WPG Holdings Limited

2021 Annual Report

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Branch	None	
Factory	None	

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■ **Listing Exchange for Euro-Convertible Bonds**

None

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1. Letter to Shareholders

WPG has long been devoted in the Asia-Pacific market. Through continuous focus on both global and local operation, combined with accurate product distribution, enhancement of employee productivity, and constant expansion of the operation dimension, we continue to promote the shared values of “Teamwork, Integrity, Professionalism and Effectiveness” with the vision of “the First Choice of Industry • the Benchmark of Distribution”, and has been awarded the “Outstanding International Branded Distributors” for 21 consecutive years. The value-added services provided by our company in the semiconductor supply chain are well recognized. After years of active deployment, WPG sufficiently grasps market growth opportunities by continue growing in market applications, offering supply chain management service with added value, providing components and turnkey solution with competitive advantage, and helping our customers develop and invest in future markets. We aim to create win-win-win situations with our vendors and customers.

1. 2021 Review

WPG’s consolidated revenue in 2021 reached NT$778.573 billion (US$27.808 billion), net profit after tax reached NT$11.497 billion. Basic earnings per share (EPS) were NT$6.61. All three of the above hit record-high. Key performance indicators Return on Working Capital (ROWC) and Return on Equity (ROE) were 9.54% and 16.92%, respectively.

WPG values sustainable development and actively responds to the Sustainable Development Goals adopted by the United Nations to fulfill various commitments to stakeholders. To strengthen sustainable development practices, "ESG Office" was newly established. The desginated unit directly reports to the Chief Sustainability Officer, and manages sustainability related affairs, focusing on five aspects including corporate governance, environmental sustainability, human capital development, social participation, and sustainable supply chain. In 2021, WPG won the "Taiwan Sustainable Corporation Outstanding Award" in the category of comprehensive performance, and " Corporate Sustainability Report - Service Industry Gold Award" from Taiwan Corporate Sustainability Awards.

- Environmental aspect: WPG took the lead among global semiconductor component distributors and pledged to achieve Net Zero Emissions by 2050 and Net Zero in own operations including office buildings and warehouses by 2030. WPG actively builds smart warehouses as well to considerably increase operational efficiency.
- Social aspect: Employee Stock Ownership Trust (ESOT) was officially launched in 2021. In addition to raising benefits for employee and striving to retain talents, it also integrates employees’ performance with shareholders' interests.
- Governance aspect: A female independent director was by-elected in 2021 AGM,

strengthening board diversity; ISO27001 information security management certified; business ethics was promoted and ethics training was conducted for all employees.

2. 2022 Outlook

Through 2022, having digital transformation as the foundation, WPG actively cooperates with vendors and customers regarding supply chain transfer plan through both online platforms and offline teams, and searches for new product lines based on customer needs in various regions. We construct and explore new business models, from LaaS (Logistics as a Service) to BPaaS (Business Process as a Service), to interpret tomorrow with the day after and illustrate the look of the industry ten years later.

- **Key financial indicators:** Increase net income and effectively control operating costs. Use ROWC as the key financial indicator to continuously optimize product mix. Improve account receivable and collateral management to ensure asset quality and liquidity. Utilize financial leverage discreetly as well as enhance asset structure and profitability in order to improve shareholders' return on equity and dividend distribution.
- **Active deployment and expansion:** Redefine the "customers" in the upstream and downstream of the supply chain, to develop corresponding strategies and goals of service expansion in response to their needs. Provide different forms of package combinations according to the needs of different customers, to expand the objectives and fields of customer service. Strive to deepen the cultivation of customers and revenue growth, integration of team resources to enhance productivity.
- **Product portfolio management and enhancement:** Propose corresponding resource allocation plan and communication strategy considering the advantages/disadvantages of various product lines to improve operating efficiency and operating profit model. Strengthen WPG brand image in service and promote WPGDADAWANT service platform continuously. Through improving the perceived quality of digital transformation services, WPG creates long-term customer value, and deepens the influence within the supply chain. WPG continues to promote new media marketing "online and offline (O2O) mode", to strengthen the consistency of internal and external brand recognition and expand sustainable competitiveness. Combining WPG's business design capabilities and organizational transformation capabilities, as well as the support of DADATONG, which provides data scale and data assets advantage, WPG may achieve the goal effectively.
- **Integration process and information platform:** In response to digital transformation, WPG established WPGDADAWANT and Business Process as a Service (BPaaS), creating a digital empowerment matrix to systematize and visualize the platform usage status of existing customers in the cloud, allowing the management team, front-line sales staff and system development team to track, evaluate and plan project operations with real-time data.
- **Smart logistics and warehousing:** Logistics management continues to elevate service quality by adhering to customer-oriented concept. Through constructing information

platform that integrates internal and external information, WPG expects to shape a collaborative ecosystem with our partners, and enormously enhance operational efficiency with smart transportation and smart distribution.

- **Sustainable development:** The focus includes planning carbon reduction paths, strenuously cooperating with upstream and downstream partners in environmental strategies, promoting business ethics, implementing risk management, strengthening human capital, and enhancing information transparency to achieve the goal of top 5% of listed companies in the Corporate Governance Evaluation.

Going forward, WPG will continue to improve sustainable management and always be consistent in our business philosophy and services with the vision of "the First Choice of Industry • the Benchmark of Distribution". By comprehensively promoting the shared values of "Teamwork, Integrity, Professionalism, and Effectiveness," we aim to achieve a win-win situation with our customers, employees, investors, suppliers, competent authorities, communities, NGOs, and other stakeholders. Under rising challenges of emerging risks, WPG wishes to drive the sustainable development of the earth's ecology and the overall industrial chain via comprehensive design and implementation of digital transformation, and jointly develop towards the perpetual goal of "Grow Together, Strive Together and Win Together."

We sincerely welcome all our peers and shareholders to share their concerns and advice with us.

Chairman: Simon Huang

Chief Executive Officer: Mike Chang

Chief Financial Officer: Cliff Yuan

2. Company Profile

2.1 Date of Incorporation: November 9, 2005

2.2 Milestones

Nov., 2005	WPG Holdings Limited (hereinafter referred to as WPG or the Company) was incorporated as a holding company of World Peace Industrial Co., Ltd., and Silicon Application Corporation by exchanging shares of common stock. The Company went public on the Taiwan Stock Exchange (TSE) with the stock code of 3702.
May, 2006	Ranked top 10 among the leading 500 service companies in Taiwan by CommonWealth Magazine.
Jun., 2006	Ranked 4th largest electronics component distributor globally and the 1st largest electronics component distributor in APAC by Electronic Supply & Manufacturing (ESM).
Jun., 2006	The Shareholders' Meeting resolved to pay out NT$ 0.16 for cash dividend per share.
2006	Newly appointed by CREE, ACTIONS, Microchip, and Mstar as distributor in APAC or greater China, underpinning High Power LED, and mobile device, imaging, consumer electronics markets in Mainland China.
Jan., 2007	Established WPG Korea Co., Ltd. that dedicated to serve Korean customers
Apr., 2007	Ranked the largest electronic component distributor in APAC by ESM.
May, 2007	Ranked top 10 among the leading 500 service companies in Taiwan by CommonWealth Magazine; ranked top 100 among the leading 1000 companies in the Mainland, Taiwan and Hong Kong by Business Weekly.
May, 2007	Ranked as The Most Preferred Regional Distributor by Electronics Supply and Manufacturing-China (ESMC); special consideration in The Best Supply Capability, The Best Technical Support, and The Best Logistics Service.
Jun., 2007	The Shareholders' Meeting resolved to pay out NT$ 1.2 for cash dividend per share and NT$ 0.5 for stock dividend per share.
2007	Newly appointed by LITEON and Renesas as distributor in APAC or greater China.
Jan., 2008	Awarded MII sponsored, CQAE and CEPA co-certified RECS qualifications in Mainland China; supply & distribution recognized for being one of the first to qualify.
May, 2008	Awarded as No.1 IC distributor by CommonWealth Magazine and Business Weekly.
May, 2008	Re-elected as the Best and Largest Asian Electronics Distributor and ranked the 3rd worldwide semiconductor distributor by My-ESM!
Jun., 2008	Re-elected as The Best Overseas Distributor by ESMC, the only company with special consideration in The Best Supply Capability, The Best Technical Support, The Best Logistics Service, and The Best E-commerce Capability.
Jun., 2008	The Shareholders' Meeting resolved to pay out NT$ 2.15 for cash dividend per share, and NT$ 0.315 for stock dividend per share.

Jun., 2008	Re-elected Board of Directors in advance in the annual Shareholders' Meeting; increased independent director board seats from 2 to 5, accounted for one third of the Board; Audit Committee composed by all independent directors.
Jul., 2008	WPG acquired passive component distributor Pernas Electronics Co., Ltd. (stock code: 3256) through share swap, with Jul. 16 as reference date of the share swap.
Oct., 2008	Moved to a new office at 10F., No. 97, Sec. 2, Dun Hua S. Rd., Taipei 106, Taiwan, R.O.C.
Oct., 2008	Investment and finance committee established.
2008	Newly appointed by SETi, Telechips, Elan, Harvatek, and Volterra as distributor in APAC or greater China distributor.
Feb., 2009	WPG announced to acquire AIT (Code: 6159) 100% share by share swap; effective date for closure was set for February 6th, 2009.
Feb., 2009	Remuneration committee established.
May, 2009	Included by MSCI as the first-ever Taiwan IC distributor constituent.
Jun., 2009	Elected as the Best Overseas Authorized Distributor by ESMC, and rated as having The Best Logistic Capability, The Best Technical Support, and The Best Volume Flexibility.
Jun., 2009	Re-elected as the No. 1 Electronics Distributor in APAC by EETimes, and ranked as the 3rd worldwide distributor.
Jun., 2009	The Shareholders' Meeting resolved to pay out NT$ 1.40 for cash dividend per share.
Dec., 2009	WPG launched webinars that attracted much attention from customers in Mainland China.
Dec., 2009	WPG Electronics (HK) awarded Logistics Awards Hong Kong.
2009	Newly appointed by TA-I, TDK, KEMET, Wintek, K.S Terminals Inc., Macro Image Technology, Orister Corp., and SG Micro Corp. (Hong Kong) as distributor in APAC or greater China distributor.
Mar, 2010	WPI Group, the subsidiary of WPG Holdings, acquired AIO Components Company Ltd. (AIO) through overseas dealing.
May, 2010	Elected as the Best Overseas Authorized Distributor by ESMC, and rated as having The Best Supply Capability, The Best Logistic Support, and The Best Volume Flexibility.
Jun., 2010	Re-elected as the No. 1 Electronics Distributor in APAC by EETimes, and ranked as the 3rd worldwide distributor.
Jun., 2010	The Shareholders' Meeting resolved to pay out NT$2 for cash dividend per share, and NT$1.8 for stock dividend per share.
Nov., 2010	WPG acquired YOSUN Industrial Corp. (stock code: 2403) through share swap, Nov. 15 set as reference date.
Nov., 2010	Celebrated WPG's 5th anniversary; set company vision "To Become the First Choice of Industry. To Become the Benchmark of Distribution."

2010	Appointed by Raontech, GigaDevice, INSIDE, Advanced Silicon, Redmere, NXP Semiconductors, OSRAM Opto Semiconductors, Synerchip, Sitronix, Epson, Infineon Technologies, Sanyo Semiconductors, Summit Microelectronics Inc., ST Ericsson, AMIC Technology Corporation, Silergy, AMS, Nutune, Trident, AcSip, HuaJie, Evolution, TT Electronics, Leadcore, Rockchip, Synic, Black Sand, ATLAB, SGMICR0, UBIQ, EPICOM, RAYDIUM, TAI-SAW, ALCOR, FUDATONG, PST, Wellypower, ABT, and ZILLTEK as distributor in APAC or greater China distributor.
May, 2011	Re-elected as the No. 1 Electronics Distributor in APAC by EETimes, and ranked as the 3rd worldwide distributor.
Jun., 2011	The Shareholders' Meeting resolved to pay out NT$2.1 for cash dividend per share, and NT$0.9 for stock dividend per share
2011	Appointed by Quality, Energyled Corp., Phoenix, TTM, Marvell, SMSC, Mindspeed, TranSwitch, Vitesse, ICP, mCube, ARM, AzureWave, Citruscom, Domintech, ESMT, FuDaTong, InfoTM, JustPower, Kingston, Neotec, Novatek, Powervation, Quintic, and Winbond as distributor in APAC or greater China distributor.
Mar., 2012	WPG acquired AECO Technology Co., Ltd. (stock code: 6119) through share swap, with Mar. 1 as reference date.
Apr., 2012	Longview Technology Inc., subsidiary of WPG Holdings' subgroup WPI Group, acquired Long-Think group's electronics components business in greater China area in cash.
May, 2012	Re-elected as the No. 1 Electronics Distributor in APAC by EETimes, and ranked as the 3rd worldwide distributor.
Jun., 2012	The Shareholders' Meeting resolved to pay out NT$ 2.6 for cash dividend per share.
2012	Newly or additionally appointed by Bridgelux, ADDA, Prolific, GigaDevice, Action, Hanergy, Sigma Designs, RFM, Eri, Metrodyne, ERP, TUL, PTC, Philips Lumiled, Siano, CHAMPION, CPT, IR, mCube, and Sinopower as a distributor in APAC or greater China distributor.
May, 2013	Elected into 2013 TOP 25 Global Electronics Component Distributors by EDN, and ranked as the 3rd worldwide distributor.
Jun., 2013	The Shareholders' Meeting resolved to pay out NT$2.4 for cash dividend per share.
Aug., 2013	First took part in the evaluation of 2013 CSR Award by CommonWealth Magazine and ranked 27/50.
2013	Newly or additively appointed by Goodix, Touchstone, LITEON-SILI, T&T, ELAN, Silicon Line, Aptos, CellWise, Next Biometrics, Cyntec, Kingston, Merry, and Wolfson as a distributorin APAC or greater China distributor.
Jan., 2014	BOD of WPG resolved the share swap transactions: World Peace Industrial Co., Ltd. in exchange for Aeco Technology Co., Yosun Industrial Corp. in exchange for RichPower Electronic Devices Co., Ltd., and Silicon Application Corp. in exchange for Pernas Electronics Co., Ltd.; Jan. 1 was set as reference date.
May, 2014	The BOD resolved to issue domestic unsecured convertible bonds for the first time.

Jul., 2014	Ranked “A++” in the “Transparency and Information Disclosure” evaluation.
Dec., 2014	Elected as The Most Popular Authorized Distributor in the "2014 EEPW Editors’ Choice Award" evaluation
2014	Newly appointed by O2 Micro, ISSC, Huntersun, Solteam, Fibocom, SEQUANS, VANCHIP, and OTUS as distributor.
Mar., 2015	WPG commenced tender offer for shares of Genuine C&C INC.
Apr., 2015	Ranked “A++” in “Transparency and Information Disclosure” evaluation.
Apr., 2015	Ranked among the top 20% of TWSE listed and TPEx listed companies in the 1st Corporate Governance Evaluation.
May, 2015	Ranked the 1814th on the Forbes Global 2000.
May, 2015	Rated as one of the Top 10 Overseas Distributors by ESMC.
2015	Appointed by SANA, ISSC, Thine, TBPC, Akustica Inc., BRIGHTEK, Panda, VANCHIP, High-Flying, Ambiq Beken, etc. as distributor/agent.
Feb., 2016	Moved to new office at 8F., No. 489, Sec. 2, Tiding Blvd., Neihu Dist., Taipei City.
Apr., 2016	The BOD resolved to purchase the property used for office in the Jingmao Sec., Nangang Dist., Taipei City.
Apr., 2016	Awarded top 20% amongst all listed companies in the 2nd Corporate Governance Evaluation
Apr., 2016	Ranked the 1735th in the Forbes Global 2000, and the 2nd place in the 2000 Survey Service Industry by CommonWealth Magazine
Jul., 2016	Selected in TWSE Corporate Governance 100 Index.
Oct., 2016	Rated as one of the Top 10 Overseas Authorized Distributors by the ESMC.
2016	Added the agent and distribution rights of VATICS, CT Micro, Skywalker, Seoul Semiconductor, BroadLink, UNEO, TELINK, AQUANTIA, Sharp, etc.
Apr., 2017	Ranked top 20% amongst all listed companies in the 3rd Corporate Governance Evaluation.
May, 2017	Listed in the Forbes Global 2000, and ranked 2nd in the 2000 Survey Service Industry by CommonWealth Magazine.
Oct., 2017	Rated as one of the Top 10 Overseas Authorized Distributors by the ESMC.
2017	Added the agent and distribution rights of Western, Acsip, JMicron, Microvision, PI, SILICONGEAR, UBIQ, Lumileds, TDK, Lattice, Nexperia, etc.
Apr., 2018	Ranked between 6% to 20% of the listed companies in the 4th Corporate Governance Evaluation.
May, 2018	Ranked the 2nd in the 2000 Survey Service Industry by CommonWealth Magazine.
Jun., 2018	Ranked the 1717th in the Forbes Global 2000.
Nov., 2018	Rated as one of the Top 10 International Brand Distributors by the ESMC.

2018	Added the agent and distribution rights of Renesas, CPS, China Mobile, AMS, ASINK, TOSHIBA MEMORY, Giantec, Yangjie, tBPC, Intelligo, Fenghua, FingerTech, GOKE, Neoway, Socionext, Chilisin, NJRC, Navitas, etc.
Apr., 2019	Ranked between 6% to 20% of the listed companies in the 5th Corporate Governance Evaluation.
May, 2019	Ranked the 2nd in the 2000 Survey Service Industry by CommonWealth Magazine.
May, 2019	Ranked the 1741st in the Forbes Global 2000.
Nov., 2019	Rated as one of Top 5 Technology Support Distributor, and the Top 10 International Brand Distributors by the ESMC.
2019	Appointed by NeuroMem, Thundercomm, V-Color, Maxeye, XTX, NCE, HPI, Genesys, HiSilicon, Broadcom, VARTA, etc. as distributor
Apr., 2020	Ranked between 6% to 20% of the listed companies in the 6th Corporate Governance Evaluation.
May, 2020	Ranked No.1822 on the Forbes Global 2000 List of the World's Top Listed Companies
May, 2020	Ranked No. 2 of service industry on the Top 2000 Surveys and No. 12 of 50 largest groups in Common Wealth Magazine.
Jun., 2020	Ranked No. 104 in the Top 1000 Surveys of Mainland China, Taiwan and Hong Kong in Common Wealth Magazine.
Nov., 2020	Won the Outstanding International Brand Distributor of the Global Electronic Component Distributor Awards in Electronics Supply and Manufacturing-China (ESMC) Magazine.
Dec., 2020	Nangang headquarter building established.
2020	Appointed by SGMICRO、Neoway、Southchip、ESMT、JoulWatt、AMICCOM、GPT、NOVOSENSE、Mobileye、VCOM、SGR、Audiowise、Vesper、SIMCom、Silergy、MPS、Dioo、Baidu、Artery、TOUCHÉ、SRO、Phison、Konsemi、EEASY、ACEINNA、Nations、awinic、Radrock etc. as distributor/agent.
Jan., 2021	Introduced Employee Stock Ownership Trust.
Apr., 2021	Ranked between 21% to 35% of the listed companies in the 7th Corporate Governance Evaluation.
May, 2021	Ranked No. 1760 on the Forbes Global 2000 List of the World’s Top Listed Companies.
May, 2021	Ranked No. 1 of service industry on the Top 2000 Surveys in CommonWealth Magazine.
Jun., 2021	Ranked No. 101 in the Top 1000 Surveys of Cross-Strait and Three Places in CommonWealth Magazine.
Nov., 2021	Won the Outstanding International Brand Distributor of the Global Electronic Component Distributor Awards in Electronics Supply and Manufacturing-China (ESMC) Magazine.

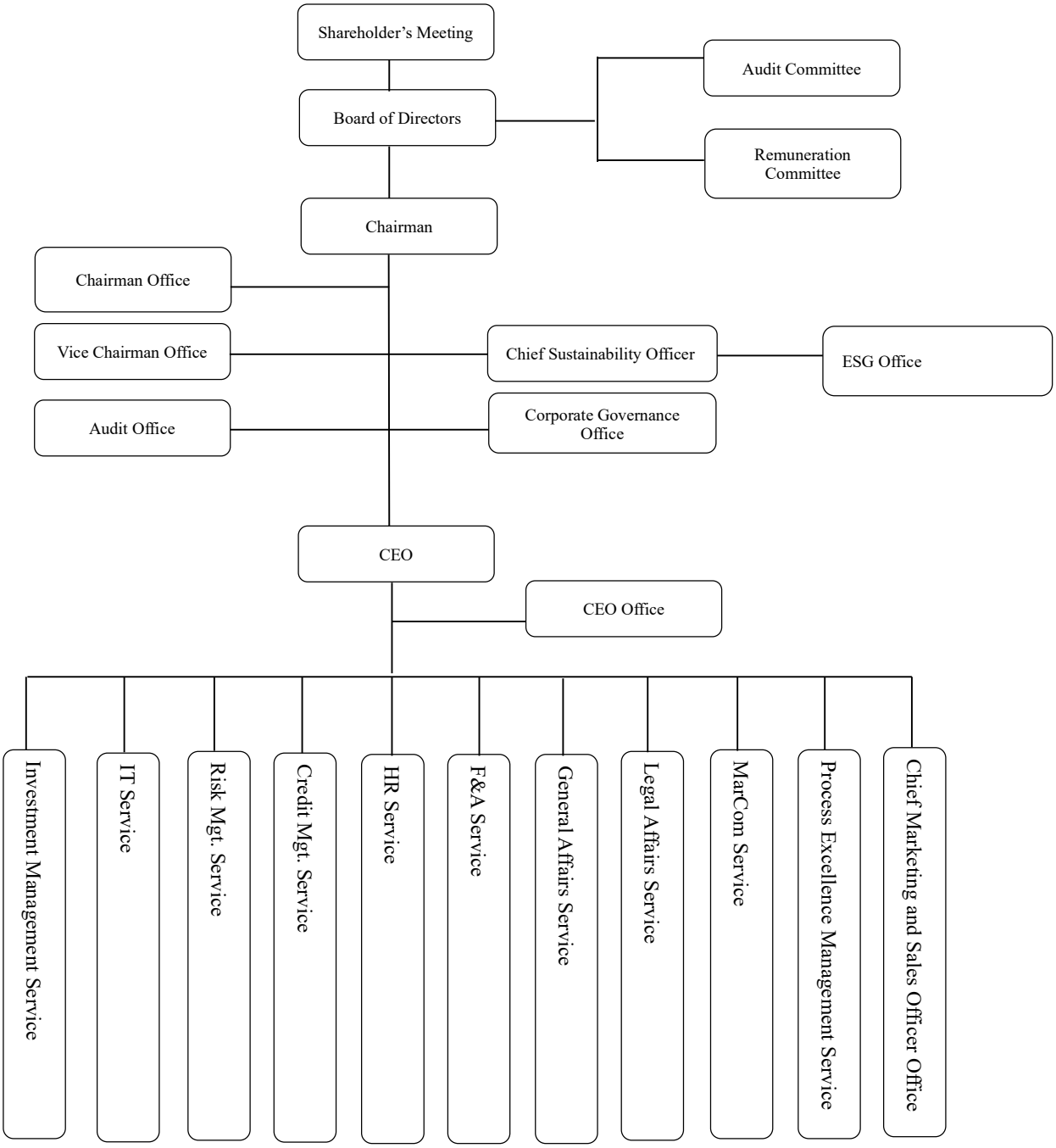
Nov., 2021	Won the golden selection of AspenCore's three Major Electronic Component Distributor and Outstanding International Branded Distributor.
2021	Appointed by HorizonRobotics, LPS, MindMotion, Willsemi, uPI, Cambricon, Hoturnkey, Kneron, Bluetrum, VIIYONG, ASE, ALTOBEAM, BLUEX, DSPG, GreenWaves, IGNION, IPU, Mobvoi, MONTAGELZ, PNJ, SCY, VANCHIP, WINNER MICRO etc. as distributor/agent.
Apr., 2022	Ranked between 6% to 20% of the listed companies in the 8th Corporate Governance Evaluation.

3. Corporate Governance Report

3.1 Organization

3.1.1 Organization Chart

March 28, 2022



3.1.2 Major Corporate Functions

WPG Holdings is operated in cooperation with WPI Group, SAC Group, AIT Group, and YOSUN Group, and its business is characterized by cross-group, cross-region, and cross-company.

The framework of WPG is organized to meet the needs of the ever-changing markets. In order to fulfill the shared vision of "To Become the First Choice of Industry. To Become the Benchmark of Distribution.", WPG focuses on establishing management mechanisms and supervision for its affiliated subgroups and subsidiaries; highlighting back-end management effectiveness and front-end coordination through sharing/integral resource platform in order to enhance front-end effectiveness; and specializing in the capital market, investor relations, and financing.

(1) Audit Office
Responsible for conducting audits for the effectiveness of internal regulations and institutional implementation for WPG and making recommendations for improvement based on the results.

(2) Investment Management Service
Responsible for the planning, analysis, evaluation, as well as post-investment management of the investment, mergers and acquisitions of the Holding company and its subsidiaries.

(3) F&A Service
Responsible for matters related to finance and accounting for WPG, as well as managing investor relations; responsible for the management, guidance, and supervision of each group's corresponding function. CFO also serves as the Company's Spokesperson.

(4) IT service
Responsible for information management strategy, as well as planning of information management policy, optimization, and integration of information platform; responsible management, guidance, and supervision of each group's corresponding function.

(5) HR service
Responsible for matters related to human resources for WPG; responsible for the management, guidance, and supervision of each group's corresponding function.

(6) MarCom Service
Responsible for maintaining brand image, as well as planning, implementing, and supervising of e-marketing platform for WPG; responsible for the management, guidance, and supervision of each group's corresponding function.

(7) Legal Affairs Service
Responsible for legal affairs of WPG; responsible for the management, guidance, and supervision of each groups' corresponding function.

(8) Credit Mgt. Service
Responsible for credit management affairs of WPG Holdings; responsible for the management,

guidance, and supervision of each groups' corresponding function.

(9) Risk Management Service Office

Responsible for risk and crisis management mechanisms establishment, various risk management operations, as well as risk and crisis management awareness promotion.

(10) General Administration Service Office

Responsible for WPG Holdings' general and administrative affairs; responsible for the management, guidance and supervision of each groups' corresponding function.

(11) Process Excellence Management Service

Responsible for optimization of WPG business management mechanisms, intelligent operation performance management, and operating procedures quality to improve overall operation management effectiveness and efficiency.

(12) Chief Marketing and Sales Officer Office

Responsible for assisting internal communication between each Group and establishing resource sharing and collaboration platform to serve customers, strengthen production lines, and enhance trade compliance management mechanism. Externally, CMSO Office is responsible for improving user experience through WPG DADAWANT platform's automation and subscription-based innovative services.

(13) ESG Office

Responsible for strengthening WPG Holdings' sustainable competitiveness through planning and promoting sustainable development matters, tracking the implementation effectiveness, and establishing continuous improvement plan.

3.2 Directors, Supervisors, President, Vice Presidents, Directors, and Division/Department/Affiliates Heads (including Remuneration paid to Directors, Supervisors, and Management Team)

3.2.1 Information regarding Directors and Supervisors

(1) Information regarding Directors and Supervisors

March 28, 2022

Title	Nationality/ Place of registration	Name	Gender	Date Elected	Term (years)	Date First Elected	Shareholding When Elected		Current Shareholding		Spouse & Minor Shareholding		Shareholding by nominees		Education and Selected Past Positions	Selected Current Positions at the Company and Other Companies	Managers Who are Spouses or within Second-degree Relative of Consanguinity to Each Other			Remarks
							Common Shares	%	Common Shares	%	Common Shares	%	Common Shares	%			Title	Name	Relation	
							Preferred Shares	%	Preferred Shares	%	Preferred Shares	%	Preferred Shares	%						
Chairman	Republic of China	Simon Huang	Male 50~70 years old	06/24/2020	3 years	06/14/2005	41,411,507	2.47	41,411,507	2.47	10,523,167	0.63	—	—	Department of Engineering Science, National Cheng-Kung University; Cofounder and Chairman, WPI Group	Chairman & Director, WPG Holdings Affiliated Ventures; Chairman, Trigold Holdings Limited; Chairman,Taiwan Industry Holding Association Director, Phoenix Innovation and Entrepreneurship Investment Inc. Supervisor, SINOCON Industrial Standards Foundation Executive Director, Taipei Electronic Components Suppliers' Association (TECSA) Vice Chairman, Taiwan Listed Companies Association	—	—	—	
							—	—	—	—	—	—	—	—						
Vice Chairman	Republic of China	Frank Yeh	Male 50~70 years old	06/24/2020	3 years	06/18/2014	1,196,537	0.07	1,196,537	0.07	—	—	—	—	Department of Electronics Engineering, Feng Chia University; President, Arrow Electronics, Inc.; CEO, WPG Holdings Ltd.;	Director, WPG Holdings Affiliated Ventures; Independent Director, BenQ Materials Corp.	—	—	—	
							113,000	0.06	113,000	0.06	—	—	—	—						

Title	Nationality/ Place of registration	Name	Gender	Date Elected	Term (years)	Date First Elected	Shareholding When Elected		Current Shareholding		Spouse & Minor Shareholding		Shareholding by nominees		Education and Selected Past Positions	Selected Current Positions at the Company and Other Companies	Managers Who are Spouses or within Second-degree Relative of Consanguinity to Each Other			Remarks
							Common Shares	%	Common Shares	%	Common Shares	%	Common Shares	%			Title	Name	Relation	
							Preferred Shares	%	Preferred Shares	%	Preferred Shares	%	Preferred Shares	%						
Director	Republic of China	K.D. Tseng	Male Over 70 years old	06/24/2020	3 years	06/22/2011	9,654,480	0.57	9,654,480	0.57	19,053,200	1.13	—	—	Department of Electronics Engineering, National Taiwan Ocean University; Founder and Chairman, Yosun Industrial Corp.	Chairman & Director, WPG Holdings Affiliated Ventures; Director, Trigold Holdings Limited; Director (Corporate Representative), Qleap Accelerators Limited; Director (Corporate Representative), Ability I Venture Captial Corporation.; Chairman, Management Intelligence Sharing Association (MISA) Representative Director, Taipei Electronic Components Suppliers' Association (TECSA)	—	—	—	
							—	—	—	—	—	—	—	—						
Director	Republic of China	Mike Chang	Male 50~70 years old	06/24/2020	3 years	06/14/2005	25,112,020	1.50	12,612,020	0.75	582,148	0.03	16,258,000	0.97	Department of Electrical Engineering, National Taipei Institute of Technology (Department of Electrical Engineering, National Taipei University of Technology); President (Far East Dist.) TXC Corporation; President, WPG Holdings Affiliated Venture	Chairman & Director, WPG Holdings Affiliated Venture; Supervisor, Taipei Electronic Components Suppliers' Association (TECSA)	—	—	—	
							—	—	—	—	—	—	—	—						
Director	Republic of China	T.L. Lin	Male 50~70 years old	06/24/2020	3 years	06/14/2005	19,195,570	1.14	17,195,570	1.02	17,108,688	1.02	—	—	Department of Electrical Engineering, National Taipei Institute of Technology (Department of Electrical Engineering, National Taipei University of Technology); Cofounder, World Peace Industrial Co., Ltd.	Director, Trigold Holdings Limited; Director, Fantasy Story Inc. Executive Director, Taipei Electronic Components Suppliers' Association (TECSA)	—	—	—	
							—	—	—	—	1,000,000	0.50	—	—						

Title	Nationality/ Place of registration	Name	Gender	Date Elected	Term (years)	Date First Elected	Shareholding When Elected		Current Shareholding		Spouse & Minor Shareholding		Shareholding by nominees		Education and Selected Past Positions	Selected Current Positions at the Company and Other Companies	Managers Who are Spouses or within Second-degree Relative of Consanguinity to Each Other			Remarks
							Common Shares	%	Common Shares	%	Common Shares	%	Common Shares	%			Title	Name	Relation	
							Preferred Shares	%	Preferred Shares	%	Preferred Shares	%	Preferred Shares	%						
Director	Republic of China	K.Y. Chen	Male 50~70 years old	06/24/2020	3 years	06/14/2005	4,614,658	0.27	4,614,658	0.27	—	—	—	—	Department of Electronic Physics, National Chiao-Tung University; Founder and Chairman, Silicon Application Corporation	Chairman & Director, WPG Holdings Affiliated Ventures; Director, Trigold Holdings Limited; Director, Chiayang Biotech Inc. Director, LeadSun New Star Corp. Director, Taipei Electronic Components Suppliers' Association (TECSA)	—	—	—	
							561,738	0.28	561,738	0.28	—	—	—	—						
Director	Republic of China	Fullerton Technology Co., Ltd.	Male 50~70 years old	06/24/2020	3 years	06/14/2005	34,421,074	2.05	32,421,074	1.93	—	—	—	—	Department of Electronics, Feng Chia University; Chairman, RichPower Electronic Devices Co., Ltd.	Chairman & President, Fullerton Technology Co., Ltd.; Director (Corporate Representative), Imagemore Co., Ltd.; Chairman (Corporate Representative), Niceday IT Co. Ltd.; Director (Corporate Representative), British Cayman Islands Business CloudMile; Director (Corporate Representative), Udar Digital Inc.; Director (Corporate Representative), Spire Technology Limited; Director (Corporate Representative)	—	—	—	
							2,000,000	1.00	2,000,000	1.00	—	—	—	—						
		Richard Wu, Representative				07/20/2016	—	—	35,166	—	—	—	—	—						
							—	—	—	—	—	—	—	—						
Independent Director	Republic of China	Jack J.T. Huang	Male 50~70 years old	06/24/2020	3 years	06/25/2008	—	—	—	—	—	—	—	—	S.J.D., Harvard University; LL.M., Northwestern University; LL.B., National Taiwan University	Founder & Chairman, Taiwan Renaissance Platform; Special Adviser, Yulon Group; Special Adviser, Tai Yuen Textile Co., Ltd.; Independent Director, Taiwan Mobile Co., Ltd. Independent Director, SYSTEX Corporation; Independent Director, CTCI Corporation; Representative Director, Yulon Motor Co., Ltd.; Representative Director, Taiwania Capital	—	—	—	
							—	—	—	—	—	—	—	—						

Title	Nationality/ Place of registration	Name	Gender	Date Elected	Term (years)	Date First Elected	Shareholding When Elected		Current Shareholding		Spouse & Minor Shareholding		Shareholding by nominees		Education and Selected Past Positions	Selected Current Positions at the Company and Other Companies	Managers Who are Spouses or within Second-degree Relative of Consanguinity to Each Other			Remarks
							Common Shares	%	Common Shares	%	Common Shares	%	Common Shares	%			Title	Name	Relation	
							Preferred Shares	%	Preferred Shares	%	Preferred Shares	%	Preferred Shares	%						
Independent Director	Republic of China	Charles Chen	Male Over 70 years old	06/24/2020	3 years	06/24/2020	—	—	—	—	—	—	—	—	Master of Accounting, SooChow University; CPA of PricewaterhouseCoopers Taiwan	Director, Prime Oil Chemical Service Corporation; Independent Director, China Television Company, Ltd.; Vice-President of United Way of Taiwan	—	—	—	
							—	—	—	—	—	—	—	—			—	—	—	
Independent Director	Singapore	Weiru Chen	Male 50~70 years old	06/24/2020	3 years	06/24/2020									Ph.D. of Strategic Management, Purdue University; Master of Business Administration, Tamkang University; Bachelor of Business Administration, National Taiwan University; Associate Professor of China Europe International Business School.	Independent Director, TAL Education Group (NYSE: TAL); Independent Director, Dian Diagnostics Group (SHE: 300244); Independent Non-executive Director, Country Garden Services Holdings Company Limited (SEHK: 6098); Independent Director, Fangdd Network Group Ltd. (Nasdaq: DUO); Independent Director, Bluecity Holdings (Nasdaq: BLCT)				
Independent Director	Republic of China	Kathy Yang	Female 50~70 years old	08/03/2021	1 year and 10 months	08/03/2021	50,251	—	50,251	—	—	—	—	—	MBA from Kansas State University; Business Association Executive Program, National Chengchi University; Bachelor of Business Administration, National Chengchi University; Senior Deputy General Manager,CDIB Capital Group; General Manager, CDIB Venture Capital Corporation; General Manager CDIB Capital Management Corporation	Director (legal representative), CDIB & Partners Investment Holding Corporation; Independent Director, Sinopower Semiconductor Inc.; Independent Director, Innodisk International Co., Ltd.	—	—	—	
							—	—	—	—	—	—	—	—						

