



K LASER TECHNOLOGY INC.

2023 Annual Shareholder's Meeting Minutes

Time and Date: 9:00 a.m., May 5, 2023

Place: GIS HSP Convention Center

Edison, 2F, No.1, Gongye E. 2nd Rd., East Dist., Hsinchu City 300, Taiwan

Meeting type: Video-conferencing assisted shareholders meeting

(physical shareholders meeting supported by video conferencing)

E-Meeting Platform: "Shareholders meeting e-Voting Platform - Hybrid Shareholders'

Meeting" by Taiwan Depository & Clearing Corporation

website: <http://www.stockvote.com.tw>

Handling methods and situations under the circumstances of calamities, incidents, or force majeure that the e-Meeting Platform fails or shareholders have difficulty attending virtually: NA

Total outstanding shares: 157,806,105 shares

Total shares represented by shareholders present in person or by proxy: 102,613,166 shares (among them, 7,597,658 shares voted via electronic transmission and E-Meeting)

Percentage of shares held by shareholders present in person or by proxy: 65.02%

Attendance: Yi-Min Huang / Deloitte & Touche

Judy Chu / Chen & Lin Attorneys -At- Law

Directors present: Daniel Kuo, C.L.Kuo, Lisa Hsu, Bi-Xin Huang (Independent Director)

Chairman: Daniel Kuo (As designated by the Chairman who was on leave, Daniel Kuo acted on the Chairman's behalf)

Recorder: Teresa Huang

The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum. The Chairman called the meeting to order.

A. Chairman Address (omitted)

B. Report Items

- I. To Report the business of 2022 (see attachment).
- II. Audit Committee's review report (see attachment).
- III. To report 2022 employee's profit sharing and directors' compensation.
 1. In accordance with Article 32 of the Corporation Bylaws, if the company makes profit in this year, it shall allocate 4% to 8% of the net profit before tax as remuneration for employees and no more than 2% as remuneration for directors, and the board of directors shall decide to distribute the case and submit it to the shareholders' meeting for report. However, if the company still has accumulated losses, it shall reserve the compensation amount in advance, and then allocate the remuneration of employees and directors according to the proportion mentioned in the preceding paragraph.
 2. Through the resolution of the Board of Directors, 6% of employees' remuneration accrued as NT\$ 19,329 thousand in total and 1.5% of directors' remuneration accrued as NT\$ 4,832 thousand in 2022, were paid in cash.
- IV. To report 2022 result for evaluation of the board of directors and the compensation. (see attachment)

V. To report 2022 cash dividend.

1. The Corporation Bylaws of the Company authorize the board of directors to resolve to distribute profit in cash after the end of each quarter.
2. In the 2nd quarter of 2022, the board of directors resolved that the cash dividends distributed to shareholders amounted to NT\$ 46,006 thousand, that is, NT\$ 0.3 per share, and have been distributed on October 7, 2022.
In the 4th quarter, the board of directors resolved that the cash dividends distributed to shareholders amounted to NT\$ 230,030 thousand, that is, NT\$ 1.5 per share.

(Questions on B. Report Items raised by the shareholders and the management's responses were omitted.)

C. Ratification Items

- I. The 2022 Business Report and Financial Statements were submitted at the meeting for acceptance. (Proposed by the Board of Directors)

Description:

1. The Company's financial statements in 2022 have been approved by the Board of Directors and audited by CPA Huang Yimin and CPA Hsu Wenya of Deloitte & Touche. The above mentioned financial statements along with the business report have been submitted to the Audit Committee and being issued an audit report.
2. Please refer to Attachment for the documents mentioned above.

Resolution:

Approved, the voting result of this proposal had reached the standard by the law.

Voting Results:

Share represented at the time of voting: 100,047,171 (7,417,658)

Voting Results*		% of the total represented share present
Votes in favor	89,726,188 (3,702,676)	89.68%
Votes against	169,179 (169,179)	0.16%
Votes invalid	-	-
Votes abstained	10,151,804 (3,545,803)	10.14%

* including votes casted electronically and e-meeting (numbers in brackets)

- II. The 2022 earnings distribution were submitted at the meeting for acceptance.

(Proposed by the Board of Directors)

Description:

Please refer to Attachment for the Company's 2022 disposition of net profit.

Resolution:

Approved, the voting result of this proposal had reached the standard by the law.

Voting Results:

Share represented at the time of voting: 100,047,171 (7,417,658)

Voting Results*		% of the total represented share present
Votes in favor	89,919,940 (3,896,428)	89.87%
Votes against	209,486 (209,486)	0.20%
Votes invalid	-	-
Votes abstained	9,917,745 (3,311,744)	9.91%

* including votes casted electronically and e-meeting (numbers in brackets)

D. Discussion Items & Director Elections

- I. Election of the 13th Directors

(Proposed by the Board of Directors)

Election Result:

7 Directors (including 4 independent directors) were elected by the shareholders present. The tenure of the newly elected directors commences on May 5, 2023 and shall expire on May 4, 2026. The list of the newly elected directors with votes received follows:

Title	Name	Votes Received
Director	Alex Kuo	100,016,465
Director	Daniel Kuo	90,273,421
Director	Lisa Hsu	90,265,004
Independent Director	Bi-Xin Huang	85,559,855
Independent Director	Zheng-An Wang	85,108,883
Independent Director	Hua-Sheng Xu	85,101,703
Independent Director	Li-Hua Liao	84,855,411

- II. It was proposed to approve to release of limitation on competitive businesses of newly elected Directors.

(Proposed by the Board of Directors)

Description:

1. In accordance with Article 209 of the Company Law, a director who does anything for himself or on behalf of another person that is within the scope of the company's business, shall explain to the shareholders' meeting the essential contents of such an act and secure its approval. We hereby request the shareholders' meeting to approve the release of limitation on competitive businesses of newly elected Directors of the Company in accordance with the above mentioned Article 209 of the Company Act.
2. Please refer to Attachment for the documents mentioned above.

Resolution:

Approved, the voting result of this proposal had reached the standard by the law.

Voting Results:

Share represented at the time of voting: 100,047,171 (7,417,658)

Voting Results*		% of the total represented share present
Votes in favor	89,884,397 (3,860,885)	89.84%
Votes against	223,246 (223,246)	0.22%
Votes invalid	-	-
Votes abstained	9,939,528 (3,333,527)	9.93%

* including votes casted electronically and e-meeting (numbers in brackets)

E. Extraordinary Motions: NA

F. Meeting close (at 10:15 am on 5/5/2023)

To Shareholders

For the full year 2022, the consolidated sales of K Laser Group grew 4.5% to 6.42 billion NT dollars. The annual gross profit margin was 18%. The operating loss of 17.69 million NT dollars was resulted from the loss of 276 million NT dollars posted by Optivision for 2022. Net profit of 2022 was 277.53 million NT dollars, EPS 1.82.

The Hologram business as our core business was quite remarkable in 2022. Not only had the sales revenue increased 19%, about 746 million NT dollars, but also had the operating profit grown 5.1%. Going forward, we will continue to stay focused on increasing our market share and revenues. Our goal to double our 2020 total sales revenue by 2025 remains the same.

Technology Development

As holographic materials getting popular, it is only natural that market prices get slashed by competition. However, our operating costs have also been inflated by inflationary increases in recent years. To improve the profit margin which is getting thinner under the pressures from the price side and from the cost side at the same time, we are taking these actions to strengthen our production technologies and product innovation.

1. Adopt automated production to improve efficiency and maintain consistency of quality.
2. Reduce material cost through development of new materials.
3. Direct our research and development efforts for functional products that meet the demands of customers and can be sold for a higher price.
4. Dedicate ourselves to improve our design and origination capabilities to provide various unique products with security functions. That will help us to maintain the selling price of our products as well.

Our Strategy and Global Situation

China's economy has rebounded strongly since it lifted its COVID restrictions. IMF even predicts that China will contribute to one third of global economy growth in 2023. Having a strong foothold in China market, K Laser is expected to benefit from China's rebound in activity. However, according to IMF the growths in Europe and the US in 2023 will slow further given that inflation remains high and rate hikes and monetary policies are working their way through the economy. As a result, we are conservative about the sales growth in advanced economies.

