

FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES
Consolidated Balance Sheets
March 31, 2025, December 31, 2024, and March 31, 2024
(Expressed in Thousands of New Taiwan Dollars)

Items		Notes	March 31, 2025		December 31, 2024		March 31, 2024	
			Amount	%	Amount	%	Amount	%
11××	CURRENT ASSETS:							
1100	Cash and cash equivalents	4 and 6(1)	\$ 1,135,881	34.05	\$ 1,099,466	32.72	\$ 1,124,752	34.10
1136	Current financial assets at amortized cost	4 and 6(2)	345,920	10.37	304,535	9.06	168,629	5.11
1150	Notes receivable, net	4 and 6(3)	17,869	0.54	12,882	0.38	8,638	0.26
1170	Accounts receivable, net	4, 5 and 6(3)	314,678	9.43	341,731	10.17	307,211	9.31
1180	Accounts receivable due from related parties, net	4, 5, 6(3) and 7	103,370	3.10	150,296	4.48	124,381	3.77
1200	Other receivables		11,708	0.35	5,213	0.16	10,746	0.33
130×	Inventories	4, 5 and 6(4)	271,317	8.14	288,293	8.58	335,126	10.16
1410	Prepayments		25,057	0.75	28,536	0.85	25,133	0.76
1470	Other current assets		288	0.01	268	0.01	256	0.01
11××	Total current assets		2,226,088	66.74	2,231,220	66.41	2,104,872	63.81
15××	NON-CURRENT ASSETS:							
1600	Property, plant and equipment	4 and 6(5)	987,727	29.61	1,002,721	29.84	1,026,524	31.12
1755	Right-of-use assets	4 and 6(6)	44,433	1.33	44,917	1.34	43,268	1.31
1801	Computer software, net		4,955	0.15	5,482	0.16	3,035	0.09
1805	Goodwill	4 and 5	15,638	0.47	15,618	0.46	15,582	0.47
1840	Deferred tax assets	4, 5 and 6(12)	17,077	0.51	18,000	0.54	19,848	0.60
1915	Prepayments for business facilities	9	445	0.01	444	0.01	21,643	0.66
1920	Guarantee deposits paid		10,284	0.31	10,278	0.31	10,278	0.31
1995	Other non-current assets, others		29,056	0.87	31,313	0.93	53,647	1.63
15××	Total non-current assets		1,109,615	33.26	1,128,773	33.59	1,193,825	36.19
1××	TOTAL ASSETS		\$ 3,335,703	100.00	\$ 3,359,993	100.00	\$ 3,298,697	100.00
21××	CURRENT LIABILITIES:							
2130	Currenct contract liabilities		\$ 11,321	0.34	\$ 13,036	0.39	\$ 16,014	0.49
2150	Notes payable	4	228	0.01	-	-	755	0.02
2170	Accounts payable	4	222,064	6.66	279,387	8.32	234,781	7.12
2180	Accounts payable to related parties	4 and 7	3,675	0.11	5,157	0.15	3,758	0.11
2200	Other payables		49,969	1.50	100,215	2.98	59,832	1.81
2230	Current tax liabilities	4 and 6(12)	34,666	1.04	35,365	1.05	66,735	2.02
2250	Current provisions	4	103	0.00	25	0.00	36	0.00
2280	Current lease liabilities	4 and 6(7)	1,424	0.04	1,533	0.05	946	0.03
2399	Other current liabilities, others		2,184	0.07	2,090	0.06	2,141	0.07
21××	Total current liabilities		325,634	9.77	436,808	13.00	384,998	11.67

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(Expressed in Thousands of New Taiwan Dollars)

Items	Notes	<u>March 31, 2025</u>		<u>December 31, 2024</u>		<u>March 31, 2024</u>	
		Amount	%	Amount	%	Amount	%
25××	NON-CURRENT LIABILITIES:						
2551	Provisions for employee benefits, non-current	\$ 7,238	0.22	\$ 7,238	0.21	\$ 7,238	0.22
2572	Deferred tax liabilities	15,292	0.46	8,670	0.26	10,805	0.33
2580	Non-current lease liabilities	15,588	0.47	15,857	0.47	13,604	0.41
2645	Guarantee deposits received	290	0.01	287	0.01	137	0.00
25××	Total non-current liabilities	38,408	1.16	32,052	0.95	31,784	0.96
2×××	Total liabilities	364,042	10.93	468,860	13.95	416,782	12.63
31××	EQUITY ATTRIBUTABLE TO OWNERS OF PARENT:						
3110	Ordinary share	756,617	22.67	756,617	22.52	756,617	22.94
3210	Capital surplus, additional paid-in capital	150,801	4.52	150,801	4.49	150,801	4.57
3300	Retained earnings						
3310	Legal reserve	499,116	14.96	499,116	14.85	480,974	14.58
3320	Special reserve	80,932	2.43	80,932	2.41	65,920	2.00
3350	Unappropriated retained earnings	1,157,250	34.69	1,113,351	33.14	1,134,005	34.38
3400	Other equity interest						
3410	Exchange differences on translation of foreign financial statements	(52,121)	(1.56)	(59,634)	(1.78)	(61,527)	(1.87)
31××	Total equity attributable to owners of parent	2,592,595	77.71	2,541,183	75.63	2,526,790	76.60
36××	NON - CONTROLLING INTERESTS	379,066	11.36	349,950	10.42	355,125	10.77
3×××	Total equity	2,971,661	89.07	2,891,133	86.05	2,881,915	87.37
3×2×	TOTAL LIABILITIES AND EQUITY	\$ 3,335,703	100.00	\$ 3,359,993	100.00	\$ 3,298,697	100.00