Table 1: Major Shareholder of WPG's Director or Supervisor that is an Institutional Shareholder

April 18, 2022

Name of Institutional Shareholder	Major Shareholders of the Corporate Director	Shareholding (%)
Fullerton Technology Co., Ltd.	Mei-Chi Liao (3.28%), Ru-Kai Lai (3.29%), Richard Wu (3.10%), Shu-Qing Ou (2.0%), CTBC Bank Trustee Account of Richard Wu (1.73%), Yen-Hung Liu (1.67%), Yen-Pei Liu (1.67%), Jing-Hong Zheng(1.29%), Standard Chartered International Commercial Bank Business Department Trustee Account of SPDR (R) Index Fund, SPDR portfolio Emerging Market (1.06%), HannsTouch Solution Incorporated（1.16%）	20.27

Table 2: Major Shareholder of WPG's Major Shareholder that is an Institutional Shareholder

March 26, 2022

Name of Institutional Shareholder	Major Shareholders of the Corporate Director	Shareholding (%)
HannsTouch Solution Incorporated	HannStar Display Corporation(26.60%), Huali Investment Co., Ltd.(7.37%), Tengda investment Co., Ltd.(2.23%), You-Qi Jiao(1.33%), Chase Bank in Custody for Vanguard Emerging Markets Stock Index Fund(0.87%), HSBC Bank in Custody Morgan Stanley International Limited Co. Fund(0.84%), JP Morgan in Custody for Vanguard Total International Stock Index Fund, a series of Vanguard Star Funds(0.84%), Wei-Xin Ma(0.62%), Citibank in Custody for UBS Europe SE Investment Fund(0.60%), Gao-Lin Huang(0.56%)	41.86

(2) Disclosure of Information regarding the Professional Qualifications of Directors and the Independence of Independent Directors

I. Professional qualifications and experience of directors

Name\Qualification	Professional qualifications and experience	The number of other IPO companies served as the independent director
Simon Huang Chairman	Mr. Simon Huang is currently the Chairman of WPG Holdings Limited. He also acts as Director of the Taipei Electronic Components Suppliers' Association (TECSA). Mr. Huang holds a Bachelor's degree in Engineering Science from National Cheng-Kung University and has over 30 years of experience in the electronic components industry.	0
Frank Yeh Vice Chairman	Mr. Frank Yeh is currently the Vice Chairman of WPG Holdings Limited. Mr. Yeh has over 30 years of experience in the electronic components industry and previously served as General Manager at Arrow Electronics. Mr. Yeh holds a Bachelor's degree in Electrical Engineering from Feng Chia University and has over 30 years of experience in the electronic components industry.	1
K.D. Tseng Director	Mr. K.D. Tseng currently serves as Chairman of Yosun Industrial Corp., holding a concurrent position as Representative Director of Taipei Electronic Components Suppliers' Association (TECSA) and Management Intelligence Sharing Association (MISA). Mr. Tseng used to serve at Arrow Strong Electronics Co. Ltd. Mr. Tseng holds a Bachelor's degree in Electrical Engineering from National Taiwan Ocean University and has over 30 years of experience in the electronic components industry.	0
Mike Chang Director	Mr. Mike Chang is currently the CEO of WPG Holdings Limited and the Chairman of WPG Holdings subsidiary WPI Group. He also acts as Supervisor of the Taipei Electronic Components Suppliers' Association (TECSA). Mr. Chang has over 30 years of experience in the electronic components industry and previously served executive positions at Texas Instruments and TXC Corporations. Mr. Chang holds a Bachelor's degree in Electrical Engineering from the National Taipei University of Technology.	0
T.L. Lin Director	Mr. T.L. Lin currently serves as Director of WPG Holdings affiliated venture. He also acts as Director of the Taipei Electronic Components Suppliers' Association (TECSA). Mr. Lin holds a Bachelor's degree in Electrical Engineering from the National Taipei University of Technology and has over 30 years of experience in the electronic components industry.	1
K.Y. Chen Director	Mr. K.Y. Chen is currently the Chairman of WPG Holdings subsidiary SAC Group. He also acts as Director of the Taipei Electronic Components Suppliers' Association (TECSA). Mr. Chen has over 30 years of experience in the electronic components industry and has served in the Electronics and Optoelectronics Research Laboratories (EOL) of the Industrial Technology Research Institute. Mr. K.Y. Chen holds a Bachelor's degree in Electro physics from National Chiao-Tung University.	0
Fullerton Technology Co., Ltd. Representative：Richard Wu Director	Mr. Richard Wu is currently the Chairman and CEO of Fullerton Technology, as well as Chairman of Niceday IT Co., Ltd. Mr. Wu holds a Bachelor's degree in Electrical Engineering from Feng Chia University.	0
Jack J.T. Huang Independent Director	Mr. Jack J.T. Huang is the founder and Chairman of Taiwan Renaissance Platform, and special advisor of Yulon Group CEO and Tai Yuen Textile Co., Ltd. Chairman. Mr. Huang is a R.O.C. attorney and practiced law in Hong Kong, New York, and Taipei for many years. He is also a member of the Taipei Bar Association, American Bar Association, and New York City Bar Association. His professional expertise encompasses various international investments, mergers, and acquisitions, joint ventures, etc. Mr. Huang graduated from National Taiwan University (LL.B.), Northwestern University (LL.M.), and Harvard University (S.J.D.), and has over 5 years of work experience and attorney qualification.	3
Charles Chen Independent Director	Mr. Charles Chen currently serves as Director at Prime Oil Chemical Service Corporation and Vice President at United Way of Taiwan. Previously, Mr. Chen served as Vice Director of PricewaterhouseCoopers Taiwan, Chairman of Wei Chuan Foods Corporation. Mr. Chen is a Certified Public Accountant of R.O.C., and holds Master's degree in Accounting from Soochow University. Mr. Chen has over 5 years of work experience and CPA qualification.	1
Weiru Chen Independent Director	Mr. Weiru Chen is currently a Director at Alibaba Business School Industry Network Center and previously served as Chief Strategy Officer of Zhejiang Cuisine Bird Supply Chain Management Co., Ltd. Mr. Chen holds a Ph.D. degree in Strategic Management from Purdue University and has over 5 years of work experience.	0
Kathy Yang Independent Director	Ms. Kai Charn Yang currently serves as Director at CDIB & Partners Investment Holding Corporation. Previously, Ms. Yang served as Executive Vice President of CDIB Capital Group and led the venture capital and industry investment department. She was also the General Manager at CDIB Capital Management Corporation and CDIB Venture Capital Corporation. Ms. Yang holds Master's degree in Business Management from Kansas State University and has over 5 years of work experience.	2

II. Professional Qualifications and Experience of Independent Directors

Name \ Items	Independence Criteria (Note 1)												Item 9 Cumulative Amount of Remuneration
	1	2	3	4	5(Note 2)	6	7	8	9	10	11	12	
Jack J.T.	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0
Charles Chen	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0
Weiru Chen	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0
Kathy Yang	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0

Note 1: Independent directors who meet the following criteria two years before their election and during their term of office will be marked "✓"

(1) Not an employee of the Company or any of its affiliates.

(2) Not serving as a Director or Supervisor of the Company or any of its affiliates (this does not apply to cases where the person is an Independent Director of the Company, its parent or subsidiary established pursuant to this law or local laws).

(3) Not a natural-person shareholder who holds shares, together with those held by the person's spouse, minor children, or held by the person under others' names, in an aggregate amount of 1% or more of the total number of outstanding shares of the Company or is ranked in the top 10 in shareholdings.

(4) Not a spouse, relative within the second degree of kinship, or lineal relative within the third degree of kinship, of any of the persons in the preceding three subparagraphs.

(5) Not a Director, Supervisor, or employee of a corporate shareholder that directly holds 5% or more of the total number of issued shares of the company, or that ranks among the top 5 in shareholdings, or that designates its representative to serve as a Director or Supervisor of the Company under Article 27, Paragraph 1 or 2 of the Company Act (this does not apply to cases where the person is an Independent Director of the Company, its parent or subsidiary established pursuant to this law or local laws).

(6) If a majority of the Company's Director seats or voting shares and those of any other company are controlled by the same person: not a Director, Supervisor, or employee of that other company (this does not apply to cases where the person is an Independent Director of the Company, its parent or subsidiary established pursuant to this law or local laws).

(7) If the Chairperson, general manager, or person holding an equivalent position of the Company and a person in any of those positions at another company or institution are the same person or are spouses: not a director (or governor), supervisor, or employee of that other company or institution (This does not apply to cases where the person is an Independent Director of the Company, its parent or subsidiary established pursuant to this law or local laws).

(8) Not a Director, Supervisor, manager, or shareholder holding 5% or more of the shares, of a specified company or institution that has a financial or business relationship with the Company (this does not apply to cases where the specified company or institution holds more than 20% but less than 50% of the total shares issued and the person is an Independent Director of the Company, its parent or subsidiary established pursuant to this law or local laws)

(9) Not a professional individual who, or an owner, partner, Director, Supervisor, or manager of a sole proprietorship, partnership, company, or institution that, provides auditing services to the Company or any affiliate of the Company, or that provides commercial, legal, financial, accounting or related services to the company or any affiliate of the company for which the provider in the past 2 years has received cumulative compensation exceeding NT$500,000, or a spouse thereof; provided, this restriction does not apply to a member of the Remuneration Committee, public tender offer review committee, or special committee for merger/consolidation and acquisition, who exercises powers pursuant to the Act or to the Business Mergers and Acquisitions Act or related laws or regulations.

(10) Does not have a marital relationship with or a relative within the second degree of kinship with, any other Director of the Company.

(11) No condition defined in Article 30 of the Company Act has appeared.

(12) Not a government agency, juristic person, or its representative set forth in Article 27 of the Company Act of the R.O.C.

Note 2: Regarding the number of shares held, please refer to page 15 ~ 16.

(3) Diversity and Independence of the Board of Directors：

I. Diversity of the Board of Directors

In accordance with the Company's Articles of Association, the Rules for Election of Directors, and Corporate Governance Best Practice Principles, candidate nomination system is adopted to elect Board of Directors in a fair, just, and open procedure. The "Rules for Election of Directors" is stipulated and board diversity policy in specified in “Corporate Governance Best Practice Principles”. Based on the Company's business operations, operating dynamics, and development needs, the criteria of the professional background, professional skills, industry experience, gender, age, nationality, etc. which the directors should possess is stipulated and includes, but not limited to, the following two general standards:

i. Basic criteria and values: gender, race, age, nationality, and culture, etc.

ii. Professional knowledge and skills: professional background (such as law, accounting, industry, finance, marketing, technology, information security, risk management, corporate governance/legal compliance, environmental sustainability, corporate social responsibility, and human rights protection), professional skills, and industry experience, etc.

All members of the board shall have the knowledge, skills, and experience necessary to perform their duties. To achieve the ideal goal of corporate governance, the board of directors shall possess the following abilities:

i. Ability to make operational judgments.
ii. Ability to perform accounting and financial analysis.
iii. Ability to conduct management administration.
iv. Ability to conduct crisis management.
v. Knowledge of the industry.
vi. An international market perspective.
vii. Ability to lead.
viii. Ability to make policy decisions.

At the general meeting of shareholders on June 24, 2020, WPG Holdings elected the sixth Board of Directors for a term of 3 years from 2020/6/24 to 2023/6/23. The sixth term Board of Directors consists of 11 members (including 4 Independent Directors). In addition to the electronic components industry, the professional background of the Board covers investment management, strategic management, financial accounting, law, and global market mindset. Among the Board, 2 members are concurrent employees (including appointed manager) (18% of the Board), and 4 members are independent directors (36% of the Board). There is currently 1 female director (achieved the target of at least 1; 9% of the Board). In terms of age, 2 members are over 70 years old, while the remaining 9 members are in the age group of 50-70 years old. There are 3 independent directors with tenure of less than 3 years, and 1 independent director with tenure of more than 9 years; yet, despite his long tenure, Mr. Huang was again elected as an independent director given his expertise in law and mergers and acquisitions, as well as his extensive experience in related law practice and business management. The Company relies on Mr. Huang's professional advice and supervision toward functional committees to continually improve our corporate governance.

The directors' industry experience/ professional distribution are as follows:

Name of Director	Nationality	gender	Age		Term of Independent Director		Business Management	Decision-Making	Industrial Knowledge	Finance and Accounting	Law	Human Resource	Risk Management	Global Market Mindset	Investment Management
			50-70 year-old	Over 70-year-old	Under 9 years	Over 9 years									
Simon Huang	Republic of China	Male	✓				✓	✓		✓					✓
Frank Yeh	Republic of China	Male	✓				✓	✓	✓			✓	✓	✓	
K.D. Tseng	Republic of China	Male		✓			✓	✓	✓	✓			✓		✓
Mike Chang	Republic of China	Male	✓				✓	✓	✓			✓		✓	
T.L. Lin	Republic of China	Male	✓				✓	✓	✓	✓			✓		✓
K.Y. Chen	Republic of China	Male	✓				✓	✓	✓			✓		✓	✓
Fullerton Technology Co., Ltd.Representative：Richard Wu	Republic of China	Male	✓				✓	✓	✓				✓	✓	✓
Jack J.T. Huang	Republic of China	Male	✓			✓	✓	✓	✓	✓	✓				
Charles Chen	Republic of China	Male		✓	✓		✓	✓		✓		✓	✓		
Weiru Chen	Singapore	Male	✓		✓		✓		✓			✓		✓	
Kathy Yang	Republic of China	Female	✓		✓		✓		✓	✓				✓	✓

II. Independence of the Board of Directors

The sixth term Board of Directors consists of 11 members (including 4 Independent Directors, accounting for approximately 36.36%). All directors comply with the provisions of Article 26-3 of the Securities and Exchange Act, Items 3 and 4. There is no spousal relationship or familial relationship within the second degree of kinship among the directors.

3.2.2 Information regarding President, Vice Presidents, Directors, and Division/Department/Affiliates Heads

March 28, 2022

Title	Nationality	Name	Gender	On-board Date	Shareholding		Spouse/Minor Shareholding		Shareholding by Nominee Arrangement		Education and Selected Past Positions	Selected Current Positions at the Company and Other Companies	Managers Who are Spouses or within			Remarks
					Common Shares	(%)	Common Shares	(%)	Common Shares	(%)			Title	Name	Relation	
					Preferred Shares	(%)	Preferred Shares	(%)	Preferred Shares	(%)						
Chief Executive Officer	Republic of China	Mike Chang	Male	01/01/2021	12,612,020	0.75	582,148	0.03	16,258,000	0.97	Department of Electrical Engineering, National Taipei Institute of Technology (Department of Electrical Engineering, National Taipei University of Technology); President (Far East Dist.), TXC Corporation; President, WPG Holdings Affiliated Venture	Chairman & Director, WPG Holdings Affiliated Venture	—	—	—	
					—	—	—	—	—	—						
Chief Marketing & Sales Officer	Republic of China	IJ Hsu	Male	01/01/2021	161,627	0.01	45,200	—	—	—	B.S., Electronic Engineering, Feng Chia University Senior Executive Vice President, WPG Holdings Affiliated Venture	Director,WPG Holdings Affiliated Venture	—	—	—	
					—	—	—	—	—	—						
Chief Sustainability Officer	Republic of China	K.D. Tseng	Male	01/01/2021	9,654,480	0.57	19,053,200	1.13	—	—	B.S.,Electronic Engineering,National Taiwan Ocean University Chairman, WPG Holdings Affiliated Venture	Chairman & Director, WPG Holdings Affiliated Venture	—	—	—	
					—	—	—	—	—	—						
Chief Financial Officer (Accounting Supervisor、Financial Supervisor)	Republic of China	Cliff Yuan	Male	11/09/2005	685,584	0.04	13,082	—	—	—	Dual Degree in Law & Accounting, Soochow University; Financial Assistant Vice President, WPG Holdings Affiliated Venture	Director & Supervisor, WPG Holdings Affiliated Venture	—	—	—	
					—	—	—	—	—	—						
Chief Information Officer	Republic of China	Jazz Chuang	Male	01/01/2012	166,216	0.01	689	—	—	—	E.M.B.A., Information Management, National Taiwan University College of Management; Vice President, WPG Holdings Affiliated Venture	None	—	—	—	
					30,000	0.02	—	—	—	—						
Chief HR Officer	Republic of China	David Li	Male	07/01/2013	73,367	—	—	—	—	—	EMBA, Southern California University; Vice President, WPG Holdings Affiliated Venture	None	—	—	—	
					—	—	—	—	—	—						
Chief Legal Officer	Republic of China	Lucia Tai	Female	05/01/2018	238	—	1,000	—	—	—	Department of Law, National Taiwan University	Director, WPG Holdings Affiliated Venture	—	—	—	
					—	—	—	—	—	—						
Chief MarCom Officer	Republic of China	Tracy Cheng	Female	05/01/2018	239,701	0.01	—	—	—	—	Dual Degree in German & English, Soochow University	None	—	—	—	
					—	—	—	—	—	—						
Vice President	Republic of China	Scott Lin	Male	01/01/2007	591,507	0.04	—	—	—	—	Department of Eletriccal Engineering, Feng Chia University; Senior Vice President, WPG Holdings Affiliated Venture	None	—	—	—	
					—	—	—	—	—	—						
Vice President	Republic of China	Victor Lu	Male	01/01/2021	563	—	290	—	—	—	B.S., Electronic Engineering, National Taipei University of Technology. Vice President, , Arrow Electronics Taiwan Limited	None	—	—	—	
					—	—	—	—	—	—						
Vice President	Republic of China	Jessica Lee	Female	01/01/2021	17,558	—	—	—	—	—	A.S.,Shipping and Transportation Management,Taipei University of Marine Technology. Vice President, WPG Holdings Affiliated Venture	None	—	—	—	
					—	—	—	—	—	—						

3.2.3 Remuneration Paid in the Most Recent Year to Directors, Supervisors, President, and Vice Presidents

(1) Remuneration paid to Directors and Independent Directors

December 31, 2021; Unit: NT$ thousands

Title	Name	Director's Remuneration (Note 1)								(A+B+C+D) as a % of Net Income		Compensation Earned by a Director Who is an Employee of WPG or of WPG's Consolidated Entities										Compensation Paid to Directors from Non-consolidated Affiliates
		Base Compensation (A)		Severance pay and Pensions (B)		Compensation to Directors (C)		Allowances (D)				Base Compensation, Bonuses and Allowances (E)		Severance Pay and Pensions (F)		Employee's Profit Sharing Bonus (G)				(A+B+C+D+E+F+G) as a % of Net Income		
																The Company		All Consolidated Entities				
		The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company	All Consolidated Entities	Cash	Stock (Fair Market Value)	Cash	Stock (Fair Market Value)	The Company	All Consolidated Entities	
Director	Simon Huang	858	1,242	400	400	7,813	7,813	0	0	0.08 %	0.08 %	16,400	19,900	400	400	0	0	0	0	0.23 %	0.26 %	0
	K.D. Tseng	320	704	0	400	3,907	3,907	0	0	0.04 %	0.04 %	10,000	16,000	0	400	0	0	0	0	0.12 %	0.18 %	0
	Mike Chang	240	240	900	900	3,907	3,907	0	0	0.04 %	0.04 %	26,825	26,825	900	900	30,025	0	30,025	0	0.55 %	0.54 %	0
	Frank Yeh	240	240	1,440	1,440	3,907	3,907	0	0	0.05 %	0.05 %	42,000	42,000	1,440	1,440	8,000	0	8,000	0	0.50 %	0.49 %	0
	T.L. Lin	320	704	0	0	3,907	3,907	0	0	0.04 %	0.04 %	0	0	0	0	0	0	0	0	0.04 %	0.04 %	0
	K.Y. Chen	320	320	0	370	3,907	3,907	0	0	0.04 %	0.04 %	10,000	15,400	0	370	0	0	0	0	0.12 %	0.17 %	0
	Fullerton Technology Co., Ltd.	0	0	0	0	3,907	3,907	0	0	0.03 %	0.03 %	0	0	0	0	0	0	0	0	0.03 %	0.03 %	0
	Representative: Richard Wu	240	240	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Independent Director	Jack J.T. Huang	1,260	1,260	0	0	5,314	5,314	0	0	0.06 %	0.06 %	0	0	0	0	0	0	0	0	0.06 %	0.06 %	0
	Charles Chen	1,040	1,040	0	0	5,314	5,314	0	0	0.06 %	0.05 %	0	0	0	0	0	0	0	0	0.06 %	0.05 %	0
	Weiru Chen	540	540	0	0	5,314	5,314	0	0	0.05 %	0.05 %	0	0	0	0	0	0	0	0	0.05 %	0.05 %	0
	Kathy Yang (Note 2)	199	199	0	0	2,059	2,059	0	0	0.02 %	0.02 %	0	0	0	0	0	0	0	0	0.02 %	0.02 %	0

Note 1: Resolved by the Company's Board of Directors on March 22nd, 2022

Note 2: Ms. Kathy Yang was by-elected at the general shareholders' meeting on August 3rd, 2021.

1. Please describe the remuneration policy, system, standard, and structure of Independent Directors, and as attested by the responsibilities, risks, investment time, and other factors to describe the relation with the amount of remuneration paid: the Independent Directors of the Company are ex officio members of the audit committee, as claimed by the remuneration payment standard for directors decided by the Board of Directors of the Company. In addition to receiving fixed remuneration as a director, the convener of the Audit Committee receives a fixed monthly remuneration, the audit members receive attendance fees as stated by the number of meetings; based on the performance evaluation method of the Board of Directors, the Audit Committee receives committee performance remuneration as reported by the annual performance evaluation results; if the Company has a surplus at the end of the year, the director's remuneration is paid on the basis of the Company's operating performance, considering the time invested by the Independent Directors and their responsibilities, the amount to be released shall be decided by the Board of Directors.
2. Besides the disclosure in the above table, remuneration received by the Directors of the Company in the most recent year for providing services (such as serving as a consultant for the parent company / all companies listed in the financial report / non-employees of the investments in other companies, etc.): None.

(2) Compensation paid to President and Vice Presidents

December 31, 2021; Unit: NT$ thousands

Title	Name	Salary (A)		Severance Pay and Pensions (B)		Bonuses and Allowances (C)		Employee's Profit Sharing Bonus (D) (Note 1)				(A+B+C+D) as a % of Net Income		Compensation received from Non-consolidated Affiliates
		The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company	All Consolidated Entities	The Company		All companies in the consolidated financial statements		The Company	All Consolidated Entities	
								Cash	Stock (Fair Market Value)	Cash	Stock (Fair Market Value)			
Chief Executive Officer	Mike Chang	Total of President and Vice Presidents												
Chief Corporate Structure Officer	Frank Yeh													
Chief Marketing & Sales Officer	IJ Hsu													
Chief Financial Officer (Accounting Supervisor, Financial Supervisor)	Cliff Yuan													
Chief Information Officer	Jazz Chuang													
Chief HR Officer	David Li													
Chief Legal Officer	Lucia Tai													
Chief MarCom Officer	Tracy Cheng	42,936	42,936	1,440	1,440	27,639	27,639	78,529	—	78,529	—	1.31	1.29	None
Vice President	Jessica Lee													
Vice President	Victor Lu													
Vice President	Scott Lin													

Note 1: On March 22nd, 2022, the Company's Board of Directors resolved that the employees' and Directors' remuneration for 2021 was $78,529 and $49,256, the difference from the recognition in the 2021 financial report has been adjusted into gain and loss in the first quarter of 2022.

Range of Remuneration

Range of remuneration paid to President and Vice Presidents	Name of President and Vice Presidents	
	The Company	All Consolidated Entities
Less than NT$ 1,000,000	—	—
NT$ 1,000,000 to NT$1,999,999	—	—
NT$ 2,000,000 to NT$3,499,999	—	—
NT$3,500,000 to NT$4,999,999	—	—
NT$5,000,000 to NT$9,999,999	Cliff Yuan、Jazz Chuang、David Li、Lucia Tai、Tracy Cheng、Scott Lin、Jessica Lee、Victor Lu	Cliff Yuan、Jazz Chuang、David Li、Lucia Tai、Tracy Cheng、Scott Lin、Jessica Lee、Victor Lu
NT$10,000,000 to NT$14,999,999	—	—
NT$15,000,000 to NT$29,999,999	—	—
NT$30,000,000 to NT$49,999,999	IJ Hsu	IJ Hsu
NT$50,000,000 to NT$99,999,999	Mike Chang、Frank Yeh	Mike Chang、Frank Yeh
NT$100,000,000 or More	—	—
Total	11	11

(3) Employee's Profit Sharing Bonus Paid to Management Team

December 31, 2021; Unit: NT$ thousands

	Title	Name	Stock (Fair Market Value)	Cash (Note 1)	Total	Total Amount as % of Net Income
Management Team	Chief Executive Officer	Mike Chang	—	Total of Management Team 78,529	78,529	0.67
	Chief Corporate Structure Officer	Frank Yeh				
	Chief Marketing & Sales Officer	IJ Hsu				
	Chief Financial Officer (Accounting Supervisor, Financial Supervisor)	Cliff Yuan				
	Chief Information Officer	Jazz Chuang				
	Chief HR Officer	David Li				
	Chief Legal Officer	Lucia Tai				
	Chief MarCom Officer	Tracy Cheng				
	Vice President	Jessica Lee				
	Vice President	Victor Lu				
	Vice President	Scott Lin				

Note 1: On March 22nd, 2022, the Company's Board of Directors resolved that the employees' and Directors' remuneration for 2021 was $78,529 and $49,256, the difference from the recognition in the 2021 financial report has been adjusted into gain and loss in the first quarter of 2022.

3.2.4 Separate Comparisons and Descriptions of Total Remuneration, as a Percentage of Net Income Stated in the Parent Company-only Financial Reports or Individual Financial Reports, as Paid by the Company and All Other Companies Included in the Consolidated Financial Statements in the Past Two Years to Directors, Supervisors, the President, and Vice Presidents, with Analysis and Description of Remuneration Policies, Standards, and Packages, Procedure for Determining Remuneration, and Linkage Thereof to Operating Performance and Future Risk Exposure

(1) Analysis of total compensations paid to the Company's Directors, Supervisors, President, and Vice presidents in the 2 most recent years as a % of Net Income After Tax (NIAT)

Unit: NT$ thousands

Category	The Company		All Consolidated Entities	
	2020	2021	2020	2021
Director's Remuneration	53,496	57,573	54,826	59,495
Ratio of Total Amount to Net Income (%)	0.66	0.50	0.67	0.51
Supervisor's Remuneration	—	—	—	—
The ratio of Total Amount to Net Income (%)	—	—	—	—
President and Vice Presidents' Compensation	102,380	150,544	102,380	150,544
Ratio of Total Amount to Net Income (%)	1.36	1.31	1.25	1.29
NIAT	8,123,355	11,496,933	8,200,504	11,647,710

As shown in the above table, 2021 Directors' remuneration, as well as the compensation paid to President and Vice Presidents increased alongside the rise of the Company's net income after tax(NIAT). Yet, the ratio of the Director's remuneration to net income after tax decreased while the total remuneration of the President and Vice President to the net income after tax increased.

(2) Remuneration policy, standard and package, the procedure for determination, and linkage thereof to operating performance and future risk exposure:

i. The rules governing the remunerations paid to Directors and Supervisors are as follow:

In accordance with the regulations stipulated in the Articles of Incorporation of the Company, where the financial results for the fiscal year show a profit, the Company may, by a resolution adopted by the meeting of the Board of Directors, allocate no more than 3% as directors' remuneration, and report to the shareholders meeting. However, when the company still has accumulated losses, it shall reserve the compensation amount in advance.

ii. The rules governing the remuneration paid to President and Vice Presidents are as follows:

In compliance with the regulations stipulated in the Articles of Incorporation of the Company, where the financial results for the fiscal year show a profit, the Company may, by a resolution

adopted by the meeting of the Board of Directors, allocate more than 0.01% and less than 5% as employees' remuneration and report to the shareholders meeting.

The remuneration of the Vice President of the company is reported by the President. After review and approval by the remuneration committee, the remuneration is reported to the board of directors in an agreeable manner for approval.

iii. CEO and senior managers compensation structure

The remuneration structure of CEO and senior managers is highly aligned with performance. The remuneration policies and performance evaluation policies and standards are reviewed by the remuneration committee and submitted to the board of directors for resolution and implementation. The measurement aspects of manager remuneration and performance include the practice of corporate core values, senior-level competency behavior indicators, leadership and management capabilities, relevant operational performance indicators, and other special performances.

Measurement Dimension	Items and Weight	Description
Performance Indicators	Financial and business indicators—60%	Profit growth index and operation management quality improvement index: Profit After Tax(PAT),etc.
	Comprehensive management indicators—40%	• Practice business philosophy, corporate culture, and core values, and cast the vision of common prosperity • Organizational leadership and management capabilities • Human resource management and human capital development • Innovation and integration, risk management, regulation compliance, and sustainable development (ESG) strategies
	Other special contributions or major events are also included in the assessment	—

iv. Pursuant to the Company's Articles of Incorporation, the remuneration of Directors who conduct the business of the Company shall be determined by the Board of Directors and paid based on the participation in and contribution to the Company and with reference to industry standards no matter whether the Company is in a loss or not. The Board of Directors of the Company has established Remuneration Committee that assists in the development of remuneration policies for Directors, the senior managers, and the Company as a whole. In accordance with the Company's board resolutions, Directors and committee conveners

receive fixed pay every month, and committee members are offered allowance according to the attendance of meetings, with no compensation paid. If the Company has surplus earnings at the end of the year, directors' remuneration shall be determined in consideration of the Company's operating performance as well as directors' participation in and contribution to the Company's operation, and paid after the distribution proposal is reviewed by Remuneration Committee and resolved by the Board of Directors. Directors' remuneration content and rationality is periodically reviewed (at least once per term) by the Remuneration Committee and resolved by the Board of Directors. Directors' remunieration policy is reviewed in due course according to operating performance and related regulations in order to balance sustainable development and risk control. The Company has ensured the Board and managerial personnel against liability, with insured amounts adding up to US$ 15,000 thousand; by means of D&O insurance, the Company mitigates the risk exposure, shifting the potential damages arising from the business conduct of Directors, management team and the Company.

v. The Company's remuneration policy for directors and appointed managers will be reviewed timely based on consideration of the overall environment, corporate business strategies, future risk assessment, etc. with the aim of minimizing potential risks.

3.3 Overview of Corporate Governance

3.3.1 Information on Board Operations

At the general meeting of shareholders on June 24, 2020, WPG Holdings elected the sixth Board of Directors for a term of 3 years from 2020/6/24 to 2023/6/23. The sixth term Board of Directors consists of 11 members (including 4 Independent Directors). In addition to the electronic components industry, the professional background of the Board covers investment management, strategic management, financial accounting, law, and global market mindset. Among them, there are 4 Independent Directors: Jack J.T. Huang, Chairman of Taiwan Renaissance Platform Co. Ltd., Charles Chen, who previously served as Vice Director of PricewaterhouseCoopers Taiwan, Weiru Chen, Director at Alibaba Business School Industry Network Center, and Kathy Yang, who previously served as Executive Vice President of CDIB Capital Group.

The Board has the responsibility to supervise the overall operations and affairs of the Company and make decisions for major investment and M&A matters.

In 2021, the Board held 11 meetings. The following lists the attendance of Directors and Supervisors at these meetings:

Title	Name	In person	By proxy	Actual presence (attendance) (%)	Remarks
Chairman	Simon Huang	11	0	100%	
Vice Chairman	Frank Yeh	11	0	100%	
Director	K.D. Tseng	11	0	100%	
Director	Mike Chang	11	0	100%	
Director	T.L. Lin	9	2	81.82%	
Director	K.Y. Chen	11	0	100%	
Director	Richard Wu (Representative, Fullerton Technology Co., Ltd.)	11	0	100%	
Independent Director	Jack J.T. Huang	10	1	90.91%	
Independent Director	Charles Chen	11	0	100%	
Independent Director	Weiru Chen	11	0	100%	
Independent Director	Kathy Yang	5	0	100%	Took office on August 3, 2021, number of meetings should have attended: 5

Other Matters:

I Where the proceedings of the Board meeting include one of the following circumstances, then describe the date, session, topic discussed, opinions of every Independent Director, and the handling by the Company:

(I) Matters referred to in Article 14-3 of the Securities and Exchange Act.

Board of Directors Meeting Date	**Content of Proposal**
April 27,2021 (3rd meeting in 2021)	The company’s appointment of accountants in 2021
August 10, 2021 (7th meeting in 2021)	The Company planned to participate in the 2021 cash capital increase and issuance of new shares of " Trigold Holdings Limited "
August 10, 2021 (7th meeting in 2021)	Revised the Company's "Intellectual Property Management Procedures" and changed the name to "Intellectual Property Management Manual"
August 30, 2021 (8th meeting in 2021)	Planned to participate in the 2021 cash capital increase and issuance of new shares of "T3EX Global Holdings Corp."
October 26, 2021 (9th meeting in 2021)	Planned to revise the "Guiding Principles of Personal Data Protection Management Operating Procedures" of the Company's internal control system and adjust the normative structure
October 26, 2021 (9th meeting in 2021)	Planned to revise the "Computer Information System Management Operation" of the Company's internal control system

Board of Directors Meeting Date	Content of Proposal
Opinions of independent directors: None.	
The company's handling of independent directors' opinions: None.	
Resolution result: After the chairman consulted all the directors present, it was passed without objection.	

(II) Other than the matters mentioned above, other resolutions on which the Independent Directors have dissenting or reserved opinions: None

II Regarding recusals of Directors from voting due to conflicts of interests, the names of the Independent Directors, contents of motions, reasons for recusal, and results of the voting shall be specified: None.

III Implementation of Board of Directors evaluation:

Evaluation Cycle	Period of Evaluation	Scope	Evaluation Method	Evaluation Content
Every year	2021/01/01 ~ 2021/12/31	Board of Directors	Board Member Self-Evaluation	● Degree of participation in the Company's operations ● Internal control and risk management ● Management of external and internal relations ● Composition and capabilities of the Board ● Decision-making quality and operations of the Board ● Whether work goals are achieved
Every year	2021/01/01 ~ 2021/12/31	Board of Directors	Directors' Self-Evaluation	● Degree of participation in the Company's operations ● Internal control and risk management ● Management of external and internal relations ● Decision-making quality and operations of the Board ● Whether work goals are achieved
Every year	2021/01/01 ~ 2021/12/31	Functional Committee	Committee Member Self-Evaluation	● Operation of the Committee ● Degree of participation in the Company's operations ● Understanding of the responsibilities of the functional committee ● Enhance the decision-making quality of functional committees ● The work objectives of the current committee have been achieved
Every three years	2018/09/01 ~ 2019/08/31	Board of Directors	Consigned to an external professional organization	● Board Composition ● Board Guidance ● Delegation by the Board ● Principles of Board supervision ● Board communication ● Internal control and risk management ● Board self-discipline

IV Measures taken to strengthen the functionality of the Board this year and in recent years (including establishing Audit Committee and enhancing information transparency, etc.) and the results thereof: In order to perfect the supervising functions of the Board and enhance its managerial mechanism, since 2008, WPG has advanced the establishment and operation of the Audit Committee and the Remuneration Committee, and established New Business Strategy Committee on Oct. 29, 2013. (The Committee was dissolved by the resolution of the Board of Directors on Nov. 9, 2021, due to the completion of the scheduled tasks), please refer to 3.3.2 " Operation of Audit Committee" and 3.3.3 "Operation of Remuneration Committee" on page 34 for details.