Meanwhile, there are other industry trends and external factors that are affecting our product development and marketing strategies.

1. The plastic waste reduction policy shifts the packaging landscape to more eco-friendly materials and finishing processes.
2. In response to consumerism and customization, brand owners tend to do short and variable runs and to revamp packaging designs more frequently.
3. Globalization is challenged. On-shoring and near-shoring are likely to be adopted by certain businesses in certain areas.
4. The tensions between the US and China continue and more uncertainties are ahead.

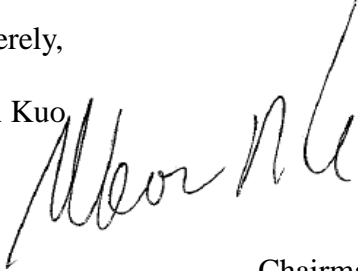
In light of the challenges and trends, we continue to commit ourselves to developing environmentally friendly products for our customers, and at the same time, we offer our knowledge and experience of integrating hologram with graphic designs for creation of unique packaging for customers who look to enhance the look of their products. We also anticipate having more competitions locally since more players begin to proliferate manufacturing sites overseas as well.

While industry competition is foreseeable, the complicated geopolitical rivalries that seem to move in a downward spiral are very concerning. At such a time, we are very wary of all headwinds and are preparing to adjust for different scenarios.

Finally, we would like to express our gratitude to our shareholders for your supports and our employees for their efforts. We will keep the great spirit of teamwork and continue to lead K Laser successfully in the future.

Sincerely,

Alex Kuo

A handwritten signature in black ink, appearing to read 'Alex Kuo', written over the printed name.

Chairman

Audit Report of Audit Committee

The Board of Directors prepared the Company's business report, financial statements and disposition of net profit for 2022, among which the financial statements were audited by Deloitte & Touche, and the audit report was issued. The above-mentioned business report, financial statements and disposition of net profit have been checked by the Audit Committee, and it is found that there is no discrepancy. According to Article 14-4 of the Securities Exchange Act and Article 219 of the Company Law, we hereby submit this report.

K Laser Technology Inc.

Convenor of Audit Committee:



A handwritten signature in black ink, consisting of three characters: 黄, 碧, 馨.

Huang Bixing

March 23, 2023

March 24, 2022

022 Board of directors’ and functional committees’ performance evaluation result

For corporate governance and effective board functionality and operation, the Company conducted the 2022 performance evaluations for its board of directors and functional committees according to the Principles for the Performance Evaluation of the Board of Directors and Functional Committees, including self-evaluation of the board of directors, self-evaluation of board members, self-evaluation of the Audit Committee, and self-evaluation of the Remuneration Committee.

I. Period of evaluation: The Company’s board of directors and functional committees may conduct the performance evaluation at the end of every year according to the evaluation procedures and the evaluation indexes outlined in Articles 5 and 6.

II. Evaluation indexes:

- (1) Board performance evaluation: There are 5 major aspects including participation in the operation of the Company, improvement of the quality of the board of directors’ decision-making, composition and structure of the board of directors, election and continuing education of the directors, and internal control, and 35 indexes in total.
- (2) Board member performance evaluation: There are 6 major aspects including alignment of the goals and missions of the Company, awareness of the duties of a director, participation in the operation of the Company, management of internal relationships and communication, the director’s professionalism and continuing education, and internal control, and 22 indexes in total.
- (3) Audit Committee performance evaluation: There are 4 major aspects including participation in the operation of the Company, awareness of the duties, the makeup of the committee and election of its members and internal control, and 14 indexes in total.
- (4) Remuneration Committee performance evaluation: There are 3 major aspects including participation in the operation of the Company, awareness of the duties, makeup of the committee and election of its members, and 11 indexes in total.

III. Evaluation Result:

The board of directors and functional committees function effectively and in compliance with the requirements of corporate governance, directors and committee members have performed their duties and worked on improving the Company’s board functionality.

- (1) Board performance evaluation: Of the 35 indexes evaluated, the average score of each aspect is between 4.80~4.91 (out of 5).

Evaluation Aspect	2022 Average Score
Participation in the operation of the Company	4.81
Improvement of the quality of the board of directors’ decision making	4.80
Composition and structure of the board of directors	4.91
Election and continuing education of the directors	4.80
Internal control	4.80

- (2) Board member performance evaluation: Of the 22 indexes evaluated, the average score of each aspect is between 4.80~4.90 (out of 5).

Evaluation Aspect	2022 Average Score
Alignment of the goals and mission of the Company	4.86
Awareness of the duties of a director	4.86
Participation in the operation of the Company	4.80
Management of internal relationships and communication	4.86
The director's professionalism and continuing education	4.90
Internal control	4.86

- (3) Audit Committee performance evaluation: Of the 14 indexes evaluated, the average score of each aspect is between 4.44~4.89 (out of 5).

Evaluation Aspect	2022 Average Score
Participation in the operation of the Company	4.89
Awareness of the duties of a director	4.67
Makeup of the committee and election of its members	4.78
Internal control	4.44

- (4) Remuneration Committee performance evaluation: Of the 11 indexes evaluated, the average score of each aspect is between 4.40~4.56 (out of 5).

Evaluation Aspect	2022 Average Score
Participation in the operation of the Company	4.44
Awareness of the duties of a director	4.40
Makeup of the committee and election of its members	4.56

The aforementioned performance evaluation result of the board of directors and function committees was submitted to the 12th meeting of the 16th board of directors on March 23, 2023 as the base for review and improvement. Relevant evaluation content, method of evaluation, implementation status and evaluation result will be disclosed on the Company's website and annual report and reported to the 2023 Annual Meeting of Shareholders.

2022 Remuneration of Directors

Unit: NT\$ 1000

Title	Name	Remuneration of Director								Proportion of total amount to net profit after tax of individual financial report in 2022 (A+B+C+D)		Part-time employees receive relevant remuneration								Proportion of total amount to net profit after tax of individual financial report in 2021 (A+B+C+D+E+F+G)		Whether have received remuneration from reinvested enterprises or parent companies outside subsidiaries (J)
		Remuneration (A)		Retirement Pension (B)		Remuneration of Director (C)		Business Execution Expense (D)				Salary, Bonus, Special Disbursement/Special Allowance, etc. (E)		Retirement Pension (F)		Employee Remuneration (G)						
		The Company	All companies in financial report	The Company	All companies in financial report	The Company	All companies in financial report	The Company	All companies in financial report	The Company	All companies in financial report	The Company	All companies in financial report	The Company	All companies in financial report	The Company		All companies in financial report		The Company	All companies in financial report	
																Cash Bonus	Share Bonus	Cash Bonus	Share Bonus			
Chairman	Alex Kuo	—	—	—	—	2,685	2,685	30	30	0.98%	0.98%	4,823	5,380	48	48	2,020	—	2,020	—	3.46%	3.67%	—
Director	Daniel Kuo	—	—	—	—	1,074	1,074	30	72	0.40%	0.41%	—	5,459	—	—	—	—	—	—	0.40%	2.38%	—
Director	Lisa Hsu	—	—	—	—	537	537	30	30	0.20%	0.20%	—	189	—	—	—	—	—	—	0.20%	0.27%	—
Director	C.L. Kuo	—	—	—	—	537	537	30	30	0.20%	0.20%	—	—	—	—	—	—	—	—	0.20%	0.20%	—
Independent Director	Bi-Xin Huang	330	330	—	—	—	—	30	30	0.13%	0.13%	—	—	—	—	—	—	—	—	0.13%	0.13%	—
Independent Director	Gen-Sen Chang-Hsieh	330	330	—	—	—	—	30	30	0.13%	0.13%	—	—	—	—	—	—	—	—	0.13%	0.13%	—
Independent Director	Ren Liu	330	330	—	—	—	—	24	24	0.13%	0.13%	—	—	—	—	—	—	—	—	0.13%	0.13%	—

- Description: (1) The Company's policy, system, standard and structure for Directors' compensation is based on his/her duty, risk, input time, along with domestic industry level.
- (2) According to the Company's Bylaws, the Company may pay the Directors as his/her carrying out the Company's duty. The amount is considered based on the degree of participation, the contribution and domestic/international industry level
- (3) The Directors' compensation is based on the salary policy approved by the Board of Directors and determined by his/her performance. The Company pays salary to the independent directors on monthly bases with fixed compensation. For other directors, the Company shall allocate the compensation under 2% of the pre-tax net income before deducting employees' and directors' compensation, and distribute by the degree of participation and contribution to the company.
- (4) The latest compensation is approved by the Board of Directors on March 23, 2023.



