

## 2023Q2 K Laser Consolidated Financial Statement — Balance Sheet

Provided by: K LASER TECHNOLOGY INC.

Finacial year: Yearly

Unit: NT\$ thousand

| Accounting Title  | 2023/06/30 | 2022/12/31 | 2022/06/30 |
|---|------------|------------|------------|
| <b>Balance Sheet</b>  |            |            |            |
| Current assets  |            |            |            |
| Cash and cash equivalents   | 1,840,795  | 1,720,354  | 2,084,740  |
| Current financial assets at fair value through profit or loss   | 439        | 315        | 841        |
| Current financial assets at amortised cost  | 46,411     | 0          | 0          |
| Notes receivable, net   | 202,667    | 136,977    | 94,739     |
| Accounts receivable, net  | 1,278,961  | 1,252,302  | 1,442,399  |
| Accounts receivable due from related parties, net   | 54         | 0          | 0          |
| Other receivables   | 23,608     | 30,700     | 39,613     |
| Current tax assets  | 22,062     | 20,706     | 16,356     |
| Current inventories   | 1,233,567  | 1,473,174  | 1,465,190  |
| Non-current assets or disposal groups classified as held for sale, net                                    | 0          | 6,735      | 23,633     |
| Other current assets  | 460,024    | 419,024    | 308,965    |
| Total current assets  | 5,108,588  | 5,060,287  | 5,476,476  |
| Non-current assets  |            |            |            |
| Non-current financial assets at fair value through profit or loss   | 6,512      | 6,161      | 0          |
| Non-current financial assets at fair value through other comprehensive income                             | 100,271    | 91,861     | 88,747     |
| Investments accounted for using equity method   | 436,034    | 452,191    | 444,318    |
| Property, plant and equipment   | 1,601,450  | 1,684,155  | 1,704,975  |
| Right-of-use assets   | 299,174    | 293,025    | 313,972    |
| Intangible assets   | 79,487     | 80,914     | 82,146     |
| Deferred tax assets   | 48,047     | 52,666     | 43,183     |
| Other non-current assets  | 230,397    | 414,850    | 352,867    |
| Total non-current assets  | 2,801,372  | 3,075,823  | 3,030,208  |
| Total assets  | 7,909,960  | 8,136,110  | 8,506,684  |
| Current liabilities   |            |            |            |
| Current borrowings  | 673,341    | 513,937    | 803,980    |
| Short-term notes and bills payable  | 69,967     | 99,979     | 139,946    |
| Notes payable   | 336,221    | 327,776    | 286,464    |
| Accounts payable  | 502,459    | 709,072    | 521,725    |
| Accounts payable to related parties   | 1          | 14         | 13         |
| Other payables  | 713,096    | 553,342    | 653,491    |
| Other payables to related parties   | 4,344      | 143        | 1,462      |
| Current tax liabilities   | 32,911     | 83,388     | 24,781     |
| Current lease liabilities   | 36,028     | 39,733     | 47,360     |
| Other current liabilities   | 489,472    | 15,631     | 72,679     |
| Total current liabilities   | 2,857,840  | 2,343,015  | 2,551,901  |
| Non-current liabilities   |            |            |            |
| Non-current financial liabilities at fair value through profit or loss                                    | 0          | 1,366      | 2,102      |
| Bonds payable   | 0          | 512,791    | 510,849    |
| Non-current portion of non-current borrowings   | 886,074    | 858,560    | 991,400    |
| Deferred tax liabilities  | 22,252     | 23,265     | 25,415     |
| Non-current lease liabilities   | 149,508    | 153,231    | 170,629    |
| Other non-current liabilities   | 14,876     | 14,812     | 20,179     |
| Total non-current liabilities   | 1,072,710  | 1,564,025  | 1,720,574  |
| Total liabilities   | 3,930,550  | 3,907,040  | 4,272,475  |
| Equity attributable to owners of parent   |            |            |            |
| Share capital   |            |            |            |
| Ordinary share  | 1,600,309  | 1,638,061  | 1,638,061  |
| Total Share Capital   | 1,600,309  | 1,638,061  | 1,638,061  |
| Capital surplus   |            |            |            |
| Total capital surplus   | 675,455    | 689,968    | 688,129    |
| Retained earnings   |            |            |            |
| Legal reserve   | 290,349    | 277,305    | 262,186    |
| Special reserve   | 298,586    | 332,865    | 329,455    |
| Unappropriated retained earnings (accumulated deficit)  | 258,130    | 379,209    | 313,302    |
| Total retained earnings   | 847,065    | 989,379    | 904,943    |
| Other equity interest   |            |            |            |
| Exchange differences on translation of foreign financial statements                                       | -350,578   | -272,403   | -298,005   |
| Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income | -10,378    | -26,184    | -34,861    |
| Other equity, others  | -29,913    | -41,098    | -53,626    |
| Total other equity interest   | -390,869   | -339,685   | -386,492   |
| Treasury shares   | 0          | -77,812    | -77,812    |
| Total equity attributable to owners of parent   | 2,731,960  | 2,899,911  | 2,766,829  |
| Non-controlling interests   | 1,247,450  | 1,329,159  | 1,467,380  |
| Total equity  | 3,979,410  | 4,229,070  | 4,234,209  |
| Total liabilities and equity  | 7,909,960  | 8,136,110  | 8,506,684  |
| Equivalent issue shares of advance receipts for ordinary share  | 0          | 0          | 0          |
| Number of shares in entity held by entity and by its subsidiaries   | 0          | 6,000,000  | 6,000,000  |