The attendance of Independent Directors at each Board meeting in 2021

◎Attendance in person; ☆ Attendance in proxy; ※ Not attend

2021	1st Meeting	2nd meeting	3rd Meeting	4th Meeting	5th Meeting	6th Meeting	7th Meeting	8th Meeting	9th Meeting	10th Meeting	11th Meeting
Jack J.T. Huang	◎	☆	◎	◎	◎	◎	◎	◎	◎	◎	◎
Charles Chen	◎	◎	◎	◎	◎	◎	◎	◎	◎	◎	◎
Weiru Chen	◎	◎	◎	◎	◎	◎	◎	◎	◎	◎	◎
Kathy Yang	Not yet in office						◎	◎	◎	◎	◎

3.3.2 Operation of Audit Committee

The whole independent directors constitute the Audit Committee of the Company, to establish a good corporate governance structure, reinforce audit supervision functions and strengthen the management mechanism; the Audit Committee aims to assist the board of directors in performing its supervisory duties, and its powers are as follows:

(1) Adoption or amendment of an internal control system is pursuant to Article 14-1 of the Securities and Exchange Law.
(2) Evaluation of the effectiveness of the internal control system.
(3) Adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Law, of handling procedures for financial or operational actions of material significance, such as acquisition or disposal of assets, derivatives trading, an extension of monetary loans to others, or endorsements or guarantees for others.
(4) A matter bearing on the personal interest of a director.
(5) A material asset or derivatives transaction.
(6) A material monetary loan, endorsement, or provision of a guarantee.
(7) The offering, issuance, or private placement of any equity-type securities.
(8) The hiring or dismissal of an attesting CPA or the compensation was given thereto.
(9) The appointment or discharge of a financial, accounting, or internal auditing officer.
(10) Review of annual financial reports and second quarter financial reports
(11) Review of major investment performance.
(12) Supervise the formulation and implementation of risk management policies.
(13) Any other material matter so required by the Competent Authority.

The Audit Committee convened a total of 11 meetings in 2021, with the attendance of directors listed as follows:

Title	Name	In-person	By proxy	Attendance rate (%)	Remarks
Independent Director (Convener)	Charles Chen	11	—	100%	
Independent Director (Member)	Jack J.T. Huang	10	1	91.91%	
Independent Director (Member)	Weiru Chen	11	—	100%	
Independent Director (Member)	Kathy Yang	5	—	100%	Took office on August 3, 2021, number of meetings should have attended: 5

Other Matters:

I With regard to the operation of the Audit Committee, if any of the following circumstances occur, the dates, terms of the meetings, contents of motions, all Audit Committee resolutions, and the Company's handling of such resolutions shall be specified:

(I) Matters referred to in Article 14-5 of the Securities and Exchange Act.

Audit Committee Meeting Date	**Content of motion**
March 30, 2021 (2nd Meeting in 2021)	Internal control system self-inspection and internal control statement in 2020
March 30, 2021 (2nd Meeting in 2021)	The Company's 2020 financial reports (including parent company-only financial statements and consolidated financial statements) and business report
April 27, 2021 (3rd Meeting in 2021)	The appointment of CPAs in 2021
August 10, 2021 (7th Meeting in 2021)	The Company planned to participate in the 2021 cash capital increase and issuance of new shares of " Trigold Holdings Limited "
August 10, 2021 (7th Meeting in 2021)	Revised the Company's "Intellectual Property Management Procedures" and changed the name to "Intellectual Property Management Manual"
August 30, 2021 (8th Meeting in 2021)	Planned to participate in the 2021 cash capital increase and issuance of new shares of "T3EX Global Holdings Corp."
October 26, 2021 (9th Meeting in 2021)	Planned to revise the "Guiding Principles of Personal Data Protection Management Operating Procedures" of the Company's internal control system and adjust the normative structure
October 26h, 2021 (9th Meeting in 2021)	Planned to revise the "Computer Information System Management Operation" of the Company's internal control system
Audit Committee resolution: Approved by all members who raised no objection when the Chairperson put forward the relevant resolutions.	
The Company's actions in response to the opinions of the Audit Committee: All Directors present voted in favor of the resolution.	

(II) Except for the previous matters, other matters that have not been approved by the Audit Committee and approved by more than two-thirds of all directors: none.

II Ways in which Independent Directors have abstained from motions that pose a conflict of interest, the Independent Director's name, the content of the motion, cause of the conflict of interest, and the circumstances of the vote shall be elaborated: None.

III Communications between Independent Directors, the Company's Chief Internal Auditor, and CPAs (shall include the material items, methods, and results of audits of corporate finance or operations, etc.): The Audit Committee is composed of all three Independent Directors and holds meetings at least once per quarter, where the heads of the audit office and accounting and financial office shall make a routine business report. In addition, CPAs shall also regularly communicate with the Audit Committee. For the relevant communication details, please refer to the Company's official website.

3.3.3 Composition, Duties, and Operation of Remuneration Committee

(1) Composition of Remuneration Committee

Position	Name/ Qualification	Professional Qualification and Experience Independence Criteria	Number of Other Taiwanese Public Companies Concurrently Serving as Remuneration Committee member
Independent Director	Jack J.T. Huang (Convener)	All members are Independent Directors, please refer to pages 18-20 for information disclosure of Directors' Professional Qualifications and Independence of Independent Directors.	3
Independent Director	Charles Chen		1
Independent Director	Weiru Chen		0

(2) Operation of Remuneration Committee

Remuneration Committee is formed according to "Remuneration Committee Organizational Rules" and the authority of the committee is listed below. Remuneration Committee reports the operating status or recommendations to the Board of Directors for discussion.

1. Propose Director's Compensation and performance evaluation report regularly
2. Propose CEO Compensation and performance evaluation report regularly
3. Propose and review the Board of Director performance evaluation
4. Propose and review CEO performance evaluation

Remuneration Committee is composed of three members, of whom Jack J.T. Huang acts as the convener and convenes meetings no less than twice a year. The term of the current office is from June 24, 2020, to June 23, 2023.

Four meetings were convened in 2021; the status of attendance is as follows:

Title	Name	In person	By proxy	Attendance rate (%)	Remarks
Independent Director (Convener)	Jack J.T. Huang	4	–	100%	
Independent Director (Member)	Charles Chen	4	–	100%	
Independent Director (Member)	Weiru Chen	4	–	100%	

Other Matters:

Remuneration Committee Meeting Date	Content of motion
January 26, 2021 (1st meeting in 2021)	1. Proposal of the Company's 2020 compensation distribution for Directors
	2. Proposed to set 2021 WPG Holdings CEO and appointed managers key performance indicators (KPI)
	3. Amendment to the related measures of appointed managers' appointment contracts (note)
April 27, 2021 (2nd meeting in 2021)	1. Adjustment of the key performance indicators(KPI) setting plan of the Company's appointed managers and senior managers in 2021
	2. Amendment to the Occupational Injury Subsidy Measures for managers of WPG Holdings Limited (note)
	3. Evaluation of the performance of management team and employees (senior managers) in 2020 and proposal of compensation distribution (note)
	4. Amendment to remuneration policy of the 6th performance-based manager (note)
October 26, 2021 (4th Meeting in 2021)	Plan to revise the Company's "Measures for the Performance Evaluation of the Board of Directors"
Note: The matters to be determined by the Remuneration Committee under the authorization of the Board of Directors pursuant to Operation Procedures of the Remuneration Committee shall be first resolved by the Remuneration Committee and then reported to the Board of Directors.	
The results of the resolution of the Salary and Remuneration Committee: the chairman consulted all the members at the scene and passed without objection.	
The company's handling of the opinions of the Salary and Remuneration Committee: Approved by all the directors at the scene at the board of directors without objection.	

I. In the event the Board of Directors does not adopt or wishes to amend the proposals of the Remuneration Committee, please state the date and number of the Board meeting, the content of the proposals, the resolution from the Board of Directors, and the method the opinion from the Remuneration Committee was handled (e.g. if the salaries and compensations approved by the Board were higher than the suggested levels from the Remuneration Committee, please state the differences and reasons): None.

II. If a member has a dissenting or qualified opinion, that a member has a record or reservation that is recorded or stated in a written statement, the date and session of the Remuneration Committee, the content of the proposal, all members' opinions, and the handling of the opinions of the member of the Remuneration Committee shall be stated: None.

3.3.4 Operation of New Business Strategy Committee

The purpose of the committee is to assist the Company in developing new businesses or the second core business, in an attempt to uplift the decision-making quality and effectiveness of newly invested businesses. Due to the completion of the scheduled tasks of the committee, the Board of Directors resolved to dissolve the Committee on November 9, 2021.

The committee was set up on Oct. 29, 2013, and composed of five members, including four directors and one Independent Director. The committee convenes at least four meetings a year.

Four meetings were convened in 2021; the status of attendance is as follows:

Title	Name	In person	By proxy	Attendance rate (%)	Remarks
Director (convener)	Simon Huang	4	—	100%	
Director (member)	K.D. Tseng	4	—	100%	
Director (member)	T.L. Lin	2	2	50%	
Director (member)	K.Y. Chen	4	—	100%	
Independent Director (member)	Jack J.T. Huang	3	1	75%	
Other items that shall be recorded: None.					

3.3.5 Corporate Governance Implementation Status and Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and Reasons Thereof

Evaluation Item	Implementation Status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Description	
I. Does the Company establish and disclose its Corporate Governance Best Practice Principles based on the Corporate Governance Best Practice Principles for TWSE/TPEx Listed Companies?	Yes		The Company has formulated the Corporate Governance Best Practice Principles on July 27, 2010. Please refer to the “Corporate Governance” section on page 37-40 of this Report.	No deviation.
II. Shareholding structure & shareholders’ rights				
(I) Does the Company establish an internal operating procedure to deal with shareholders’ suggestions, doubts, disputes, and litigations, and implement based on the procedure?	Yes		(I) WPG designates a spokesperson, deputy spokesperson, and shareholder services agent to handle such matters.	No deviation.
(II) Does the Company possess the list of its major shareholders as well as the ultimate owners of those shares?	Yes		(II) WPG’s shareholder services division retains the register of major shareholders; such records are disclosed, by law, on the designated internet information posting system of Securities and Futures Institute.	No deviation.
(III) Does the Company establish and execute the risk management and firewall system within its conglomerate structure?	Yes		(III) WPG’s internal control systems already have relevant systems; a clear distinction has been drawn between the responsibilities and duties of involved persons and no abnormal transactions have been identified.	No deviation.
(IV) Does the Company establish internal rules against Insider Trading with undisclosed information?	Yes		(IV) WPG has established the Procedures for the Management and Prevention of Insider Trading in place, prohibiting company insiders from trading securities using information not disclosed to the market.	No deviation.
III. Composition and responsibilities of the Board of Directors				
(I) Does the Board develop and implement a diversified policy for the composition of its members?	Yes		(I) The company adopts the Directors Candidates Nomination System in accordance with the company's Articles of the Association, Director Election Regulations, and Corporate Governance Principles. The company selects and nominates the Board of Director members through fair and open procedures. According to Article 20, Item 4 of the Company's “ Corporate Governance Practice", in order to achieve the ideal goal of corporate governance, the overall board of directors should show the following capabilities: (1) Operational judgment ability (2) Accounting and financial analysis capabilities (3) Operation and management capabilities (4) Crisis handling capabilities (5) Industry knowledge (6) International market views (7) Leadership (8) Decision-making ability The sixth term Board of Directors consists of 11 members (including 4 Independent Directors). In addition to the electronic components industry, the professional background of the Board covers investment management, strategic management, financial accounting, law, and global market mindset. Among the Board, 2 members are concurrent employees (including appointed manager) (18% of the Board), and 4 members are independent directors (36% of the Board). There is currently 1 female director (achieved the target of at least 1; 9% of the Board). In terms of age, 2 members are over 70 years old, while the remaining 9 members are in the age group of 50-70 years old. There are 3 independent directors with tenure of less than 3 years, and 1 independent director with tenure of more than 9 years; yet, despite his long tenure, Mr. Huang was again elected as an independent director given	No deviation.

Evaluation Item	Implementation Status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Description	
			his expertise in law and mergers and acquisitions, as well as his extensive experience in related law practice and business management. The Company relies on Mr. Huang's professional advice and supervision toward functional committees to continually improve our corporate governance. Directors' industry experience/professional distribution information is disclosed on the Company's website.	
(II) Does the company voluntarily establish other functional committees in addition to the Remuneration Committee and the Audit Committee which are required by law?	Yes		(II) The Company established the New Business Strategy Committee on October 29, 2013. Due to the completion of the scheduled tasks, the Board of Directors of the Company resolved to dissolve it on November 9, 2021.	No deviation.
(III) Does the Company formulate rules and procedures for board performance assessments and each year conduct regularly scheduled performance assessments? Does the Company submit the performance assessment results to the Board and use the results as a standard for the remuneration of directors and the nomination of their re-election?	Yes		(III) WPG formulated rules and procedures for board performance assessment in 2015 that specifies at least one internal performance assessment shall be made each year. WPG conducts director self-assessment over their performance in the previous year via closed- and open-ended questionnaires in January or so each year and such assessment results shall be reported to the Board of Directors. Since October 2019, at least one evaluation every three years shall be conducted additionally by an external professional independent institution or an external team of experts and scholars.	No deviation.
(IV) Does the company regularly evaluate the independence of CPAs?	Yes		(IV) The Company regularly assesses the independence of CPAs and establishes the "Verifying Accountant Review and Evaluation Form" based on the "Verifying Accountant Selection Review Method" adopted by the Audit Committee. The following major items are used as review requirements: (1) CPAs and their spouses, minor children are not the Directors, Supervisors, management team of the Company and its subsidiaries or have a significant influence on duties and conflicts of interest. (2) Has not undertaken audit service for 7 years. (3) In the past two years, the firm and the CPAs have had no major lawsuits or cases corrected by competent authorities. (4) The certified public accountant reports the content of the review/inspection to the audit committee quarterly (5) Obtain the independent declaration issued by the accountant regularly (6) Scale and reputation of the Accounting firm (7) Service quality and timely manner of audit and tax services The Company's Chief Financial Officer evaluated the resumes of CPAs, the statement, and the Certified Accountant Review and Evaluation Form, then reported to the Audit Committee and the Board of Directors on April 27, 2021. Evaluation passed on April 27, 2021. After the assessment of CPA Chou, Chien-Hung, and CPA Lin, Chun-Yao with PwC Taiwan, they are considered in line with the Company's independent evaluation standards and have not undertaken the company's certified service for 7 consecutive years, therefore, qualified to serve as the Company's CPAs.	No deviation.

<table>
<tr><th rowspan="2">Evaluation Item</th><th colspan="3">Implementation Status (Note 1)</th><th rowspan="2">Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof</th></tr>
<tr><th>Yes</th><th>No</th><th>Description</th></tr>
<tr><td>IV. Is the listed company staffed with sufficient and qualified corporate governance personnel? Does it appoint a head of corporate governance who is in charge of various matters related to corporate governance (including but not limited to, providing the data by directors and supervisors to perform their duties, assisting directors and supervisors to conform to applicable laws, handling matters involving meetings of Board of Directors and shareholders in accordance with the law, making minute book for meetings of Board of Directors and shareholders)?</td><td>Yes</td><td></td><td>Upon resolution from the Board meeting on Apr. 30, 2019, the Company has designated Lucia Tai, the Chief Legal Officer, to serve as the Company's head of corporate governance, with the goal of protecting the rights and interests of shareholders and strengthening the functions of the Board. Ms. Tai has had more than 3 years of experience in the legal affairs of the Company. The head of corporate governance is mainly responsible for handling matters related to the Board meetings and Shareholders' Meetings in accordance with the law, recording minutes of Board meetings and Shareholders' Meetings, assisting the Directors and the Supervisors in their positions, and pursue relevant training courses, furnishing Directors and Supervisors with the information required for business decisions, and assisting them to comply with law and regulations.

The scope of operation in 2021 is as follows (including but not limited to):
● Operated the Board meetings and various committee meetings in accordance with the law
● Planned and executed door-to-door training courses for Directors
● Obtained and maintained liability insurance for Directors
● Conducted performance evaluation of the Board of Directors in accordance with the Company's methodology, and by an external institution
Training courses conducted in 2021:
<table>
<tr><th>Training date</th><th>Organizer</th><th>Course title</th><th>Hours of Courses</th></tr>
<tr><td>May 11, 2021</td><td>Taiwan Institute of Directors</td><td>Enterprise Innovation – Subscribing Economy Strategic Thinking</td><td>3 hours</td></tr>
<tr><td>August 10, 2021</td><td>Taiwan Institute of Directors</td><td>Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes</td><td>3 hours</td></tr>
<tr><td>September 1, 2021</td><td>Financial Supervisory Commission</td><td>The 13th Taipei Corporate Governance Forum</td><td>3 hours</td></tr>
<tr><td>November 11, 2021</td><td>Securities and Futures Institute</td><td>Advanced Seminar on Directors and Supervisors (including Independent) and Corporate Governance Supervisors Practice - Case Study of Fraud in Corporate Financial Statements</td><td>3 hours</td></tr>
</table></td><td>No deviation.</td></tr>
<tr><td>V. Has the Company established a communication channel with stakeholders (including but not limited to shareholders, employees, customers, and suppliers)? Has a stakeholders' area been established in the company's website? Are major Corporate Social Responsibility (CSR) topics that the stakeholders are concerned with addressed appropriately by the Company?</td><td>Yes</td><td></td><td>Aiming for enhanced corporate governance, WPG has announced the email address of the members of the Audit Committee on its website as a direct and smooth channel of communication with "Stakeholders" of the Company such as employees, shareholders, corresponding banks, consumers, and suppliers in accordance with Measures for Receiving Advices and Handling Complaints from Stakeholders by the Audit Committee. The members of the Audit Committee shall directly respond to issues including but not limited to CSR. The website is:
http://www.wpgholdings.com/stakeholder/index/zhtw</td><td>No deviation.</td></tr>
<tr><td>VI. Has the Company appointed a professional shareholder service agency to deal with shareholder affairs?</td><td>Yes</td><td></td><td>The Company has appointed the Share Affair Agency Department of Capital Securities Corporation to handle the affairs of the Shareholders' Meetings.</td><td>No deviation.</td></tr>
<tr><td>VII. Information disclosure
(I) Does the Company establish a website to disclose information on financial operations and corporate governance?</td><td>Yes</td><td></td><td>(I) WPG has a public website (www.wpgholdings.com) in place, regularly disclosing and updating the information regarding Company's finance, operation, and corporate governance for investors' reference.</td><td>No deviation.</td></tr>
<tr><td>(II) Does the Company adopt other means of information disclosure (such as establishing an English language website, delegating a professional to collect and disclose Company information, implement a</td><td>Yes</td><td></td><td>(II) WPG has a public website that contains an English webpage and the information thereof is gathered and disclosed by responsible persons. In addition, briefings of investor conference are also available on the website for investors' reference.</td><td>No deviation.</td></tr>
</table>

Evaluation Item	Implementation Status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Description	
spokesperson system, and disclose the process of investor conferences on the company website)?				
(III) Does the Company publish and report its annual financial report within 2 months after the end of a fiscal year, and publish and report its financial reports for the first, second, and third quarters as well as its operating status for each month before the specified deadline?	Yes		(III) The Company publishes and reports its annual financial report within three months after the end of a fiscal year, and publishes and reports its financial reports for the first, second and third quarters as well as its operating status for each month before the specified deadline.	Publishes and reports before the specified deadline.
VIII. Is there any other important information to facilitate a better understanding of the Company's corporate governance practices (including but not limited to employee rights, employee wellness, investor relations, supplier relations, stakeholder rights, Directors' and Supervisors' training records, implementation of risk management policies and risk evaluation measures, implementation of customer policies, and participation in liability insurance by Directors and Supervisors)?	Yes		(I) For employee rights and employee wellness, please refer to the "Labor Relation" section of the annual report (See page 106~116 for details); (II) WPG is a holding company, engaging neither manufacturing nor selling, hence causing no pollution to the environment; transactions with suppliers are primarily daily general business operations. (III) In order to establish sound corporate governance systems, WPG has already formulated its corporate governance principles with reference to the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies stipulated by TWSE and TPEx on July 27, 2010. (IV) The Company's Directors have faithfully conducted corporate affairs and perform the duty of care of a good administrator in exercising their powers. (V) The Company purchases D&O liability insurance for its Directors and management team. (VI) The Company has already formulated the Policy and Procedure for Risk Management for WPG Group on Apr. 24, 2012 that specifies risk management policy and risk metrics, and the Policy and Procedure were amended on Jan. 26, 2016; please refer to the "Risk Management" section of this Report (See page 383~386 for details). (VII) Continuous education of Directors is governed by the "Directions for the Implementation of Continuing Education for Directors and Supervisors of TWSE Listed and TPEx Listed Companies; please refer to page 41-42 for details.	(I) No deviation. (II) No deviation. (III) No deviation. (IV) No deviation. (V) No deviation. (VI) No deviation. (VII) No deviation.
IX. Please explain the improvements made in accordance with the Corporate Governance Evaluation results released by the Taiwan Stock Exchange's Corporate Governance Center, and provide the priorities and plans for improvement with items yet to be improved. (not required if the company is not an assessed company)	Yes		The Company ranked 6% to 20% out of all listed companies in 2022 evaluation results. Items for improvements: ● The Annual General Meeting of Shareholders in 2022 is scheduled to be convened before the end of May; ● The Annual Financial Report of 2021 was published on February 28th, 2022; ● Voluntary announcement in respect of Quarterly Financial Forecasts Report in 2022.	No deviation.

Note 1: Describe briefly in the implementation status column no matter the result of the operation is "yes" or "no".

Summary of Directors' Training:

Title	Name	Date of Taking Office	Training date		Organizer	Course title	Hours of Courses
			From	To			
Chairman	Simon Huang	06/24/2020	02/25/2021	02/25/2021	Taiwan Corporate Governance Association	A turning point in the strategy of the international century-old enterprise: learning from the century-old enterprise for sustainable development	1 hour
			03/15/2021	03/15/2021	Taiwan Listed Companies Association	Taiwan looks ahead and looks back 50 years: talent cultivation and disaster prevention	2 hours
			04/28/2021	04/28/2021	Taiwan Corporate Governance Association	From the perspectives and voting behaviors of foreign shareholders, share how issuers truly implement ESG	1 hour
			05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
			09/15/2021	09/15/2021	Taiwan Listed Companies Association	Industry mergers and acquisitions, and transformation innovation in Taiwan	2 hours
			10/08/2021	10/08/2021	Taiwan Institute of Directors	Kinematics in the post-pandemic era - 6 heart chakras to challenge the rapid growth of enterprises	2 hours
			11/05/2021	11/05/2021	Taiwan Institute of Directors	Kinematics in the post-pandemic era - 6 heart chakras to challenge the rapid growth of enterprises	2 hours
			11/15/2021	11/15/2021	Taiwan Listed Companies Association	ESG international trends and digital strategies	2 hours
			11/19/2021	11/19/2021	Taiwan Institute of Directors	Kinematics in the post-pandemic era - 6 heart chakras to challenge the rapid growth of enterprises	2 hours
Vice Chairman	Frank Yeh	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Director	K.D. Tseng	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Director	Mike Chang	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Director	T.L. Lin	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours

Title	Name	Date of Taking Office	Training date		Organizer	Course title	Hours of Courses
			From	To			
Director	K.Y. Chen	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Corporate Director Representative	Richard Wu	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Independent Director	Jack J.T. Huang	06/24/2020	05/05/2021	05/05/2021	Taiwan Corporate Governance Association	The trend of ESG/CSR and sustainable governance in 2021	3 hours
			05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
Independent Director	Charles Chen	06/24/2020	02/24/2021	02/24/2021	Taiwan Corporate Governance Association	From the brokenness and reconstruction of the American Dream- the future of Taiwan-US-China trilateral relations	3 hours
			05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Independent Director	Weiru Chen	06/24/2020	05/11/2021	05/11/2021	Taiwan Institute of Directors	Enterprise Innovation – Subscribing Economy Strategic Thinking	3 hours
			08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Independent Director	Kathy Yang	08/03/2021	08/10/2021	08/10/2021	Taiwan Institute of Directors	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
			09/01/2021	09/01/2021	Financial Supervisory Commission	The 13th Taipei Corporate Governance Forum	3 hours

3.3.6 Implementation of Corporate Social Responsibility (CSR) and Deviations from the Corporate Governance Best Practice Principles for TWSE/TPEx Listed Companies" and Reasons

Evaluation Items	Implementation status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Summary (Note 2)	
I. Does the Company establish a governance structure to promote sustainable development, and set up a dedicated (concurrent) unit to promote sustainable development, which is authorized by the Board of Directors to handle senior management, and supervised by the Board of Directors?	Yes		I. WPG established the "WPG Corporate Sustainability Committee" to implement corporate sustainability businesses and policies, with Chief Sustainability Officer as the chairperson, while the members include the chairman of the Holdings company, the CEO of the Holdings company, and an independent director, to effectively set and implement the Group's overall sustainable goals, and major events, as well as report to the Board of Directors on a regular basis (at least once a year). The Corporate Sustainability Committee is divided into 5 function groups, including "Corporate Governance Group", "Environmental Sustainability Group", "Sustainable Talent Group", "Social Participation Group" and "Supply Chain Group". Top-level managers of relevant functional units are in charge of promoting various projects or measures for major issues. Chief Sustainability Officier and members of the ESG Office reported to the Board of Directors on behalf of WPG Corporate Sustainability Committee twice in 2021. The meeting agenda included the following: (1) To identify material topics and propose action plan. (2) To approve sustainability-related policy amendments. Chief Sustainability Officier and members of the ESG Office periodically proposes sustainability related plans and updates progress to the Board of Directors. The Board of Directors evaluates the plans, monitors the progress and provides feedback accordingly.	No deviation
II. Does the Company conduct risk assessments on environmental, social, and corporate governance issues related to its operations in accordance with the materiality principle, and implement relevant risk management policies or strategies? (Note 3)	Yes		II. The company regularly conducts material issue identification and risk analysis in accordance with the principle of materiality. The analysis scope covers the subsidiaries with a shareholding ratio of 50% (includes or above) or that is determined to have control ability compliant with international accounting criteria, and stipulates relevant risk management policies and strategies. Based on the assessed risks, the relevant risk management policies and strategies are stipulated as follows: (I) Environment 1. Low Carbon Operation ● Uphold the concepts of environmental protection, energy-saving, and carbon reduction to realize resource maintenance ● Actively promote the construction of smart systems and energy-saving facilities to maximize the use of resources and achieve the goal of energy conservation and carbon reduction ● Introduce the environmental management system into the warehousing to establish complete organization, policies, and related management actions to reduce the impact on the environment during operation (II) Society 1. Workplace Health and Safety ● Accomplish safety and health work to abide by the occupational safety and health management measures of the Ministry of Labor ● Arrange courses regarding promoting public security periodically to strengthen the employees' concept and knowledge of safety management ● Provide employees with health check every two years; establish health consultation room; equip professional medical care, and offer daily health consultation and care to the employees	No deviation

Evaluation Items	Yes	No	Summary (Note 2)	Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
			2. Talent Development ● Plan and develop training programs for the employees in various ranges and positions, as an important blueprint for talent development ● Plan a variety of courses regarding education and training; introduce external resources to broaden employees' learning horizons to let the employees immediately grasp updated digital knowledge and global trends 3. Remuneration Benefits and Employee Care ● Provide competitive remuneration level through fair appointment, performance management, talent development, and remuneration level survey and analysis ● Create a friendly environment in the workplace; abide by various labor laws and regulations; provide full-time employees with complete labor protection, and organize appropriate physical and mental care plans within the scope of available resources (III) Corporate Governance 1. Integrity Management and Compliance with Laws ● Establish "Ethical Corporate Management Best Practice Principles", "Code of Ethical Conduct" and "Management Procedures for Prevention of Insider Trading" to protect the rights and interests of investors and companies ● Conduct education and publicity on ethical behavior regularly ● Review regulation compliance regularly to establish internal management policies 2. Information Security, Trade Secrets and Privacy ● Establish "WPG Holdings Information Security Management Principles", " Personal Data Protection Management Guidelines" and the rules and regulations of intellectual property rights (including trade secrets); and passed the ISO27001 information security certification to ensure the information security of the company and the customers 3. Product Trade Compliance ● Control product sales through an assigned trade compliance unit to comply with relevant regulations regarding national, regional, and government export control ● Routinely hold trade compliance training every year to enhance the employees' familiarity and professionalism with trade compliance, and update the latest regulatory changes in various countries/regions promptly	
III. Environmental Topic				
(I) Does the Company establish proper environmental management systems based on the characteristics of their industries?	Yes		(I) The Company has established environmental/energy management system pursuant to relevant laws and regulations. Linkou warehouse, Hong Kong warehouse, and Singapore warehouse have all introduced ISO 14001 environmental management systems to effectively execute carbon reduction, energy-saving, water-saving, and industrial waste management, thus reducing the impact on the environment during the operation process.	No deviation
(II) Does the Company endeavor to utilize all resources more efficiently and use renewable materials which have a low impact on the environment?	Yes		(II) The Company are committed to the promotion and improvement of sustainable environment. Through publicity and implementation, the Company aims to improve the efficiency of resource reuse, achieve its goals in energy conservation and waste reduction, and reduce the impact on the environment. Details are disclosed in the Annual Sustainability Report.	No deviation

Evaluation Items	Implementation status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Summary (Note 2)	
(III) Does the Company assess the potential risks and opportunities of climate change for its current and future operations and undertake response measures for issues related to climate change?	Yes		(III) The Company has completed climate change risk identification and established management plans addressing key risks and opportunities. The Company's climate change risks and opportunities will be constantly assessed, tracked, and managed by the Risk Management Service Office, and reported to the Board of Directors routinely.	To be studied and explored continuously.
(IV) Does the Company calculate the amount of greenhouse gas emission, water consumption, and waste production in the past two years and implement policies to cut down energy and water consumption, carbon and greenhouse gas emissions, and the production of wastes?	Yes		(IV) In the past two years, the Company has collected statistics on greenhouse gas emissions, water consumption, and total waste weight, and reviewed relevant data to plan various reduction action plans. Details are disclosed in the Company's Annual Sustainability Report. The Company supports and responds to the Paris Agreement, committing to achieve Net-Zero Emissions by 2050.	No deviation
IV. Social Topic (I) Does the Company formulate appropriate management policies and procedures according to relevant regulations and the International Bill of Human Rights?	Yes		(I) The Company established and published human rights policies to comply with relevant local labor laws, the United Nations human rights conventions, the United Nations Global Compactand, United Nations Guiding Principles on Business and Human Rights, International Labour Convention and OECD’s Guidelines for multinational enterprises. The internal regulations also include issues related to human rights protection, training, and promotion, such as Work Rules announcement, 100% employee acknowledgment of Code of Conduct, workplace sexual harassment prevention, etc., integrating the concept of human rights into the employees' daily work.	No deviation
(II) Has the company established and offered proper employee benefits (including compensation, leave, and other benefits) and reflected the business performance or results in employee compensation appropriately?	Yes		(II) The company creates a sustainable and friendly workplace, and provides full labor protection to full-time employees in compliance with the labor laws regulations, and provides appropriate physical and mental care programs within the range of available resources, such as employee birthday leave, employee health check-ups, various kinds of leisure activities, front-end personnel car loans and vehicle maintenance, fuel, depreciation, and other allowances, as well as various wedding and funeral subsidies. The company’s compensation system includes “guaranteed compensation” and “variable compensation”. Of which, the variable compensation is adjusted in accordance with performance evaluation to encourage working performance. The variable compensation also reflects the company’s annual earnings performance to encourage employees. Pursuant to Article 31 of the Company’s Articles of Incorporation, where the financial results for the fiscal year show a profit, the Company may, by a resolution adopted by the meeting of Board of Directors, allocate more than 0.01% and less than 5% as employees’ remuneration and no more than 3% for the Directors, and report to the shareholders meeting. Nevertheless, when the Company remains accumulated losses, it should reserve the amount in advance to compensate for it.	No deviation

Evaluation Items	Implementation status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Summary (Note 2)	
(III) Does the Company provide a healthy and safe work environment and organize training on health and safety for its employees on a regular basis?	Yes		(III) The Company conducts office environment and equipment maintenance, as well as public security publicity and fire drills periodically. To promote employees' health, many measures are taken including giving employees' health checks every two years, establishing medical and nursing health consultation rooms in the office area, equipping professional medical nurses to offer health consulting services, tracking employees' health status through health questionnaires, and periodically arranging health seminars, four cancers on-site screening, physical fitness testing and blood donation activities.	No deviation
(IV) Does the Company provide its employees with career development and training sessions?	Yes		(IV) The Company organizes education and training courses (e.g. orientation training/senior manager training courses) for employees of different positions/levels and formulates competency required for each level according to company strategy to align human resource development with business objectives and thereby realizing win-win outcome.	No deviation
(V) Does the Company comply with relevant regulations and international standards regarding customer health and safety, right to privacy, marketing and labeling of its products and services and set up relevant consumer protection policies and complaint procedures?	Yes		(V) The Company's B2B sale business sale and supply chain service are in compliance with internal and external regulations; a trade compliance unit for export control is established to ensure the circulation of goods obeys domestic and overseas laws and decrees, and the transactions with counterparties are legal and legitimate.	No deviation
(VI) Does the Company formulate supplier management policies that require suppliers to comply with relevant regulations on environmental protection, occupational safety and health, and labor rights and request their reporting on the implementation of such issues?	Yes		(VI) In order to encourage suppliers to recognize and follow the "WPG Supplier Code of Conduct," and to perform self-assessment through this Code of Conduct, the Company has distributed the "Announcement of WPG Supplier Code of Conduct" and "WPG Supplier Code of Conduct Self-Assessment" to all our general affairs suppliers in Taiwan, wishing to raise awareness of the following five aspects – labor, health and safety, environment, business ethics, and management system.	No deviation

Evaluation Items	Implementation status (Note 1)			Deviations from the Corporate Governance Best-Practice Principles for TWSE/TPEx Listed Companies and reasons thereof
	Yes	No	Summary (Note 2)	
V. Has the Company prepared and published reports such as its Corporate Social Responsibility report based on internationally recognized guidelines, to disclose its non-financial information? Has the Company received assurance or certification of the aforesaid reports from a third party accreditation institution?	Yes		V. The Company's Sustainability Report was prepared in line with the core disclosures of the Global Reporting Initiative Standards (GRI Standards) issued by the Global Reporting Initiative (GRI), and entrusted KPMG in Taiwan, in fulfillment of the Confirmation Standard Bulletin No. 1 "Confirmation Cases of Non-historical Financial Information Verification or Review" issued by the Accounting Research and Development Foundation of the Republic of China, regarding ISAE 3000 Revised International Assurance Standard for Limited Assurance	No deviation
VI. If the Company has established corporate social responsibility principles based on the Corporate Social Responsibility Best Practice Principles for TWSE/TPEx Listed Companies, describe the implementation and any deviations from the Principles: The Company has formulated corporate social responsibility best practice principles, and the Company and its subsidiary groups are actively moving in the direction set by the principles.				
VII. Other important information to facilitate a better understanding of the company's Corporate Social Responsibility practices: WPG is a corporate that is required to release CSR report regularly pursuant to the provisions enacted by financial administrations. Regarding such information, please download the report on website: http://www.wpgholdings.com/csr_area/year_report/zhtw				

Note 1: Describe briefly in implementation status column no matter the result of operation is "yes" or "no".

Note 2: Companies that have compiled CSR reports may specify ways to access the report and indicate the page numbers of the cited pages.

Note 3: The principle of materiality refers to environmental, social and corporate governance issues that have significant impacts on the Company's investors and other stakeholders.

VIII. The Company’s Corporate Social Responsibility Practices:

WPG Sustainability Report is prepared pursuant to the "Taiwan Stock Exchange Corporation Rules Governing the Preparation and Filing of Corporate Social Responsibility Reports by TWSE Listed Companies" and the GRI Standards issued by GRI. The report structure is constructed based on the Company’s business development and core competence, thereby fully discloses information to various stakeholders. Through the annual report preparation process, the Company is internally reviewed, which is to be taken as the basis for improvement and planning of next year. Four major subjects “Sustainability Governance, Talent Development, Industry Exchange, and Social Involvement” are summarized below.

(I) Sustainable Governance Mechanisms

WPG is a pioneer in Taiwan's industrial holding business, with “industrial holdings" business model in line with the principles of competition and cooperation that contributes to the more flexible use of resources in business; the operating strategy, “divide in the front-end to fight; cooperate in the back-end to win” is adopted. With this business background, WPG pays additional attention to the organizational structure and related management regulations of corporate governance.

a. Optimized Corporate Governance Structure

On June 24, 2020, the Company elected the sixth Board of Directors at the general shareholders’ meeting. The term of office is three years, from June 24, 2020, to June 23, 2023. The sixth Board of Directors has a total of 11 members (including 4 Independent Directors). On top of the electronic components industry, the professional field of the Board covers investment management, strategic management, financial accounting, law, international market views, etc. Among them, there are 4 Independent Directors: Jack J.T. Huang, Chairman of Taiwan Renaissance Platform Co. Ltd., Charles Chen, who previously served as Vice Director of PricewaterhouseCoopers Taiwan, Weiru Chen, Director at Alibaba Business School Industry Network Center, and Kathy Yang, who previously served as Executive Vice President of CDIB Capital Group.