勤業眾信

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Independent Auditors’ Report

The Board of Directors and Shareholders

K Laser Technology Inc.

Opinion

We have audited the accompanying consolidated financial statements of K Laser Technology Inc. and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of December 31, 2022 and 2021, the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the consolidated financial statements (including a summary of significant accounting policies).

In our opinion, based on our audits and the report of other auditors (as referred to in other matter paragraph), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2022 and 2021 and its consolidated financial performance and consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors’ Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the Group for the year ended December 31, 2022. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Recognition of Sales Revenue

The Group's revenue mainly comes from the manufacture of laser holographic films, laser anti-counterfeiting labels, laser papers, precision optical components and optical instruments. In 2022, the revenue derived from sales of optical instruments was significant and the authenticity of sales revenue had a significant impact on the consolidated financial statements; therefore, the above sales revenue was identified as a key audit matter. Refer to Note 4 to the consolidated financial statements for the accounting policies on revenue recognition.

Our main audit procedures performed in respect of the aforementioned key audit matter were as follows:

1. We obtained an understanding and tested the internal control procedures over the recognition of sales revenue and evaluated the effectiveness of such controls.
2. We selected samples from the transaction details of major sales customers to verify whether they were consistent with external freight documents, export declarations and original transaction documents.
3. We confirmed the reasonableness of significant sales returns and allowances.

Other Matter

We did not audit the financial statements of some subsidiaries included in the consolidated financial statements of the Group, but such statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for these subsidiaries, is based solely on the reports of other auditors. As of December 31, 2022 and 2021, the total assets of the aforementioned subsidiaries amounted to NT\$248,563 thousand and NT\$391,788 thousand, respectively, which accounted for 3.06% and 4.77% of the consolidated total assets, respectively. For the years ended December 31, 2022 and 2021, the net operating revenue of these subsidiaries amounted to NT\$237,024 thousand and NT\$272,765 thousand, respectively, which accounted for 3.69% and 4.44% of the consolidated net operating revenue, respectively. The financial statements of some investee companies accounted for using the equity method were audited by other auditors. The amounts within the consolidated financial statements for those investee companies were based solely on the reports of other auditors. As of December 31, 2022 and 2021, investments accounted for using the equity method amounted to NT\$153,302 thousand and NT\$137,945 thousand, respectively, which accounted for 1.89% and 1.68% of the consolidated total assets, respectively. For the years ended December 31, 2022 and 2021, the

share of profit from equity-method investments amounted to NT\$16,984 thousand and NT\$20,210 thousand, respectively, which accounted for 6.98% and 4.94% of the consolidated net profit before tax, respectively. Refer to Note 36 to the consolidated financial statements for relevant information on the abovementioned investee companies which we have not audited but were audited by other auditors.

We have also audited the financial statements of K Laser Technology Inc. as of and for the years ended December 31, 2022 and 2021 on which we have issued an unqualified opinion with other matter paragraph.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the financial reporting process of the Group.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards generally accepted in the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit

procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Group.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements (including the disclosures) and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings (including any significant deficiencies in internal control that we identify during our audit).

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence (and where applicable, related safeguards).

From the matters communicated with those charged with governance, we determine that those matters of most significance in the audit of the consolidated financial statements for the year ended December 31, 2022 and are therefore the

key audit matters. We describe these matters in our auditors' report unless any law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Deloitte & Touche

Huang Yi-Min, CPA

黃毅民



Hsu Wen-Ya, CPA

許文亞



Financial Supervisory Commission Approval No:
Jin-Guan-Zheng-Shen-Zi-1030024438

Securities and Futures Bureau Approval No:
Tai-Cai-Zheng-6-Zi-0920123784

March 23, 2023

K Laser Technology Inc. and Subsidiaries
Consolidated Balance Sheets
December 31, 2022 and 2021

Unit: In Thousands of New Taiwan Dollars

Code	Assets	December 31, 2022		December 31, 2021	
		Amount	%	Amount	%
	Current assets				
1100	Cash and cash equivalents (Notes 4 and 6)	\$ 1,720,354	21	\$ 2,128,842	26
1110	Financial assets at fair value through profit or loss - current (Notes 4 and 7)	315	-	3,134	-
1150	Notes receivable (Notes 4 and 9)	136,977	2	101,895	1
1170	Trade receivables (Notes 4 and 9)	1,252,302	16	1,295,840	16
1180	Trade receivables from related parties (Notes 4, 9 and 32)	-	-	189,050	2
1200	Other receivables (Note 32)	30,700	-	25,710	-
1220	Current tax assets (Notes 4 and 26)	20,706	-	12,413	-
130X	Inventories (Notes 4 and 10)	1,473,174	18	1,408,054	17
1460	Non-current assets held for sale (Notes 4 and 11)	6,735	-	29,865	1
1470	Other current assets (Notes 6, 18 and 33)	419,024	5	324,733	4
11XX	Total current assets	5,060,287	62	5,519,536	67
	Non-current assets				
1510	Financial assets at fair value through other profit or loss - non-current (Notes 4 and 7)	6,161	-	-	-
1517	Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 11)	91,861	1	96,045	1
1550	Investments accounted for using the equity method (Notes 4 and 13)	452,191	6	441,409	5
1600	Property, plant and equipment (Notes 4 and 14)	1,684,155	21	1,389,369	17
1755	Right-of-use assets (Notes 4 and 15)	293,025	4	313,064	4
1805	Goodwill (Notes 4, 16 and 29)	42,724	1	42,724	1
1821	Other intangible assets (Notes 4 and 17)	38,190	-	42,307	1
1840	Deferred tax assets (Notes 4 and 26)	29,401	-	20,000	-
1990	Other non-current assets (Notes 6, 18 and 33)	414,850	5	350,720	4
15XX	Total non-current assets	3,052,558	38	2,695,638	33
1XXX	Total assets	\$ 8,112,845	100	\$ 8,215,174	100
	Liabilities and Equity				
	Current liabilities				
2100	Short-term borrowings (Note 19)	\$ 513,937	6	\$ 747,545	9
2110	Short-term notes and bills payable (Note 19)	99,979	1	159,948	2
2150	Notes payable	327,776	4	268,422	3
2170	Trade payables	709,072	9	639,088	8
2180	Trade payables to related parties (Note 32)	14	-	3,709	-
2200	Other payables (Note 21)	553,342	7	516,737	6
2220	Other payables to related parties (Note 32)	143	-	117	-
2230	Current tax liabilities (Notes 4 and 26)	83,388	1	15,768	-
2280	Lease liabilities - current (Notes 4 and 15)	39,733	1	51,701	1
2399	Other current liabilities	15,631	-	11,373	-
21XX	Total current liabilities	2,343,015	29	2,414,408	29
	Non-current liabilities				
2500	Financial liabilities measured at fair value through profit or loss - non-current (Notes 4 and 7)	1,366	-	855	-
2530	Corporate bonds payable (Note 20)	512,791	6	552,053	7
2540	Long-term borrowings (Note 19)	858,560	11	794,000	10
2580	Lease liabilities - non-current (Notes 4 and 15)	153,231	2	162,844	2
2640	Net defined benefit liabilities - non-current (Notes 4 and 22)	14,812	-	20,158	-
25XX	Total non-current liabilities	1,540,760	19	1,529,910	19
2XXX	Total liabilities	3,883,775	48	3,944,318	48
	Equity (Note 23)				
	Share capital				
3110	Ordinary shares	1,638,061	20	1,659,694	20
3200	Capital reserve	689,968	9	709,559	9
	Retained earnings				
3310	Legal reserve	277,305	3	249,257	3
3320	Special reserve	332,865	4	391,852	5
3350	Unappropriated earnings	379,209	5	294,763	4
	Other equity				
3410	Exchange differences on translation of foreign financial statements	(272,403)	(3)	(373,245)	(5)
3420	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	(26,184)	-	(30,640)	-
3490	Unearned employee benefits	(41,098)	(1)	(72,873)	(1)
3500	Treasury shares	(77,812)	(1)	(147,047)	(2)
31XX	Total equity attributable to the Company	2,899,911	36	2,681,320	33
36XX	Non-controlling interests (Note 23)	1,329,159	16	1,589,536	19
3XXX	Total equity	4,229,070	52	4,270,856	52
	Total liabilities and equity	\$ 8,112,845	100	\$ 8,215,174	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu

Manager: Kuo Wei-Wu

Accounting Manager: Hung Ya-Ching

K Laser Technology Inc. and Subsidiaries
Consolidated Statements of Comprehensive Income
For the Years Ended December 31, 2022 and 2021

Unit: In Thousands of New Taiwan Dollars, Except Earnings Per Share

Code		2022		2021	
		Amount	%	Amount	%
4000	Operating revenue (Notes 4 and 32)	\$ 6,421,806	100	\$ 6,146,290	100
5110	Cost of goods sold (Notes 10 and 32)	<u>5,265,148</u>	<u>82</u>	<u>4,908,947</u>	<u>80</u>
5950	Gross profit	<u>1,156,658</u>	<u>18</u>	<u>1,237,343</u>	<u>20</u>
	Operating expenses (Notes 9 and 32)				
6100	Selling and marketing	377,400	6	375,660	6
6200	General and administrative	460,977	7	448,339	7
6300	Research and development	332,296	5	261,625	4
6450	Reversal of expected credit loss	<u>2,343</u>	<u>-</u>	<u>(64,719)</u>	<u>(1)</u>
6000	Total operating expenses	<u>1,173,016</u>	<u>18</u>	<u>1,020,905</u>	<u>16</u>
6900	Profit (loss) from operations	<u>(16,358)</u>	<u>-</u>	<u>216,438</u>	<u>4</u>
	Non-operating income and expenses				
7060	Share of profit or loss of associates accounted for using the equity method (Note 13)	5,562	-	25,137	-
7100	Interest income (Note 32)	18,649	-	19,724	-
7130	Dividend income	-	-	1,031	-
7190	Other income (Note 32)	57,014	1	46,908	1
7225	Gain on disposal of investments	8,807	-	209,269	3
7226	Gain from sale and leaseback transactions (Notes 14 and 15)	281,814	4	-	-
7230	Gain (loss) on foreign exchange	159,201	3	<u>(2,599)</u>	-
7235	Gain (loss) on financial assets (liabilities) at fair value through profit or loss	<u>(3,988)</u>	<u>-</u>	<u>4,594</u>	<u>-</u>
7510	Interest expense	<u>(35,459)</u>	<u>(1)</u>	<u>(31,678)</u>	<u>-</u>
7590	Miscellaneous expense	<u>(131,350)</u>	<u>(2)</u>	<u>(32,572)</u>	<u>-</u>
7610	Disposal of property, plant and equipment	<u>(7,298)</u>	<u>-</u>	<u>(4,154)</u>	<u>-</u>

(continued)

Code		2022		2021	
		Amount	%	Amount	%
7670	Impairment loss	(\$ 93,382)	(1)	(\$ 43,028)	(1)
7000	Total non-operating income and expenses	259,570	4	192,632	3
7900	Profit before tax	243,212	4	409,070	7
7950	Income tax expense (Notes 4 and 26)	(131,283)	(2)	(66,996)	(1)
8200	Profit for the year	111,929	2	342,074	6
	Other comprehensive income (loss) (Note 23)				
8310	Items that will not be reclassified subsequently to profit or loss				
8311	Remeasurement of defined benefit plans	5,343	-	(1,297)	-
8316	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(4,793)	-	(4,487)	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of foreign financial statements	115,520	2	(96,373)	(2)
8370	Share of other comprehensive income (loss) of associates accounted for using the equity method	4,415	-	(2,332)	-
8300	Total other comprehensive income (loss)	120,485	2	(104,489)	(2)
8500	Total comprehensive income for the year	\$ 232,414	4	\$ 237,585	4
	Net profit (loss) attributed to				
8610	Owners of the Company	\$ 277,279	4	\$ 363,725	6
8620	Non-controlling interests	(165,350)	(2)	(21,651)	-
8600		\$ 111,929	2	\$ 342,074	6
	Total comprehensive income (loss) attributed to				
8710	Owners of the Company	\$ 386,926	6	\$ 275,922	5
8720	Non-controlling interests	(154,512)	(2)	(38,337)	(1)
8700		\$ 232,414	4	\$ 237,585	4
	Earnings per share (Note 27)				
	From continuing operations				
9710	Basic	\$ 1.82		\$ 2.42	
9810	Diluted	\$ 1.50		\$ 2.14	

(concluded)

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu

Manager: Kuo Wei-Wu

Accounting Manager: Hung Ya-Ching

K Laser Technology Inc. and Subsidiaries
Consolidated Statements of Changes in Equity
For the Years Ended December 31, 2022 and 2021

Unit: In Thousands of New Taiwan Dollars

		Equity Attributable to Shareholders of the Company					Other Equity					
		Ordinary Shares	Capital Reserve	Retained Earnings			Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Unearned Employee Benefits	Treasury Shares	Non-controlling Interests	Total Equity
Code				Legal Reserve	Special Reserve	Unappropriated Earnings						
A1	Balance at January 1, 2021	\$ 1,593,246	\$ 585,347	\$ 213,042	\$ 200,987	\$ 384,752	(\$ 287,085)	(\$ 30,403)	\$ -	(\$ 118,736)	\$ 1,424,774	\$ 3,965,924
	Appropriation and distribution of 2020 earnings (Note 23)											
B1	Legal reserve	-	-	36,215	-	(36,215)	-	-	-	-	-	-
B3	Special reserve	-	-	-	190,931	(190,931)	-	-	-	-	-	-
B5	Cash dividends distributed by the Company	-	-	-	-	(225,344)	-	-	-	-	-	(225,344)
C5	Equity component of convertible bonds issued by the Company	-	20,280	-	-	-	-	-	-	-	-	20,280
D1	Net profit (loss) for the year ended December 31, 2021	-	-	-	-	363,725	-	-	-	-	(21,651)	342,074
D3	Other comprehensive loss for the year ended December 31, 2021, net of income tax	-	-	-	-	(1,297)	(86,277)	(229)	-	-	(16,686)	(104,489)
I1	Conversion of corporate bonds into ordinary shares	16,448	12,704	-	-	-	-	-	-	-	-	29,152
L1	Buy-back of treasury shares (Note 23)	-	-	-	-	-	-	-	-	(28,311)	-	(28,311)
M5	Difference between consideration received or paid and carrying amount of subsidiaries' net assets during actual acquisition or disposal	-	23,036	-	(66)	73	117	(8)	-	-	17,728	40,880
M7	Changes in percentage of ownership interests in subsidiaries	-	29,279	-	-	-	-	-	-	-	-	29,979
N1	Issuance of restricted shares for employees (Note 28)	50,000	38,913	-	-	-	-	-	(88,913)	-	-	-
N1	Compensation cost of restricted shares for employees (Note 28)	-	-	-	-	-	-	-	16,040	-	-	16,040
O1	Non-controlling interests	-	-	-	-	-	-	-	-	-	185,371	185,371
Z1	Balance at December 31, 2021	1,659,694	709,559	249,257	391,852	294,763	(373,245)	(30,640)	(72,873)	(147,047)	1,589,536	4,270,856
	Appropriation and distribution of 2021 earnings (Note 23)											
B1	Legal reserve	-	-	28,048	-	(28,048)	-	-	-	-	-	-
B3	Reversal of special reserve	-	-	-	(58,987)	58,987	-	-	-	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	-	(228,121)	-	-	-	-	-	(228,121)
D1	Net profit (loss) for the year ended December 31, 2022	-	-	-	-	277,279	-	-	-	-	(165,350)	111,929
D3	Other comprehensive income for the year ended December 31, 2022, net of income tax	-	-	-	-	5,343	100,842	3,462	-	-	10,838	120,485
I1	Conversion of corporate bonds into ordinary shares	24,317	18,853	-	-	-	-	-	-	-	-	43,170
L1	Buy-back of treasury shares (Note 23)	-	-	-	-	-	-	-	-	(7,482)	-	(7,482)
L3	Cancellation of treasury shares (Note 23)	(45,950)	(30,767)	-	-	-	-	-	-	76,717	-	-
M5	Difference between consideration received or paid and carrying amount of subsidiaries' net assets during actual acquisition or disposal	-	-	-	-	-	-	-	-	-	-	-
M7	Changes in percentage of ownership interests in subsidiaries	-	(7,677)	-	-	-	-	-	-	-	-	(7,677)
N1	Compensation cost of restricted shares for employees (Note 28)	-	-	-	-	-	-	-	31,775	-	-	31,775
O1	Non-controlling interests	-	-	-	-	-	-	-	-	-	(105,865)	(105,865)
Q1	Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 23)	-	-	-	-	(994)	-	994	-	-	-	-
Z1	Balance at December 31, 2022	\$ 1,638,061	\$ 689,968	\$ 277,305	\$ 332,865	\$ 379,209	(\$ 272,403)	(\$ 26,184)	(\$ 41,098)	(\$ 77,812)	\$ 1,329,159	\$ 4,229,070