## 2023Q2 K Laser Consolidated Financial Statement — Income Statement

Provided by: K LASER TECHNOLOGY INC.

Finacial year: Yearly

Unit: NT\$ thousand

| Accounting Title   | 2023/2nd  | 2022/2nd  | 2023/01/01To2023/06/30 | 2022/01/01To2022/06/30 |
|--|-----------|-----------|------------------------|------------------------|
| <b>Income Statement</b>  |           |           |                        |                        |
| Net sales revenue  | 1,379,720 | 1,669,309 | 2,762,975              | 3,304,541              |
| Total operating revenue  | 1,379,720 | 1,669,309 | 2,762,975              | 3,304,541              |
| Total cost of sales  | 1,081,427 | 1,365,162 | 2,160,496              | 2,682,609              |
| Total operating costs  | 1,081,427 | 1,365,162 | 2,160,496              | 2,682,609              |
| Gross profit (loss) from operations  | 298,293   | 304,147   | 602,479                | 621,932                |
| Gross profit (loss) from operations  | 298,293   | 304,147   | 602,479                | 621,932                |
| Operating expenses   |           |           |                        |                        |
| Selling expenses   | 105,253   | 106,995   | 206,683                | 204,798                |
| Administrative expenses  | 107,685   | 114,049   | 207,499                | 218,240                |
| Research and development expenses  | 84,702    | 86,990    | 158,268                | 157,797                |
| Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9                     | 8,157     | 1,352     | 1,726                  | -1,388                 |
| Total operating expenses   | 305,797   | 309,386   | 574,176                | 579,447                |
| Net operating income (loss)  | -7,504    | -5,239    | 28,303                 | 42,485                 |
| Non-operating income and expenses  |           |           |                        |                        |
| Total interest income  | 11,265    | 4,362     | 16,937                 | 8,762                  |
| Total other income   | 5,017     | 17,295    | 13,825                 | 31,528                 |
| Other gains and losses, net  | -6,146    | 39,723    | -19,266                | 89,618                 |
| Finance costs, net   | 11,224    | 9,007     | 20,971                 | 16,879                 |
| Share of profit (loss) of associates and joint ventures accounted for using equity method, net                             | -208      | 4,498     | -2,281                 | 1,034                  |
| Total non-operating income and expenses  | -1,296    | 56,871    | -11,756                | 114,063                |
| Profit (loss) from continuing operations before tax  | -8,800    | 51,632    | 16,547                 | 156,548                |
| Total tax expense (income)   | 17,558    | 16,710    | 24,897                 | 33,506                 |
| Profit (loss) from continuing operations   | -26,358   | 34,922    | -8,350                 | 123,042                |
| Profit (loss)  | -26,358   | 34,922    | -8,350                 | 123,042                |
| Other comprehensive income   |           |           |                        |                        |
| Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income | 138       | 3,824     | 25,645                 | -9,912                 |
| Components of other comprehensive income that will not be reclassified to profit or loss                                   | 138       | 3,824     | 25,645                 | -9,912                 |
| Exchange differences on translation  | -105,975  | -43,881   | -98,144                | 91,049                 |
| Components of other comprehensive income that will be reclassified to profit or loss                                       | -105,975  | -43,881   | -98,144                | 91,049                 |
| Other comprehensive income, net  | -105,837  | -40,057   | -72,499                | 81,137                 |
| Total comprehensive income   | -132,195  | -5,135    | -80,849                | 204,179                |
| Profit (loss), attributable to:  |           |           |                        |                        |
| Profit (loss), attributable to owners of parent  | 35,190    | 69,817    | 87,327                 | 151,186                |
| Profit (loss), attributable to non-controlling interests   | -61,548   | -34,895   | -95,677                | -28,144                |
| Comprehensive income, attributable to owners of parent   | -49,998   | 39,061    | 25,345                 | 222,205                |
| Comprehensive income, attributable to non-controlling interests  | -82,197   | -44,196   | -106,194               | -18,026                |
| Basic earnings per share   |           |           |                        |                        |
| Basic earnings (loss) per share from continuing operations   | 0.23      | 0.46      | 0.57                   | 1.00                   |
| Total basic earnings per share   | 0.23      | 0.46      | 0.57                   | 1.00                   |
| Diluted earnings per share   |           |           |                        |                        |
| Diluted earnings (loss) per share from continuing operations   | 0.19      | 0.38      | 0.47                   | 0.82                   |
| Total diluted earnings per share   | 0.19      | 0.38      | 0.47                   | 0.82                   |