The Board of Directors is responsible for supervising the Company's overall operations and affairs and making decisions on major investments, mergers and acquisitions, and other matters. The Board of Directors has three functional committees, namely the Audit Committee, the Remuneration Committee, and the New Business Strategy Committee. (Due to the completion of the scheduled tasks, the Board of Directors of the Company resolved to dissolve it on November 9, 2021.) The Board of Directors and its affiliated Committees shall notify the meeting date and agenda summary before each meeting. In 2020, the Board of Directors convened a total of 11 meetings, and the attendance rate of Directors reached 97.52% (excluding attendance by proxy). During the meetings, the interests of directors were avoided in accordance with regulations.

Item No.	Major Board issues in 2020
1	Resolved to donate to WPG Education Foundation
2	Resolved to convene the 2021 Annual Shareholders' Meeting
3	Approved the 2020 Business Report and Financial Statements
4	Approved the proposal of 2020 earnings distribution
5	Approved the proposal of 2020 remuneration of employees and Directors.
6	Resolution to nominate independent director candidate for the sixth term Board of Director by-election
7	Approved revising the Company's "The Rules for Election of Directors" and "Rules of Procedure for Shareholders Meetings"
8	Resolution to establish "WPG Holdings Ltd. Information Security Policy"
9	Resolution to revise the Company's "Intellectual Property Management Procedures" and rename it to "Intellectual Property Management Manual"
10	Resolution to participate in the 2021 cash capital increase and issuance of new shares of "Trigold Holdings Limited "
11	Resolution to participate in the 2021 cash capital increase and issuance of new shares of "T3EX Global Holdings Corp."
12	Resolution to revise the Company's "Corporate Governance Best Practice Principles"
13	Resolution to revise the "Personal Data Protection Management Operating Procedures Guidelines" of the Company's internal control system and adjust the normative structure
14	The resolution to revise the "Computer Information System Management Operation" of the Company's internal control system
15	Resolution to revise the Company's "Ethical Corporate Management Best Practice Principles"
16	Resolution to revise the Company's "Code of Ethical Conduct"

WPG attaches great importance to corporate governance, and the highest responsible person for corporate governance is the Chairman of the Company. In addition to the establishment of Independent Directors, committees are also set up to be in charge of major operational issues of the Company. The responsibilities of the Chairman and the President are clearly defined, and the CEO is assumed by a professional manager, who implements the decision of the Board of Directors and takes responsibility for the business performance of the Company within the scope of authorization. In addition, the Board of Directors also supervises the management team and keeps abreast of changes in domestic and international laws and regulations.

b. **Sustainablility Organization Structure**

From the core values of "teamwork, integrity, professionalism, and effectiveness", WPG Holdings attaches great importance to all stakeholders and their corresponding major issues. As a distribution service provider, whether maximum value for the customers and win-win situation for the industry chain are created is the key to the Company's sustainable operation and development. In this regard, WPG Holdings established ESG Office in February 2022 and renamed "Corporate Social Responsibility Committee" to "WPG ESG and Sustainable

Development Committee", to implement corporate sustainability businesses and policies, with Chief Sustainability Officer as the chairperson. Five functional groups are established under the Committee to implement plans on specific sustainable issues which comply with sustainable development goals of the United Nation, as well as the Company's short, medium, and long-term strategies in order to join hands with the industry chain and the community thus moving towards the sustainable goal of "Grow Together, Strive Together and Win Together ".

(II) Diverse Talent Development Blueprint

WPG and its subsidiary groups aim to provide professional supply chain services. It is deeply convinced that only with good human capital can outstanding professional services be offered. For the cultivation of human capital, we have been long devoting into that without hesitation. To nurture talent is like the rice cultivation; only by non-stop irrigation can it have a fruitful future.

a. Professional Skills Development

Thanks to the unique characteristics in business policies and organizational cultures, WPG and its subsidiary groups are provided with different manpower training and development resources, presenting the variety of learning features. The overall training structure is built on the basis of general and professional training programs that are designed to cultivate employees' competitiveness and uplift organizational performance. Management training programs for employees of all levels are carried out step by step in an attempt to construct leadership teams that are expected to lead our organization to face various challenges and achieve sustainable development and growth.

Course Type	Main Participants	Main Course Content	Course Objective
General Courses	New Recruits	Including a presentation of the Company, introduction to its "core values" and relevant introductory courses for basic skills. General training courses cover courses on information management, training of the use of corporate platform systems (e.g. ERP/WMS/WEBFLOW), and education on trade compliance.	To help new recruits understand the Company and integrate in the team to give play to their professional expertise; to help them get familiar with information tools to enhance work outputs and effectiveness.
Professional Courses	Product Staff, Sales Staff, etc.	Plan and configure appropriate professional courses according to the needs of different positions/functions and conduct irregular education and training on the product technologies and business models used by the upstream and downstream supply chains.	Establish a professionally competitive front-end service team; in other functions, plan and implement corresponding training courses with the development of professional trends and the formulation of relevant laws and regulations, continuously improving employees' professional capabilities.
Managerial Skill Courses	Middle and Junior Supervisors	Planning and arrangement of courses for high, middle and basic-level management, trends and thinking.	Continuously develop the ability of senior, middle and junior supervisors based on organizational development, business competition, manpower layout, and other needs.

Training courses launched in 2021：

	Number of courses	Person-time
General courses	238	10,565
Managerial skills courses	15	1,605
Professional courses	180	33,910
Sub-total	433	46,080
Number of shareholders	27,766	
Per capita	1.66	
*The above data are all from internal training materials.		

b. Organizational core competencies development

WPG Holdings continually connects professionals from all aspects both internally and externally through virtual team projects to discuss major issues and implementations . We facilitate team growth through communication and trials. The "Elite Class Program" is introduced to prepare senior executives for the transformation and mindset change required facing the VUCA environment. The Elite Class members combine practical experience with the theoretical framework, which enables mutual inspection and introspection, thereby achieving double-loop learning. To meet the needs of the Company's sustainable operation, the succession plan of important management team is discussed by the talent evaluation committee from the perspective of business strategy and career development every year. In addition to increasing the depth and breadth of experience through cross-field and regional rotation, the successors' fulfillment of the Company's core values (teamwork, integrity, professionalism, effectiveness) is valued as well.

c. Performance appraisal and remuneration policy

WPG's performance appraisal is a mechanism that connects organizational goals, personal goals, and personnel development. All performance records will be used as the basis for subsequent human capital development programs, thereby improving overall organizational effectiveness. Employees' professionalism and work performance are used as the benchmark for performance evaluations and promotions.

WPG strives to formulate a human capital development policy and remuneration policy under the premise of a win-win for the Company, employees, investors, and other stakeholders. These two policies are two important cornerstones for establishing a sustainable workplace which are listed in the company's Sustainable Goal (ESG). WPG's talent policy emphasizes both talent attraction and retention, as well as performance and growth. Therefore, in addition to emphasizing clear rewards and punishments, fairness, and openness, our remuneration policy follows three main principles: "Salary calculation based on position", "Salary adjustment based on capability", and "Performance appraisal award"

- Salary calculation based on position

  The foundation of WPG's guaranteed compensation is based on the position, knowledge,

and skills, to maintain a certain degree of attractiveness in the talent market.

- Salary adjustment based on capability
  WPG continuously strengthens employees' capability through training and technology empowerment to maintain their competitiveness in the changing era.
- Performance appraisal award
  "Teamwork" is among WPG's core value. Therefore, the foundation of WPG's variable compensation is firstly based on the company's overall profit and performance, then subteam's and individual's performance results.

(III) Promotion of Interaction with Industry

"To Become the First Choice of Industry. To Become the Benchmark of Distribution." is the vision of WPG and its subsidiaries. In terms of the Company's core competencies, we continue to provide professional supply chain services, improve internal processes to meet customer needs and optimize operational processes to improve service efficiency. We apply knowledge of the organization's core competencies to the industry chain, public organizations, and even academic institutions. We hope to share the practical cases of supply chain management through a systematic framework, and through continuous knowledge exchange and refinement, we can establish a benchmark example in learning and achieve the sustainable goal of professional enterprise management and industrial value enhancement.

a. Sharing of Industrial Professional Knowledge
   The multiple roles of B2B sales, technical services, and central logistics, played by WPG and its subsidiaries aim to provide excellent supply chain management services, and also strive to manage the brand image of WPG and its subsidiaries, whether in the industry chain, academic units or technical forums, which also includes all types of information channels, both physical and digital.

   - Create promotion benefits through inbound marketing
     In response to the trends of the online community, WPG created and continued to promote inbound marketing, introduced interactive mobile marketing services, continuously optimized the WPG program and the digitally transformed content marketing, and made good use of KOL's influence to engage a full-coverage community interactive marketing mechanism. At the same time, WPG established the "Inbound Marketing Value" which reflects the marketing promotion benefits with detailed figures. As of the end of 2021, the cumulative value of promotion benefits exceeded 1.08 billion RMB, an increase of 69% compared with the same period of last year through social media resources such as WeChat and Weibo accounts, WeChat Moments, forums, etc., and viral marketing activities to enhance the effectiveness of self-media operations. Through the promotion of the following marketing activities, WPG offered valuable services that included joint marketing of both upstream and downstream and continued to strengthen customer loyalty.

WPG Weibo account	The number of fans and the number of posts ranked top one of the industry; number of followers reached 622,523. Updates 3-5 tweets daily; content includes monthly popular solution, industry trends, technology news, workplace skills, and WPG updates. In addition, 3 online development edition evaluations are held annually for continued interactions with fans.	
WPG WeChat account	The first IC WeChat account, leading WeChat account management among peers in the industry with 191,289 accurate fans, 4 monthly group newsletters, more than 669,819 readings and 53,003 shares in total; promotes public awareness and understanding of trends in the IC industry through easy to understand market trend articles; manages the engineer community and demonstrates technical support capabilities continuously through subscription accounts "DaDaTong" and "Fei-Che-Xia" launched by WPG WeChat account. The accounts are managed by the technical team to provide solutions for engineers with incisive and intuitive arguments; establish HR service account to provide timely recruitment news for those in need.	
News exposure	The total number of exposures is nearly 7.231 times, and the number of exposures of our solutions on the news reached more than 1,881 times annually, which ranked first in the industry and 9 times ahead of the second place.	
Internal and External Marketing Activity	To continually increase WPG brand power and strengthen innovative value-added services, 3 internal and external brand marketing activities were held in 2021:	
	I.	Integrated ESG and our suppliers (IDM/fabless) co-branding, the WPG Ladies Open was conducted with the participation of 33 suppliers. The sponsorship amounted to NTD 2.45 million. Together with the multi-platform broadcast, the event reached the exposure of more than 1.15 million times.
	II.	Developed communication platform covering cross-group and cross-production lines and restarted "Industry Communication Meeting 2.0" where six TW/CN resource centers were invited to share industry trend. 9 rounds/27 sessions were conducted and a total of 16,416 headcounts participated.
	III.	With the 2026 goal of promoting WPG brand value, #MyDay live-stream series were introduced emphasizing CEO's 24-words motto. Three sessions were held with over 7000 views. Average employee participation rate reached more than 90%.

■ Public association support and participation

Through holding different kinds of events, we provide a platform with instant communication service to assist members to share resources of knowledge, increase members' opportunities for external strategic alliances, with the expectation to raise the voice and status of the distributors in Taiwan among the industrial network communities. Based on the core expertise of the group, we actively assist in promoting copious supply chain management-related activities, to fulfill corporate social responsibilities.

b. Industry and Academic Collaboration

WPG continues to launch a series of industry and academic collaboration projects to ensure that the students acquire abilities needed by the industry aside from their studies, and combine

our own business operations and supply chain management expertise with the commitment to sharing industry knowledge and contributing to the society.

- National Chengchi University (NCCU) "Supply Chain Management" Industry and Academic Collaboration Project

  Since 2010, WPG Holdings Ltd. has collaborated with NCCU College of Commerce and sponsored the "Supply Chain Management Industry and Academic Collaboration Project." It has entered its eleventh year in 2021. The project aims to integrate theory and practice and systematically organize the know-how of Taiwan's supply chain management; and secondly, to create a complete set of teaching materials and teaching plans for supply chain management, with the ultimate goal of adding supply chain management talents to the Taiwan Industry.

  The reason that supply chain management talents are difficult to nurture in an academic setting is that it is a cross-disciplinary management science while relevant courses are scattered in various departments of the College of Commerce. Due to the positioning of the various departments, the individual departments cannot offer more complete, professional, and market-oriented training. Therefore, WPG participated in the NCCU College of Commerce's academic programs. Combining WPG's market experience, the rich teaching experience of NCCU College of Commerce, and existing curriculum resources of various departments, customized and innovative curriculum for supply chain "Supply Chain Management Credit Program" is created to nurture supply chain management talents for Taiwan Industry.

  In 2020, a total of 147 students were enrolled, including a total of 87 students in the credit course, and 60 students in the profession course (Master Course). The courses emphasize the integration of academic theory and industrial practice, by inviting supply chain professionals from various industrial fields to deliver speeches, and visiting the Company's location to understand the current situation of the industry. The students can put into practice what they have learned in the classroom, transfer knowledge to actual market and closely connect with the industry. In 2020, 15 lectures were given by senior executives from various industries and 4 company visits were arranged for the students.

Phase	Project Period(Year)	Cooperation Content
Phase 1	2010~2012	WPG provides resources, and supports the establishment of supply chain management industry-academia cooperation courses
Phase 2	2013~2015	WPG shared the practical cases in the courses to let the students fully understand the strategic plan of the enterprise in the chain management
Phase 3	2016~2019	The students physically visited WPG warehouse in Linkou
Phase 4	2020~2022	Establishing “WPG scholarship” to encourage students to participate in the internship plan.

- "WPG Scholarship for unprivileged students" of the Department of Electrical Engineering and Computer Science of Taipei University of Technology

  Since 2011, the "WPG Scholarship for unprivileged students" has been established in the Department of Electrical Engineering and Computer Science of Taipei University of Technology to help unprivileged and impoverished students through financial assistance. Thanks to the scholarship so that they will not drop out of school due to the poor or accidents of the family, and complete their studies with the aid of social care. To encourage the students with their professional abilities development, the scholarship application method will be updated of the 2020 academic year, and the study plan will be listed as the selection criteria. It is expected that the scholarship will not only help the recipients have economic relief, but also assist the recipients in their growth of learning. In 2020, five scholarship applications were accepted every semester.

- National Yunlin University of Science and Technology “Information Technology Internship Project”

  Since 2017, WPG has collaborated with the National Yunlin University of Science and Technology on IT internship project with the aim to cultivate professionals for the industry and enable students apply what they have learned from school at workplace. Through experience at workplace, students may explore different possibilities and experience diverse challenges. The process of experiencing corporate work assists students in determining the direction of career development. In 2021, a total of 6 interns from the National Yunlin University of Science and Technology were recruited, of which 5 were directly transferred to full-time employees after the internship, achieving the goal of seamless transition from campus to workplace.

(IV) **Sustainable Social Engagement**

Through "WPG Holdings Education Foundation", WPG invests resources to care for the society and fulfill social responsibility. By sharing information and linking resources, the organization's resources are effectively delivered to those who need assistance, such as the underprivileged community groups in the society.

Category	Public Welfare Partner	Content
Employees' Loving Resources Donation	Puren Youth Care Foundation	Donation of used laptops
	House of Dreams	Year-end warm donation. Shoe boxes with loving gifts Donation of used laptops
Disadvantaged Education and Cultivation	House of Dreams	Dream Benchmark School of the House of Dreams - Academic Improvement Program
Art and Cultural Education	Taipei Music Foundation for the Visually Impaired	The 29th Visually Impaired Music Festival "Voice of Peace" Online Concert
	ZhanYi (Choir for the blinded)	"Blind and joyful choir, spread love to every corner" public welfare tour
	PGA Technology Cup	Long-term sponsorship of the PGA Technology Cup Tour
	Ladies Professional Golf Association	The 2nd WPG LPGA Tournament

3.3.7 Ethical Corporate Management and Deviations from “the Ethical Corporate Management Best Practice Principles for TWSE/TPEX Listed Companies” and Reasons

Item		Implementation Status (Note 1)			Corporate Governance Implementation Status and Deviations from the Corporate Governance of Listed Companies and Reasons : No deviation
		Yes	No	Description	
I.	Establishment of ethical corporate management policies and programs				
(I)	Does the Company declare its ethical corporate management policies and procedures in its guidelines and external documents, and do the Board of Directors and management work proactively to implement their commitment to those management policies?	Yes		(I) On January 29, 2013, the Company established the " Ethical Corporate Management Best Practice Principles (Amended by the Board of Directors on October 26, 2021)" and the "Code of Ethical Conduct (Amended by the Board of Directors on October 26, 2021)" in accordance to the templates announced by the competent authority. In terms of the colleagues of the Company, WPG established the "Employee Code of Conduct", which stipulates explicitly the rules of practice, reporting mechanism, and disciplinary provisions, as an essential reference for the Company to implement honest management, thereof “Ethical Corporate Management Best Practice Principles" and "Code of Ethical Conduct" are published on the Company's website as a declaration of the commitment to the policy of honest management to the public.	No deviation
(II)	Does the Company establish appropriate precautions against high-potential unethical conduct or listed activities stated in Article 7, Paragraph 2 of the Ethical Corporate Management Best Practice Principles for TWSE/TPEx Listed Companies?	Yes		(II) The Work Rules of the Company expressly stipulate that employees should be punished if they violate work rules and ethics. Using position’s privilege to request or accept rebates from suppliers or interested parties, thus impacts the Company’s goodwill constitutes a major violation of the labor contract. To serve as a measure to prevent unethical behaviors, the Company has set up an Audit Committee-dedicated mailbox to handle complaints and supervise relevant control mechanisms in accordance with the "Measures for the Audit Committee to Handle Complaints and Suggestions by Interested Parties." for all employees.	No deviation
(III)	Has the Company established policies to prevent unethical conduct, with clear statements regarding relevant procedures, conduct guidelines, punishments for violation, and rules for appeal, and does the Company regular review such policies?	Yes		(III) The company has established "Employee Code of Conduct" and "Employee Service Consent Form" to promote ethical behavior guidelines. The content includes confidential information guideline, insider trading prohibition guidelines…etc. It is clearly stated in Work Rules that employee will be subject to relevant disciplinary actions if any violation of ethical behavior guidelines is found.	No deviation
II.	Fulfillment of Ethical Corporate				
(I)	Does the Company evaluate business counterparty’s ethical records and include ethics-related clauses in business contracts?	Yes		(I) To comply with the management requests of downstream customers, the Company signed the Code of Ethical Conduct and provided supervision to ensure compliance with the principle of ethics during business operations and that no illegal conducts or actions for private gains due to greed arise.	No deviation
(II)	Has the Company established an exclusively dedicated unit under the Board to implement ethical corporate management, and report to the Board on a regular basis (at least once a year)?	Yes		(II) In order to implement the principle of ethical corporate management, the Company established the "Ethics Committee", with the CEO of the Company and the CEOs of each group serving as members. The committee is held quarterly to discuss the issue of ethical conduct. Work progress is reported to the Board of Directors at least once a year. The reporting date to the Board of Directors in 2021 was November 9th.	No deviation

Item		Implementation Status (Note 1)			Corporate Governance Implementation Status and Deviations from the Corporate Governance of Listed Companies and Reasons : No deviation
		Yes	No	Description	
(III)	Has the Company formulated policies on preventing conflicts of interest, provided adequate channels of declaration, and implemented them?	Yes		(III) The "Ethical Corporate Management Best Practice Principles" and "Code of Ethics" formulated by the Company have provisions that expressly stipulate the avoidance of interest, whistleblowing, and punishment, which serve as the basis for implementation.	No deviation
(IV)	Has the Company established effective accounting systems and internal control systems to implement ethical corporate management and had its internal audit unit, based on the results of assessment of the risk of involvement in unethical conduct, devise relevant audit plans and audit the compliance with the prevention programs accordingly or entrusted a CPA to conduct the audit?	Yes		(IV) Relevant management units of the Company conduct regular operation inspections, and accounting units conduct quarterly/annual field audits with external accounting firms to ensure that the Company's management complies with relevant laws and regulations, and the ideals of integrity management; the audit units, apart from periodic internal audit, also regularly conduct internal control self-assessment with relevant units.	No deviation
(V)	Does the Company regularly hold internal and external educational training on ethical corporate management?	Yes		(V) The Company has established "Employee Code of Conduct". In addition to acquiring employee signatures towards Employee Code of Conduct, the Company continues to promote Employee Code of Conduct to new employees to strengthen awareness of ethical management. An internal platform that promotes the code of conduct has been established and online training covering ethical behavior guidelines was conducted. The themes comprised specific methods to implement the code of conduct. In 2021, three sessions of education and training were held on issues related to integrity management for all the employees. ● Legal Liability of Insider Trading ● Legal Liability of Dishonest Conduct (TW) ● Seminar on Prevention of Occupational Crime(CN)	No deviation
III.	Status of enforcing whistle-blowing systems in the company				
(I)	Does the Company have a specific whistle-blowing and reward system, establish convenient whistle-blowing channels, and assign the appropriate personnel to deal with the reported personnel?	Yes		(I) The company has established employee opinion mailbox and an audit committee-dedicated mailbox for any complaints by internal and external stakeholders. But there is no relative whistleblowing reward policy.	No deviation
(II)	Has the Company established standard operating procedures for the reported matters and the relevant confidential mechanism?	Yes		(II) Set up employee opinion mailbox, where dedicated unit receives employee complaints and submits them to corresponding units according to the content of the case. Furthermore, audit committee-dedicated mailbox and "Stakeholder complaints and opinions handling procedures for Audit Committee" are established as basis for this aspect of matt Stakeholder complaints and opinions handling procedures for the company.	No deviation
(III)	Does the Company take measures to protect the whistle-blowers from improper infringement due to reporting?	Yes		(III) The company independently handles and responds to complaints in accordance with the provisions of "Stakeholder complaints and opinions handling procedures for Audit Committee" to ensure whistleblower's identity being kept confidential.	No deviation

Item		Implementation Status (Note 1)			Corporate Governance Implementation Status and Deviations from the Corporate Governance of Listed Companies and Reasons : No deviation
		Yes	No	Description	
IV.	Enhanced disclosure of corporate social responsibility information				
(I)	Does the Company disclose its Ethical Corporate Management Best Practice Principles and the results of its implementation on the Company's website	Yes		(I) "Ethical Corporate Management Practice Principle " and "Code of Ethical Conduct" are published on company's website. There is also a dedicated investor section on the website which discloses corporate governance organization and important internal regulations. Designated persons are responsible for collecting information and accepting inquiries on related matters.	No deviation
V.	If the Company has its own Ethical Corporate Management Best Practice Principles formulated according to the Ethical Corporate Management Best Practice Principles for TWSE/TPEx Listed Companies, please explain any departure from the Ethical Corporate Management Best Practice Principles for TWSE/TPEx Listed Companies: The Company has its own Ethical Corporate Management Best Practice Principles and drafts its Ethical Corporate Management Procedures and Code of Conduct in accordance with these Principles.				
VI.	Any important information to better understand the Company's implementation of ethical corporate management (for example, any review or amendment to the Ethical Corporate Management Best Practice Principles of the Company): None.				

3.3.8 The Company Shall Disclose How To Search for Its Corporate Governance Best-Practice Principles or Related Regulations.

The company has formulated its Corporate Governance Code of Conduct, for relevant information please refer to the Company's internal regulations (http://www.wpgholdings.com/investors/corporate_governance/zhtw/major-internal-policies). For information on the implementation status of corporate governance, please refer to the description of "Corporate Governance" in this annual report page 37 ~ 40.

3.3.9 Other Significant Information that will Provide a Better Understanding of the State of the Company's Implementation of Corporate Governance may also be Disclosed.

I. The Company has formulated the Management Procedures for Preventing Insider Trade to manage the Company's material inside information and informed all Directors, managers, and employees. These Procedures and relevant cautions are displayed on the top of the Company's website for all staff to follow and avoid violations or insider trading.

II. The latest versions of the Directions Concerning Securities Market Regulatory Matters for TWSE Listed Companies and Their Directors, Supervisors, and Major Shareholders and Guide to Regulations Governing Independent Director prepared by TWSE are distributed to insiders such as Directors and managers of the Company when they take office to assist them to comply with the relevant requirements.

III. MOPS Website: http://mops.twse.com.tw

IV. The Company's website: http://www.wpgholdings.com

3.3.10 Execution Status of Internal Control Systems

I. Internal Control Statement

WPG Holdings Limited
Management's Reports on Internal Control

Date: March 22, 2022

Based on the findings of self-assessment, WPG Holdings Limited states the following with regard to its internal control system during the year 2021:

1. WPG is responsible for establishing, implementing, and maintaining an adequate internal control system. Our internal control is a process designed to provide reasonable assurance over the effectiveness and efficiency of our operations (including profitability, performance, and safeguarding of assets), reliability, timeliness, transparency of our reporting, and compliance with applicable rulings, laws and regulations.

2. An internal control system has inherent limitations. No matter how perfectly designed, an effective internal control system can provide only reasonable assurance of accomplishing its stated objectives. Moreover, the effectiveness of an internal control system may be subject to changes due to extenuating circumstances beyond our control. Nevertheless, our internal control system contains self-monitoring mechanisms, and WPG takes immediate remedial actions in response to any identified deficiencies.

3. WPG evaluates the design and operating effectiveness of its internal control system based on the criteria provided in the Regulations Governing the Establishment of Internal Control Systems by Public Companies (hereinbelow, the "Regulations"). The criteria adopted by the Regulations identify five key components of managerial internal control: (1) control environment, (2) risk assessment, (3) control activities, (4) information and communication, and (5) monitoring activities.

4. WPG has evaluated the design and operating effectiveness of its internal control system according to the aforesaid Regulations.

5. Based on the findings of such evaluation, WPG believes that, on December 31, 2021, it has maintained, in all material respects, an effective internal control system (that includes the supervision and management of our subsidiaries), to provide reasonable assurance over our operational effectiveness and efficiency, reliability, timeliness, transparency of reporting, and compliance with applicable rulings, laws and regulations.

6. This Statement will be an integral part of WPG's Annual Report for the year 2021 and Prospectus, and will be made public. Any falsehood, concealment, or other illegality in the content made public will entail legal liability under Articles 20, 32, 171, and 174 of the Securities and Exchange Law.

7. This Statement has been passed by the Board of Directors in their meeting held on March 22,2022, with none of the eleven attending directors expressing dissenting opinions, and the remainder all affirming the content of this Statement.

WPG Holdings Limited

Chairman Simon Huang
General Manager Mike Chang

II. The CPA's Review Report shall be Disclosed if any CPA is Commissioned to Review the ICS: None.

3.3.11 In the most recent year up to the publication date of this annual report, there has been punishment of the Company or its internal personnel, or punishment of the company to its internal personnel for violating internal control system regulation, and its punishment results might have significant influence on shareholders' equity or securities' price, the punishment, main deficiencies and improvements shall be listed: None.

3.3.12 Major resolutions adopted by the Shareholders' Meeting and the Board of Directors in the most recent year up to the publication date of this annual report

I. The 2021 annual Shareholders' Meeting of WPG Holdings Ltd. was held on August 3,2021, in Taipei City, and the resolutions passed by attending shareholders are as follow:

i. To accept 2020 Business Report and Financial Statements
Implementation status: Resolved as proposed.

ii. To approve 2020 profit distribution proposal
Implementation status: August 17, 2021 was set as the ex-dividend record date and dividends were distributed on August 31, 2021. (Cash dividend per share: NT$3.1; The allotted cash for each Preferred Share A is NT$2)。

iii. To Approve the Amendment of the Company's "Rules of Director Election".
Implementation status: Passed by resolution, announced on the Company's website on August 3,2021, where related matters were handled in accordance with the amended regulations.

iv. To Approve the Amendment of the "Company's Procedural Rules of Shareholders' Meeting"

Implementation status: Passed by resolution, announced on the Company's website on August 3, 2021, where related matters were handled in accordance with the amended regulations.

v. One Seat for By-election of the Sixth Independent Director
Implementation status: Kai Charn, Young was elected as an independent director. The Ministry of Economic Affairs approved and registered on September 28, 2021.

II. The Company's Board of Directors held 15 meetings in total in 2021 and up to the publish date of this annual report, summaries of important resolutions are as follow:

i. Resolved to convene 2021 annual Shareholders' Meeting

ii. Approved 2020 annual Business Report and Financial Statements

iii. Approved 2020 profits distribution proposal

iv. Approved 2020 employees' and directors' remuneration

v. Approved donations to WPG Holdings Education Foundation

vi. Approved amendments to “Articles of Incorporation”, "Rules of Director Election", “Procedural Rules of Shareholders' Meeting", “Procedure of Acquiring or Disposing Asset”;

vii. Resolved to participate in the 2021 cash capital increase and issuance of new shares of " Trigold Holdings Limited "

viii. Resolved to participate in the 2021 cash capital increase and issuance of new shares of "T3EX Global Holdings Corp."

ix. Resolved to revise the Company's " Corporate Governance Best Practice Principles ", " Ethical Corporate Management Best Practice Principles”, "Code of Ethical Conduct” ;

x. Resolved to stipulate the Company's "Information Security Policy” ;

xi. Resolved to revise the Company's "Intellectual Property Management Procedures" and changed the name to "Intellectual Property Management Manual"

xii. Resolved to revise the "Personal Data Protection Management Operating Procedures Guidelines” of the Company's internal control system and adjust the normative structure

xiii. Resolved to revise the "Computer Information System Management Operation" of the Company's internal control system

xiv. Resolved to convene 2022 annual Shareholders' Meeting

xv. Approved 2021 Business Report and Financial Statements

xvi. Approved 2021 profits distribution proposal

xvii. Resolved to approve the 2021 Compensation to Employees and Compensation to Directors

xviii. Resolved to approve the investment in the private common stock of "EDOM Technology Co., Ltd.".

3.3.13 Any Dissenting Opinion on the Material Resolutions Passed by the Directors or Supervisors in the Most Recent Year up to the Publication date of this Annual Report. The principal content thereof: None.

3.3.14 Resignation and Dismissal of Personnel involved in the Financial Report including the Company's Chairman, President, Accounting Manager, Financial Manager, Internal Audit Manager, Head of Corporate Governance and R&D Manager in the Most Recent Year up to the Date of this Annual Report: None.

3.4 Information Regarding Certified Public Accountant Fees

3.4.1 Audit Fees

Unit: NT$ thousands

Accounting Firm	Name of CPA		Audit Period	Audit fee	Non-audit fee	Total	Remarks
PwC	Lin, Chun-Yao	Chou, Chien-Hung	2021/01/01 ~ 2021/12/31	4,240	2,716	6,956	The non-audit fees are mainly NT$715,000 for transfer pricing, NT$180,000 for Business Tax of Dual-status Business Entities Applying the Direct Deduction Method to audit by a certified public accountant, NT$700,000 for tax consulting services such as investment structure and operation in Europe, and NT$600,000 for tax compliance audit.

3.4.2 When the Audit Fees Decrease 10% or More than the Last Fiscal Year, the Company must Disclose the Decreased Amount, Ratio, and Reason: Not applicable.

3.5 Information on CPA Replacement: Not applicable.

3.6 The Company's Chairman, President, or Manager in Charge of Finance or Accounting Operations Holding Any Position at the Company's Independent Audit Firm or Its Affiliates in the Most Recent Year: None.

3.7 Stock Trade and/or Stock Pledge by the Company's Directors, Supervisors, Management Team, and Shareholders with 10% Shareholdings or More in the Most Recent Year or as of the Date of this Annual Report:

Unit: Shares

Title	Name	2021				Current year until March 28			
		Common shares		Preferred Shares A (Note1)		Common shares		Preferred Shares A (Note1)	
		Net Change in Shareholding	Net Change in Shares Pledged	Net Change in Shareholding	Net Change in Shares Pledged	Net Change in Shareholding	Net Change in Shares Pledged	Net Change in Shareholding	Net Change in Shares Pledged
Chairman	Simon Huang	—	—	—	—	—	—	—	—
Vice Chairman	Frank Yeh	—	—	—	—	—	—	—	—
Director	K.D. Tseng	—	—	—	—	—	—	—	—
Director/ President	Mike Chang	(1,500,000) (Note2)	—	—	—	—	—	—	—
Director	T.L. Lin	(1,000,000)	—	—	—	—	—	—	—
Director	K.Y. Chen	—	—	—	—	—	—	—	—
Director	Richard Wu, Representative, Fullerton Technology Co., Ltd.	—	—	—	—	—	—	—	—
Independent Director	Jack J.T. Huang	—	—	—	—	—	—	—	—
Independent Director	Charles Chen	—	—	—	—	—	—	—	—
Independent Director	Weiru Chen	—	—	—	—	—	—	—	—
Vice President	I.J. Hsu	—	—	—	—	—	—	—	—
Vice President	Cliff Yuan	—	—	—	—	—	—	—	—
Vice President	Scott Lin	—	—	—	—	—	—	—	—
Vice President	Jazz Chuang	—	—	—	—	—	—	—	—
Vice President	David Li	—	—	—	—	—	—	—	—

Title	Name	2021				Current year until March 28			
		Common shares		Preferred Shares A (Note1)		Common shares		Preferred Shares A (Note1)	
		Net Change in Shareholding	Net Change in Shares Pledged	Net Change in Shareholding	Net Change in Shares Pledged	Net Change in Shareholding	Net Change in Shares Pledged	Net Change in Shareholding	Net Change in Shares Pledged
Vice President	Lucia Tai	—	—	—	—	—	—	—	—
Vice President	Tracy Cheng	—	—	—	—	—	—	—	—
Vice President	Jessica Lee	—	—	—	—	—	—	—	—
Vice President	Victor Lu	—	—	—	—	—	—	—	—

Note1: Preferred shares A of the Company were issued on September 18, 2019.

Note2:1500 shares transferred to be under trust with discretion reserved, retaining the control of the properties and the management right of the Company.

3.7.1 Stock Trade with Related Party: None.

3.7.2 Stock Pledge with Related Party: None.

3.8 Top 10 Shareholders Who are Related Parties, Spouses, or within Second Degree of Kinship to Each Other

March 28, 2022/Unit: Share;%

Name	Current Shareholding		Spouse and Minor Shareholding		WPG Shareholding by Nominee Arrangement		Name and Relationship between top 10 shareholders with relationship specified under SFAS No. 6.		Remarks
	Shares	%	Shares	%	Shares	%	Name	Relationship	
Fubon Insurance Co. Ltd.	93,413,000	5.56	–	–	–	–	–	–	–
CTBC Bank Co., Ltd. as custodian of Yuanta Bank	74,997,379	4.47	–	–	–	–	–	–	–
Simon Huang	41,411,507	2.47	10,523,167	0.63	–	–	–	–	–
Taiwan Life Insurance Co., Ltd.	34,779,000	2.07	–	–	–	–	–	–	–
Fullerton Technology Co., Ltd.	32,421,074	1.93	–	–	–	–	–	–	–
New Regulation for Labor Retirement Fund	26,141,080	1.56	–	–	–	–	–	–	–
Kaystar International Ltd.	22,351,057	1.33	–	–	–	–	–	–	–
Farglory Life Insurance Inc.	21,779,000	1.30	–	–	–	–	–	–	–
Nan Shan Life Insurance Company, Ltd.	21,547,000	1.28	–	–	–	–	–	–	–
Vanguard Emerging Markets Index Fund, a series of Vanguard International Equity Index Funds.	20,873,720	1.24	–	–	–	–	–	–	–

Note: The ones disclosed in this table are the top 10 shareholders in terms of the ratios of shareholdings of common shares.