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu

Manager: Kuo Wei-Wu

Accounting Manager: Hung Ya-Ching

K Laser Technology Inc. and Subsidiaries
Consolidated Statements of Cash Flows
For the Years Ended December 31, 2022 and 2021



Unit: In Thousands of New Taiwan Dollars

Code		2022	2021
	Cash flows from operating activities		
A10000	Profit before tax	\$ 243,212	\$ 409,070
A20010	Adjustments for:		
A20100	Depreciation expense	257,715	223,916
A20200	Amortization expense	5,740	5,963
A20300	Expected credit loss (reversed)	2,343	(64,719)
A20400	Net loss (gain) on fair value changes of financial assets at fair value through profit or loss	3,988	(4,594)
A20900	Interest expense	35,459	31,678
A21200	Interest income	(18,649)	(19,724)
A21300	Dividend income	-	(1,031)
A21900	Compensation cost of share-based payments	31,931	16,575
A22300	Share of (profit) loss of associates and joint ventures accounted for using the equity method	(5,562)	(25,137)
A22500	Loss on disposal and write-down of property, plant and equipment	7,298	4,154
A23100	Gain on disposal of investments	(8,807)	(209,269)
A23500	Impairment loss recognized on financial assets	5,150	-
A23700	Impairment loss recognized on non-financial assets	88,232	43,028
A23800	Loss on inventory valuation and obsolescence	32,150	21,138
A29900	Gain on lease modification	(54)	-
A29900	Gain from sale and leaseback transactions	(281,814)	-
A30000	Net change in operating assets and liabilities		
A31130	Notes receivable	(35,082)	(5,102)
A31150	Trade receivables	34,037	(242,003)
A31160	Trade receivables from related parties	195,300	486,099
A31180	Other receivables	(1,567)	25,165
A31200	Inventories	(97,270)	(344,953)
A31240	Other current assets	(94,292)	(75,843)
A31990	Other non-current assets	5,696	1,465
A32130	Notes payable	59,354	11,396
A32150	Trade payables	69,984	63,432
A32160	Trade payables to related parties	(3,695)	(39,827)
A32180	Other payables	27,437	70,758

(continued)

<u>Code</u>		<u>2022</u>	<u>2021</u>
A32190	Other payables to related parties	\$ 26	(\$ 1,636)
A32230	Other current liabilities	4,259	(13,371)
A32240	Net defined benefit liabilities - non-current	(3)	(27)
A33000	Cash generated from operations	562,516	366,601
A33100	Interest received	18,649	19,724
A33300	Interest paid	(31,246)	(28,572)
A33500	Income tax paid	(81,358)	(72,779)
AAAA	Net cash generated from operating activities	<u>468,561</u>	<u>284,974</u>
Cash flows from investing activities			
B00010	Acquisition of financial assets at fair value through other comprehensive income	(5,615)	-
B00030	Refund from capital reduction of financial assets at fair value through other comprehensive income	3,000	9,000
B00100	Acquisition of financial assets at fair value through profit or loss	(6,818)	(19,493)
B00200	Disposal of financial assets at fair value through profit or loss	-	47,688
B00200	Disposal of financial assets at fair value through other comprehensive income	2,006	8,688
B01800	Acquisition of long-term investments accounted for using the equity method	-	(3,924)
B02200	Acquisition of subsidiaries (after deducting cash received)	-	(135,253)
B02600	Proceeds from disposal of assets	27,705	237,238
B02700	Purchase of property, plant and equipment	(600,253)	(352,182)
B02800	Proceeds from disposal of property, plant and equipment, and right-of-use assets	342,110	14,371
B03700	Decrease (increase) in refundable deposits	1,510	(1,590)
B04100	Decrease in other receivables	6,950	7,660
B04500	Purchase of intangible assets	(1,624)	(3,598)
B06600	Increase in other financial assets	(74,440)	(44,832)
B07100	Increase in prepayments for equipment	(45,669)	-
B07600	Dividends received	<u>6,043</u>	<u>8,275</u>
BBBB	Net cash used in investing activities	(<u>345,095</u>)	(<u>227,952</u>)
Cash flows from financing activities			
C00200	Decrease in short-term borrowings	(233,608)	(157,329)
C00500	Decrease in short-term bills payable	(60,000)	(140,000)
C01200	Issuance of corporate bonds	-	600,700
C01600	Proceeds from long-term borrowings	461,960	650,000
C01700	Repayments of long-term borrowings	(397,400)	(1,206,000)

(continued)

<u>Code</u>		<u>2022</u>	<u>2021</u>
C04500	Issuance of cash dividends	(\$ 228,121)	(\$ 225,344)
C04800	Exercise of employee share options	20,700	833
C04900	Payments for buy-back of treasury shares	(7,482)	(28,311)
C05400	Acquisition of additional interests in subsidiaries	-	(1,074)
C05500	Proceeds from sale of investment in subsidiaries	-	43,332
C05800	Change in non-controlling interests	(115,119)	21,868
C04020	Repayment of the principal portion of lease liabilities	(54,187)	(59,643)
CCCC	Net cash used in financing activities	(613,257)	(500,968)
DDDD	Effects of exchange rate changes on the balance of cash and cash equivalents	81,303	(57,023)
EEEE	Net decrease in cash and cash equivalents in the current period	(408,488)	(500,969)
E00100	Cash and cash equivalents at the beginning of the year	2,128,842	2,629,811
E00200	Cash and cash equivalents at the end of the year	\$ 1,720,354	\$ 2,128,842

(concluded)

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu



Manager: Kuo Wei-Wu



Accounting Manager: Hung Ya-Ching





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Independent Auditors' Report

The Board of Directors and Shareholders

K Laser Technology Inc.

Opinion

We have audited the accompanying financial statements of K Laser Technology Inc. (the “Company”), which comprise the balance sheets as of December 31, 2022 and 2021, the statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the financial statements (including a summary of significant accounting policies).

In our opinion, based on our audits and the report of other auditors (as referred to in other matter paragraph), the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021 and its financial performance and cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the Company for the year ended December 31, 2022. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Recognition of Sales Revenue

The Company's revenue mainly comes from the manufacture of laser holographic films, laser anti-counterfeiting labels, laser papers and optical instruments. In 2022, the revenue derived from sales of optical instruments was significant and the authenticity of sales revenue had a significant impact on the financial statements; therefore, the above sales revenue was identified as a key audit matter.

Our main audit procedures performed in respect of the aforementioned key audit matter were as follows:

1. We obtained an understanding and tested the internal control procedures over the recognition of sales revenue and evaluated the effectiveness of such controls.
2. We selected samples from the transaction details of major sales customers to verify whether they were consistent with external freight documents, export declarations and original transaction documents.
3. We confirmed the reasonableness of significant sales returns and allowances.