2023/06/30 Statement of Stockholders' Equity

Provided by: K LASER TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

| Accounting Title  | Ordinary share | Total share capital | Capital surplus | Legal reserve | Special reserve | Unappropriated retained earnings (accumulated deficit) | Total retained earnings | Exchange differences on translation of foreign financial statements | Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income | Others  | Total other equity interest | Treasury shares | Total equity attributable to owners of parent | Non-controlling interests | Total equity |
|---|----------------|---------------------|-----------------|---------------|-----------------|--|-------------------------|---|---|---------|-----------------------------|-----------------|---|---------------------------|--------------|
| Equity at beginning of period   | 1,638,061      | 1,638,061           | 689,968         | 277,305       | 332,865         | 379,209  | 989,379                 | -272,403  | -26,184   | -41,098 | -339,685                    | -77,812         | 2,899,911                                     | 1,329,159                 | 4,229,070    |
| Legal reserve appropriated  | 0              | 0                   | 0               | 13,044        | 0               | -13,044  | 0                       | 0   | 0   | 0       | 0                           | 0               | 0   | 0                         | 0            |
| Special reserve appropriated  | 0              | 0                   | 0               | 0             | -34,278         | 34,278   | 0                       | 0   | 0   | 0       | 0                           | 0               | 0   | 0                         | 0            |
| Cash dividends of ordinary share  | 0              | 0                   | 0               | 0             | 0               | -230,030   | -230,030                | 0   | 0   | 0       | 0                           | 0               | -230,030                                      | 0                         | -230,030     |
| Profit (loss)   | 0              | 0                   | 0               | 0             | 0               | 87,327   | 87,327                  | 0   | 0   | 0       | 0                           | 0               | 87,327  | -95,677                   | -8,350       |
| Other comprehensive income  | 0              | 0                   | 0               | 0             | 0               | 0  | 0                       | -78,177   | 16,195  | 0       | -61,982                     | 0               | -61,982                                       | -10,517                   | -72,499      |
| Total comprehensive income  | 0              | 0                   | 0               | 0             | 0               | 87,327   | 87,327                  | -78,177   | 16,195  | 0       | -61,982                     | 0               | 25,345  | -106,194                  | -80,849      |
| Conversion of convertible bonds   | 22,248         | 22,248              | 14,564          | 0             | 0               | 0  | 0                       | 0   | 0   | 0       | 0                           | 0               | 36,812  | 0                         | 36,812       |
| Retirement of treasury share  | -60,000        | -60,000             | -17,812         | 0             | 0               | 0  | 0                       | 0   | 0   | 0       | 0                           | 77,812          | 0   | 0                         | 0            |
| Difference between consideration and carrying amount of subsidiaries acquired or disposed                 | 0              | 0                   | 107             | 0             | -1              | -2   | -3                      | 2   | 3   | 0       | 5                           | 0               | 109   | 254                       | 363          |
| Changes in ownership interests in subsidiaries  | 0              | 0                   | -11,372         | 0             | 0               | 0  | 0                       | 0   | 0   | 0       | 0                           | 0               | -11,372                                       | 0                         | -11,372      |
| Share-based payments  | 0              | 0                   | 0               | 0             | 0               | 0  | 0                       | 0   | 0   | 11,185  | 11,185                      | 0               | 11,185  | 0                         | 11,185       |
| Changes in non-controlling interests  | 0              | 0                   | 0               | 0             | 0               | 0  | 0                       | 0   | 0   | 0       | 0                           | 0               | 0   | 24,231                    | 24,231       |
| Disposal of investments in equity instruments designated at fair value through other comprehensive income | 0              | 0                   | 0               | 0             | 0               | 392  | 392                     | 0   | -392  | 0       | -392                        | 0               | 0   | 0                         | 0            |
| Total increase (decrease) in equity   | -37,752        | -37,752             | -14,513         | 13,044        | -34,279         | -121,079   | -142,314                | -78,175   | 15,806  | 11,185  | -51,184                     | 77,812          | -167,951                                      | -81,709                   | -249,660     |
| Equity at end of period   | 1,600,309      | 1,600,309           | 675,455         | 290,349       | 298,586         | 258,130  | 847,065                 | -350,578  | -10,378   | -29,913 | -390,869                    | 0               | 2,731,960                                     | 1,247,450                 | 3,979,410    |