3.9 Total Number of Shares and Total Equity Stake Held in any Single Enterprise by the Company, Its Directors and Supervisors, Management, and Any Companies Controlled Either Directly or Indirectly by the Company

December 31, 2021/Unit：thousand shares; %

Reinvestment Entities (Note1)	Investments by the Company		Investment by Directors/Supervisors/Management Team and by Companies directly or indirectly controlled by the Company		Total Investment	
	Shares	%	Shares	%	Shares	%
World Peace Industrial Co., Ltd.	1,742,000	100	—	—	1,742,000	100
Silicon Application Corp.	608,000	100	—	—	608,000	100
Asian Information Technology Inc.	560,700	100	—	—	560,700	100
WPG Electronics Limited	3,920	100	—	—	3,920	100
WPG Korea Co., Ltd.	2,236	100	—	—	2,236	100
Trigold Holdings Ltd.	59,195	58.86	1,750	1.74	60,945	60.60
WPG International (CI) Limited	150,283	100	—	—	150,283	100
Yosun Industrial Corp.	362,074	100	—	—	362,074	100
WPG Investment Co., Ltd.	210,000	100	—	—	210,000	100
WT Microelectronics Co., Ltd. (Note2)	177,110	22.06	—	—	177,110	22.06

Note1: Long-term equity investments made by the Company using equity method.

Note2: Preferred Shares not included

4. Capital Overview

4.1 Capital and Shares

4.1.1 Capitalization

(1) Capitalization

March 28, 2022/Unit: NT$/share

Month/year	Issue price	Authorized Share Capital		Capital Stock		Remark		
		Shares	Amount	Shares	Amount	Sources of Capital	Capital Increase by Assets other than Cash	Others
11/2005	10	2,000,000,000	20,000,000,000	693,202,022	6,932,020,220	Capital MOEA Jing-Shou-Shang No. 09401220210 dated November 9, 2005.	—	—
12/2006	10	2,000,000,000	20,000,000,000	668,202,022	6,682,020,220	Cancellation of treasure stocks MOEA Jing-Shou-Shang No. 09501288500 dated December 26, 2006.	—	—
02/2007	10	2,000,000,000	20,000,000,000	670,301,494	6,703,014,940	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09601035000 dated February 14, 2007.	—	—
04/2007	10	2,000,000,000	20,000,000,000	670,950,744	6,709,507,440	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09601075500 dated April 14, 2007.	—	—
09/2007	10	2,000,000,000	20,000,000,000	712,953,666	7,129,536,660	Recapitalization of retained earnings Capital increase by employee bonus Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09601214570 dated September 3, 2007.	—	—
10/2007	10	2,000,000,000	20,000,000,000	716,357,569	7,163,575,690	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09601263220 dated October 26, 2007.	—	—
01/2008	10	2,000,000,000	20,000,000,000	718,640,319	7,186,403,190	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 0970105780 dated January 21, 2008.	—	—
04/2008	10	2,000,000,000	20,000,000,000	719,922,944	7,199,229,440	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09701089610 dated April 16, 2008.	—	—

Month/year	Issue price	Authorized Share Capital		Capital Stock		Remark		
		Shares	Amount	Shares	Amount	Sources of Capital	Capital Increase by Assets other than Cash	Others
09/2008	10	2,000,000,000	20,000,000,000	743,086,784	7,430,867,840	Conversion of shares MOEA Jing-Shou-Shang No. 09701236790 dated September 16, 2008.	—	—
09/2008	10	2,000,000,000	20,000,000,000	774,306,982	7,743,069,820	Recapitalization of retained earnings Capital increase by employee bonus Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09701240610 dated September 18, 2008.	—	—
10/2008	10	2,000,000,000	20,000,000,000	774,736,482	7,747,364,820	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09701263220 dated October 17, 2008.	—	—
01/2009	10	2,000,000,000	20,000,000,000	774,993,607	7,749,936,070	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09801008180 dated January 15, 2009.	—	—
05/2009	10	2,000,000,000	20,000,000,000	891,751,941	8,917,519,410	Conversion of shares MOEA Jing-Shou-Shang No. 09801095190 dated May 14, 2009.	—	—
06/2009	10	2,000,000,000	20,000,000,000	892,629,941	8,926,299,410	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09801122940 dated June 17, 2009.	—	—
09/2009	10	2,000,000,000	20,000,000,000	893,398,816	8,933,988,160	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09801200400 dated September 3, 2009.	—	—
10/2009	10	2,000,000,000	20,000,000,000	893,772,566	8,937,725,660	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09801238420 dated October 15, 2009.	—	—
01/2010	10	2,000,000,000	20,000,000,000	894,412,316	8,944,123,160	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09901007210 dated January 14, 2010.	—	—
04/2010	10	2,000,000,000	20,000,000,000	894,625,566	8,946,255,660	Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09901076640 dated April 21, 2010.	—	—

Month/year	Issue price	Authorized Share Capital		Capital Stock		Remark		
		Shares	Amount	Shares	Amount	Sources of Capital	Capital Increase by Assets other than Cash	Others
09/2010	10	2,000,000,000	20,000,000,000	1,056,048,043	10,560,480,430	Recapitalization of retained earnings Exercising employee stock warrant MOEA Jing-Shou-Shang No. 09901198560 dated September 3, 2010.	—	—
03/2011	10	2,000,000,000	20,000,000,000	1,453,073,506	14,530,735,060	Conversion of shares MOEA Jing-Shou-Shang No. 10001042020 dated March 7, 2011.	—	—
09/2011	10	2,000,000,000	20,000,000,000	1,583,850,122	15,838,501,220	Surplus transferred to capital MOEA Jing-Shou-Shang No. 10001207100 dated September 15, 2011.	—	—
04/2012	10	2,000,000,000	20,000,000,000	1,655,709,212	16,557,092,120	Conversion of shares MOEA Jing-Shou-Shang No. 10101072410 dated April 24, 2012.	—	—
10/2016	10	2,000,000,000	20,000,000,000	1,692,782,499	16,927,824,990	Shares converted from corporate bonds MOEA Jing-Shou-Shang No. 105011248620 dated October 25, 2016.	—	—
01/2017	10	2,000,000,000	20,000,000,000	1,723,895,350	17,238,953,500	Shares converted from corporate bonds MOEA Jing-Shou-Shang No. 10601006760 dated January 27, 2017.	—	—
04/2017	10	2,000,000,000	20,000,000,000	1,740,963,062	17,409,630,620	Shares converted from corporate bonds MOEA Jing-Shou-Shang No. 10601049450 dated April 20, 2017.	—	—
07/2017	10	2,000,000,000	20,000,000,000	1,745,420,665	17,454,206,650	Shares converted from corporate bonds MOEA Jing-Shou-Shang No. 10601094540 dated July 10, 2017.	—	—
08/2017	10	2,000,000,000	20,000,000,000	1,825,061,775	18,250,617,750	Shares converted from corporate bonds MOEA Jing-Shou-Shang No. 10601122870 dated August 25, 2017.	—	—
08/2018	10	2,000,000,000	20,000,000,000	1,679,056,833	16,790,568,330	Cash capital reduction MOEA Jing-Shou-Shang No. 10701100870 dated August 1, 2018.	—	—
10/2019	10	2,500,000,000	25,000,000,000	1,879,056,833	18,790,568,330	Issue preferred stocks via cash capital increase MOEA Jing-Shou-Shang No. 10801132530 dated October 3, 2019.	—	—

(2) Type of Stock

March 28, 2022/Unit: Shares

Type of Stock	Authorized Share Capital					Stock warrants, preferred shares with warrants or corporate bonds with warrants
	Outstanding Shares (Note)			Unissued Shares	Total	
	Listed (OTC)	Not listed (OTC)	Total			
Common shares	1,679,056,833	—	1,679,056,833	620,943,167	2,500,000,000	50,000,000
Preferred Shares A	200,000,000	—	200,000,000			

Note: Of the 2,500,000,000 shares, 50,000,000 shares are reserved for the issuance of stock warrants, preferred shares with warrants or corporate bonds with warrants.

4.1.2 Structure

(1) Common Shares

March 28, 2022

Structure / QTY	Government Agencies	Financial Institutions	Other Juridical Persons	Individual	Foreign Institutions & Natural Persons	Total
Number of Shareholders	8	37	447	77,266	637	78,395
Shareholding	48,954,106	338,285,115	267,595,487	552,908,424	471,313,701	1,679,056,833
Holding Percentage (%)	2.92	20.15	15.94	32.93	28.06	100.00

(2) Preferred Shares A

March 28, 2022

Structure / QTY	Government Agencies	Financial Institutions	Other Juridical Persons	Individual	Foreign Institutions & Natural Persons	Total
Number of Shareholders	1	13	110	10,193	13	10,330
Shareholding	20,000,000	47,590,363	84,230,871	48,149,942	28,824	200,000,000
Holding Percentage (%)	10.00	23.79	42.12	24.08	0.01	100.00

4.1.3 Distribution Profile of Share Ownership

(1) Common Shares

March 28, 2022

Shareholding Ownership	Number of Shareholders	Ownership	Ownership Percentage (%)
1~999	30,333	6,735,601	0.40
1,000 ~ 5,000	35,950	74,983,678	4.47
5,001 ~ 10,000	6,114	45,430,265	2.71
10,001 ~ 15,000	1,937	23,744,457	1.41
15,001 ~ 20,000	1,036	18,741,208	1.12
20,001 ~ 30,000	937	23,307,669	1.39
30,001 ~ 40,000	450	15,711,499	0.94
40,001 ~ 50,000	310	14,380,915	0.86
50,001 ~ 100,000	529	37,131,328	2.21
100,001 ~ 200,000	321	46,176,810	2.75
200,001 ~ 400,000	152	42,563,432	2.53
400,001 ~ 600,000	71	34,328,909	2.04
600,001 ~ 800,000	43	29,034,983	1.73
800,001 ~ 1,000,000	28	24,783,146	1.48
1,000,001 or more	184	1,242,002,933	73.96
Total	78,395	1,679,056,833	100.00

(2) Preferred Shares A

March 28, 2022

Shareholding Ownership	Number of Shareholders	Ownership	Ownership Percentage (%)
1~999	3,606	805,576	0.40
1,000 ~ 5,000	5,352	7,978,107	3.99
5,001 ~ 10,000	610	5,073,055	2.54
10,001 ~ 15,000	141	1,794,258	0.90
15,001 ~ 20,000	142	2,712,039	1.36
20,001 ~ 30,000	111	2,850,202	1.43
30,001 ~ 40,000	75	2,762,125	1.38
40,001 ~ 50,000	52	2,463,120	1.23
50,001 ~ 100,000	107	7,988,924	3.99
100,001 ~ 200,000	55	8,420,003	4.21
200,001 ~ 400,000	29	8,506,000	4.25
400,001 ~ 600,000	16	8,356,569	4.18
600,001 ~ 800,000	5	3,572,000	1.79
800,001 ~ 1,000,000	4	3,755,289	1.88
1,000,001 or more	25	132,962,733	66.47
Total	10,330	200,000,000	100.00

4.1.4 Major Shareholders

Name, number of shares held, and shareholding percentage of shareholders who hold more than 5% of the shares or the top 10 shareholders

March 28, 2022/Unit: Shares

Shareholding / Shareholders	Total Shares Owned	Ownership Percentage (%)
Fubon Insurance Co. Ltd.	93,413,000	5.56
CTBC Bank Co., Ltd. as custodian of Yuanta Bank	74,997,379	4.47
Simon Huang	41,411,507	2.47
Taiwan Life Insurance Co., Ltd.	34,779,000	2.07
Fullerton Technology Co., Ltd.	32,421,074	1.93
New Regulation for Labor Retirement Fund	26,141,080	1.56
Kaystar International Ltd.	22,351,057	1.33
Farglory Life Insurance Inc.	21,779,000	1.30
Nan Shan Life Insurance Company, Ltd.	21,547,000	1.28
Vanguard Emerging Markets Index Fund, a series of Vanguard International Equity Index Funds.	20,873,720	1.24

Note: The ones disclosed in this table are the top 10 shareholders in terms of the ratios of shareholdings of common shares.

4.1.5 Market Price, Net Worth, Earnings, and Dividends Per Common Share For the Last Two Years

Item \ Year			2020	2021	Current fiscal year up to March 31
Market Price Per Share	Highest Market Value		44.80	61.00	58.50
	Lowest Market Value		31.45	42.50	51.30
	Average Market Value		39.51	49.34	55.17
Net Worth Per Share	Before Distribution		34.84	37.47	—
	After Distribution(Note 1)		31.86	34.13	—
Earnings Per Share	Weighted Average Shares (thousand shares)		1,679,057	1,679,057	—
	Earnings Per Share	Before Retrospective Adjustment	4.77	6.61	—
		After Retrospective Adjustment (Note 1)	4.77	6.61	—
Dividends Per Share	Cash Dividend(Note 1)		3.10	3.50	—
	Stock Grants	Dividends from Retained Earnings	–	—	—
		Dividends from Capital Surplus	–	—	—
	Accumulated Undistributed Dividend		—	–	—
Return on Investment	Price/Earnings Ratio (Note 2)		8.28	7.46	—
	Price/Dividend Ratio (Note 1.3)		12.75	14.10	—
	Cash Dividend Yield (%) (Note 1.4)		7.85	7.09	—

Note 1: Filled in accordance with the situation of the distribution of the resolution of the Shareholders' Meeting next year; however, the surplus of 2021 has not been distributed by resolution of the Shareholders' Meeting.

Note 2: Price/Earnings Ratio = Average Closing Price per share of the year/Earnings per share.

Note 3: Price/Dividend Ratio = Average Closing Price per share of the year/Cash Dividend per share.

Note 4: Cash Dividend Yield = Cash Dividend per share/Average Closing Price per share of the year.

4.1.6 Dividend Policy and Implementation Status

(1) Dividend policy stipulated in the Company's Articles of Incorporation:

In accordance with the provisions of the Company's Articles of Incorporation, where if the Company has surplus earnings at the end of the year, after tax payment and recovery of losses over the years, 10% of the amount shall be appropriated as legal capital reserve; if there is any balance after setting aside or reversion to special capital reserve in accordance with laws and regulations, the remaining balance (hereinafter referred to as “earnings for the current year”) is added to the undistributed surplus at the beginning of the period, as the surplus available for distribution, and the dividends for preferred shares shall be paid in priority, which is to be distributed as the dividends and bonuses to shareholders after the distribution plan shall be proposed by the Board of Directors and subject to the resolution of the Shareholders' Meeting. When the company has no surplus, no dividends and bonuses will be distributed.

This Company’s dividend policy and dividend distribution shall consider the Company’s profitability, future operation funding needs, and changes in industry environment, as well as shareholders’ rights and the Company’s long-term financial plans. This Company’s yearly total dividend distribution amount shall not be less than 50% of the year’s earnings. The distributed cash dividend shall not be less than 20% of the total dividend distribution amount.

(2) Distribution of dividend proposed for approval at the Shareholders' Meeting:
The Company's surplus distribution plan for 2021 was approved by the Board of Directors on March 22, 2022. Among which, NT$5,876,698,916 was accrued from the cumulative distributable surplus, and NT$3.5 cash dividend was distributed per Common Share. NT$2.0 cash dividend was distributed per Preferred Shares A.

4.1.7 Effect of Stock Dividends to Operating Performance and EPS: Not applicable. There is no stock dividend this year.

4.1.8 Information regarding Employee Bonus and Remuneration paid to Directors and Supervisors:

(1) Information regarding Compensation paid to Employees, Directors and Supervisors in the Articles of Incorporation:
Based on the Articles of Incorporation, if the financial results for the fiscal year show profit, the Company shall set aside, resolved by Board of Directors, not more than 5% and not less than 0.01% of its annual profit to employees as compensation and not more than 3% of the aforesaid profit distributable to Directors and Supervisors as remuneration. Reports of such distribution as employees’ compensation and remuneration of Directors and Supervisors shall be submitted to the Shareholders’ Meeting. However, the Company shall reserve a portion of the losses in advance. The employees’ compensation can be paid by stock or cash, and the target person may include the employees of the subordinate company that meet certain conditions.

(2) The estimation basis of the compensation amount to Employees, Directors, and Supervisors for the current period; the estimation basis of the number of shares distributed as compensation; and the accounting treatment of the discrepancy, if any, between the actual distributed amount and estimated figure, for the current period:
The compensation payable to Employees and the remuneration of Directors in 2021 are estimates based on past experiences. Action will be taken pursuant to relevant provisions once the proposal is resolved in the annual Shareholders' Meeting on May 26,2022. If the actual amounts subsequently paid differ from the above estimated amounts, the difference will be recorded in the year resolved as a change in accounting estimate.

(3) The Board of Directors has approved the proposal to distribute Employees' compensation:
The Employees' compensation and remuneration of Directors to be distributed in 2021 were approved by the Board of Directors on March 22, 2022 The remuneration of Directors in 2021 was NT$49,256,000; the Employees' compensation in 2021 was NT$78,529,000. All of the above are distributed in cash. The Employees' compensation and remuneration of Directors in

2021 was expensed, which had no impact on earnings per share.

(4) The actual distribution of compensation for Employees, Directors, and Supervisors (including the number, sum, and price of shares distributed), and where there were discrepancies with the recognized compensation for Employees, Directors, and Supervisors in the prior year, the difference, cause, and treatment of the discrepancy be described:
The employees' compensation and remuneration of Directors in 2020 approved by the 2021 Shareholders' Meeting were NT$42,600,000 and NT$47,694,000 respectively, which have been distributed. The difference between the values recognized in the 2020 Financial Statements is only that employees' compensation was reduced by NT$2,750,000. The Director's remuneration decreased by NT$131,000 and adjusted into the gains and loss of the second quarter of 2021.

4.1.9 Repurchase of Shares by the Company: None.

4.2 Issuance of Corporate Bonds: None.

4.3 Preferred Shares

Item \ Date of issuance		September 18, 2019 Preferred Shares A of WPG Holdings Ltd.
Par value		NT$10
Issue price		NT$50 per share
Number of Shares Issued		Total 200,000,000 shares
Total Amount		NT$10,000,000,000
Rights and Obligations	Distribution of Dividends and Bonuses	1. Dividends: The annual rate of Preferred Shares A is 4% (5-year IRS interest rate 0.605% + 3.395%), calculated at the issue price per share, the 5-year IRS interest rate will be reset on the next business day every five years after the issuing date. The record date for reset is two business days prior to the interest rate reset date. The IRS rate is the arithmetic mean of 5-year IRS rates appearing on Reuters pages ”TAIFXIRS” and ”COSMOS3” at 11:00 a.m. (Taipei time) on the record date for reset. If the offered price cannot be obtained on the record date for reset, the company will determine the rate based on reasonable market price with good faith. 2. Distribution of Dividend: Distributed in cash in a lump sum and on an annual basis. The Company's annual earnings at the end of the accounting year shall be first subject to taxation, reimbursement of previous losses, the remainder shall be provided for legal reserve in accordance with the provisions of the Articles of Incorporation and special capital reserve by law or reversal. The remainder may be first made available for distribution of Preferred Shares A dividends. The Company has the right to decide dividend distribution on Preferred Shares A, if any, at its sole discretion. If there are no surplus earnings, the surplus earnings are not enough for distributing dividends of the Preferred Shares A in whole or in part after the final account or due to any other consideration, the Company may by the approval of the Shareholders' Meeting decide not to distribute dividend for Preferred Shares A . The former shall not constitute a breach of contract. The undistributed or insufficiently distributed dividend shall not be accumulated for make-up in the future. 3. Excess dividend distribution: In addition to aforementioned dividend distribution, shareholders of Preferred Shares A are not entitled to the cash and capital allocation with regard to earnings and capital reserves as dividend distribution of Common Shares.
	Distribution of Remaining Assets	The order of claim for distribution of property of shareholders of Preferred Shares A is prior to Common Shares. The repayment shall be capped at the respective issue amount of Preferred Shares upon liquidation.
	Execute Rights of Voting	Shareholders of the Preferred Shares A shall have no right to vote or elect in the Company's Shareholders' Meeting, provided that they have right to vote or elect at the Preferred Shares A Shareholders' Meetings and any Shareholders’ Meetings related to interest and right of the shareholders of Preferred Shares A .
	Other	For cash offering of new shares, stockholders of Preferred Shares A have the same preemptive rights as the Common Shareholders.

Item \ Date of issuance			September 18, 2019 Preferred Shares A of WPG Holdings Ltd.
Outstanding Preferred Shares	Number of Preferred Shares Recovered or Converted		NT$0
	Number of Preferred Shares Not Recovered or Converted		NT$10,000,000,000
	Recovery or conversion terms		1. Conversion into Common Shares: Preferred Shares A may not be converted to Common Shares. Shareholders of Preferred Shares A have no right to request the Company to redeem the Preferred Shares they hold. 2. Preferred Shares A of the Company have no maturity, the Company may redeem all or partial Preferred Shares any time on the next day after five years of issuance with the original issuance price.
Market Price per Share	2020	Highest	52.30
		Lowest	43.40
		Average	50.01
	2021	Highest	50.70
		Lowest	48.05
		Average	49.77
	Current fiscal year up to March 31, 2022	Highest	50.40
		Lowest	49.50
		Average	49.95
Other Rights	Amount converted into Common Shares or Stock Warrant as of the publish date of the Annual Report		Shareholders of Preferred Shares A can not be converted into Common Shares
	Issuance and Conversion or Subscription Methods		None
Impact of conditions of issuance on the rights and interests of preferred shareholders and possible dilution of shareholders' equity and impact on existing shareholders' equity			None

4.4 Issuance of Global Depositary Receipts: None.

4.5 Status of Employee Stock Option Plan: None.

4.6 Status of Employee Restricted Stock: None.

4.7 Status of New Share Issuance in Connection with Mergers and Acquisitions

4.7.1 Issue of New Shares in connection with any Acquisition of Shares of Another Company in the Most Recent Year and up to the Date of This Annual Report:

(1) The Lead Securities Underwriters' opinion on the issuance of new shares for acquisition of shares of another company in the most recent quarter: None.

(2) The status of implementation in the most recent quarter - if the implementation has not achieved the expected target, a statement on the impact on shareholders' equity and improvement plan shall be provided: None.

4.7.2 Any Issuance of New Shares in connection with Acquisition of Shares of Another Company approved by the Board of Directors in the Most Recent Year and up to the Date of This Annual Report:

(1) Basic information of the company being acquired or transferred: None.

(2) Implementation of undergoing merger or acquisition of other companies through the issuance of Common Shares shall be disclosed, so is the impact on shareholders' equity: None.

4.8 Financing Plans and Implementation: None.

5. Operational Highlights

5.1 Business Activities

5.1.1 Business Scope

(1) WPG Holdings: Investment industry.

(2) WPG Group

I. Main Business Activities

Headquartered in Taipei(TSE:3702), WPG Holdings is the largest distributor of semiconductor components in the Asia-Pacific region and the world, which owns World Peace Industrial Group, Silicon Application Corporation, Asian Information Technology and Yosun Industrial Group, with approximately 5,000 employees, more than 250 agent product suppliers, 80 distribution locations worldwide.

WPG is Taiwan's first investment holding company that is composed of semiconductor components distributors. WPG operates under the management team composed of executives from each subsidiary and builds an integrated logistics support platform to reduce operating costs. We have continuously improved our performance since incorporation to advance our leading position in the industry. We will continue to outperform competitors as a holding company and become the pioneer of semiconductor components distribution industry.

II. Business Breakdown in 2021

Product name	Sales percentage
Core components	30.65%
Analog IC and mixed-signal IC	9.57%
Discrete logic IC	13.50%
Memory Component	28.90%
Optical components and sensors	10.34%
Passive components, electromagnetic components, and connectors	5.19%
Other components	1.85%
Total	100.00%

III. Current Products/Services

a. Franchised Semiconductor Brands

WPG Group is the authorized distributor of more than 250 semiconductor brands, including ams OSRAM、AMD、AOS、Broadcom、CREE、Elan、Infineon、Intel、Kioxia、MediaTek、Micron、Molex、MPS、Nanya、Nexperia、Novatek、Nuvoton、NXP、OmniVision、onsemi、Pixart、Qualcomm、Realtek、Richtek、Samsung Electronics、SDI（Samsung SDI）、SEMCO、ST Micro、SEMTECH、Toshiba、Unisoc、Vishay and Winbond.

b. Category/Name of Franchised Semiconductor Products

Main Product Category	Product Name
Core Components	Chipset, graphics/audio/video controller, smartphone chip, network/modem chipset, CPU/MPU, RISC CPU, etc.
Analog IC and Mixed-Signal IC	Bipolar, CMOS operational amplifier, comparator, digital/analog converter, power supply controller, audio and video amplifier or controller, interface IC, high frequency devices, etc.
Discrete Logic IC	Diode, rectifier, transistor, thyristor, insulated-gate bipolar transistor, optical transistor, logic IC, etc.
Memory Component	DRAM, SRAM, EPROM, EEPROM, Flash, MCP, etc.
Optical Components and Sensors	LCD, sensor, LED, Micro LED etc.
Passive Components, Electromagnetic Components, and Connectors	Resistor, capacitor, inductor, magnetic component, cable, connector, mechanics, electromechanics, circuit protection, material, battery, filter, oscillator, etc.
Other Components	Non-electronic component

c. New Products/Services in the Planning

Category of Product Application	New Component Planned to Franchise
IoT	AIoT, smart home, smart city, wearable device, smart medical treatment, etc.
Automotive	Vehicle networking, vehicle entertainment system, vehicle electronics, vehicle safety, etc.
Power	New energy lighting, consumer, industry, automobile, communication, medical, etc.
More	Computers and peripheral products, industry, communication, consumer, development board evaluation, smart grid, energy storage equipment, etc.

5.1.2 Industry Overview

(1) Current State and Future Development of the Industry

The advancement of digital transformation has brought the market demand for semiconductors to exceptional heights. As stated by Gartner's forecast in the fourth quarter of 2021, the global semiconductor revenue in 2021 is expected to reach US$583.4 billion, a significant increase of 25.1% from 2020. Inspecting the changes in the revenue of semiconductors in 2021: due to COVID-19, the changes in human life, work, study, and consumption patterns, the advent and injection of the vaccines, the demand for NB, Server, mobile phones, automobiles, etc. have grown considerably. The global semiconductors continued to be in short supply from the fourth

quarter of 2020 to a comprehensive shortage in 2021.

Looking forward to the post-COVID-19 era in 2022, the demand for artificial intelligence in manufacturing, enterprise network construction, 5G infrastructure, 5G mobile phone replacement trend, cloud servers, large data centers, laptops, etc. is the most crucial area to stimulate the growth of the demand of semiconductors in 2022. On the report of Gartner's forecast, the global revenue of semiconductors has the opportunity to hit US$638.6 billion in 2022, an increase of 9.4%, As shown in Figure 1.

Figure 1. Estimated Revenue of the Global Semiconductor Industry from 2019 to 2025

Year	2019	2020	2021	2022(F)	2023(F)	2024(F)	2025(F)
Revenue (Unit: US$ billion)	422.3	466.2	583.5	638.6	648.0	649.4	692.5
Increase/Decrease (%)	-11.3%	10.4%	25.1%	9.4%	1.5%	0.2%	6.6%

Source: Gartner 2022

(2) Main Application Market and Development Trend

The estimation and analysis of the four main application markets of the notebook, the smartphone, the server, and the automotive/EV, are as follows:

Notebook

In 2021, the global production was estimated to be 240.9 million units, with an annual growth rate of 20%; in 2022, it is expected to be 227.9 million units, a decline of 5.4%. The primary reason is that the impact of the pandemic situation in mature countries has slowed down, and the demand in the consumption and education areas is anticipated to decrease. Despite the fact that the emerging market is expected to recuperate remarkably in diverse application fields, global shipments will still wane slightly due to the descent of the demand in major markets, as well as the downtrend of the demand, the fully developed process of the semiconductor and the shortage degree of the substrate will also be reduced, and the tight supply of the panel will be outstandingly improved as well. Furthermore, the design of the Brand's new product in 2022 will pursue more differentiation in the specification to maintain the popularity in the market, which will boost the demand for the high-end panels, the interfaces with the high-speed transmission, and the cameras with high resolution.

Server

In 2021, the annual shipment was estimated to be 16.9 million units, with a growth rate of 4.5% compared to the same period last year; in 2022, it is estimated that the annual shipment will be 18.1 million units, with an annual growth rate of 6.4%; from the perspective of supply and demand in 2022, at one and the same time, it is more promising. Looking at the side of the demand, the demand for data centers is still enormous due to the Cloud and different online

services. It is estimated that the annual rise in sales is about 10%. The sales of the brand franchiser slow down, and the annual gain is about a single digit; from the side of the supply, it is estimated that the issue of the shortage of IC and the component will be further eased after the second half of 2022. Furthermore, Intel's new Whitley platform this year, Supermicro's new third-generation EPYC, etc., will carry on with revitalizing the Cloud Data Centers and the trend of switching the unit of the brand franchiser in 2022; Along with it, in the second half of 2022, Intel and Supermicro will launch a new generation of platforms, which is expected to uplift a small amount of replacement demand of the unit.

Smart Phone

The annual shipment of mobile phones in 2021 is currently estimated at 1,301~1,320 million units, with an annual growth rate of 4.7%~6.2%; the estimated shipment in 2022 is 1,392 million units, with an annual growth rate of about 5.5%~7%. As far as the side of the supply is concerned, it is estimated that the side of the supply of Android smartphones nonetheless is the key factor dominating the market. In 2022, it will regardless be affected by the unevenness between the supply and demand of application processors (APs) and the shortage of power management IC (PMIC), yet the iPhone will be less stricken by the side of the supply. But despite that, with the expanding penetration rate of the global 5G, part of new PMIC production capacity will be launched in the second half of the year, which may alleviate the imbalance between supply and demand. From the perspective of the demand side of the mainland market, with exceeding 80% of the penetration rate of 5G and the lack of key application scenarios for it, the sluggish demand for replacement will maintain. Conclusively, from the viewpoint of overseas market demand, the shortage of components has led to the shortage of 4G new products in the market, the high price of 5G, and the restrained demand for replacement. If the side of the supply eases in the second half of 2022, it will assist to release the demand.

Automotive/EV

In 2021, the sales of automobiles were 76.7 million units, with an annual growth rate of about 3%; in 2022, the sales are estimated to reach 84.8 million units, with an annual growth rate of about 10.6%. Despite the fact that, there is still a shortage of automotive chips, it might be quite challenging to achieve the objective goal.

Electric vehicle (EV) sales in 2021 were about 13.25 million units, accounting for 17.3% of the total vehicle, with an annual growth rate of about 61.7%; it is estimated that EV sales will be about 18.58 million units in 2022, accounting for 30% of the total vehicle sales, with an annual growth rate of about 40.2%. The chief increment comes from the following three major markets: China, Europe and the United States.

Brief Summary

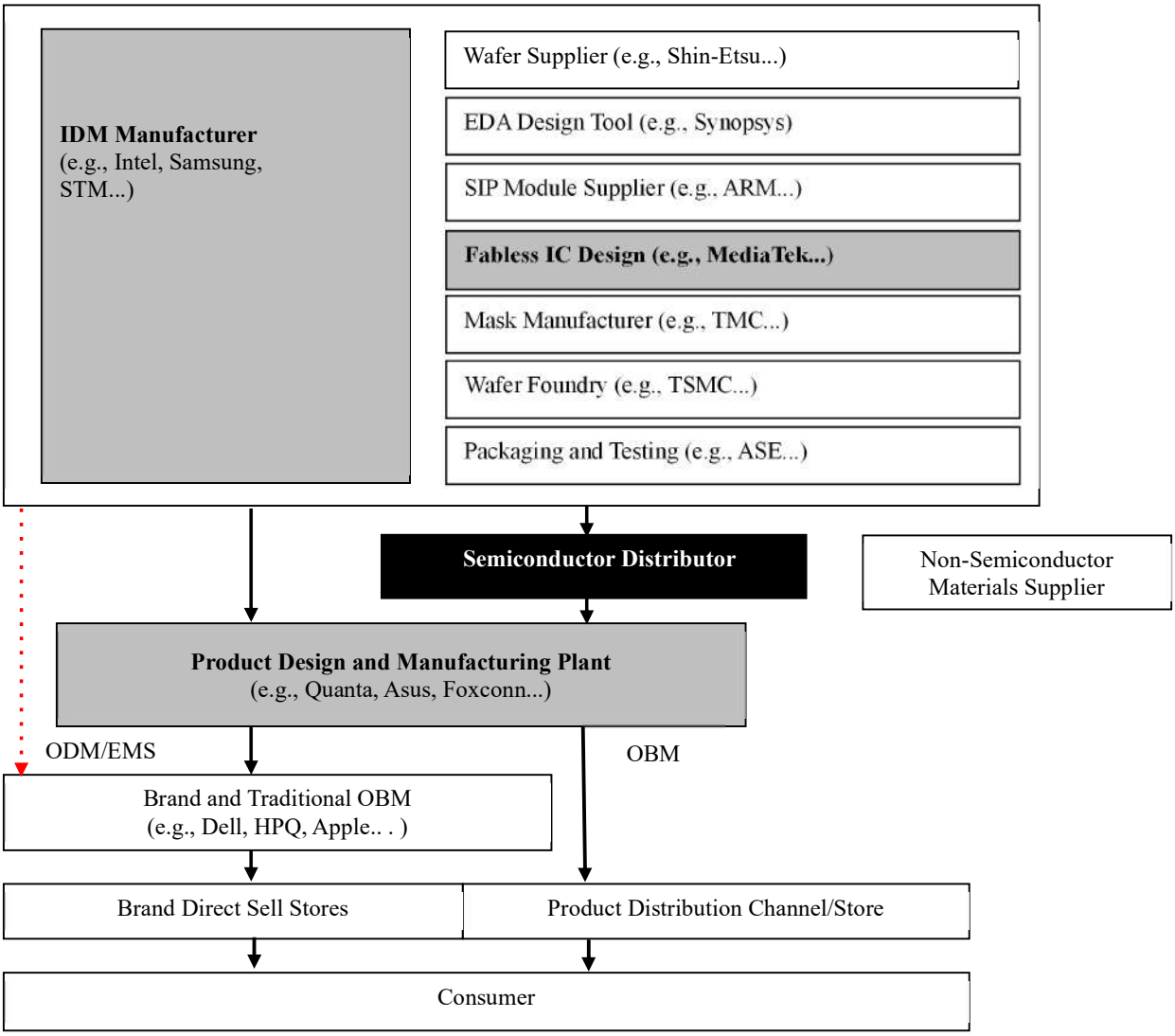
2021 is an ever-changing year. Under the uncertainty of COVID-19 and geopolitics, the global semiconductor supply chain has been distorted and destroyed, from the upstream of IC design to the fully developed process wafer foundry capacity, packaging test capacity, wafer materials, lead frames, wire bonds, and test equipment, etc. No sign of appeasing is seen in the near term. At the same time, due to the slowdown in demand for long-term materials and personal electronic terminal products with regard to the post-pandemic era, downstream customers are still progressively adapting their inventory levels, and inventory management will be a vital part of 2022.

In the era of the post-COVID-19 pandemic in 2022, new patterns of innovative application products such as smart living, artificial intelligence in manufacturing, 5G infrastructure, the construction of the enterprise network, edge computing with AI, AIOT, EV, ADAS self-driving vehicles, etc. The prerequisite for the consolidation of functional semiconductors such as high-performance computing (HPC), low-power system-on-chip (SoC), manifold types of sensors (MEMS, optical, non-optical sensors), under-screen fingerprint recognition driver chips, low power consumption Microcontrollers Unit (MCU), Bluetooth Low Energy (BLE), Internet of Things (IoT) modules, etc. WPG Holdings persists in deploying and cultivating diligently, and grasps completely the opportunities of the market growth, to serve the invaluable partners from upstream and downstream, joining hands for the common great and the common good.

(3) The Relevance of Upstream, Midstream and Downstream Companies in the Industry:

The relevance of upstream, midstream, and downstream companies in the semiconductor industry is summarized in Figure 2 below.

Figure 2. Semiconductor Supply Chain Analysis



I. Basic Structure of Semiconductor Supply Chain

a. Semiconductor Components Suppliers

Upstream semiconductor components suppliers can be broadly divided into two categories. The first category is integrated design manufacture (IDM), which has the strong capability of vertical integration and has relatively complete portfolios. The barriers to entry for IDM are extremely high. Companies of this category include Intel, Samsung Semiconductor.