Other Matter

We did not audit the financial statements of certain investees included in the accompanying financial statements which were accounted for using the equity method, but such financial statements were audited by other auditors whose reports have been furnished to us. Our opinion, insofar as it relates to the amounts included for such investments, is based solely on the reports of other auditors. As of December 31, 2022 and 2021, the aforementioned equity-method investments amounted to NT\$290,612 thousand and NT\$397,729 thousand, respectively, which accounted for 5.61% and 7.85% of the total assets, respectively. For the years ended December 31, 2022 and 2021, the share of profit (loss) from equity-method investments amounted to NT\$20,138 thousand and NT\$(52,908) thousand, respectively, which accounted for 6.76% and (14.45)% of the net profit before tax, respectively. Refer to Note 33 to the financial statements for relevant information on the abovementioned investee companies which we have not audited but were audited by other auditors.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of

financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the financial reporting process of the Company.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards generally accepted in the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Company.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required

to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the financial statements (including the disclosures) and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings (including any significant deficiencies in internal control that we identify during our audit).

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence (and where applicable, related safeguards).

From the matters communicated with those charged with governance, we determine that those matters of most significance in the audit of the financial statements for the year ended December 31, 2022 and are therefore the key audit matters. We describe these matters in our auditors' report unless any law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Deloitte & Touche

Huang Yi-Min, CPA

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Financial Supervisory Commission Approval No:
Jin-Guan-Zheng-Shen-Zi-1030024438

Hsu Wen-Ya, CPA

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Securities and Futures Bureau Approval No:
Tai-Cai-Zheng-6-Zi-0920123784

March 23, 2023

K Laser Technology Inc.

Balance Sheets

December 31, 2022 and 2021

Unit: In Thousands of New Taiwan Dollars

Code	Assets	December 31, 2022		December 31, 2021	
		Amount	%	Amount	%
	Current assets				
1100	Cash and cash equivalents (Notes 4 and 6)	\$ 277,123	5	\$ 272,616	5
1110	Financial assets at fair value through profit or loss - current (Notes 4 and 7)	315	-	3,134	-
1150	Notes receivable (Notes 4 and 9)	9,075	-	8,638	-
1170	Trade receivables (Notes 4 and 9)	88,440	2	73,231	1
1180	Trade receivables from related parties (Notes 4, 9 and 29)	159,078	3	201,719	4
1200	Other receivables (Note 29)	40,569	1	3,267	-
1220	Current tax assets (Notes 4 and 24)	47	-	208	-
130X	Inventories (Notes 4 and 10)	103,977	2	84,650	2
1460	Non-current assets held for sale (Notes 4 and 11)	6,735	-	27,960	1
1470	Other current assets (Notes 6 and 17)	109,975	2	133,354	3
11XX	Total current assets	<u>795,334</u>	<u>15</u>	<u>808,777</u>	<u>16</u>
	Non-current assets				
1510	Financial assets at fair value through other profit or loss - non-current (Notes 4 and 7)	6,161	-	-	-
1517	Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 8)	38,932	1	28,733	1
1550	Investments accounted for using the equity method (Notes 4 and 12)	3,849,887	74	3,751,477	74
1600	Property, plant and equipment (Notes 4, 13 and 29)	166,724	3	165,712	3
1755	Right-of-use assets (Notes 4 and 14)	63,658	1	70,785	1
1760	Investment properties, net (Notes 4 and 15)	35,311	1	36,590	1
1780	Other intangible assets (Notes 4 and 16)	1,315	-	1,684	-
1840	Deferred tax assets (Notes 4 and 24)	15,569	1	9,400	-
1990	Other non-current assets (Notes 6 and 17)	210,287	4	194,212	4
15XX	Total non-current assets	<u>4,387,844</u>	<u>85</u>	<u>4,258,593</u>	<u>84</u>
1XXX	Total assets	<u>\$ 5,183,178</u>	<u>100</u>	<u>\$ 5,067,370</u>	<u>100</u>
Code	Liabilities and Equity	December 31, 2022		December 31, 2021	
		Amount	%	Amount	%
	Current liabilities				
2100	Short-term borrowings (Note 18)	\$ 390,000	7	\$ 450,000	9
2110	Short-term notes and bills payable (Note 18)	99,979	2	159,948	3
2170	Trade payables	81,099	2	49,347	1
2180	Trade payables to related parties (Note 29)	160,310	3	189,979	4
2200	Other payables (Notes 20 and 29)	81,503	2	92,636	2
2230	Current tax liabilities (Notes 4 and 24)	26,615	-	-	-
2280	Lease liabilities - current (Notes 4 and 14)	5,651	-	6,023	-
2399	Other current liabilities	4,445	-	3,978	-
21XX	Total current liabilities	<u>849,602</u>	<u>16</u>	<u>951,911</u>	<u>19</u>
	Non-current liabilities				
2500	Financial liabilities measured at fair value through profit or loss - non-current (Notes 4 and 7)	1,366	-	855	-
2530	Corporate bonds payable (Notes 4 and 19)	512,791	10	552,053	11
2540	Long-term borrowings (Note 18)	844,000	16	794,000	16
2580	Lease liabilities - non-current (Notes 4 and 14)	59,754	1	66,131	1
2640	Net defined benefit liabilities (Notes 4 and 21)	14,812	1	20,158	-
2670	Other liabilities	942	-	942	-
25XX	Total non-current liabilities	<u>1,433,665</u>	<u>28</u>	<u>1,434,139</u>	<u>28</u>
2XXX	Total liabilities	<u>2,283,267</u>	<u>44</u>	<u>2,386,050</u>	<u>47</u>
	Equity (Note 22)				
	Share capital				
3110	Ordinary shares	1,638,061	32	1,659,694	33
3200	Capital reserve	689,968	13	709,559	14
	Retained earnings				
3310	Legal reserve	277,305	5	249,257	5
3320	Special reserve	332,865	7	391,852	7
3350	Unappropriated earnings	379,209	7	294,763	6
	Other equity				
3410	Exchange differences on translation of foreign financial statements	(272,403)	(5)	(373,245)	(7)
3420	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	(26,184)	(1)	(30,640)	(1)
3490	Unearned employee benefits	(41,098)	(1)	(72,873)	(1)
3500	Treasury shares	(77,812)	(1)	(147,047)	(3)
3XXX	Total equity	<u>2,899,911</u>	<u>56</u>	<u>2,681,320</u>	<u>53</u>
	Total liabilities and equity	<u>\$ 5,183,178</u>	<u>100</u>	<u>\$ 5,067,370</u>	<u>100</u>

The accompanying notes are an integral part of the financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu

Manager: Kuo Wei-Wu

Accounting Manager: Hung Ya-Ching

K Laser Technology Inc.
Statements of Comprehensive Income
For the Years Ended December 31, 2022 and 2021

Unit: In Thousands of New Taiwan Dollars, Except Earnings Per Share

Code		2022		2021	
		Amount	%	Amount	%
4000	Operating revenue (Notes 4 and 29)	\$ 1,757,582	100	\$ 1,350,072	100
5110	Cost of goods sold (Notes 10 and 29)	<u>1,456,911</u>	<u>83</u>	<u>1,100,196</u>	<u>81</u>
5900	Gross profit	300,671	17	249,876	19
5910	Unrealized loss on sales transactions	(54,144)	(<u>3</u>)	(47,149)	(<u>4</u>)
5920	Realized gain on sales transactions	<u>47,149</u>	<u>3</u>	<u>21,926</u>	<u>2</u>
5950	Net gross profit	<u>293,676</u>	<u>17</u>	<u>224,653</u>	<u>17</u>
	Operating expenses (Notes 9 and 29)				
6100	Selling and marketing	63,767	4	57,654	4
6200	General and administrative	75,813	4	89,627	7
6300	Research and development	80,708	5	68,948	5
6450	Expected credit loss (reversed)	<u>238</u>	<u>-</u>	(<u>61,138</u>)	(<u>4</u>)
6000	Total operating expenses	<u>220,526</u>	<u>13</u>	<u>155,091</u>	<u>12</u>
6900	Profit from operations	<u>73,150</u>	<u>4</u>	<u>69,562</u>	<u>5</u>
	Non-operating income and expenses				
7060	Share of profit or loss of subsidiaries and associates accounted for using the equity method (Note 13)	94,016	5	223,009	17
7100	Interest income (Note 29)	2,879	-	377	-
7190	Other income (Note 29)	86,532	5	81,183	6
7210	Gain on disposal of property, plant and equipment	805	-	31	-
7225	Gain on disposal of investments	20,639	1	39,860	3