2022/06/30 Statement of Stockholders' Equity

| Accounting Title                               | Ordinary share | Total share capital | Capital surplus | Legal reserve | Special reserve | Unappropriate d retained earnings (accumulated deficit) | Total retained earnings | Exchange differences on translation of foreign financial statements | Unrealised gains (losses) on financial assets measured at fair value through other comprehensi ve income | Others  | Total other equity interest | Treasury shares | Total equity attributable to owners of parent | Non-controlling interests | Total equity |
|--|----------------|---------------------|-----------------|---------------|-----------------|---|-------------------------|---|--|---------|-----------------------------|-----------------|---|---------------------------|--------------|
| Equity at beginning of period                  | 1,659,694      | 1,659,694           | 709,559         | 249,257       | 391,852         | 294,763   | 935,872                 | -373,245  | -30,640  | -72,873 | -476,758                    | -147,047        | 2,681,320                                     | 1,589,536                 | 4,270,856    |
| Legal reserve appropriated                     | 0              | 0                   | 0               | 12,929        | 0               | -12,929   | 0                       | 0   | 0  | 0       | 0                           | 0               | 0   | 0                         | 0            |
| Special reserve appropriated                   | 0              | 0                   | 0               | 0             | -62,397         | 62,397  | 0                       | 0   | 0  | 0       | 0                           | 0               | 0   | 0                         | 0            |
| Cash dividends of ordinary share               | 0              | 0                   | 0               | 0             | 0               | -182,115  | -182,115                | 0   | 0  | 0       | 0                           | 0               | -182,115                                      | 0                         | -182,115     |
| Profit (loss)                                  | 0              | 0                   | 0               | 0             | 0               | 151,186   | 151,186                 | 0   | 0  | 0       | 0                           | 0               | 151,186                                       | -28,144                   | 123,042      |
| Other comprehensive income                     | 0              | 0                   | 0               | 0             | 0               | 0   | 0                       | 75,240  | -4,221   | 0       | 71,019                      | 0               | 71,019  | 10,118                    | 81,137       |
| Total comprehensive income                     | 0              | 0                   | 0               | 0             | 0               | 151,186   | 151,186                 | 75,240  | -4,221   | 0       | 71,019                      | 0               | 222,205                                       | -18,026                   | 204,179      |
| Conversion of convertible bonds                | 24,317         | 24,317              | 18,853          | 0             | 0               | 0   | 0                       | 0   | 0  | 0       | 0                           | 0               | 43,170  | 0                         | 43,170       |
| Purchase of treasury shares                    | 0              | 0                   | 0               | 0             | 0               | 0   | 0                       | 0   | 0  | 0       | 0                           | -7,482          | -7,482  | 0                         | -7,482       |
| Retirement of treasury share                   | -45,950        | -45,950             | -30,767         | 0             | 0               | 0   | 0                       | 0   | 0  | 0       | 0                           | 76,717          | 0   | 0                         | 0            |
| Changes in ownership interests in subsidiaries | 0              | 0                   | -9,516          | 0             | 0               | 0   | 0                       | 0   | 0  | 0       | 0                           | 0               | -9,516  | 0                         | -9,516       |
| Share-based payments                           | 0              | 0                   | 0               | 0             | 0               | 0   | 0                       | 0   | 0  | 19,247  | 19,247                      | 0               | 19,247  | 0                         | 19,247       |
| Changes in non-controlling interests           | 0              | 0                   | 0               | 0             | 0               | 0   | 0                       | 0   | 0  | 0       | 0                           | 0               | 0   | -104,130                  | -104,130     |
| Total increase (decrease) in equity            | -21,633        | -21,633             | -21,430         | 12,929        | -62,397         | 18,539  | -30,929                 | 75,240  | -4,221   | 19,247  | 90,266                      | 69,235          | 85,509  | -122,156                  | -36,647      |
| Equity at end of period                        | 1,638,061      | 1,638,061           | 688,129         | 262,186       | 329,455         | 313,302   | 904,943                 | -298,005  | -34,861  | -53,626 | -386,492                    | -77,812         | 2,766,829                                     | 1,467,380                 | 4,234,209    |

## 2023Q2 K Laser Consolidated Financial Statement — Statements of Cash Flows

Provided by: K LASER TECHNOLOGY INC.