The second category is fabless IC design houses with no foundry. This category is classified as high industrial specialization. Although their portfolios are not as complete as IDM, the barriers to entry are lower. Fabless IC design houses focus on specific applications of semiconductor components. Companies of this category include Qualcomm and MediaTek.

These two categories of semiconductor component suppliers are the upstream

suppliers in the semiconductor distribution industry. Semiconductor components distributors mostly secure the franchises through a distribution or agency model.

b. Semiconductor Distributors

Semiconductor distributors have no manufacturing plants themselves. They mainly distribute or act as agent for the semiconductor components of IDM or Fabless IC design houses. With their own value-added services, semiconductor distributors sell franchised semiconductor components to downstream electronics manufacturers including EMS, ODM and OBM. According to the scale and scope of business, semiconductor distributors can be divided into three categories.

The first category is international agents and distributors. Taking Arrow and Avnet from the United States for example, their franchised products and sales locations span the five continents. They have actively acquired the agents and distributors in Asia over the years to consolidate markets share

The second category is regional agents and distributors such as WPG, WT Microelectronics, and Supreme Electronics in Asia. In recent years, agents and distributors in Asia have actively invested in the Mainland China market through independent operation, M&A, holding companies, as well as strategic alliances.

The third category is territorial distributors and traders. Such distributors are concentrated in China, the factory of the world. As they are familiar with local laws and customers, they are popular among the distributors of the first and second category.

c. Downstream Product Manufacturers

Downstream product manufacturers can be divided into three categories.

The first category is original equipment manufacturers (OEM) or electronics manufacturing services provider (EMS). Such manufacturers mainly focus on production and manufacturing, supported by the capabilities of global logistics management, information system transparency, and product diversification. Companies of this category include Flextronics and more.

The second category is original design manufacturer (ODM). In addition to manufacturing capability, such manufacturers also accept design orders. Compared with EMSs, ODMs pay more attention to R&D investments and have relatively higher degree of control over electronics specifications and components used. Companies of this category include Quanta, Compal, Wistron, Pegatron, etc.

The third category is own brand manufacturer (OBM). In addition to design and manufacturing capability, such manufacturers are able to market their own brands. Compared with the first two categories of manufacturers, OBMs pay more attention to the product marketing strategies and market segmentation. Companies of this

category include Sony, Lenovo, etc.

These three categories of product manufacturers are the most important customers in the semiconductor distribution industry. In recent years, due to fierce competition in the industry and end customers' increased demand for Just In Time, Vendor Managed Inventory, and Build to Order, IDMs and Fabless IC design houses have been forced to zero in on their core competencies (e.g., formulation of industrial specifications, product design, and manufacturing) and gradually release direct orders of electronic components from the aforesaid three categories of product manufacturers to semiconductor components distributors. Such a move has created tremendous business opportunities for the semiconductor distribution industry, along with tremendous stress on working capital and management knowledge and has indirectly contributed to the business consolidation trend within semiconductor distribution industry in recent years.

d. Brand and Direct Sell Stores

The representatives of this category include global leading electronics brands such as Apple, Dell, HP, Acer, Asus, etc. The common ground of such vendors lies in most of them outsource product manufacturing and design operations to EMSs or ODMs, and focus on high value-added work such as brand management, product specifications design, marketing strategy planning, global logistics management, and online/offline sales channel management. These brands are the top tier of the industry supply chain; they are the predators in the supply chain.

e. Product Distributors

In Asia, for example, the representatives of this category include Synnex Technology International and Trigold Holdings. In addition to acting as agents or distributors of internationally renowned brands such as Lenovo, Dell, Sony, and Toshiba, such companies also distribute products of emerging OBMs such as Asus, Acer, MSI, etc. In recent years, they have also partnered with ODMs to sell their own information products to various display channels, corporate users, or direct sell stores. In the overall supply chain, they are the closest to consumers.

II. The Role and Relevance of Semiconductor Distributors:

For upstream semiconductor suppliers, the role of semiconductor distributors is to support suppliers' sales of semiconductor components; for downstream product manufacturers, the main function of semiconductor distributors is to assist customers in purchasing semiconductor components that are indispensable to manufacturing. In addition to dealing with various semiconductor components with complex specifications that are irreplaceable, the supplementary value added services provided cover an even more extensive range that includes financial services, material management, logistics, and technical support, etc. The analysis of the seven major aspects is as follows:

a. Product Promotion

To deliver semiconductor components to a large number of customers in the shortest possible time, upstream suppliers must cooperate with professional regional distributors. As the transactions involve specialized semiconductors products and professional buyers, distributors often have to recruit sales representatives and technicians who are familiar with the suppliers' products in order to provide suitable products and technical support and respond to customer needs instantly.

b. Inventory Management

Due to requirement of semiconductor manufacturing, the standard delivery time for upstream semiconductor suppliers or manufacturers averages around 12 weeks. Yet,

for most of the customers, it is difficult to predict the exact demand 12 weeks beforehand. In recent years, due to fierce competition in the electronic information industry, customers have predicted shorter and more varied demand. The reason lies in brands have been making greater changes in demand forecast for products manufacturers (EMSs and ODMs) as well. Usually, demand is only confirmed for one to two weeks. Amidst the 10-week demand gap, distributors play a pivot role in coordinating and preparing appropriate safety stock to narrow the huge difference, thus maintaining the normal operation of the overall supply chain.

As a result, the more intense the competition of information industry is and the more uncertain future demand is, the more important semiconductor distributors' roles play.

c. Order Management

Due to the limited resources, upstream suppliers usually only provide direct services to a few large customers. Orders from many other small and medium customers thus need to be handled through distributors for efficient and instant services. After collecting the actual demand and demand forecast from many small and medium customers, distributors place orders collectively to suppliers for batch production. This greatly relieves the suppliers' stress on order management, and also helps suppliers maintain the stability and efficiency of their semiconductor manufacturers, ensuring that customers receive the agreed semiconductor components on the specified delivery dates in a predetermined quantity.

d. Sales Management

Except for few large-scale product manufacturers, most small and medium customers do not have enough orders to negotiate prices with semiconductor suppliers. This is where distributors weigh in. Through centralized orders, distributors can manage to lower the prices for small and medium scale customers; for suppliers, price is maintained through distributors, thus achieving the purpose of sales management.

e. Logistic Management

Suppliers only have to deliver products to distributors' designated warehouses in batches according to distributors' orders, which reduces the complexity of batch delivery operations, while distributors, are responsible to deliver the products in packaging (including labeling operations) requested, along with documents requested to locations specified by each small and medium scale customer in order to complete the logistic operation of semiconductor components. Distributors significantly save suppliers' time and costs on logistics management as well as downstream customers' human resources and space needs.

f. Financial Management

In order to purchase semiconductor components directly from semiconductor suppliers, besides meeting considerable purchase quantities, buyers must have a certain level of credit rating and collateral, and also the ability to bear shorter payment terms. However, not all customers have the ability or willingness to pay such a price to complete the purchase of semiconductor components.

As a result, distributors play critical role as financiers. Distributors usually grant a certain line of credit to customers according to many objective conditions such as customers' history of bank transactions, credibility, business operations, person in charge's character, and usual transaction records, and payment terms better that those granted by suppliers to help customers obtain suppliers' products and services at a lower financing cost.

Through distributors, suppliers also familiarize themselves with the financing operations in the local market, so as to avoid financial risks and secure market share and business opportunities at the same time. The role the distributors play in financial and risk management is especially important in Asia market.

g. Information Management

Semiconductor suppliers' core competencies lie in semiconductor component research and development, manufacturing, and industry standard specification. Professional sales representatives and technicians are required to help collect market information and integrate customer needs to assist them in maintaining the core competencies. In this regard, distributors play an indispensable role in consolidating suppliers' specialties with sufficient local professionals. For customers, they can voice their needs collectively through distributors so that suppliers can provide more suitable products to help customers design and manufacture next-generation electronics.

The underlying role of semiconductor distributors is to serve as a bridge between suppliers and customers. In addition to standing on the front-line for suppliers, distributors serve as suppliers for customer to jointly tackle the challenges in the ever-changing markets. In addition to these two roles, distributors have to stay cautious with their own operations and profits, so as to maintain long-term viability in the ever-changing electronics industry.

III. Sales and Competition in the Global Semiconductor Industry:

There is a clear substitute relationship between electronic component manufacturers and electronic component distributors (distributors) in terms of sales of electronic components. When electronic component manufacturers think it is more advantageous to sell products through their own marketing department, they are likely to withdraw the franchises. If electronic component manufacturers think it is more advantageous to sell products through electronic component distributors, they will transfer the original territories or customers to the distributors. As a result,

these two channels (direct sales and franchises) mutually substitute.

According to Gartner analysis, as shown in Table 4, it can be clearly seen that in the global semiconductor component sales structure, upstream semiconductor manufacturers (such as Intel, Samsung, MediaTek... etc.) directly sell to downstream finished product manufacturers or brand manufacturers (such as Foxconn, Quanta...etc.) accounted for as high as 64.2%; the remaining 35.8% was sold through distributors. The original factory's dominance is self-evident.

Table 4. Sales of Global Semiconductor Components Distributors

Ranking	W/W Semiconductor Distributor	2021Revenue (US$ million)	Share (%)	W/W Semiconductor Industry Share (%)
1	WPG Holdings	25,840	12.4%	4.4%
2	Arrow Electronics	22,668	10.8%	3.9%
3	Avnet	16,883	8.1%	2.9%
4	WT Microelectronics	15,868	7.6%	2.7%
5	Supreme Electronics	6,276	3.0%	1.1%
6	Toyota Tsusho	5,695	2.7%	1.0%
7	Macnica Fuji Electronics Holdings	5,377	2.6%	0.9%
8	Future Electronics	4,954	2.4%	0.9%
9	S.A.S. Dragon	4,835	2.3%	0.8%
10	Edom Technology	3,867	1.8%	0.7%
	Others Distributors/Traders	96,852	46.3%	16.5%
W/W Semiconductor Industry - Distributors - Total		209,115		35.8%
W/W Semiconductor Industry - Non-Distributors - Total		374,362		64.2%
W/W Semiconductor Revenue - Total		583,477		100%

Source: Gartner (compiled by WPG)

As previously described that whether it is the reality of the market regarding the sales of electronic components, or from the outlook of the IDM/fabless and customers, the two channels (direct sales and distributor/agency sales) have a close interchanging relationship. Over and above that, the long-term competition remains in the international, regional, and local distributors in the semiconductor sales market. Based on the judgment of consistency, WPG Holdings in the supply chain of electronic components provides sustenance for 1. Assistance in administration on behalf of the warehouse. 2. Assistance in design. 3. Response to the needs of the customer. 4. Instantaneous supply. 5. Satisfaction of dissimilar supply modes, 6. Assistance in supply chain management, certainly plays an extended role in sales contribution, to enhance the added value of the products, rather than seen on the surface only functions as a marketing channel. In fact, in the future, the relation between professional distributors, IDM/fabless and manufacturers must operate under such development to strengthen the interconnection between the distributor, IDM/fabless and manufactures and thus emphasize the contribution of distributors.

As reported by the figures from Gartner above, WPG Holdings accounted for 4.4% of the global semiconductor sales market, and there remains a long way to go which is marvelous and promising to cultivate the industry in the future.

5.1.3 Technology and R&D Overview

(1) WPG Holdings Ltd.:

The Company is an investment holding company. Technology and R&D is conducted by each Group under WPG Holdings.

(2) WPG Group:

I. As a semiconductor components distributor, WPG supports product design and provides value-added services for customers. The R&D expenses in the most recent two years and as of the most recent quarter of the date of this annual report are shown in the following table.

Units: NT$ thousands; %

Item / Year	2020	2021	Current year up to March 31
R&D expenses	21,859	23,280	4,239
Percentage of revenue (%)	0.004	0.003	0.002

II. Proportion of Expected Future R&D Expenses to Revenue (%):

WPG will continue to support product design and provide value-added services for customers in 2022. The proportion of expected future R&D expenses to revenue is estimated at 0.001%~0.01%.

III. R&D Accomplishments in the Most Recent Year and as of the Date of this Annual Report:

WPG continues to provide solutions for different applications. An online digital platform, WPG DADAWANT, was launched in February 2009 to provide solutions for different applications in the following fields: consumer electronics, mobile phone and communication, computer & peripheral (including tablets), automotive electronics, and industrial electronics. The solutions are updated from time to time, with the latest hotspot solutions demonstrated online. The solutions proposed in 2021 are summarized below:

Category	Application	Solutions
IoT	AIoT, smart home, smart city, wearable device, smart medical treatment	smart running shoes, smart glasses, UV monitoring, smart walking sticks, bedridden patient monitoring, physiological status monitoring
Automotive	vehicle networking, vehicle entertainment system, vehicle electronics, vehicle safety	AI vehicle identification, interior ambient light, through-type rear taillights, keyless start, ADAS level 2, electric vehicle battery power management, vehicle water pump, adaptive headlights
Power	new energy lighting, consumer, industry, automobile, communication, medical	street lights, smart lamp holders, power tools, industrial gateways, motor control, servers, solar energy, communication equipment, medical equipment
More	computers and peripheral products, industry, communication, consumer, development board evaluation	shelf labels, home appliance touch screens, MCU/MPU development boards, the autofocus of smartphone camera, PD3.0 wired fast charging, Qi wireless fast charging solutions, WiFi 6 routers

IV. Technologies or Products Planned to Develop in the Future

Category	Application
IoT	AIoT, smart home, smart city, wearable device, smart medical treatment, etc.
Automotive	Vehicle networking, vehicle entertainment system, vehicle electronics, vehicle safety, etc.
Power	New energy lighting, consumer, industry, automobile, communication, medical, etc.
More	Computers and peripheral products, industry, communications, consumer , development board evaluation, smart grid, energy storage equipment, etc.

5.1.4 Long-Term and Short-Term Business Development Plans

(1) WPG Holdings

I. Short-Term Plans

We will strive to retain excellent talent during business consolidations through M&As and the holding company business model. Each subsidiary of WPG Group keeps its characteristics, while WPG Holdings assist in communication, coordination, and resource integration among subsidiaries. This competitive and cooperative model reduces the operating costs of WPG Group and increases overall competitiveness, allowing us to offer more complete services to our clients and increase return on equity.

II. Long-Term Plans

a. We will press on with deploying in the crucial regions of Southeast Asia, Europe, and America to expand the sphere of operations in the future.

b. We will develop Global EMS and European and American brands with a strategic global layout to expand the customer base and design corresponding strategies for the growth and goals of the service to amplify the market influence in conformity with different needs of customers.

c. We will provide innovative value-added services including establishing the platform of digital transformation and the modules for supply chain service, giving attention to the demands of the customers, providing exclusive customized services of subscription and establishing a value chain and a multi-service system in a data-driven and mutually coordinated manner.

d. We will create a new business module and expand customer base regarding our electronic components distribution business.

e. In consideration of the growing trend of semiconductor application markets such as 5G, the Cloud servers, Big Data Centers, Automotive Electronics, and the Internet of Things(IoT), we will persevere with seeking new product lines, strengthening product line portfolios to expand our market share. WPG Holdings will not only become the pioneer and leader of the semiconductor component distributors in the Asia-Pacific region, but also moves towards the goal of "the First Choice of Industry • the Benchmark of Distribution".

(2) WPG Group

I. Short-Term Plans

a. Expand all Components Product Lines and Enhance Portfolio Management

In the era of the post-pandemic, the increasing demands for the artificial intelligence in manufacturing, 5G infrastructure construction, the construction of the enterprise network, the wave of the replacement of 5G mobile phones, the Cloud servers, Big Data Centers, notebooks, and automotive electronics, stimulate the perpetual growth of global semiconductors. According to 2021 Top 25 Semiconductor Supplier Report published by Gartner in 2022, WPG franchises more than 50% of the brands, including Intel, Samsung Electronics, Qualcomm, Micron, ST Micro, KIOXIA, NXP, Infineon, MediaTek, HiSilicon, AMD, ON Semi, Microchip, etc. While we grow our market share, we continue to develop new product lines of third-generation semiconductors and AI high-performance computing to gain momentum in the revenue share in the areas of Information, 5G and low-orbit satellite, Communications, Consumer, New energy for vehicle electronics, the Energy Storage in the market, the Industrial electronics and IoT businesses.

b. Develop Sales Footprint

Managing sales footprint is key to our distribution strategy. In the midst of semiconductor components distribution transformation, WPG is gradually expanding our sales footprints to Japan, South Korea, India, Vietnam, and North America in addition to existing footprints in Taiwan, Singapore, Hong Kong, and Mainland China, so as to meet customer needs for expanding overseas presence, hence building a global distribution network of semiconductor components. Also, we optimize our product portfolios and long-term viability through merging and acquiring other companies, establishing subsidiaries, and forging an alliance with local suppliers.

c. Seek to Expand Licensed Distribution Areas

By utilizing our managing results and experience in the Greater China Region~~,~~ we seek to expand licensed distribution areas from the Greater China Region to Japan, Korea, India, Southeast Asia, North America, and Europe, etc.

d. Enhance FAE and Design-in Service

Currently, our application engineers provide the following services:

- Support customers' R&D project design
- Present technical briefings and demonstrate design results to customers from time to time.

Based on our professionalism and technical capabilities built on long-term customer services, WPG also continues to cooperate with system design houses to provide product solutions to clients, assist those with limited R&D resources, and even obtain patents, reinforcing close partnership with our clients.

e. Enhance Customer Relationship Management (CRM) and Supply Chain Management (SCM); Strengthen Horizontal Communication within Organization through Enterprise Resource Planning (ERP) to Accelerate Response Time

In addition to amplifying the sales and marketing engineers' knowledge of all production lines and new products, we build the tight cooperation between sales representatives and technical application professionals to offer value-added products with strong technical support, which is expected to create a better corporate image and increase the overall sales.

f. Improve Financial Structure and Soundness

Utilize financial leverage to improve the financial structure; diversify ways to raise funds; and reduce operating costs and business risks.

II. Long-Term Plans

a. Expand Distribution Foundation

Focusing its business on the distribution of semiconductor components, WPG has

maintained good relationships with both suppliers and clients over the past four decades. With our logistics centers set up in Taiwan, Hong Kong, Shenzen, Shanghai, Singapore, and America, we expect to tap into the business opportunities created by a wider range of electronic applications, as well as grasp market trends and key franchises, in hopes of becoming a one-stop distributor of semiconductor components.

b. Implement Knowledge Management

To develop shared corporate cultures and values and continuously strengthen our management team for future growth. Build shared corporate cultures and values for domestic/overseas employees and systems to create lasting competitiveness and strong management team.

c. Raise International Capital and Reduce Operating Costs

To raise funds from the international capital market, stabilize the capital sources, and strengthen strategic alliances to share risks. Obtain funds at a lower cost through the diversification of capital markets and wealth management tools to expand the scale of operation and maximize shareholders' value.

d. Invest in Electronics Distribution-Related Business to Expand the Scope of Busines

Distribution of semiconductor components will remain the core business of WPG in the long run. With core business as foundation, WPG will extend the investment to related business of electronics distribution, in order to expand services provided to customers within the industry.

5.2 Market and Sales Overview

5.2.1 WPG Holdings: N/A

5.2.2 WPG Group:

(1) Market Analysis

I. Sales Region of Main Products (services)

Units: NT$ thousands; %

Year / Region	2020		2021	
	Net Sales	Percentage	Net Sales	Percentage
Taiwan	86,244,135	14.14	105,771,643	13.59
Mainland China	479,575,807	78.63	615,605,675	79.07
Others	44,065,929	7.23	57,195,397	7.34
Total	609,885,871	100.00	778,572,715	100.00

II. Market Share

According to Gartner statistics in 2021, WPG was both the world's and Asia's largest semiconductor components distributor, accounting for 4.4% of the global semiconductor market sales.

III. Future Market Supply/Demand and Growth

a. Supply

Due to China-US trade war and the COVID-19 pandemic, people's daily life,

consumption, work, and study patterns have been changed, resulting in short in supply, especially mature transistor processes. Foundries such as TSMC, UMC, SMIC, etc., traditional IDM such as Intel, STMicro, and Fabless IC Design House such as Qualcomm, Novatek, MediaTek, etc., all continue to invest in advanced semiconductor equipment, technologies, and processes to meet the market needs.

b. Demand

In the era of post-COVID-19, demand arise from new types of innovative application products such as smart living, artificial intelligence in manufacturing, 5G infrastructure and enterprise network construction, edge computing intelligence, AIoT, new energy vehicles, ADAS self-driving vehicles, etc. that integrates multifunctional semiconductors, such as High-Performance Computing (HPC), Low-Power System-on-Chip (SoC); diverse types of sensors (MEMS, optical, non-optical sensors), the driver chips for under-screen fingerprint recognition, Ultra-Low Power Microcontrollers (MCU), Bluetooth Low Energy (BLE), Internet of Things (IoT) modules, etc.

c. Growth

In recent years, approximately 80% of WPG Group's sales revenue come from shipments to Mainland China. The growth of sales revenue in Mainland China was mainly driven by continuous urbanization, increased income of the population born after 1990s, and relatively low popularization of 4C products, as well as the promotion of government policies.

As Taiwanese companies accelerate the transfer of production sites to South Asia, WPG is now poised to assist Taiwanese and Chinese companies expand their global presence seamlessly with well-established footprints in India and other South Asian countries.

IV. Competitive Niche

a. Professional Image

WPG has managed the distribution of semiconductor components for over three decades, with its professional image highly recognized in the industry. For a sixth consecutive year, the Company was in the top 20% of the listed companies in the corporate governance evaluation. In 2021, the Company was selected as a constituent of the Taiwan Corporate Governance 100 Index and participated in the Taiwan Corporate Sustainability Award (TCSA) evaluation in 2021. The Company won a gold medal in the Corporate Sustainability Report - Service Category. Our value-added services have been well recognized in the semiconductor supply chain.

The results of these evaluations indicate that the technology industry is moving toward a new era of software and applied services. The value-added services WPG

provides in the semiconductor supply chain are not only recognized by our customers and suppliers, the reflected business performance is also highly recognized by professional investors.

b. Complete Product Lines

WPG has evolved into a professional semiconductor components distributor with years of marketing experience and accumulated acute judgement on market trends. Our franchised products include central processing unit (CPU), chipset, logic IC, linear IC, memory, distributed-element circuit, and application-specific IC, covering all segments of semiconductor components. The Company also add PEMCO to our portfolio in order to offer the convenience of one-stop-shopping to our customers.

(i) Expansion of Applications Scopes

Besides distributing product lines that cover the well-known 3C (Computer & Peripheral, Communications, and Consumer) applications, the Smart Living, Artificial Intelligence in Manufacturing, 5G Infrastructure and the Construction for the Enterprise Network, Low-Orbit Satellite communication, Metaverse Virtual Reality Hardware, Edge Computing Intelligence, Industrial Internet of Things, Electric Vehicles, ADAS self-driving Vehicles, and Energy Storage Equipment, etc. are also WPG's focus.

(ii) Asia-wide Operating Locations

WPG has approximately 104 operating locations around the world (76 in Asia-Pacific and 28 in Northern American). The advantages of expanding operating locations lie in the ability to meet customers' component needs in response to downstream clients moving overseas and the flexibility in inventory managing. Having various operating locations also gives us more bargaining power when securing new product line franchises with overseas suppliers.

(iii) Competent Management Team

Our management team consists of a group of people with shared ambition to achieve success in business. They share the same business philosophy and their minds are in sync. Along with years of industry knowledge, our management team consistently deliberate business strategies for semiconductor components distributors and sought to create market value through teamwork. The significant increase in revenue and profit in recent years has proved the competency of the management team.

(iv) Complete Information Management Systems

WPG actively develops and uses information technology such as ERP, EDI, and Internet Services to improve the sales and management efficiency. Coupled with the advantages of our franchised products and various footprints, we have also

introduced digital processes, automated equipment, and application programming interfaces (API) to support third-party warehousing management, to create a highly efficient smart warehouse. With the highly efficient logistics management system, we are able to transact in the most rapid and accurate way. Our clients can place orders in any Asia-Pacific footprint and have products delivered to any location they designate to save time and transportation costs. This has laid a solid foundation for e-commerce of semiconductor components distributors in the future.

(v) Value-Added Services

We provide the following value-added services for our customers as a supplier, consultant, and business partner:

(a) Special Delivery

- Provide special delivery per customers' special requirements
- Provide prompt delivery, cross-border transactions, and other international services for overseas customers

(b) Market Information

- Analyze and exchange industrial information.
- Issue "WPG E-paper" biweekly to provide the latest market information, trends, and suggestions
- Established website to satisfy purchase needs of small and medium scale businesses and limited quantity purchase
- Provide the latest product specifications in a timely manner

(c) Technical Support

- Field application engineers (FAE) support customers in product testing and design

(d) Technology Tools

- Established online portal to enable the exchange of information globally
- Established EDI system that connects with upstream and downstream partners and RosettaNet that connects with suppliers to transmit sales data instantly and accurately

(e) Financial Support

- Allow cross-border transactions and payment, and support customer migration
- Provide credit lines for customers to promote mutual prosperity
- Enable the BTO model.

(f) Distributor Value Well Recognized by Suppliers

WPG has gained an excellent reputation with 30 years of experience in the

semiconductor components distribution industry. While some suppliers approach WPG proactively for franchise, WPG selects suitable products to franchise among suppliers as well. Being highly recognized by suppliers, WPG owns certain level of bargaining power for favorable deals while continues to increase number of franchised products by offering professional marketing and well-established footprints. This has shown that WPG is competent in franchising and has successfully created semiconductor components distributors' value.

V. Advantages and Disadvantages of the Development Prospects and Countermeasures

a. Advantages

(i) Complete Franchised Brands and Components

Our suppliers, including Intel, Qualcomm, Mediatek, Infineon, SAMSUNG, Micron, Toshiba, and ST Micro, are continuously developing new products to create new demand and stay competitive. WPG is positioned as a one-stop-shopping distributor with franchised products ranging over distributed-element circuit, linear IC, logic IC, basic memory, central processing unit/microprocessor, application-specific IC, and application-specific controller.

(ii) Enhanced Portfolio Management

Our portfolio centers on manufacturers of various types of popular consumer products such as Apple and Amazon, and traditional 3C products. Other key potential markets include industrial applications such as smart manufacturing, smart Healthcare, smart home, smart car, and smart transportation derived from big data and IoT, as well as IoT-related applications, renewable energy-based vehicle applications, video surveillance, machine tools, industrial control and instruments, etc. Besides coping with customer strategy development and enhance our technical support capabilities among new applications to expand demand creation business, we aim to optimize self-management ability, such as inventory control, accounts receivable, etc., to increase overall output value.

In addition, WPG Overseas Business Group continues to develop overseas operations. Facing the possibility of customer supply chain migration, we believe we are capable of responding quickly and provide satisfying services based on our solid foundations.

(iii) Industry Profession-oriented Marketing Department

WPG's marketing department specializes in specific industry or area, including NB, communications/network, and consumer electronics, etc., provides professional service, and develop long-term customer relationships. Our operating footprints span across Asia-Pacific including Taiwan, Hong Kong, Singapore, Mainland China, South Korea, Japan, and Southeast Asia.

(iv) Wide Range of Technological Applications and Design Services

Currently, WPG has hundreds of technology related engineers who assist clients complete design faster in order to grasp business opportunities early and secure higher profits and market share.

(v) High Value-Added Supply Chain Management

We serve high-tech product manufacturers in Asia-Pacific using the connected purchase, sales, and inventory system built on the ERP system and e-commerce, coupled with the existing support, logistics and warehouse systems.

Aiming to become a data-driven enterprise, WPG adopts a customer-oriented (C2B) approach to meet customers' needs in a flexible and efficient way, address customers' pain points, and provide fast and accurate services. With instant, transparent information, we build a reliable collaborative ecosystem together with our customers. Launched in 2018, WPGDADAWANT currently consists of five sub-platforms that operate under an online-to-offline (O2O) model, strengthening WPG New Distribution philosophy through internal and external promotion, as well as optimization of Inbound Marketing platform.

b. Disadvantages and Countermeasures

(i) Foreign companies' acquiring local competitors/Countermeasures:

(a) Strengthen and develop better relationship with suppliers and customers through emphasizing local partner’s flexible services and long term partnership

(b) Enhance employee training to increase familiarity of franchise products to provide customers the convenience of one-stop shopping, fully showing value of semiconductor components distributors

(c) Strengthen employees’ sales management digital skills to improve personal output; introduce incentive policy to motivate sales and to increase competitiveness

(d) Establish resource sharing platform to integrate local companies

(ii) Short Product Life Cycle/Countermeasures

(a) Hold sales meetings weekly/monthly to review the purchases/sales of components clients use for production and product development; enhance computer data management system to access accurate inventory aging analysis and develop countermeasures

(b) Strengthen product/market development; closely observe new trends in products and markets to set directions for WPG and to introduce new franchises and new clients accordingly

(c) Provide integrated product design based on the needs of the market and clients to assist clients complete design in a timely manner and thus grasping

market opportunities

(d) Continue investing and expanding franchised product region to provide better services and grasp potential business opportunities of those who migrate for a lower production cost or longer product life cycle.

(2) Important Applications and Manufacturing Process of Main Products

I. Applications of Main Products

Main Product Category	Product Name and Applications
Core components	Chipset, graphics/audio/video controller, smartphone chip, network/modem chipset, CPU/MPU, RISC CPU, etc.
Analog IC and mixed-signal Component	Bipolar, CMOS operational amplifier, comparator, digital/analog converter, power supply controller, audio and video amplifier or controller, etc.
Discrete logic IC	Diode, rectifier, transistor, thyristor, insulated-gate bipolar transistor, optical transistor, logic IC, etc.
Memory	DRAM, SRAM, EPROM, EEPROM, Flash, MCP, etc.
Optical components	LCD, sensor, LED, etc.
Passive components, connector, and magnetic component	Resistor, capacitor, inductor, magnetic component, cable, connector, mechanics, electromechanics, circuit protection, material, battery, filter, oscillator, etc.
Others	Non-electronic component

II. Manufacturing Process of Main Products: Omitted. (WPG Group is not a manufacturing company.)

(3) Supply of Raw Materials: Omitted. (WPG Group is not a manufacturing company.)

(4) Major Suppliers and Customers in the Last Two Years

I. Suppliers that Accounted for at Least 10% of Annual Consolidated Net Purchases in Either of the Most Recent Two Years

Unit: NT$ thousands; %

Item	2020				2021			
	Name	Amount	As % of 2020 Total Net Purchases	Relation with WPG	Name	Amount	As % of 2021 Total Net Purchases	Relation with WPG
1	INTEL	102,360,211	17.76	None	Micron	158,649,073	20.39	None
2	Micron	83,372,428	14.47	None	Intel	106,432,103	13.68	None
3	Others	390,481,491	67.77	-	Others	512,905,457	65.93	–
	Net Purchases	576,214,130	100.00	-	Net Purchases	777,986,633	100.00	–

WPG maintains long-term partnership with main suppliers; the source of purchase is stable.

II. Customers that Accounted for at Least 10% of Annual Consolidated Net Revenue in Either of the Most Recent Two Years

WPG has a wide range of product lines and various customers. No customer was accounted for more than 10% of the net revenue in either of the most recent two years.

(5) Production in the Most Recent Two Years: Omitted. (WPG Group is not a manufacturing company.)

(6) Sales in the Most Recent Two Years

Units: NT thousands; %

Year / Product category	2020		2021	
	Net Sales	Percentage	Net Sales	Percentage
Core components	202,310,074	33.17%	238,663,186	30.65%
Analog IC and mixed-signal Component	93,492,227	15.33%	74,516,191	9.57%
Discrete logic IC	80,852,236	13.26%	105,137,035	13.50%
Memory	126,631,458	20.76%	225,013,454	28.90%
Optical components	59,656,956	9.78%	80,519,200	10.34%
Passive components, connector and magnetic component	33,056,264	5.42%	40,387,173	5.19%
Others	13,886,656	2.28%	14,336,476	1.85%
Total	609,885,871	100.00%	778,572,715	100.00%

Note: WPG has a wide range of product lines in different unit that cannot be calculated by the same unit; therefore, only the sales value is displayed by product category.

5.3 Employees

5.3.1 WPG Holdings

Year		2020	2021	Current Year up to March, 31
Number of employees	Sales and marketing	—	—	—
	Administration	237	338	336
	Total	237	338	336
Average age		38.2	38.5	38.4
Average year of services		8.6	9.0	9.0
Educational background	Ph.D.	0.9 %	0.6%	0.6%
	Master's degree	27.4%	21.9%	21.7%
	Bachelor's degree	71.7%	76.0%	75.9%
	(Vocational) Senior high school	—	0.9%	1.2%
	Below Senior high school	—	0.6%	0.6%

5.3.2 WPG Group

Year		2020	2021	Current Year up to March, 31
Number of employees	Product sales technology	3,926	3,807	3,802
	Administration support	1,316	1,466	1,464
	Total	5,242	5,273	5,266
Average age		39.1	39.8	39.8
Average year of services		8.5	9.0	9.0
Educational Background	Ph.D.	0.1%	0.06%	0.06%
	Master's Degree	7.7%	7.85%	7.94%
	Bachelor's Degree	83.4%	82.78%	82.78%
	(Vocational) Senior High School	4.4%	4.78%	4.79%
	Below Senior High School	4.4%	4.53%	4.43%

5.3.3 The Personnel related to Financial Transparency Who Obtain Related License Required by the Competent Authorities: Four employees of the Auditing Office hold an international internal audit certificate.

5.4 Environmental Protection Expenses

The Company shall disclose losses caused by environmental pollution in the most recent year up to the date of this annual report (including environmental violations identified in the audit and punishments thereof, the date of punishment, Letter No. of punishment, provisions of laws and regulations violated, contents of laws and regulations violated, and the content of the punishment), and the estimated amount and countermeasures that may occur at present and in the future; where the amount cannot be reasonably estimated, the fact that the amount cannot be reasonably estimated shall be stated:

WPG Holdings and WPG Group purchase, distribute, and develop electronic components, which involves no environmental pollution; therefore, no environmental protection expenditures are applicable to be disclosed.

5.5 Labor Relations

5.5.1 employee rights Benefits, Continuing Education, Training, Retirement System and implementations thereof, and Labor Agreements as well as Measures for Preserving Employees' Rights and Interests

Employees are our most valuable asset. When employees devote wholeheartedly to work and create profits for the Company, the Company has the responsibility to take care of them in

return. WPG Holdings and WPG Group offer generous employee benefits, including wedding, birth, and funeral subsidies, emergency relief, and club activities. WPG Holdings and WPG Group establish different units to plan recreational activities for employees such as family days, domestic incentive tours, dining events, as well as artistic and cultural activities, in accordance with the employee welfare regulations, so as to build cohesion among employees and increase employees' identification with the organization.

(1) In Accordance with the Corporate Culture of Each Member, WPG Holdings and WPG Group Offer Generous Employee Benefits as follows:

I. Generous Employee Benefits:

Employee benefits include the Moon Festival bonus, Dragon Boat Festival bonus, year-end bonus, defined contribution pension plan, domestic incentive tours, interest-free auto loans and maintenance allowances, parking allowances, mobile phone bill allowances, and computer subsidies, as well as various club activities such as the bicycle club, study group, golf club, and wine tasting.

II. Comprehensive Insurance and Protection:

By government regulations, we provide employees with labor insurance, national health insurance for employees, their families, and retirees, and also provide employees with free group insurance and family group insurance discounts, including term life insurance, critical illness insurance, accidental injury insurance, accidental medical limit insurance, and hospitalization medical insurance, cancer health insurance, etc.

III. Additional Leaves:

Employees' leaves and days-off are offered in line with the Labor Standards Act, coupled with one-day birthday leave.

IV. Wedding and Funeral Subsidies and Emergency Relief:

Wedding and funeral subsidies, and emergency relief for employees cover wedding, childbirth, retirement, and death of employees or their dependents.

V. Childcare-friendly workplace environment

Promoting a child-raising friendly workplace atmosphere, stipulating childcare leave in accordance with relevant laws and regulations, and setting up nursing rooms for childcare employees. WPG World Peace Group kindergarten has been established for 19 years, providing professional and trustworthy childcare environment for WPG employees.

VI. Regular health check ups for employees:

WPG provides regular employee health check ups once every two years for office employees and once every year for warehouse and logistics employees. On-site health consultation services by professional medical personnel is also available in office building.

(2) Continuing Education and Training:

We attach great importance to employees' learning and development. Our employee training is divided into internal training, external training, and knowledge management.