(continued)

Code		2022		2021	
		Amount	%	Amount	%
7230	Gain (loss) on foreign exchange	62,983	4	(17,044)	(1)
7235	Gain (loss) on financial assets (liabilities) at fair value through profit or loss	(3,988)	-	4,594	-
7510	Interest expense	(21,920)	(1)	(23,658)	(2)
7590	Miscellaneous expense	(11,958)	(1)	(11,789)	(1)
7670	Impairment loss	(5,150)	-	-	-
7000	Total non-operating income and expenses	\$ 224,838	13	\$ 296,563	22
7900	Profit before tax	297,988	17	366,125	27
7950	Income tax expense (Notes 4 and 24)	(20,709)	(1)	(2,400)	-
8200	Profit for the year	277,279	16	363,725	27
	Other comprehensive income (loss) (Note 21)				
8310	Items that will not be reclassified subsequently to profit or loss				
8311	Remeasurement of defined benefit plans	5,343	-	(1,297)	-
8316	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	3,462	-	(229)	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of foreign financial statements	100,842	6	(86,277)	(7)
8300	Total other comprehensive income (loss)	109,647	6	(87,803)	(7)
8500	Total comprehensive income for the year	\$ 386,926	22	\$ 275,922	20
	Earnings per share (Note 25)				
	From continuing operations				
9710	Basic	\$ 1.82		\$ 2.42	
9810	Diluted	\$ 1.50		\$ 2.14	

(concluded)

The accompanying notes are an integral part of the financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu

Manager: Kuo Wei-Wu

Accounting Manager: Hung Ya-Ching

K Laser Technology Inc.
Statements of Changes in Equity
For the Years Ended December 31, 2022 and 2021

Unit: In Thousands of New Taiwan Dollars

		Other Equity									
Code		Ordinary Shares	Capital Reserve	Retained Earnings			Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Unearned Employee Benefits	Treasury Shares	Total Equity
				Legal Reserve	Special Reserve	Unappropriated Earnings					
A1	Balance at January 1, 2021	\$ 1,593,246	\$ 585,347	\$ 213,042	\$ 200,987	\$ 384,752	(\$ 287,085)	(\$ 30,403)	\$ -	(\$ 118,736)	\$ 2,541,150
	Appropriation and distribution of 2020 earnings (Note 22)										
B1	Legal reserve	-	-	36,215	-	(36,215)	-	-	-	-	-
B3	Special reserve	-	-	-	190,931	(190,931)	-	-	-	-	-
B5	Cash dividends distributed by the Company	-	-	-	-	(225,344)	-	-	-	-	(225,344)
C5	Equity component of convertible bonds issued by the Company	-	20,280	-	-	-	-	-	-	-	20,280
D1	Net profit for the year ended December 31, 2021	-	-	-	-	363,725	-	-	-	-	363,725
D3	Other comprehensive loss for the year ended December 31, 2021, net of income tax	-	-	-	-	(1,297)	(86,277)	(229)	-	-	(87,803)
I1	Conversion of corporate bonds into ordinary shares	16,448	12,704	-	-	-	-	-	-	-	29,152
L1	Buy-back of treasury shares (Note 22)	-	-	-	-	-	-	-	-	(28,311)	(28,311)
	Difference between consideration received or paid and carrying amount of subsidiaries' net assets during actual acquisition or disposal	-	23,036	-	(66)	73	117	(8)	-	-	23,152
M7	Changes in percentage of ownership interests in subsidiaries	-	29,279	-	-	-	-	-	11,068	-	40,347
N1	Issuance of restricted shares for employees (Note 26)	50,000	38,913	-	-	-	-	-	(88,913)	-	-
N1	Compensation cost of restricted shares for employees (Note 26)	-	-	-	-	-	-	-	4,972	-	4,972
Z1	Balance at December 31, 2021	1,659,694	709,559	249,257	391,852	294,763	(373,245)	(30,640)	(72,873)	(147,047)	2,681,320
	Appropriation and distribution of 2021 earnings (Note 22)										
B1	Legal reserve	-	-	28,048	-	(28,048)	-	-	-	-	-
B3	Special reserve	-	-	-	(58,987)	58,987	-	-	-	-	-
B5	Cash dividends distributed by the Company (\$1.5 per share)	-	-	-	-	(228,121)	-	-	-	-	(228,121)
D1	Net profit for the year ended December 31, 2022	-	-	-	-	277,279	-	-	-	-	277,279
D3	Other comprehensive income for the year ended December 31, 2022, net of income tax	-	-	-	-	5,343	100,842	3,462	-	-	109,647
I1	Conversion of corporate bonds into ordinary shares	24,317	18,853	-	-	-	-	-	-	-	43,170
L1	Buy-back of treasury shares (Note 22)	-	-	-	-	-	-	-	-	(7,482)	(7,482)
L3	Cancellation of treasury shares (Note 22)	(45,950)	(30,767)	-	-	-	-	-	-	76,717	-
M7	Changes in percentage of ownership interests in subsidiaries	-	(7,677)	-	-	-	-	-	21,925	-	14,248
N1	Compensation cost of restricted shares for employees (Note 26)	-	-	-	-	-	-	-	9,850	-	9,850
Q1	Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 22)	-	-	-	-	(994)	-	994	-	-	-
Z1	Balance at December 31, 2022	\$ 1,638,061	\$ 689,968	\$ 277,305	\$ 332,865	\$ 379,209	(\$ 272,403)	(\$ 26,184)	(\$ 41,098)	(\$ 77,812)	\$ 2,899,911

The accompanying notes are an integral part of the financial statements.
(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo Wei-Wu

Manager: Kuo Wei-Wu

Accounting Manager: Hung Ya-Ching

K Laser Technology Inc.
Statements of Cash Flows
For the Years Ended December 31, 2022 and 2021



Unit: In Thousands of New Taiwan Dollars

Code		2022	2021
	Cash flows from operating activities		
A10000	Profit before tax	\$ 297,988	\$ 366,125
A20010	Adjustments for:		
A20100	Depreciation expense	35,795	35,892
A20200	Amortization expense	369	709
A20300	Expected credit loss (reversed)	238	(61,138)
A20400	Net loss (gain) on fair value changes of financial assets at fair value through profit or loss	3,988	(4,594)
A20900	Interest expense	21,920	23,658
A21200	Interest income	(2,879)	(377)
A21900	Compensation cost of share-based payments	9,850	4,972
A22300	Share of (profit) loss of long-term investments accounted for using the equity method	(94,016)	(223,009)
A22500	Loss on disposal and write-down of property, plant and equipment	(805)	(31)
A23100	Gain on disposal of investments	(20,639)	(39,860)
A23800	Reversal of write-down of inventories	(5,829)	(9,680)
A23900	Unrealized loss on transactions with associates	54,144	47,149
A24000	Realized gain on transactions with associates	(47,149)	(21,926)
A23500	Impairment loss on financial assets	5,150	-
A29900	Gain on lease modification	(13)	-
A30000	Net change in operating assets and liabilities		
A31130	Notes receivable	(437)	(3,315)
A31150	Trade receivables	(15,447)	(81,866)
A31160	Trade receivables from related parties	42,641	(32,451)
A31180	Other receivables	(37,301)	6,724
A31200	Inventories	(13,498)	8,428
A31240	Other current assets	972	1,361
A31990	Other non-current assets	(10,797)	(12,497)
A32150	Trade payables	31,752	13,183
A32160	Trade payables to related parties	(29,669)	114,686
A32180	Other payables	(11,281)	9,866
A32230	Other current liabilities	467	(6,329)
A32240	Net defined benefit liabilities - current	(3)	(27)

(continued)