Finacial year: Yearly

Unit: NT\$ thousand

| Accounting Title   | 2023/01/01To2023/06/30 | 2022/01/01To2022/06/30 |
|--|------------------------|------------------------|
| <b>Statements of Cash Flows</b>  |                        |                        |
| Cash flows from (used in) operating activities, indirect method                                      |                        |                        |
| Profit (loss) from continuing operations before tax  | 16,547                 | 156,548                |
| Profit (loss) before tax   | 16,547                 | 156,548                |
| Depreciation expense   | 127,338                | 131,383                |
| Amortization expense   | 2,350                  | 3,423                  |
| Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense                 | 1,726                  | -1,388                 |
| Net loss (gain) on financial assets or liabilities at fair value through profit or loss              | -1,840                 | 3,541                  |
| Interest expense   | 20,971                 | 16,879                 |
| Interest income  | -16,937                | -8,762                 |
| Dividend income  | -978                   | 0                      |
| Share-based payments   | 11,185                 | 19,386                 |
| Share of loss (profit) of associates and joint ventures accounted for using equity method            | 2,281                  | -1,034                 |
| Loss (gain) on disposal of property, plan and equipment  | 148                    | 2,973                  |
| Loss (gain) on disposal of investments   | -2,964                 | -8,484                 |
| Impairment loss on non-financial assets  | 37,162                 | 4,479                  |
| Reversal of impairment loss on non-financial assets  | 4,745                  | 4,314                  |
| Other adjustments to reconcile profit (loss)   | 0                      | -11                    |
| Total adjustments to reconcile profit (loss)   | 185,187                | 166,699                |
| Decrease (increase) in notes receivable  | -65,690                | 7,156                  |
| Decrease (increase) in accounts receivable   | -26,538                | -152,662               |
| Decrease (increase) in accounts receivable due from related parties                                  | -54                    | 195,300                |
| Decrease (increase) in other receivable  | 6,267                  | -17,002                |
| Decrease (increase) in inventories   | 234,862                | -61,450                |
| Decrease (increase) in other current assets  | 109,211                | 15,980                 |
| Decrease (increase) in other operating assets  | -50,176                | 2,802                  |
| Total changes in operating assets  | 207,882                | -9,876                 |
| Increase (decrease) in notes payable   | 8,445                  | 18,042                 |
| Increase (decrease) in accounts payable  | -206,613               | -117,363               |
| Increase (decrease) in accounts payable to related parties   | -13                    | -3,696                 |
| Increase (decrease) in other payable   | -80,505                | -52,992                |
| Increase (decrease) in other payable to related parties  | 4,201                  | 1,345                  |
| Increase (decrease) in other current liabilities   | -6,316                 | 16,915                 |
| Increase (decrease) in net defined benefit liability   | 64                     | 21                     |
| Total changes in operating liabilities   | -280,737               | -137,728               |
| Total changes in operating assets and liabilities  | -72,855                | -147,604               |
| Total adjustments  | 112,332                | 19,095                 |