I. Internal Training

Internal training in 2021:

Number of trainees	Number of training hours	Training expenses
46,031	72,764	NT$27,414,000

Internal training includes orientation, management training, professional training, and others:

a. Orientation:

Orientation covers WPG company overview, business philosophy, HR rules and systems, corporate website, instructions on common system operations, occupational health and safety, and legal affairs.

b. Management Training:

The Company holds executive meetings every month and management seminars every half a year (semi-annual meetings) to communicate and discuss business strategies and directions.

c. Professional Training:

Each department conducts professional training from time to time according to job requirements and specialties. For example, offering training for trade compliance to intensify employees' knowledge of international trade norms, etc.

II. External Training

Employees may apply for external training according to the job requirements and personal development plans or per supervisors' requests. External training in 2021:

Number of trainees	Number of training hours	Training expenses
497	3,500	NT$365,000

The details of external professional training courses in 2021:

Course Title
New policy of "Sustainable Development", Climate Governance, and Low-Carbon Management
Notice items of "Shareholders' Meeting" and "Company Law"
Policy development and internal control management related to "self-edited financial reports"
Complete series of AI Artificial Intelligence - Robot AI

Course Title
2021 Corporate Income Tax Settlement and Payment Training
2021 explanation and discussion of Profit-Seeking Enterprise Controlled Foreign Company (CFC) Rules
2021 Intellectual Property Classification Management Training — TIPS (Level A)
2021 Analysis and interpretation of key areas of tax audit
Administrator certification class for AZ104 Microsoft Azure (AZ104)
Developing solutions for AZ104 Microsoft Azure (AZ204)
Architecture technology for AZ303 Microsoft Azure (AZ303)
Solution for AZ400 Microsoft Azure DevOps
Azure DevOps
Digital Course in C Programming
DIGITAL MARKETING: STRATEGIES, MODELS AND FRAMEWOR
How HR Can Make Data-Driven Decisions
ISO 14001:2015 Environmental Management Systems Fo
ISO 14001:2015 Environmental Management Systems In
ISO 9001:2015 - Quality Management Systems Foundat
ISO 9001:2015 - Quality Management Systems Interna
Advanced Data Analysis Applications with Power BI
Business Analysis Camp with Power BI
Data processing and visualization application practice with Power BI
Deep Learning in Action with Python - The First Step Towards A.I.
RPA in Robotic Process Automation Course
Online System Workshop with SROI
WPIG B Zone PR Control Training
ZERO TRUST－Management and the cross-sector governance of internal control
Digital Transformation of the 3 Fortified Lines: On the Development and Digital Trends of Internal Control, Internal Audit, and Legal Compliance
Theory and practice of real estate transfer tax
Big data analyst without programming II：Power Query
Internal Control and Internal Audit — 3 Fortified Lines for Digital Transformation
Internal Control and Internal Audit — Practical Operation of Personal Information Law
Discussion on Legal Liability of Insider Trading
Company Law & Securities and Exchange Act
Taiwan Artificial Intelligence Annual Conference and AI Technology Application Forum

Course Title
Joint Venture from the internal control and financial point of view
Class A occupational safety and health business supervisor
Enterprise Sustainability Elite Training Course
Enterprise Sustainability Manager Certificate Training Course
Analysis of Business Mergers and Acquisitions Act & Corporate Governance Practice Cases
Corporate financial planning and banking communication (financing decision)
Case Study of Fraud in Enterprise Financial Statements
Corporate Labor Law Compliance Practice and Case Analysis
Corporate Information Security Protection and Information Architecture Audit Control
Primary training for fire managers
Post-merger integration management and comprehensive effect realization
Elementary Management Course
Efficient Warehousing Operations and Inventory Management Practices
Examining financial statements, analyzing corporate fraud and scams
False Financial Statements vs. Legal Responsibilities of Accounting Supervisors
Accounting Education and Training_IFRS16 Leasing
Accounting Education and Training_IFRS9 Financial Instruments
Accounting Education and Training_Company Law & Securities and Exchange Act
Accounting education and training_Inspecting corporate sustainability from the perspective of risk
Basic Security Management
Basic Occupational Health
From the viewpoint and voting behaviors of the foreign shareholders, sharing how issuers genuinely implement ESG
Discuss the new rules of internal audit from the case
Talking about the Group’s Tax Risk Management from the New Trend of International Taxation
The forklift operation with a load of more than one metric ton
The updated "Mergers & Acquisition Law" and "Corporate Governance"
Hardware R&D - Sensing Circuit Design
Quantitative trading - Principle and Operation of Taiwan Index Monthly Sample Program

Course Title
Microsoft in Azure SQL Database Management (DP300)
Responsible leadership builders
Precise and Practical Financial Management and Profit Recreation
Remote mid-term performance interviews
Introduction of Hands-on class for Domain-Driven Design and Simple Architecture
Complete analysis of the business plan
Practical Training Camp for Remuneration System Design
Excel Practical Chart Raiders + Great Level Presentation Production

The details of management team attending corporate governance-related continuing education and training in 2021:

Management team	Course name	Training hours
Mike Chang (CEO)	Enterprise Innovation – Subscribe Economy Strategic Thinking	3 hours
	Risks and Opportunities in Climate Action - Carbon Neutrality Promoting Strategies and Processes	3 hours
Cliff Yuan (Chief Financial Officer)	Discussion on Legal Liability of Insider Trading	3 hours
	Precise and Practical Financial Management and Profit Recreation	6 hours
	False Financial Statements vs. Legal Responsibilities of Accounting Supervisors	3 hours
Shu-hui Chen (Internal Audit Officer)	Practical Case Analysis of the "Mergers & Acquisition Law" and "Corporate Governance"	6 hours
	Corporate Information Security Protection and Information Architecture Audit Control Practice	6 hours
	New policy of "Sustainable Development", Climate Governance, and Low-Carbon Management	6 hours

III. Knowledge Management

The Company established a knowledge management platform in which learning resources and standard operating procedures of every department are properly categorized, managed, and shared for employees to use at work.

(3) Retirement System:

I. Monthly Contribution to Pension:

The company appropriates pension reserves each month in accordance with the Labor Standards Act. The company and domestic subsidiaries stipulate employee retirement measures in accordance with the Labor Standards Act, which are defined benefit plans, and in accordance with the Labor Standards Act, the monthly labor pensions are in line with the old system of seniority employees' 2% of the total salary is allocated to the retirement reserve, which is supervised by The Labor Pension Preparation Supervisory Committee and deposited the fund in its name in the special account of the Bank of Taiwan, which is in charge of receiving and disbursing, keeping, and using the fund.

II. Qualifications and payment standards for applying for retirement

a. Self-applied retirement：

Workers can apply for retirement under one of the following circumstances: (for those who choose to apply the Labor Pension Regulations, they shall be handled in accordance with the provisions of the same regulations)

(i) Those who have worked for more than 15 years and have reached the age of 55.

(ii) Those who have worked for more than 25 years.

(iii) Those who have worked for more than 10 years and have reached the age of 60.

b. Mandatory retirement

The company shall not force employees to retire if they are not in one of the following circumstances:

(i) Those who are 65 years old or older.

(ii) Loss of mind or physical disability is incapable of being a qualified worker.

For the age specified in the first paragraph of the preceding paragraph, the company may report to the central competent authority for approval and adjustment for workers with special characteristics such as dangerous and strong physical strength. But the employee may not be less than 55 years old.

c. The standard for giving employee pensions is as follows:

Employees who choose to continue to apply the old system and the retained service years before applying the new system, their pension payment standards are as follows:

(i) Two bases will be given for each full year according to their years of service, but one base will be given every full year after 15 years of service is 30 bases, and the maximum total is limited to 45 bases. Those who are less than half a year will be counted as half a year; those who have been half a year will be counted as one year.

(ii) For employees who are forced to retire in accordance with the second paragraph of Paragraph 1, Article 6 of these Measures, if their loss of mind or physical

disability is caused by the performance of their duties, 20% shall be added in accordance with the provisions of the preceding paragraph.

(iii) The standard of pension base refers to the average monthly salary at the time of retirement approval.

(iv) The calculation of average monthly salary is calculated by dividing the total salary of the six months prior to the effective date of retirement by the total number of days in that period.

III. Personal Labor Pension Account:

The company applies the Labor Pension Act pension system. According to the regulations, the company shall bear a labor pension contribution rate of not less than 6% per month in accordance with the Labor Pension Act. The company and its domestic subsidiaries stipulate employee retirement measures in accordance with the regulations, which are a definite allocation plan, and withdraw 6% according to the monthly salary grading table approved by the Executive Yuan and deposited in the employee's pension accounts at the Labor Insurance Bureau.

IV. Appropriation situation

Until December 31 ,2021, the Group's definitive benefit plan is expected to allocate NT$18,249,000 dollars in the next year, and the weighted average duration of the retirement plan is 7 to 12 years.

(4) Employee stock ownership trust

In order to make up for the lack of social insurance-related labor retirement protection for Taiwanese employees and encourage employees to plan for retirement as soon as possible, in 2020, the Taiwanese employee stock ownership association was established and delivered to the trust. Employees who have worked for more than one year can freely apply to enter the trust. A fixed amount is deducted each month to purchase company shares, and company relatively allocates incentives to serve as additional benefit. This ESOT is aimed to not only assists employees in creating better retirement plans, but also provides a diversified profit-sharing mechanism to attract and retain talents. The company aims to encourage employees to work together with the company for a win-win situation. Upon first application, 91.1% of employees participated. In 2021, the coverage rate increased to 91.6%, its net assets were NT$216,321,000, and the cumulative rate of return was 9.65%.

(5) The Company does not have a Union. The rights and benefits of the employees follow Labor Standards Act.

(6) Protective Measures for the Work Environment and Employees' Personal Safety:

WPG Holdings and WPG Group establish dedicated safety and health management units to continuously improve safety and health measures in order to build a quality workplace. We

also organize safety awareness training and healthy promotion activities to effectively strengthen our employees' ability to protect their safety and health at work.

To fulfill corporate social responsibility and protect employees' safety, we view building a safe, healthy, and comfortable work environment as our top priority and promote health and safety management to develop accurate health concepts and mindsets. We take the following health and safety measures:

I. Maintain and clean central air-conditioning in the office twice a year and disinfect the office from time to time.

II. Inspect office environment such as water quality on a regular basis.

III. Sanitize meeting entrance/exits daily and provide hand sanitizers at sinks to prevent epidemic diseases and maintain employee healthiness

IV. Require new recruits to participate orientation to familiarize work environment and work safety.

V. Organize health education from time to time to reduce the occurrence of accidents.

VI. Conduct regular health examinations for employees and follow up their health conditions.

VII. Organize health promotion activities such as mountain climbing, ball games, and hiking to encourage exercise habits

VIII. Prohibit smoking in the office to ensure a non-smoking work environment.

IX. Promote energy saving and environmental protection initiatives in the office.

X. Purchase liability insurance for employees on their way to work/home to ensure safe work environment.

XI. Install and regularly maintain firefighting facilities and equipment in line with firefighting regulations.

XII. Implement the Act of Gender Equality in Employment and regulations regarding prevention of sexual harassment in the office.

(7) Evaluation on Employee Code of Conduct:

The Company places great importance on the Employee Code of Conduct. We appointed three independent directors and established the Audit Committee, composed of all independent directors, to supervise our management team and executives to set good examples with their own conduct. We also take the following measures:

I. Promote and Carry Out the Core Values of WPG:

Our vision is to become the first choice of industry and to become the benchmark of distribution. Upholding the shared values of teamwork, integrity, professionalism and effectiveness, we have the Employee Code of Conduct in place to guide employees'

conduct in business activities and build cohesion among employees. Annual activities are also organized to promote the shared values of WPG, allowing employees to experience their true meanings in daily life and work. WPG's shared values are described as follows:

a. Teamwork:
The interests of WPG are always the first to consider. Should there be a conflict of interests, groups' benefits take priority over personal bias, prejudice and motivation. We accelerate integration of same function teams among companies and regions. No prejudices in nationalities or regions but balanced interests and fairness shall prevail.

b. Integrity:
We take an attitude toward upright and law-abiding operation, along with enthusiastic services. We make no light promises and always walk the talk. Our employees are committed to transparent operation and have the courage to admit mistakes and make corrections in time.

c. Professionalism:
We aim to become the first choice of stakeholders, including clients, vendors and shareholders, to construct a learning environment where individuals and groups continually enhance skill, and to focus on core operation and implement the assigned tasks strictly.

d. Effectiveness:
Our highlights are output, the quantity of capacity, and balance of both. Our employees set quantifiable objectives, are strict on details, and accurately execute and fulfill key tasks. We also set standard operating procedures to avoid the same mistakes.
In order to allow employees to understand and feel the core values of the company, the WPG Holdings and its affiliated groups have arranged for the company to post core value posters on the walls of executive offices, meeting rooms, and other important junctures to demonstrate the shared values to employees; to deepen the employees' impression and experience of the core values, expect to observe it together.
The work rules for the employees of WPG Holdings and WPG Group also specify the regulations regarding attendance, performance evaluation, rewards and punishments, and promotion that are handled in line with WPG's shared values.

II. Strictly Implement the Audit System:
Auditing Office is set up under the Board of Directors to conduct comprehensive audits on every department and every group member and region according to our policies and regulations. By doing this, we are able to keep track of how every department

follows and implements the policies and regulations while preventing and curbing potential malpractice.

III. Implement the promotion of “Employee Code of Conduct”:
Based on the Company’s core value and human rights policy, WPG stipulates the "Employee Code of Conduct" to practice the creed of integrity: "Self-discipline and others to seek the public welfare" from top to bottom, promote the principles of honest behavior, establish standards in employees' daily life in the office, and create a diverse and inclusive environment in the workplace.

5.5.2 Any Losses Suffered by the Company in the Most Recent Year and up to the Date of this Annual Report due to Labor-Management Disputes (including any violations of the Labor Standards Act indicated in the labor inspection, with the date of punishment, punishment reference numbers, the articles of laws violated, and the content of punishment specified), the Estimated Expenses At Present and in the future, and Countermeasures (where a reasonable estimate cannot be provided, the fact that it cannot be provided should be disclosed):

(1) There was neither dispute nor agreement between the employees and the employers in the most recent year and up to the date of this annual report. But the outcome of the labor inspection was adjudged to be in violation of the Labor Standards Act is described as follows: <11/01/2021 Taipei City Labor Category Letter No.11060255861> ruled that Richpower Electronic Devices Co., Ltd., the subsidiary of the Company, violated Article 30, item 6 of the Labor Standards Acts, which was fined NT$50,000. The Company has re-examined the management and operating procedures and enhanced communication and dissemination.

(2) Current and future countermeasures for strengthening the labor-management relations:

I. Reinforce the corporate philosophy of treating every WPG employee as a family member to enable mutual growth and success.

II. Build interactive communication and complaint channels for supervisors to take care of employees more proactively.

III. Fully comply with the labor laws and make supervisors and employees understand their respective rights and obligations.

IV. Increase employee benefits where the Company's operations permit.

(3) Possible losses at present and in the future: None.

5.6 Information Security Management

(1) The framework of information security risk management, information security policy, specific management plan, and the resources invested in information security management, etc.: The Company has stipulated a complete framework of information security risk management, distinctly introduced information security policies and specifications, specific management plans, set up dedicated full-time staff to convene regular meetings, and held regular education and training regarding information security to improve and

strengthen all employees' awareness of internet information security; we have successfully passed the audit of SGS (Taiwan Inspection Technology Co., Ltd.) on June 25, 2021, and acquired the UKAS (United Kingdom Accreditation Service) ISO/IEC 27001:2013 information security certification.

(2) In the most recent year and up to the date of publication of the annual report, the losses, possible impacts, and countermeasures caused by the major incidents in terms of information security; if they cannot be reasonably estimated, the fact that they cannot be reasonably estimated shall be stated: no major incidents regarding information security occurred in this year.

5.7 Material Contracts

Nature of Contract	Counterparty	Commencement/Expiration Date	Major Content	Restriction
Insurance contract	AIG Asia Pacific Insurance Pte. Ltd., Taiwan Branch	Period: January 1, 2022 ~ January 1, 2023	Corporate Liability Insurance	The cumulative liability for all indemnifications within the coverage is limited to US$15,000,000.

6. Financial Highlights

6.1 Condensed Balance Sheets and Comprehensive Income Statements in the Most Recent Five Years

6.1.1 Condensed Consolidated Balance Sheets – IFRS

Unit: NT$ thousands

Year (Note 1) / Item		Financial information in the most recent five years				
		2017	2018	2019	2020	2021
Current assets		163,854,548	180,974,906	205,966,261	198,011,363	246,449,061
Property, plant and equipment (Note 3)		6,227,191	6,808,682	7,924,611	13,764,966	15,035,948
Intangible assets		5,571,769	5,567,934	5,568,851	5,661,833	5,220,647
Other assets		3,014,118	2,709,342	10,887,097	16,538,951	21,032,968
Total assets		178,667,626	196,060,864	230,346,820	233,977,113	287,738,624
Current liabilities	Before distribution	118,162,495	126,464,265	156,959,067	146,656,318	182,224,039
	After distribution (Note 2)	122,542,643	130,997,718	161,103,871	152,261,394	188,500,738
Non-current liabilities		8,449,693	14,772,604	9,420,658	21,317,777	34,289,239
Total liabilities	Before distribution	126,612,188	141,236,869	166,379,725	167,974,095	216,513,278
	After distribution (Note 2)	130,992,336	145,770,322	170,524,529	173,579,171	222,789,977
Equity attributable to owners of parent		51,518,973	54,358,769	63,472,157	65,469,922	70,399,929
Share capital		18,250,618	16,790,568	18,790,568	18,790,568	18,790,568
Capital surplus		19,569,525	19,454,882	27,456,298	28,848,733	28,724,498
Retained earnings	Before distribution	17,823,767	20,716,001	22,645,985	26,663,415	32,810,967
	After distribution (Note 2)	13,443,619	16,182,548	18,501,181	21,058,339	26,534,268
Other equity		(4,124,937)	(2,602,682)	(5,420,694)	(8,832,794)	(9,926,104)
Treasury stock			—	—	—	—
Non-controlling interest		536,465	465,226	494,938	533,096	825,417
Total equity	Before distribution	52,055,438	54,823,995	63,967,095	66,003,018	71,225,346
	After distribution (Note 2)	47,675,290	50,290,542	59,822,291	60,397,942	64,948,647

Note 1: The consolidated financial statements for each year listed above have been duly audited by independent auditor.

Note 2: The figures after distribution listed above are filled out per resolution of the annual Shareholders' Meeting, but the distribution of profits for 2021 has not been resolved in the Shareholders' Meeting.

Note 3: Including right-of-use assets and investment properties.

6.1.2 Condensed Consolidated Statements of Comprehensive Income

Unit: NT$ thousands

Year (Note 1) / Item	Financial information in the most recent five years				
	2017	2018	2019	2020	2021
Operating revenue	532,509,958	545,127,804	527,601,353	609,885,871	778,572,715
Gross profit	22,151,094	23,630,421	22,428,096	23,050,129	29,700,763
Operating profit	9,953,198	10,576,538	9,712,564	10,049,868	13,803,556
Non-operating income and expenses	(1,073,077)	(1,375,358)	(1,524,962)	(162,315)	371,544
Income before income tax	8,880,121	9,201,180	8,187,602	9,887,553	14,175,100
Net income	7,366,435	7,515,017	6,505,959	8,200,504	11,647,710
Other comprehensive income	(5,115,123)	1,536,182	(2,808,822)	(3,410,972)	(1,017,015)
Total comprehensive income	2,251,312	9,051,199	3,697,137	4,789,532	10,630,695
Net income attributable to owners of parent	7,307,987	7,462,010	6,453,401	8,123,355	11,496,933
Net income attributable to non-controlling interest	58,448	53,007	52,558	77,149	150,777
Comprehensive income attributable to owners of parent	2,222,421	9,008,246	3,645,425	4,719,952	10,464,758
Comprehensive income attributable to non-controlling interest	28,891	42,953	51,712	69,580	165,937
Basic earnings per share (Note 2)	4.10	4.22	3.84	4.77	6.61

Note 1: The consolidated financial statements for each year listed above have been duly audited by independent auditor.

Note 2: Based on weighted average outstanding shares in each year.

6.1.3 Condensed Parent Company Only Balance Sheets

Unit: NT$ thousands

Item \ Year (Note 1)		Financial information in the most recent five years				
		2017	2018	2019	2020	2021
Current assets		263,321	502,179	2,915,590	609,567	615,205
Property, plant and equipment (Note 3)		1,659,346	1,897,144	2,153,158	7,658,943	8,495,296
Intangible assets		16,273	7,691	15,419	109,573	72,121
Other assets		53,214,744	55,800,593	67,586,140	72,727,227	78,971,985
Total assets		55,153,684	58,207,607	72,670,307	81,105,310	88,154,607
Current liabilities	Before distribution	3,146,902	3,380,288	9,065,088	6,531,188	8,004,127
	After distribution (Note 2)	7,527,050	7,913,741	13,209,892	12,136,264	14,280,826
Non-current liabilities		487,809	468,550	133,062	9,104,200	9,750,551
Total liabilities	Before distribution	3,634,711	3,848,838	9,198,150	15,635,388	17,754,678
	After distribution (Note 2)	8,014,859	8,382,291	13,342,954	21,240,464	24,031,377
Equity		51,518,973	54,358,769	63,472,157	65,469,922	70,399,929
Share capital		18,250,618	16,790,568	18,790,568	18,790,568	18,790,568
Capital reserve		19,569,525	19,454,882	27,456,298	28,848,733	28,724,498
Retained earnings	Before distribution	17,823,767	20,716,001	22,645,985	26,663,415	32,810,967
	After distribution (Note 2)	13,443,619	16,182,548	18,501,181	21,058,339	39,087,666
Other equity interest		(4,124,937)	(2,602,682)	(5,420,694)	(8,832,794)	(9,926,104)
Treasury stock		—	—	—	—	—
Non-controlling interest		—	—	—	—	—
Total equity	Before distribution	51,518,973	54,358,769	63,472,157	65,469,922	70,399,929
	After distribution (Note 2)	47,138,825	49,825,316	59,327,353	59,864,846	64,123,230

Note 1: The consolidated financial statements for each year listed above have been duly audited by independent auditor.

Note 2: The figures after distribution listed above are filled out per resolution of the Board of Directors or the Shareholders' Meeting of the following year, but the distribution of earnings for 2021 has not been resolved in the Shareholders' Meeting.

Note 3: Including right-of-use assets and investment properties.

6.1.4 Condensed Parent Company Only Comprehensive Income Statements

Unit: NT$ thousands

Item \ Year	Financial information in the most recent five years				
	2017	2018	2019	2020	2021
Operating revenues	7,983,324	8,212,827	7,384,531	9,072,831	13,000,495
Gross profit	7,398,699	7,514,872	6,652,117	8,167,068	11,637,984
Operating income	7,398,699	7,514,872	6,652,117	8,167,068	11,637,984
Non-operating income and expenses	(43,290)	(3,736)	2,845	(85,450)	(158,915)
Income before	7,355,409	7,511,136	6,654,962	8,081,618	11,479,069
Profit for the year	7,307,987	7,462,010	6,453,401	8,123,355	11,496,933
Other comprehensive income (loss) after tax	(5,085,566)	1,546,236	(2,807,976)	(3,403,403)	(1,032,175)
Total comprehensive income	2,222,421	9,008,246	3,645,425	4,719,952	10,464,758
Net income attributable to	7,307,987	7,462,010	6,453,401	8,123,355	11,496,933
Total comprehensive income attributable to owners of parent	2,222,421	9,008,246	3,645,425	4,719,952	10,464,758
Basic earnings per share (Note)	4.10	4.22	3.84	4.77	6.61

Note: Based on weighted average outstanding shares in each year.

6.1.5 The Names of CPAs and Their Opinions in the Most Recent Five Years.

Year	Accounting firm	Name of CPA	Audit opinions
2017	PricewaterhouseCoopers, Taiwan	Hui-chin Tseng and Chun-yao Lin	Unqualified opinion
2018	PricewaterhouseCoopers, Taiwan	Hui-chin Tseng and Chun-yao Lin	Unqualified opinion
2019	PricewaterhouseCoopers, Taiwan	Chun-yao Lin and Chien-hung Chou	Unqualified opinion
2020	PricewaterhouseCoopers, Taiwan	Chun-yao Lin and Chien-hung Chou	Unqualified opinion
2021	PricewaterhouseCoopers, Taiwan	Chun-yao Lin and Chien-hung Chou	Unqualified opinion

6.2 Financial Analysis in the Most Recent Five Years

6.2.1 WPG Group Consolidated Financial Analysis

Item \ Year (Note 1)		Financial analysis in the most recent five years				
		2017	2018	2019	2020	2021
Capital structure analysis	Debts ratio (%)	70.86	72.04	72.23	71.79	75.25
	Long-term fund to property, plant and	971.63	1,015.34	919.83	630.50	696.26
Liquidity analysis	Current ratio (%)	138.67	143.10	131.22	135.02	135.25
	Quick ratio (%)	88.77	90.69	86.65	94.30	86.57
	Times interest earned	6.43	5.01	4.80	6.85	9.66
Operating performance analysis	Accounts receivable	5.66	5.69	4.95	5.40	6.29
	Average collection days	65	64	74	68	58
	Inventory turnover	9.50	8.41	7.51	9.22	10.25
	Accounts payable	10.48	10.19	8.65	9.27	10.78
	Average inventory	39	43	49	40	36
	Property, plant and equipment turnover	90.85	83.64	71.62	56.24	54.07
	Total assets turnover	2.98	2.91	2.47	2.63	2.98
Profitability analysis	Return on total assets (%)	4.85	4.96	3.84	4.08	4.91
	Return on equity (%)	14.28	14.10	10.95	12.60	16.92
	Ratio of income before tax to paid-in capital (%)	48.66	54.80	43.57	52.62	75.44
	Net profit ratio (%)	1.37	1.37	1.22	1.33	1.48
	Basic earnings per share (NT$) (Note 2)	4.10	4.22	3.84	4.77	6.61
	Diluted earnings per share (NT$) (Note 2)	4.01	4.22	3.84	4.77	6.60
Cash flow	Cash flow ratio (%)	6.81	(0.96)	(0.90)	12.15	(10.45)
	Cash flow adequacy ratio	(24.63)	(15.51)	5.72	51.48	5.24
	Cash flow reinvestment	6.24	(7.86)	(7.87)	15.05	(23.03)
Leverage	Operating leverage	1.35	1.37	1.38	1.39	1.37
	Financial leverage	1.20	1.28	1.29	1.20	1.13
Industry specific key performance indicator	Return on working capital (%) (ROWC)	9.98	9.63	8.31	9.50	9.54
	Ratio of net working capital to sales (NWC/Sales)	0.19	0.20	0.22	0.17	0.19
Reasons for significant changes in the most recent two years: Please refer to Note 3. (not required if the difference does not exceed 20%)						

Note 1: The consolidated financial statements for each year listed above have been duly audited by independent auditor, and the consolidated financial statements for the first quarter of 2021 have been duly reviewed by independent auditors.

Note 2: Based on weighted average outstanding shares in each year.

Note 3: Reasons for changes in financial ratios in the most recent two years:

(1) Times interest earned: The increase was mainly due to the increase in pre-tax profit and loss in 2021, and the decrease in bank loan interest expense.

(2) Rate of return on assets, Rate of return on equity: The increase was mainly because of the increase in post-tax profit or loss in 2021.

(3) The ratio of pre-tax net profit to paid-in capital: The increase was mainly because of the increase in profit in 2021.

(4) Basic earnings per share, Diluted earnings per share: The increase was mainly due to the increase in profit in 2021.

(5) Cash flow ratio, Cash re-investment ratio: The decrease was mainly due to the outflow of net cash from operating activities in 2021.

(6) Cash flow adequacy ratio: The decrease was mainly due to the outflow of net cash from operating activities in 2021, resulted in the decrease in the total inflow of net cash from operating activities in the past five years, and the increase in inventories.

Note 4: Formulas used for calculating the financial ratios are as follows:

(1) Capital structure analysis

I. Debts ratio = Total liabilities / Total assets.

II. Long-term fund to property, plant and equipment = (Total equity + Non-current liabilities) / Net property, plant, and equipment.

(2) Liquidity analysis

I. Current ratio = Current assets / Current liabilities.

II. Quick ratio = (Current assets - Inventory – prepaid expense) / Current liabilities.

III. Times interest earned = Net profit before tax and interest expenses / Interest expenses.

(3) Operating performance ability

I. Accounts receivable (including accounts receivable and notes receivable from business activities) turnover = Net sales / Balance of average accounts receivable in each period (including accounts receivable and notes receivable from business activities).

II. Average collection days = 365 / Accounts receivable turnover.

III. Inventory turnover = Cost of goods sold / Average inventory.

IV. Accounts payable (including accounts payable and notes payable from business activities) turnover = Cost of goods sold / Balance of average accounts payable in each period (including accounts payable and notes payable from business activities).

V. Average inventory turnover days = 365 / Inventory turnover.

VI. Property, plant and equipment turnover = Net sales / Average net property, plant and equipment.

VII. Total assets turnover = Net sales / Average total assets.

(4) Profitability analysis

I. Return on assets = (Net income + Interest expenses × (1 - Tax rate)) / Average total assets.

II. Return on equity = Net income / Average total equity.

III. Net profit ratio = Net income / Net sales.

IV. Earnings per share = (Income attributable to owners of parent - Preferred stock dividend) / Weighted average number of shares outstanding. (Note 2)

(5) Cash flow

I. Cash flow ratio = Net cash flows from operating activities / Current liabilities.

II. Cash flow adequacy ratio = Five-year sum of cash from operations / Five-year sum of capital expenditures, inventory additions, and cash dividend.

III. Cash flow reinvestment ratio = (Cash provided by operating activities - cash dividends) / (gross property, plant and equipment + long-term investments + other noncurrent assets + working capital).

(6) Leverage

I. Operating leverage = (Net sales - variable cost) / operating income.

II. Financial leverage = Income from operations / (income from operations - interest expenses).

(7) Industry specific key performance indicator

I. ROWC = Operating income / (Accounts receivable, end of period + Inventory, end of period - Accounts payable, end of period).

II. NWC/Sales = (Accounts receivable, end of period + Inventory, end of period - Accounts payable, end of period) / Net sales.

6.2.2 WPG Holdings Financial Analysis

Item \ Year (Note 1)		Financial Analysis in the Most Recent Five Years				
		2017	2018	2019	2020	2021
Capital Structure Analysis	Debts ratio (%)	6.59	6.61	12.66	19.28	20.14
	Long-term fund to property, plant and equipment (%)	3,134.17	2,889.99	2,954.04	973.69	943.47
Liquidity Analysis	Current ratio (%)	8.37	14.86	32.16	9.33	7.69
	Quick ratio (%)	7.94	14.34	31.91	8.65	6.83
	Times interest earned	249.70	246.06	204.64	59.93	69.23
Operating Performance Analysis	Accounts receivable turnover (times) (Note 2)	28.75	12.69	8.62	8.97	10.26
	Average collection days	13	29	42	41	36
	Inventory turnover (times)	—	—	—	—	—
	Accounts payable turnover	—	—	—	—	—
	Average inventory turnover days	—	—	—	—	—
	Property, plant and equipment turnover (times) (Note 2)	6.62	4.62	3.65	1.85	1.61
	Total assets turnover (times) (Note 2)	0.14	0.14	0.11	0.12	0.15
Profitability Analysis	Return on total assets (%)	13.16	13.21	9.90	10.71	13.74
	Return on equity (%)	14.43	14.10	10.95	12.60	16.92
	Ratio of income before tax to paid-in capital (%)	40.30	44.73	35.42	43.01	61.09
	Net profit ratio (%) (Note 2)	91.54	90.86	87.39	89.53	88.43
	Basic earnings per share (NT$) (Note 3)	4.10	4.22	3.84	4.77	6.61
	Diluted earnings per share (NT$) (Note 3)	4.01	4.22	3.84	4.77	6.60
Cash flow	Cash flow ratio (%)	146.36	138.99	51.88	69.18	67.91
	Cash flow adequacy ratio (%)	78.37	81.88	62.01	52.67	49.52
	Cash flow reinvestment ratio (%)	0.82	0.58	0.27	0.50	(0.21)
Leverage	Operating leverage (Note 2)	1.00	1.00	1.01	1.01	1.02
	Financial leverage	1.00	1.00	1.00	1.02	1.01
Reasons for significant changes in the most recent two years: Please refer to Note 4. (not required if the difference does not exceed 20%)						

Note 1: The above financial statements have been duly audited by independent auditors.

Note 2: WPG Holdings is a holding company; operating revenue includes investment revenue and service revenue.

Note 3: Based on weighted average outstanding shares in each year.

Note 4: Reasons for changes in financial ratios in the most recent two years:

(1) Quick ratio: The decrease was mainly due to the increase in the current liabilities in 2021.

(2) Turnover ratio of total assets: The increase was mainly because of the increase of net sales in 2021.

(3) Rate of return on assets, Rate of return on equity: The increase was mainly because of the increase in post-tax profit or loss in 2021.

(4) The ratio of pre-tax net profit to paid-in capital: The increase was mainly due to the increase in profit in 2021.

(5) Basic earnings per share, Diluted earnings per share: The increase was mainly due to the increase in profit in 2021.

(6) Cash reinvestment ratio: The decrease was mainly because the inflow of the net cash from operating activities in 2021 was less than the distribution of cash dividends.

Note 5: For formulas used for calculating the financial ratios, please refer to Note 4 on Page 123.

AUDIT COMMITTEE’S REVIEW REPORT

The Board of Directors has prepared the Company’s 2021 Business Report, Financial Statements, and proposal for allocation of profits. The aforementioned 2021 Business Report, Financial Statements, and proposal for allocation of profits have been reviewed and determined to be correct and accurate by the Audit Committee members of WPG HOLDINGS LIMITED. According to Article 14-4, 14-5 of the Securities and Exchange Act and Article 219 of the Company Act, we hereby submit this report.

AUDIT COMMITTEE OF WPG HOLDINGS LIMITED

Independent Director Charles Chen

Independent Director Jack J. T. Huang

Independent Director Weiru Chen

Independent Director Kathy Yang

February 28, 2022

6.4 Consolidated Financial Statements and Independent Auditors' Report in the Most Recent Year

For "WPG Holdings Limited and Subsidiaries Consolidated Financial Statements for the Years Ended 2021 and 2020 and Independent Auditors' Report" please refer to Pages 129~269.

6.5 Parent Company Only Financial Statements and Independent Auditors' Report in the Most Recent Year

For "WPG Holdings Limited Parent Company Only Financial Statements for the Years Ended 2021 and 2020 and Independent Auditors' Report" please refer to Pages 270~376.

6.6 Financial Difficulties

The Company should disclose the financial impact to the Company if the Company and its affiliated companies have incurred any financial or cash flow difficulties in the most recent year and as of the date of this Annual Report: None

WPG HOLDINGS LIMITED AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2021 AND 2020

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' review report and financial statements shall prevail.

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Stockholders of WPG Holdings Limited

Opinion

We have audited the accompanying consolidated balance sheets of WPG Holdings Limited and its subsidiaries (the "Group") as at December 31, 2021 and 2020, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2021 and 2020, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the Financial Supervisory Commission.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and generally accepted auditing standards in 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 Accountants 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 Group's 2021 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's 2021 consolidated financial statements are stated as follows:

Impairment assessment of goodwill

Description

Refer to Note 4(19) for accounting policy on goodwill impairment, Note 5(2) for uncertainty of accounting estimates and assumptions in relation to goodwill impairment, and Note 6(13) for details of intangible assets.

The Group acquired shares of stock of target companies by cash or through exchange of shares of stock. The difference between the acquisition price and the carrying amount of the net identifiable assets is allocated in accordance with the accounting policies on business combinations. The Group uses the estimated future cash flows of each cash-generating unit and proper discount rate to determine recoverable amount of goodwill, and assesses whether goodwill may be impaired. Given that the assumptions used in the calculation of recoverable amount requires significant management judgement with respect to the discount rate and the underlying cash flows, we considered the impairment assessment of goodwill a key audit matter.