<u>Code</u>		<u>2022</u>	<u>2021</u>
A33000	Cash generated from operations	\$ 215,511	\$ 135,653
A33100	Interest received	2,879	377
A33300	Interest paid	(7,398)	(6,960)
A33500	Income tax paid	(103)	-
AAAA	Net cash generated from operating activities	<u>210,889</u>	<u>129,070</u>
Cash flows from investing activities			
B00010	Acquisition of financial assets at fair value through other comprehensive income	(5,615)	-
B00020	Disposal of financial assets at fair value through other comprehensive income	2,006	-
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	3,000	9,000
B00100	Acquisition of financial assets at fair value through profit or loss	(6,818)	(19,493)
B00200	Disposal of financial assets at fair value through profit or loss	-	24,857
B02200	Net cash outflow on acquisition of subsidiaries	-	(22,344)
B02300	Net cash inflow on acquisition of subsidiaries	-	43,332
B02400	Proceeds from capital reduction of investments under equity method	-	54,662
B02600	Proceeds from disposal of assets	36,714	72,809
B02700	Purchase of property, plant and equipment	(34,762)	(38,761)
B02800	Proceeds from disposal of property, plant and equipment	805	3,411
B03800	Decrease in refundable deposits	5,753	1,121
B06600	Decrease (increase) in other financial assets	6,316	(162,766)
B07600	Dividends received from subsidiaries and associates	<u>97,573</u>	<u>152,568</u>
BBBB	Net cash generated from investing activities	<u>104,972</u>	<u>118,396</u>
Cash flows from financing activities			
C00200	Increase (decrease) in short-term borrowings	(60,000)	20,000
C00600	Decrease in short-term bills payable	(60,000)	(140,000)
C01200	Issuance of corporate bonds	-	600,700
C01600	Proceeds from long-term borrowings	250,000	650,000
C01700	Repayments of long-term borrowings	(200,000)	(1,206,000)
C04200	Repayment of the principal portion of lease liabilities	(5,751)	(6,121)

(continued)

<u>Code</u>		<u>2022</u>	<u>2021</u>
C04500	Issuance of cash dividends	(\$ 228,121)	(\$ 225,344)
C04900	Payments for buy-back of treasury shares	(<u>7,482</u>)	(<u>28,311</u>)
CCCC	Net cash used in financing activities	(<u>311,354</u>)	(<u>335,076</u>)
EEEE	Net increase (decrease) in cash and cash equivalents in the current period	4,507	(87,610)
E00100	Cash and cash equivalents at the beginning of the year	<u>272,616</u>	<u>360,226</u>
E00200	Cash and cash equivalents at the end of the year	<u>\$ 277,123</u>	<u>\$ 272,616</u>

(concluded)

The accompanying notes are an integral part of the financial statements.

(With Deloitte & Touche auditors' report dated March 23, 2023)

Chairman: Kuo



Manager: Kuo



Accounting Manager: Hung Ya-Ching



K Laser Technology Inc.

2022 Earnings Distribution Table

Item	Unit: NT\$ Amount
Undistributed profits at the beginning of period	162,115,546
Net income after tax of 2022	277,279,133
Less:	
Adjusted retained earnings from Disposal of Investments in Equity Instruments at Fair Value through Other Comprehensive Income	(993,935)
Plus:	
Adjusted retained earnings from Remeasurement of Defined Benefit Obligation	5,343,126
Undistributed profits after adjustment	443,743,870
Less: 10% of legal profit reserves according to law	(28,162,832)
Plus: Special profit reserves according to law	30,868,173
Retained Earnings Available for Distribution as of December 31, 2022	446,449,211
Distribution Item (Note)	
2Q22 Cash Dividends to Common Share Holders(NT\$ 0.3per share)	(46,006,082)
4Q22 Cash Dividends to Common Share Holders(NT\$ 1.5per share)	(230,030,408)
Unappropriated Retained Earnings	170,412,722

Note 1: Shareholders' bonus is based on 153,353,605 outstanding shares in March 2023.

If the Company subsequently repurchases the Company's shares or transfers, converts or cancels the treasury shares, the corporate bond creditors execute the conversion rights or the employees execute the share options according to the share option rule, etc., resulting in the change of the outstanding shares and the need to adjust the dividend rate, the Chairman shall be authorized to take full measures.

Note 2: Authorize the chairman to handle the ex-dividend base date.

Directors (including Independent Directors) Nominees

“Annex 7”

Candidate category	Name	Education & Experience	Current position	Holding Shares
Director	Alex Kuo (Male)	* Ph.D. in EE, SUNY Stony Brook, NY	*Chairman *CEO, K Laser Group.	13,662,256
Director	Daniel Kuo (Male)	*MS in Civil Engineering, NJIT, NJ.	*Chairman, OTI.	818,254
Director	Lisa Hsu (Female)	*Computer Science, BS , New York Institute of Technology	*Deputy Spokesman *Supervisor, Everest Display Inc.	1,099,194
Independent Director	Bi-Xin Huang (Female)	*MBA, National Chiao Tung University *Administrative finance Director, Hanergy Technologies, Inc. *Investor Relations Corporate Finance Manager, Avid Electronics Corp. *Accountant Supervisor, TSMC *Accountant Manager, AST	*Independent Director, K Laser Technology Inc. *Supervisor, Chin-Shi Electronic Materials Ltd.	0
Independent Director	Zheng-An Wang (Male)	*MS, Computer Science, New York Institute of Technology *Bachelor, Science in Electron Physics, NCTU * Legal person director representative, Changmao Technology Co., Ltd.	*Finance and Administrative supervisor, Changmao Technology Co., Ltd. *Legal person director representative, Changmao Technology Co., Ltd.	0
Independent Director	Hua-Sheng Xu (Male)	*Bachelor, Science in Electron Physics, NCTU *Master, Engineering Science, University of Adelaide, Australia *Deputy General Manager, Episil Technologies Inc. *Senior manager, PMC Sierra	None	0
Independent Director	Li-Hua Liao (Female)	*Bachelor, Science in Electron Physics, NCTU *Associate researcher, NCSIST *Director, Hemao Technology Co., Ltd. *Director , Zicheng Investment Co., Ltd.	None	0

The qualifications of nominees for the above directors (including independent directors) have been passed by the Company's board meeting on March 23, 2023.

K Laser Technology Inc.

Competitive businesses of Directors Nominees

Candidate category	Name	Company and Position	
Director	Alex Kuo	K Laser China Group Co., Ltd. / Director	iWin Technology Co., Ltd. / Director
		K Laser China Group Holding Co., Limited. / Director	K Laser Technology (HK) Co., Ltd. / Director
		Finity Laboratories. / Director	Treasure Access Limited. / Director
		Holomagic Co., Ltd. / Director	HuNan HeRui Laser Technology Co., Ltd / Director
		WUXI K Laser Technology Co., Ltd. / Director	Union Bloom Limited. / Director
		Top Band Investment Ltd. / Director	K Laser Technology (USA) Co., Ltd. /Chairman
		K Laser International Co., Ltd. / Director	K Laser Technology Japan Co., Ltd. / Director
		Amagic Technologies U.S.A (Dubai) /Chairman	Amagic Holographics India Private Limited. / Director
		K Laser Technology (Korea) Co., Ltd. / Director	K Laser Technology (Thailand) Co., Ltd. /Chairman
		NANCHANG K Laser Technology Co., Ltd. / Director	Guang Feng Internation Limited / Director
		Jiangsu Sunderray Packing Material Co.,Ltd. / Director	Insight Medical Solutions Inc. / Chairman & GM
		Aether Precision Technology INC. / Director	Glory Group Medical (Wuxi) Co., Ltd / Director
		Insight Medical Solutions Holdings Inc. / Director	
Director	Daniel Kuo	K Laser Technology (HK) Co., Ltd. / Director	WUXI K Laser Technology Co., Ltd./Chairman
		HuNan HeRui Laser Technology Co., Ltd / Director	DongGuan K Laser Technology Co., Ltd. /Chairman
		K Laser Technology (USA) Co., Ltd. / Director	K Laser Technology Japan Co., Ltd. /Chairman
		K Laser Technology (Korea) Co., Ltd. /Chairman	Amagic Holographics India Private Limited. / Director
		K Laser Technology (Thailand) Co., Ltd. / Director	Optivision Tech Inc. /Chairman & CEO
		Bright Triumph Limited. / Director	Ningbo Guangyao Optivision Technology CO.,Ltd./ Director
		Jiangsu Sunderray Packing Material Co.,Ltd. / Director	Insight Medical Solutions Inc. / Director
		NANCHANG K Laser Technology Co., Ltd. / Director	
Director	Lisa Hsu	NANCHANG K Laser Technology Co., Ltd. / Supervisor	