32,035		-
Cash dividends					(151,323)		(151,323)
Profit for the period					181,424		181,424
Other comprehensive income (loss) for the period:							
Exchange differences on translation of foreign financial statements						(15,012)	(15,012)
Total comprehensive income (loss) for the period					181,424	(15,012)	166,412
BALANCE, DECEMBER 31, 2023	\$ 756,617	\$ 150,801	\$ 480,974	\$ 65,920	\$ 1,082,485	\$ (80,932)	\$ 2,455,865

(See accompanying notes to the parent company only financial statements.)

FINE BLANKING & TOOL CO., LTD.
Parent Company Only Statements of Cash Flows
For the years ended December 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars)

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES :		
Profit before income tax	\$ 230,411	\$ 269,243
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expense	55,394	48,804
Amortization expense	4,786	5,223
Expected credit loss (gain)	(146)	443
Interest expense	31	38
Interest income	(12,761)	(2,679)
Share of profit of associates and joint ventures accounted for using equity method	(100,558)	(102,428)
Loss (gain) on disposal of property, plant and equipment	(335)	(333)
Unrealized (realized) gain on the transactions with subsidiaries	(466)	(209)
Changes in operating assets		
Decrease (increase) in notes receivable, net	399	6,339
Decrease (increase) in accounts receivable, net	42,765	15,173
Decrease (increase) in accounts receivable due from related parties	(2,763)	(10,836)
Decrease (increase) in other receivable	(1,723)	25
Decrease (increase) in other receivable due from related parties	2,324	(2,605)
Decrease (increase) in inventories	90,564	(8,965)
Decrease (increase) in prepayments	(14,215)	(1,306)
Decrease (increase) in other current assets	<u>437</u>	<u>290</u>
Total changes in operating assets	<u>117,788</u>	<u>(1,885)</u>
Changes in operating liabilities		
Increase (decrease) in contract liabilities	(274)	(1,614)
Increase (decrease) in notes payable	2,653	(2,729)
Increase (decrease) in accounts payable	(28,352)	(37,956)
Increase (decrease) in accounts payable to related parties	(311)	1,885
Increase (decrease) in other payable	(14,317)	13,037
Increase (decrease) in provisions	8	(104)
Increase (decrease) in other current liabilities	(2,099)	2,020
Increase (decrease) in net defined benefit liability	<u>(8,194)</u>	<u>-</u>
Total changes in operating liabilities	<u>(50,886)</u>	<u>(25,461)</u>

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Parent Company Only Statements of Cash Flows
For the years ended December 31, 2023 and 2022
(Expressed in Thousands of New Taiwan Dollars)

	<u>2023</u>	<u>2022</u>
Cash inflow (outflow) generated from operations	243,258	190,756
Interest received	11,963	2,598
Interest paid	(31)	(38)
Income taxes paid	<u>(52,335)</u>	<u>(38,686)</u>
Net cash flows from (used in) operating activities	<u>202,855</u>	<u>154,630</u>
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES :		
Dividends received	103,595	80,311
Acquisition of property, plant and equipment	(14,272)	(32,593)
Proceeds from disposal of property, plant and equipment	335	529
Decrease (increase) in intangible assets	(422)	(1,045)
Decrease (increase) in prepayments for business facilities	(20,838)	(27,911)
Decrease (increase) in refundable deposits	150	-
Decrease (increase) in other non-current assets	<u>(2,947)</u>	<u>(3,574)</u>
Net cash flows from (used in) investing activities	<u>65,601</u>	<u>15,717</u>
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES :		
Payments of lease liabilities	(1,082)	(1,144)
Cash dividends	<u>(151,102)</u>	<u>(120,878)</u>
Net cash flows from (used in) financing activities	<u>(152,184)</u>	<u>(122,022)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	116,272	48,325
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>708,625</u>	<u>660,300</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 824,897</u>	<u>\$ 708,625</u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION :		
Non-cash investing and financing activities:		
Exchange differences on translation of foreign financial statements	<u>\$ (15,012)</u>	<u>\$ 32,035</u>

(See accompanying notes to the parent company only financial statements.)