| Cash inflow (outflow) generated from operations  | 128,879                | 175,643                |
| Interest received  | 16,937                 | 8,762                  |
| Interest paid  | -18,836                | -14,488                |
| Income taxes refund (paid)   | -73,124                | -26,204                |
| Net cash flows from (used in) operating activities   | 53,856                 | 143,713                |
| Cash flows from (used in) investing activities   |                        |                        |
| Acquisition of financial assets at fair value through other comprehensive income                     | 0                      | -5,615                 |
| Proceeds from capital reduction of financial assets at fair value through other comprehensive income | 11,229                 | 3,000                  |
| Acquisition of financial assets at amortised cost  | -46,411                | 0                      |
| Proceeds from disposal of financial assets at fair value through profit or loss                      | 6,007                  | 0                      |
| Proceeds from disposal of non-current assets classified as held for sale                             | 9,665                  | 14,425                 |
| Acquisition of property, plant and equipment   | -92,171                | -402,644               |
| Proceeds from disposal of property, plant and equipment  | 12,366                 | 870                    |
| Increase in receipts in advance due to disposal of assets  | 0                      | 44,390                 |
| Increase in refundable deposits  | -2,692                 | 97                     |
| Increase in other receivables  | 441                    | 3,475                  |
| Acquisition of intangible assets   | -923                   | -538                   |
| Acquisition of use-of-right assets   | -25,735                | 0                      |
| Decrease in other financial assets   | 97,506                 | 17,826                 |
| Increase in prepayments for business facilities  | -10,458                | -22,874                |
| Dividends received   | 7,625                  | 6,043                  |
| Net cash flows from (used in) investing activities   | -33,551                | -341,545               |
| Cash flows from (used in) financing activities   |                        |                        |
| Decrease in short-term loans   | 159,404                | 56,435                 |
| Increase in short-term notes and bills payable   | -30,000                | -20,000                |
| Proceeds from long-term debt   | 180,000                | 397,400                |
| Repayments of long-term debt   | -150,000               | -200,000               |
| Payments of lease liabilities  | -22,193                | -26,428                |
| Exercise of employee share options   | 33                     | 618                    |
| Payments to acquire treasury shares  | 0                      | -7,482                 |
| Disposal of ownership interests in subsidiaries (without losing control)                             | 363                    | 0                      |
| Change in non-controlling interests  | 26,075                 | -114,691               |
| Net cash flows from (used in) financing activities   | 163,682                | 85,852                 |
| Effect of exchange rate changes on cash and cash equivalents   | -63,546                | 67,878                 |
| Net increase (decrease) in cash and cash equivalents   | 120,441                | -44,102                |
| Cash and cash equivalents at beginning of period   | 1,720,354              | 2,128,842              |
| Cash and cash equivalents at end of period   | 1,840,795              | 2,084,740              |
| Cash and cash equivalents reported in the statement of financial position                            | 1,840,795              | 2,084,740              |