(See accompanying notes to consolidated financial statements.)

FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the three months ended March 31, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

Items		Notes	For the three months ended March 31			
			2025		2024	
			Amount	%	Amount	%
4000	OPERATING REVENUE	4, 5, 6(10) and 7	\$ 639,530	100.00	\$ 688,991	100.00
5000	OPERATING COSTS	6(4)(13)	(505,885)	(79.10)	(557,221)	(80.87)
5900	GROSS PROFIT FROM OPERATIONS		<u>133,645</u>	<u>20.90</u>	<u>131,770</u>	<u>19.13</u>
6000	OPERATING EXPENSES	6(13)				
6100	Selling expenses		(9,416)	(1.47)	(9,859)	(1.43)
6200	Administrative expenses		(39,447)	(6.17)	(40,186)	(5.83)
6300	Research and development expenses		(6,281)	(0.98)	(6,949)	(1.01)
6450	Impairment loss determined in accordance with IFRS 9		<u>61</u>	<u>0.01</u>	<u>220</u>	<u>0.03</u>
	Total operating expenses		<u>(55,083)</u>	<u>(8.61)</u>	<u>(56,774)</u>	<u>(8.24)</u>
6900	NET OPERATING INCOME		<u>78,562</u>	<u>12.29</u>	<u>74,996</u>	<u>10.89</u>
7000	NON-OPERATING INCOME AND EXPENSES	6(11)				
7100	Interest income		8,607	1.34	6,497	0.94
7010	Other income		2,749	0.43	1,667	0.24
7020	Other gains and losses		6,438	1.01	14,696	2.13
7510	Interest expense	6(7)	<u>(152)</u>	<u>(0.02)</u>	<u>(134)</u>	<u>(0.02)</u>
	Total non-operating income and expenses		<u>17,642</u>	<u>2.76</u>	<u>22,726</u>	<u>3.29</u>
7900	PROFIT BEFORE INCOME TAX		96,204	15.05	97,722	14.18
7950	INCOME TAX EXPENSE	4 and 6(12)	<u>(26,007)</u>	<u>(4.07)</u>	<u>(25,155)</u>	<u>(3.65)</u>
8200	PROFIT FOR THE PERIOD		<u>70,197</u>	<u>10.98</u>	<u>72,567</u>	<u>10.53</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>10,331</u>	<u>1.62</u>	<u>26,125</u>	<u>3.79</u>
	OTHER COMPREHENSIVE INCOME(LOSS), NET OF INCOME TAX		<u>10,331</u>	<u>1.62</u>	<u>26,125</u>	<u>3.79</u>
8500	TOTAL COMPREHENSIVE INCOME		<u>\$ 80,528</u>	<u>12.60</u>	<u>\$ 98,692</u>	<u>14.32</u>
8600	PROFIT ATTRIBUTABLE TO					
	Owners of parent		\$ 43,899	6.87	\$ 51,520	7.48
	Non-controlling interests		<u>26,298</u>	<u>4.11</u>	<u>21,047</u>	<u>3.05</u>
			<u>\$ 70,197</u>	<u>10.98</u>	<u>\$ 72,567</u>	<u>10.53</u>
8700	COMPREHENSIVE INCOME ATTRIBUTABLE TO					
	Owners of parent		\$ 51,412	8.04	\$ 70,925	10.29
	Non-controlling interests		<u>29,116</u>	<u>4.56</u>	<u>27,767</u>	<u>4.03</u>
			<u>\$ 80,528</u>	<u>12.60</u>	<u>\$ 98,692</u>	<u>14.32</u>
9750	BASIC EARNINGS PER SHARE (NTD)	4 and 6(14)	<u>\$ 0.58</u>		<u>\$ 0.68</u>	

(See accompanying notes to consolidated financial statements.)

FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the three months ended March 31, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

Items		Equity Attributable to Owners of Parent					Total	Non-controlling Interests	Total Equity	
		Retained Earnings				Others				
		Ordinary Share	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Retained Earnings				Exchange Differences on Translation of Foreign Financial Statements
9	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
	Profit for the period					51,520		51,520	21,047	72,567
	Other comprehensive income (loss) for the period									
	Exchange differences on translation of foreign financial statements						19,405	19,405	6,720	26,125
	Total comprehensive income (loss) for the period					51,520	19,405	70,925	27,767	98,692
	BALANCE, MARCH 31, 2024	\$ 756,617	\$ 150,801	\$ 480,974	\$ 65,920	\$ 1,134,005	\$ (61,527)	\$ 2,526,790	\$ 355,125	\$ 2,881,915
	BALANCE, JANUARY 1, 2025	\$ 756,617	\$ 150,801	\$ 499,116	\$ 80,932	\$ 1,113,351	\$ (59,634)	\$ 2,541,183	\$ 349,950	\$ 2,891,133
	Profit for the period					43,899		43,899	26,298	70,197
	Other comprehensive income (loss) for the period									
	Exchange differences on translation of foreign financial statements						7,513	7,513	2,818	10,331
Total comprehensive income (loss) for the period						43,899	7,513	51,412	29,116	80,528
BALANCE, MARCH 31, 2025		\$ 756,617	\$ 150,801	\$ 499,116	\$ 80,932	\$ 1,157,250	\$ (52,121)	\$ 2,592,595	\$ 379,066	\$ 2,971,661

(See accompanying notes to consolidated financial statements.)

FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the three months ended March 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2025	2024
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES :		
Profit before income tax	\$ 96,204	\$ 97,722
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expenses	28,921	26,447
Amortization expense	6,027	9,200
Expected credit loss (gain)	(61)	(220)
Interest expense	152	134
Interest income	(8,607)	(6,497)
Loss (gain) on disposal of property, plant and equipment	(36)	(218)
Changes in operating assets and liabilities		
Decrease (increase) in notes receivable, net	(4,987)	(2,860)
Decrease (increase) in accounts receivable, net	27,113	(14,185)
Decrease (increase) in accounts receivable due from related parties	46,927	17,967
Decrease (increase) in other receivables	(2,453)	(1,839)
Decrease (increase) in inventories	16,976	54,911
Decrease (increase) in prepayments	3,479	9,735
Decrease (increase) in other current assets	(20)	282
Total changes in operating assets	87,035	64,011
Increase (decrease) in contract liabilities	(1,715)	(2,067)
Increase (decrease) in notes payable	228	(2,128)
Increase (decrease) in accounts payable	(57,323)	(33,528)
Increase (decrease) in accounts payable to related parties	(1,482)	(4,238)
Increase (decrease) in other payable	(50,384)	(39,861)
Increase (decrease) in provisions	78	15
Increase (decrease) in other current liabilities	94	5
Total changes in operating liabilities	(110,504)	(81,802)
Cash inflow (outflow) generated from operations	99,131	108,777
Interest received	4,645	5,614
Interest paid	(14)	(5)
Income taxes paid	(19,124)	(17,491)
Net cash flows from (used in) operating activities	84,638	96,895

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FINE BLANKING & TOOL CO., LTD. AND SUBSIDIARIES
Consolidated Statements of Cash Flows
For the three months ended March 31, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

	<u>For the three months ended March 31</u>	
	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES :		
Decrease (increase) in financial assets at amortized cost - current	(41,385)	31,181
Acquisition of property, plant and equipment	(10,897)	(5,624)
Proceeds from disposal of property, plant and equipment	36	384
Decrease (increase) in software costs	-	(500)
Decrease (increase) in prepayments for business facilities	-	(1,053)
Decrease (increase) in refundable deposits	(6)	(2)
Decrease (increase) in other non-current assets	<u>(1,426)</u>	<u>(3,122)</u>
Net cash flows from (used in) investing activities	<u>(53,678)</u>	<u>21,264</u>
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES :		
Payments of lease liabilities	(417)	(324)
Increase (decrease) in guarantee deposits received	3	4
Change in non-controlling interests	<u>2,818</u>	<u>6,720</u>
Net cash flows from (used in) financing activities	<u>2,404</u>	<u>6,400</u>
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	<u>3,051</u>	<u>6,574</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	36,415	131,133
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>1,099,466</u>	<u>993,619</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u><u>\$ 1,135,881</u></u>	<u><u>\$ 1,124,752</u></u>

(See accompanying notes to consolidated financial statements.)