How our audit addressed the matter

Our audit procedures in relation to the above key audit matter included:

1. Assessing the process in which management evaluates the estimated future cash flows of each cash generating unit, and reconciling the input data used in the valuation model to the approved operational plan by management.
2. Evaluating the reasonableness of the estimated growth rate, gross rate, discount rate and other significant assumptions used in the valuation model, by:
   (1) Comparing estimated growth rate and gross rate with historical data and our knowledge of the business and industry;
   (2) Comparing discount rate assumptions with respect to cash generating units' capital cost and similar return on assets; and
   (3) Checking the setting of valuation model's calculation formula.
3. Comparing the recoverable value and book value of each cash-generating unit.

Valuation of allowance for uncollectible accounts receivable

Description

Refer to Note 4(10) for accounting policy on accounts receivable, Note 5(2) for uncertainty of accounting estimates and assumptions in relation to provision for uncollectible accounts receivable, and Notes 6(5)(14) for details of accounts receivable and overdue receivables.

The Group assesses the collectability of accounts receivable based on historical experience with its customers. As the estimation of allowance for uncollectible accounts is subject to management's judgment in estimating future recovery, such as management's assessment of customer's credit risk, we considered the valuation of allowance for uncollectible accounts receivable a key audit matter.

How our audit addressed the matter

Our audit procedures in relation to the above key audit matter included:

1. Obtaining an understanding of, and evaluating the formal approval process for the customer's credit limit application.
2. Checking the provision policy on allowance for uncollectible accounts, and assessing the reasonableness of provision policy.
3. Checking the adequacy of the loss rate calculation by sampling the historical accounts receivable aging data and verifying the formula for the calculation of expected credit loss rate.
4. Comparing the classification of accounts receivable aging with current year and prior year, and checking subsequent collections after balance sheet date to confirm recovery of outstanding receivables.
5. For those accounts receivable specifically identified by management to have been impaired, evaluating propriety of impairment assessment against related supporting documents.

Recognition of purchase discounts and allowances

Description

Refer to Note 4(13) for accounting policy on recognition of purchase discounts and allowances.

The Group is engaged in operating sales channel for various electronic components. In line with industry practice, the Group has entered into purchase discounts and allowances agreements with suppliers for various kinds and quantities of inventories. The Group calculates and recognizes the amount of purchase discounts and allowances in accordance with the agreement. The Group negotiates

the amount with the supplier, and after receiving credit note from supplier, the Group pays the net amount.

The discounts and allowances from supplier are calculated either automatically by the system or manually. The Group has to gather a lot of information to input in the system, such as the items subject to discount and corresponding discount rate, etc. Given that the Group has a large volume of purchases, and has entered into various purchase discounts and allowances agreements with terms and conditions that vary with each argument, we considered the recognition of purchase discounts and allowances a key audit matter.

How our audit addressed the matter

Our audit procedures in relation to the above key audit matter included:

1. Understanding the process in recognizing purchase discounts and allowances, evaluating related internal control procedures and testing its effectiveness, checking the basic information set up in the computer system with respect to discount and allowance calculation randomly, and selecting samples to determine whether purchase discounts and allowances recognized were reviewed by an authorized supervisor.
2. Selecting samples of purchase discounts and allowances, obtaining confirmed documents and approved credit note from supplier for selected commodity's part number, and checking whether the part number and discount and allowance amount in obtained vouchers were consistent with the amounts recognized.
3. Performing confirmation of selected material accounts payable, checking whether there is a difference between the amount of purchase discounts and allowances recognized based on credit note from supplier with the amount confirmed by the supplier, and investigating differences, if any. Selecting samples of outstanding accounts payable and checking whether subsequent payments were made after the balance sheet date.

Other matter – Parent company only financial reports

We have audited and expressed an unqualified opinion on the parent company only financial statements of WPG Holdings Limited as at and for the years ended December 31, 2021 and 2020.

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 the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the Financial Supervisory Commission, 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 Group's ability to continue as a going concern, disclosing, as applicable, matters related to 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 Group's financial reporting process.

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 generally accepted auditing standards 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 generally accepted auditing standards in 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 Group's internal control.
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 Group's ability 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 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 those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless 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.

Lin, Chun-Yao　　Chou, Chien-hung

For and on behalf of PricewaterhouseCoopers, Taiwan
February 28, 2022

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' audit report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the consolidated financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Assets	Notes	December 31, 2021 Amount	%	December 31, 2020 Amount	%
	Current assets					
1100	Cash and cash equivalents	6(1)	$ 14,407,940	5	$ 11,020,020	5
1110	Financial assets at fair value through profit or loss - current	6(2)	8,396	-	87,124	-
1136	Financial assets at amortized cost - current	6(4) and 8	220,199	-	246,682	-
1150	Notes receivable, net	6(5)	2,741,202	1	3,210,976	1
1170	Accounts receivable, net	6(5)	131,368,328	46	108,221,027	46
1180	Accounts receivable - related parties, net	7(3)	282,617	-	177,893	-
1200	Other receivables	6(7)	7,174,281	2	12,933,710	6
1210	Other receivables - related parties	7(3)	3,691	-	1,615	-
1220	Current income tax assets		14,366	-	13,734	-
130X	Inventories	6(8)	86,214,706	30	57,100,025	25
1410	Prepayments		2,477,747	1	2,616,586	1
1470	Other current assets		1,535,588	-	2,381,971	1
11XX	**Total current assets**		246,449,061	85	198,011,363	85
	Non-current assets					
1510	Financial assets at fair value through profit or loss - non-current	6(2) and 8	1,920,100	1	1,346,806	1
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	3,321,562	1	1,831,394	1
1535	Financial assets at amortized cost - non-current	6(4)	1,438,233	-	225,681	-
1550	Investments accounted for using equity method	6(9)	13,453,324	5	11,922,666	5
1600	Property, plant and equipment	6(10) and 8	11,911,715	4	10,560,533	4
1755	Right-of-use assets	6(11)	1,544,289	1	1,630,694	1
1760	Investment property, net	6(12) and 8	1,579,944	1	1,573,739	1
1780	Intangible assets	6(13)	5,220,647	2	5,661,833	2
1840	Deferred income tax assets	6(32)	631,086	-	534,834	-
1960	Prepayments for investments		-	-	31,050	-
1990	Other non-current assets	6(14)	268,663	-	646,520	-
15XX	**Total non-current assets**		41,289,563	15	35,965,750	15
1XXX	**Total assets**		$ 287,738,624	100	$ 233,977,113	100

(Continued)

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Liabilities and Equity	Notes	December 31, 2021 Amount	%	December 31, 2020 Amount	%
	Current liabilities					
2100	Short-term borrowings	6(15)	$ 82,334,562	29	$ 59,040,547	25
2110	Short-term notes and bills payable	6(16)	7,444,815	3	4,941,505	2
2120	Financial liabilities at fair value through profit or loss - current	6(2)	7,068	-	2,737	-
2150	Notes payable		21,484	-	50,651	-
2170	Accounts payable		75,552,919	26	62,835,569	27
2180	Accounts payable - related parties	7(3)	362,228	-	77,023	-
2200	Other payables		10,598,704	4	8,033,574	4
2230	Current income tax liabilities		1,227,511	-	790,796	-
2280	Current lease liabilities		282,588	-	405,282	-
2300	Other current liabilities	6(17)(18)	4,392,160	2	10,478,634	5
21XX	**Total current liabilities**		182,224,039	64	146,656,318	63
	Non-current liabilities					
2540	Long-term borrowings	6(17)	31,478,246	11	18,643,237	8
2570	Deferred income tax liabilities	6(32)	628,638	-	495,971	-
2580	Non-current lease liabilities		1,216,340	-	1,289,826	1
2600	Other non-current liabilities	6(19)	966,015	-	888,743	-
25XX	**Total non-current liabilities**		34,289,239	11	21,317,777	9
2XXX	**Total liabilities**		216,513,278	75	167,974,095	72
	Equity					
	Capital	1 and 6(21)				
3110	Common stock		16,790,568	6	16,790,568	7
3120	Preference stock		2,000,000	1	2,000,000	1
	Capital reserve	6(22)				
3200	Capital reserve		28,724,498	10	28,848,733	13
	Retained earnings	6(23)				
3310	Legal reserve		7,483,640	3	6,667,417	3
3320	Special reserve		8,832,794	3	5,420,694	2
3350	Unappropriated earnings		16,494,533	6	14,575,304	6
	Other equity interest					
3400	Other equity interest	6(24)	(9,926,104)	(4)	(8,832,794)	(4)
31XX	**Equity attributable to owners of the parent**		70,399,929	25	65,469,922	28
36XX	Non-controlling interest	4	825,417	-	533,096	-
3XXX	**Total equity**		71,225,346	25	66,003,018	28
	Significant contingent liabilities and unrecognized contract commitments	7(3) and 9				
3X2X	**Total liabilities and equity**		$ 287,738,624	100	$ 233,977,113	100

The accompanying notes are an integral part of these consolidated financial statements.

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

	Items	Notes	Years ended December 31, 2021 Amount	2021 %	2020 Amount	2020 %
4000	**Operating revenues**	6(25) and 7(3)	$ 778,572,715	100	$ 609,885,871	100
5000	**Operating costs**	6(8) and 7(3)	(748,871,952)	(96)	(586,835,742)	(97)
5950	**Gross profit**		29,700,763	4	23,050,129	3
	Operating expenses	6(30)(31) and 7(3)				
6100	Selling and marketing expenses		(10,758,599)	(1)	(9,089,289)	(1)
6200	General and administrative expenses		(5,124,185)	(1)	(3,933,753)	(1)
6450	Expected credit impairment (loss) gain		(14,423)	-	22,781	-
6000	Total operating expenses		(15,897,207)	(2)	(13,000,261)	(2)
6900	Operating profit		13,803,556	2	10,049,868	1
	Non-operating income and expenses					
7100	Interest income	6(26)	29,715	-	36,861	-
7010	Other income	6(27)	370,556	-	254,304	-
7020	Other gains or losses	6(28)	233,782	-	610,895	-
7050	Financial costs	6(29)	(2,082,342)	-	(1,926,036)	-
7060	Share of profit of associates and joint ventures accounted for using the equity method		1,819,833	-	861,661	-
7000	**Total non-operating income and expenses**		371,544	-	(162,315)	-
7900	Income before income tax		14,175,100	2	9,887,553	1
7950	Income tax expense	6(32)	(2,527,390)	-	(1,687,049)	-
8200	Consolidated net income		$ 11,647,710	2	$ 8,200,504	1

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

			Years ended December 31,			
			2021		2020	
	Items	Notes	Amount	%	Amount	%
	Other comprehensive income / (loss), net					
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss					
8311	(Loss) gain on remeasurement of defined benefit plan	6(19)	($ 160,039)	-	$ 8,110	-
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	6(3)(24)	1,303,437	-	100,184	-
8320	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method		490,803	-	1,760,187	1
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(32)	32,008	-	(1,622)	-
8310	**Other comprehensive income that will not be reclassified to profit or loss**		1,666,209	-	1,866,859	1
	Components of other comprehensive income (loss) that will be reclassified to profit or loss					
8361	Exchange differences on translation of foreign financial statements		(2,448,906)	-	(4,875,766)	(1)
8370	Share of other comprehensive loss of associates and joint ventures accounted for using equity method	6(24)	(239,342)	-	(408,554)	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(32)	5,024	-	6,489	-
8360	**Other comprehensive loss that will be reclassified to profit or loss**		(2,683,224)	-	(5,277,831)	(1)
8300	**Other comprehensive loss, net**		($ 1,017,015)	-	($ 3,410,972)	-
8500	**Total comprehensive income**		$ 10,630,695	2	$ 4,789,532	1
	Consolidated net income attributable to:					
8610	Owners of the parent		$ 11,496,933	2	$ 8,123,355	1
8620	Non-controlling interest		150,777	-	77,149	-
			$ 11,647,710	2	$ 8,200,504	1
	Comprehensive income attributable to:					
8710	Owners of the parent		$ 10,464,758	2	$ 4,719,952	1
8720	Non-controlling interest		165,937	-	69,580	-
			$ 10,630,695	2	$ 4,789,532	1
	Earnings per share (in dollars)	6(33)				
9750	**Basic earnings per share**		$	6.61	$	4.77
9850	**Diluted earnings per share**		$	6.60	$	4.77

The accompanying notes are an integral part of these consolidated financial statements.

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

		Equity attributable to owners of the parent										
		Share Capital			Retained Earnings			Other Equity Interest				
	Notes	Common stock	Preference stock	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences of foreign financial statements	Unrealized gains (loss) on financial assets at fair value through other comprehensive income	Total	Non-controlling interest	Total equity
Year ended December 31, 2020												
Balance at January 1, 2020		$ 16,790,568	$ 2,000,000	$ 27,456,298	$ 6,021,073	$ 2,602,682	$ 14,022,230	($ 5,414,694)	($ 6,000)	$ 63,472,157	$ 494,938	$ 63,967,095
Total consolidated profit		-	-	-	-	-	8,123,355	-	-	8,123,355	77,149	8,200,504
Net other comprehensive income (loss)	6(24)	-	-	-	-	-	8,697	(5,272,471)	1,860,371	(3,403,403)	(7,569)	(3,410,972)
Total comprehensive income (loss)		-	-	-	-	-	8,132,052	(5,272,471)	1,860,371	4,719,952	69,580	4,789,532
Appropriations of 2019 retained earnings	6(23)											
Legal reserve		-	-	-	646,344	-	(646,344)	-	-	-	-	-
Special reserve		-	-	-	-	2,818,012	(2,818,012)	-	-	-	-	-
Cash dividends for common stock		-	-	-	-	-	(4,029,736)	-	-	(4,029,736)	-	(4,029,736)
Cash dividends for preferred stock		-	-	-	-	-	(115,068)	-	-	(115,068)	-	(115,068)
Changes in equity of associates and joint ventures accounted for using the equity method	6(22)	-	-	1,392,435	-	-	30,182	-	-	1,422,617	-	1,422,617
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(31,422)	(31,422)
Balance at December 31, 2020		$ 16,790,568	$ 2,000,000	$ 28,848,733	$ 6,667,417	$ 5,420,694	$ 14,575,304	($ 10,687,165)	$ 1,854,371	$ 65,469,922	$ 533,096	$ 66,003,018
Year ended December 31, 2021												
Balance at January 1, 2021		$ 16,790,568	$ 2,000,000	$ 28,848,733	$ 6,667,417	$ 5,420,694	$ 14,575,304	($ 10,687,165)	$ 1,854,371	$ 65,469,922	$ 533,096	$ 66,003,018
Total consolidated profit		-	-	-	-	-	11,496,933	-	-	11,496,933	150,777	11,647,710
Net other comprehensive (loss) income	6(24)	-	-	-	-	-	(127,981)	(2,698,376)	1,794,182	(1,032,175)	15,160	(1,017,015)
Total comprehensive income (loss)		-	-	-	-	-	11,368,952	(2,698,376)	1,794,182	10,464,758	165,937	10,630,695
Appropriations of 2020 retained earnings	6(23)											
Legal reserve		-	-	-	816,223	-	(816,223)	-	-	-	-	-
Special reserve		-	-	-	-	3,412,100	(3,412,100)	-	-	-	-	-
Cash dividends for common stock		-	-	-	-	-	(5,205,076)	-	-	(5,205,076)	-	(5,205,076)
Cash dividends for preferred stock		-	-	-	-	-	(400,000)	-	-	(400,000)	-	(400,000)
Disposal of investments in equity instruments designated at fair value through other comprehensive income	6(3)	-	-	-	-	-	189,116	-	(189,116)	-	-	-
Changes in equity of associates and joint ventures accounted for using the equity method	6(22)	-	-	(137,660)	-	-	208,723	-	-	71,063	-	71,063
Difference between consideration and carrying amount of subsidiaries acquired or disposed	6(34)	-	-	-	-	-	(14,163)	-	-	(14,163)	(34,789)	(48,952)
Changes in ownership interests in subsidiaries	6(22)	-	-	13,425	-	-	-	-	-	13,425	205,161	218,586
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(43,988)	(43,988)
Balance at December 31, 2021		$ 16,790,568	$ 2,000,000	$ 28,724,498	$ 7,483,640	$ 8,832,794	$ 16,494,533	($ 13,385,541)	$ 3,459,437	$ 70,399,929	$ 825,417	$ 71,225,346

The accompanying notes are an integral part of these consolidated financial statements.

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Notes	Years ended December31, 2021	2020
Cash flows from operating activities			
Income before income tax		$ 14,175,100	$ 9,887,553
Adjustments			
Income and expenses			
Depreciation	6(30)	899,364	764,940
Amortization	6(13)(30)	73,717	64,419
Expected credit impairment loss (gain)		14,423	(22,781)
Interest expense	6(29)	2,082,342	1,926,036
Net gain on financial assets or liabilities at fair value through profit or loss	6(28)	(532,742)	(172,962)
Interest income	6(26)	(29,715)	(36,861)
Dividend income	6(27)	(98,324)	(45,510)
Share-based payments	6(20)	17,955	-
Other income		-	(6,052)
Share of profit of associates accounted for using equity method		(1,819,833)	(861,661)
Loss on disposal of property, plant and equipment	6(28)	2,173	673
Gain on disposal of non-current assets held for sale	6(28)	(457,864)	-
(Gain) loss on lease modification	6(28)	(31,709)	300
Loss on disposal of investment	6(28)	2,542	27,036
Impairment loss	6(28)	422,041	-
Loss on contract of indemnity	6(28)	277,511	-
Changes in assets/liabilities relating to operating activities			
Changes in assets relating to operating activities			
Financial assets (liabilities) at fair value through profit or loss - current		224,799	412,173
Notes receivable		469,771	(1,233,879)
Accounts receivable		(23,167,159)	2,427,602
Accounts receivable - related parties, net		(104,724)	(79,601)
Other receivables		5,755,800	(1,505,619)
Other receivables - related parties		(2,076)	(407)
Inventories		(29,115,545)	10,619,861
Prepayments		150,487	(373,899)
Other current assets		(771,430)	(79,613)
Changes in liabilities relating to operating activities			
Notes payable		(29,167)	16,009
Accounts payable		12,717,350	(752,601)
Accounts payable - related parties		285,205	76,370
Other payables		1,876,642	2,464,236
Other current liabilities		214,691	(1,895,933)
Other non-current liabilities		(120,289)	(46,414)
Cash inflow generated from operations		(16,618,664)	21,573,415
Interest paid		(1,657,842)	(1,952,786)
Income tax paid		(1,497,853)	(2,284,291)
Interest received		30,140	37,745
Dividends received		710,633	450,911
Net cash (used in) provided by operating activities		(19,033,586)	17,824,994

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Notes	Years ended December31, 2021	2020
Cash flows from investing activities			
Acquisition of financial assets at fair value through other comprehensive income - non-current		($ 387,997)	($ 1,706,254)
Proceeds from disposal of financial assets at fair value through other comprehensive income - non-current		232,317	-
Proceeds from capital reduction of financial assets at fair value through other comprehensive income		-	7,079
Increase in financial assets at amortized cost - current		(1,225,653)	(402,433)
Decrease in financial assets at amortized cost - current		36,318	8,795
Acquisition of financial assets at fair value through profit or loss - non-current		(245,611)	(26,910)
Proceeds from disposal of financial assets at fair value through profit or loss - non-current		721	-
Proceeds from capital reduction of financial assets at fair value through profit or loss		68,110	21,833
Acquisition of investments accounted for under the equity method		(10,531)	-
Acquisition of property, plant and equipment and intangible assets	6(35)	(1,875,710)	(6,039,506)
Proceeds from disposal of property, plant and equipment and intangible assets		6,525	1,663
Proceeds from disposal of non-current assets held for sale		795,964	-
Increase in guarantee deposits paid		(69,901)	(20,536)
Decrease in guarantee deposits paid		33,372	13,919
Acquisition of right-of-use assets		(122,663)	-
Increase in other financial assets		-	(907,977)
Decrease in other financial assets		1,619,406	-
Decrease (increase) in other non-current assets		3,592	(44,447)
Net cash used in investing activities		(1,141,741)	(9,094,774)
Cash flows from financing activities			
Principal repayment of lease liability	6(36)	(450,119)	(433,139)
Increase in short-term borrowings	6(36)	674,108,575	778,159,521
Decrease in short-term borrowings	6(36)	(650,814,560)	(788,010,588)
Increase in long-term borrowings (including current portion of long-term liabilities)	6(36)	20,552,119	20,203,922
Decrease in long-term borrowings (including current portion of long-term liabilities)	6(36)	(14,018,274)	(7,973,802)
Increase in short-term notes and bills payable	6(36)	34,740,004	40,807,726
Decrease in short-term notes and bills payable	6(36)	(32,236,694)	(41,421,645)
Increase in guarantee deposits received		680,827	247,092
Decrease in guarantee deposits received		(592,911)	(156,947)
Distribution of cash dividends	6(23)	(5,605,076)	(4,144,804)
Acquisition of ownership interests in subsidiaries	6(34)	(48,952)	-
Changes in non-controlling interests		163,736	(31,422)
Net cash provided by (used in) financing activities		26,478,675	(2,754,086)
Effect of exchange rate changes on cash and cash equivalents		(2,915,428)	(4,948,696)
Net increase in cash and cash equivalents		3,387,920	1,027,438
Cash and cash equivalents at beginning of year		11,020,020	9,992,582
Cash and cash equivalents at end of year		$ 14,407,940	$ 11,020,020

The accompanying notes are an integral part of these consolidated financial statements.

WPG HOLDINGS LIMITED AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANIZATION

(1) WPG Holdings Limited (the Company) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China, and as a holding company of World Peace Industrial Co., Ltd. and Silicon Application Corporation by exchanging shares of common stock on November 9, 2005. The Company's shares were listed on the Taiwan Stock Exchange (TSE) and approved by the Financial Supervisory Commission, Executive Yuan, Securities and Futures Bureau on the same date. After restructuring, Richpower Electronic Devices Co., Ltd. became the Company's subsidiary on January 1, 2008. The Company acquired Pernas Electronics Co., Ltd., Asian Information Technology Inc., Yosun Industrial Corp. and AECO Technology Co., Ltd. by exchanging shares of common stock on July 16, 2008, February 6, 2009, November 15, 2010 and March 1, 2012, respectively. After the Company's organization restructuring on January 1, 2014, World Peace Industrial Co., Ltd., Silicon Application Corp. and Yosun Industrial Corp. acquired 100% shares in AECO Technology Co., Ltd., Pernas Electronics Co., Ltd. and Richpower Electronic Devices Co., Ltd. through share exchange, and consequently, AECO Technology Co., Ltd., Pernas Electronics Co., Ltd. and Richpower Electronic Devices Co., Ltd. became indirectly owned subsidiaries. The Company originally evaluated Genuine C&C, Inc. using the equity method. The Company acquired partial stocks of Genuine C&C, Inc. on April 8, 2015 and completed the purchase on April 15, 2015. After the purchase, the Company held 60.5% shares of Genuine C&C, Inc. which became the Company's directly owned subsidiary. On September 1, 2017, the stock swap between Trigold Holdings Limited (Trigold) and the shareholders who previously owned Genuine C&C, Inc. was conducted at a stock swap ratio of 1:1. On the same day, Trigold was established and began OTC trading whereas Genuine C&C, Inc. was unlisted at OTC. The Company and subsidiaries owned a total of 60.51% equity of Trigold after the stock swap. The Company and the subsidiaries included in these consolidated financial statements are collectively referred as the "Group".

(2) The Company was organized to create the management mechanism of the group, supervise the subsidiaries, integrate the whole group and improve operational efficiency. The Company's subsidiaries are mainly engaged in the distribution and sales of electronic / electrical components, sales of computer software and electrical products and sales of electronic / electrical components.

(3) As of December 31, 2021, the Company's authorized capital was $25,000,000 (certain shares

can be issued as preference shares, and $500,000 is reserved for employee stock option certificates, restricted stocks to employees, convertible preferred stock and convertible bonds), and the paid-in capital was $18,790,568 with a par value of $10 (in dollars) per share.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on February 28, 2022.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS") as endorsed by the Financial Supervisory Commission ("FSC")

New standards, interpretations and amendments endorsed by the FSC effective from 2021 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 4, 'Extension of the temporary exemption from applying IFRS 9'	January 1, 2021
Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16, 'Interest Rate Benchmark Reform - Phase 2'	January 1, 2021
Amendment to IFRS 16, 'Covid-19-related rent concessions beyond June 30, 2021'	April 1, 2021 (Note)

Note: Earlier application from January 1, 2021 is allowed by the FSC.

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2022 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 3, 'Reference to the conceptual framework'	January 1, 2022
Amendments to IAS 16, 'Property, plant and equipment: proceeds before intended use'	January 1, 2022
Amendments to IAS 37, 'Onerous contracts - cost of fulfilling a contract'	January 1, 2022
Annual improvements to IFRS Standards 2018 - 2020	January 1, 2022

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(3) IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 - comparative information'	January 1, 2023
Amendments to IAS 1, 'Classification of liabilities as current or non-current'	January 1, 2023
Amendments to IAS 1, 'Disclosure of accounting policies'	January 1, 2023
Amendments to IAS 8, 'Definition of accounting estimates'	January 1, 2023
Amendments to IAS 12, 'Deferred tax related to assets and liabilities arising from a single transaction'	January 1, 2023

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers", International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred herein as the "IFRSs").

(2) Basis of preparation

A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:

(a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b) Financial assets at fair value through other comprehensive income measured at fair value.

(c) Defined benefit liabilities recognized based on the net amount of pension fund assets

less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

(a) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.

(b) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

(c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

(d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity.

(e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognized in profit or loss. All amounts previously recognized in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously

recognized in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2021	Ownership (%) December 31, 2020	Description
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	
WPG Holdings Limited	Silicon Application Corporation	Sales of computer software, hardware and electronic products	100.00	100.00	
WPG Holdings Limited	WPG Korea Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	
WPG Holdings Limited	WPG Electronics Ltd.	〃	100.00	100.00	
WPG Holdings Limited	WPG International (CI) Limited	Holding company	100.00	100.00	
WPG Holdings Limited	Asian Information Technology Inc.	Sales of electronic / electrical components	100.00	100.00	
WPG Holdings Limited	Yosun Industrial Corp.	〃	100.00	100.00	
WPG Holdings Limited	WPG Investment Co., Ltd.	Investment company	100.00	100.00	
WPG Holdings Limited	Trigold Holdings Limited	Holding company	58.86	60.50	
WPG Holdings Limited	WPG EMEA B.V.	Sales of electronic / electrical components	100.00	0.00	Note 14
WPG Investment Co., Ltd.	Trigold Holdings Limited	Holding company	1.74	0.01	
WPG Investment Co., Ltd.	LaaS Holdings (Samoa) Limited	〃	100.00	100.00	Note 8
LaaS Holdings (Samoa) Limited	LaaS Holdings (HK) Limited	〃	100.00	100.00	Note 8
LaaS Holdings (HK) Limited	LaaS (Dongguan) Supply Chain Management Limited	Intelligent warehousing enhanced services	100.00	100.00	Note 10
World Peace Industrial Co., Ltd.	WPI International (South Asia) Pte. Ltd.	Holding company	100.00	100.00	Note 17

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2021	Ownership (%) December 31, 2020	Description
World Peace Industrial Co., Ltd.	WPI Investment Holding (BVI) Company Ltd.	Holding company	100.00	100.00	
World Peace Industrial Co., Ltd.	Longview Technology Inc.	Agent and sales of electronic / electrical components	100.00	100.00	
World Peace Industrial Co., Ltd.	AECO Technology Co., Ltd.	〃	100.00	100.00	
AECO Technology Co., Ltd.	Teco Enterprise Holding (B.V.I.) Co., Ltd.	Investment company	100.00	100.00	
Teco Enterprise Holding (B.V.I.) Co., Ltd.	AECO Electronic Co., Ltd.	Trading of electronic / electrical products	100.00	100.00	
WPI International (South Asia) Pte. Ltd.	Prime Future Technology Limited	Holding company	0.00	0.00	Notes 12 and 17
Prime Future Technology Limited	World Peace International Pte. Ltd.	〃	0.00	0.00	Note 12
WPI International (South Asia) Pte. Ltd.	World Peace International Pte. Ltd.	〃	100.00	100.00	Notes 12 and 17
World Peace International Pte. Ltd.	Genuine C&C (IndoChina) Pte., Ltd.	Agent and sales of electronic / electrical components	80.00	80.00	
World Peace International Pte. Ltd.	WPG Americas Inc.	〃	4.31	4.31	Note 2
World Peace International Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	〃	100.00	100.00	
World Peace International (South Asia) Pte Ltd.	World Peace International (India) Pvt., Ltd.	〃	100.00	100.00	
World Peace International (South Asia) Pte Ltd.	WPG C&C (Malaysia) Sdn. Bhd	〃	100.00	100.00	
World Peace International (South Asia) Pte Ltd.	WPG C&C (Thailand) Co., Ltd.	Agent and sales of information products	100.00	100.00	Note 3
World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	Agent and sales of electronic / electrical components	100.00	100.00	
WPI Investment Holding (BVI) Company Ltd.	WPI International (Hong Kong) Limited	〃	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2021	Ownership (%) December 31, 2020	Description
WPI Investment Holding (BVI) Company Ltd.	World Peace International (Asia) Limited	Agent and sales of electronic / electrical components	0.00	0.00	Note 11
WPI International (Hong Kong) Limited	WPG C&C Limited	Agent and sales of information products	100.00	100.00	
WPI International (Hong Kong) Limited	AIO Components Company Limited	Agent and sales of electronic / electrical components	0.00	100.00	Note 16
Longview Technology Inc.	Longview Technology GC Limited	Holding company	100.00	100.00	
Longview Technology Inc.	Long-Think International Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	
Longview Technology GC Limited	Long-Think International (Hong Kong) Limited	〃	100.00	100.00	
Long-Think International (Hong Kong) Limited	Long-Think International (Shanghai) Limited	〃	0.00	0.00	Note 9
Silicon Application Corporation	Silicon Application (BVI) Corp.	Holding company	100.00	100.00	
Silicon Application Corporation	Win-Win Systems Ltd.	〃	100.00	100.00	
Silicon Application Corporation	SAC Components (South Asia) Pte. Ltd.	Sales of computer software, hardware and electronic products	100.00	100.00	
Silicon Application Corporation	Pernas Electronic Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	
Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	〃	100.00	100.00	
Silicon Application (BVI) Corp.	Silicon Application Company Limited	Sales of computer software, hardware and electronic products	100.00	100.00	
Silicon Application Company Limited	Dstar Electronic Company Limited	〃	0.00	100.00	Note 15
WPG Korea Co., Ltd.	Apache Communication Inc. (B.V.I.)	Investment company	100.00	100.00	
Apache Communication Inc. (B.V.I.)	Apache Korea Corp.	Sales of electronic / electrical products	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2021	Ownership (%) December 31, 2020	Description
WPG International (CI) Limited	WPG International (Hong Kong) Limited	Holding company	100.00	100.00	
WPG International (CI) Limited	WPG Americas Inc.	Agent and sales of electronic / electrical components	95.69	95.69	Note 2
WPG International (CI) Limited	WPG South Asia Pte. Ltd.	Sales of electronic / electrical products	100.00	100.00	
WPG International (CI) Limited	WPG Cloud Service Limited	General trading	100.00	100.00	
WPG International (CI) Limited	WPG Gain Tune Ltd.	Agent for selling electronic / electrical components	100.00	100.00	
WPG International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	〃	100.00	100.00	
WPG International (Hong Kong) Limited	WPG China Inc.	〃	100.00	100.00	
WPG International (Hong Kong) Limited	WPG China (SZ) Inc.	Sales of computer software, hardware and electronic products	100.00	100.00	
WPG South Asia Pte. Ltd.	WPG Malaysia Sdn. Bhd	Agent and sales of electronic / electrical components	100.00	100.00	
WPG South Asia Pte. Ltd.	WPG (Thailand) Co., Ltd.	〃	100.00	100.00	Note 5
WPG South Asia Pte. Ltd.	WPG India Electronics Pvt. Ltd.	〃	99.99	99.99	Note 6
WPG South Asia Pte. Ltd.	WPG Electronics (Philippines) Inc.	〃	100.00	100.00	Note 4
WPG South Asia Pte. Ltd.	WPG SCM Limited	〃	100.00	100.00	
WPG South Asia Pte. Ltd.	WPG Vietnam Co., Ltd.	〃	100.00	100.00	Note 7
WPG Malaysia Sdn. Bhd	WPG India Electronics Pvt. Ltd.	〃	0.01	0.01	Note 6
Asian Information Technology Inc.	Apache Communication Inc.	Sales of electronic / electrical products	100.00	100.00	
Asian Information Technology Inc.	Henshen Electric Trading Co., Ltd.	〃	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2021	Ownership (%) December 31, 2020	Description
Asian Information Technology Inc.	Frontek Technology Corporation	Sales of electronic / electrical products	100.00	100.00	
Asian Information Technology Inc.	Fame Hall International Co., Ltd.	Investment company	100.00	100.00	
Frontek Technology Corporation	Frontek International Limited	〃	100.00	100.00	
Fame Hall International Co., Ltd.	AIT Japan Inc.	Sales of electronic / electrical products	100.00	100.00	
Frontek International Limited	Gather Technology Incorporation Limited	〃	100.00	100.00	
Yosun Industrial Corp.	Sertek Incorporated	〃	100.00	100.00	
Yosun Industrial Corp.	Suntop Investments Limited	Investment company	100.00	100.00	
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd.	Sales of electronic / electrical components	100.00	100.00	
Richpower Electronic Devices Co., Ltd.	Richpower Electronic Devices Co., Limited	Sales of electronic / electrical products	100.00	100.00	
Richpower Electronic Devices Co., Ltd.	Richpower Electronic Devices Pte., Ltd.	〃	100.00	100.00	
Sertek Incorporated	Sertek Limited	Sales of electronic / electrical components	100.00	100.00	
Suntop Investments Limited	Yosun Hong Kong Corp. Ltd.	〃	100.00	100.00	
Suntop Investments Limited	Yosun Singapore Pte Ltd.	〃	100.00	100.00	
Yosun Hong Kong Corp. Ltd.	Yosun South China Corp. Ltd.	〃	100.00	100.00	
Yosun Hong Kong Corp. Ltd.	Yosun Shanghai Corp. Ltd.	Warehouse business and sales of electronic components	100.00	100.00	
Trigold Holdings Limited	Genuine C&C Inc.	Sales of computer and its peripherals	100.00	100.00	
Trigold Holding Limited	Trigold (Hong Kong) Company Limited	Holding company	100.00	100.00	
Trigold (Hong Kong) Company Limited	Peng Yu (Shanghai) Digital Technology Co., Ltd.	Sales of electronic/ electrical products	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) December 31, 2021	Ownership (%) December 31, 2020	Description
Trigold (Hong Kong) Company Limited	WPG C&C Shanghai Co., Ltd.	Sales of electronic/ electrical products	100.00	100.00	
Triglod (Hong Kong) Company Limited	Trigolduo (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	70.00	70.00	
Trigold (Hong Kong) Company Limited	Peng Yu Trigold Limited	Sales of electronic/ electrical products	100.00	0.00	Note 13
Trigolduo (Shanghai) Industrial Development Ltd.	Trigold Tongle (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	100.00	100.00	
Genuine C&C, Inc.	Hoban Inc.	An E-commerce company which operates B2C and O2O businesses	100.00	100.00	
Genuine C&C, Inc.	Genuine C&C Holding Inc. (Seychelles)	Holding company	100.00	100.00	
Peng Yu (Shanghai) Digital Technology Co., Ltd.	Peng Yu International Limited	Sales of electronic/electrical products	100.00	100.00	

Note 1: The combined ownership percentage of common shares held by the Company and its subsidiaries is more than 50% or has control power.

Note 2: World Peace Industrial Co., Ltd. totally held 4.31% of shares of WPG Americas Inc. through World Peace International Pte Ltd. and WPI International (Hong Kong) Limited. Along with shares of WPG Americas Inc. held by WPG International (CI) Limited, the total shareholding ratio is 100%.

Note 3: Due to restriction of local regulations, the Company holds 51% ownership which is under the name of other individuals. The substantial ownership held by the Company is 100%.

Note 4: Due to restriction of local regulations, the Company holds 62% ownership which is under the name of other individuals. The substantial ownership held by the Company is 100%.

Note 5: Due to restriction of local regulations, the Company holds 61% ownership which is under the name of other individuals. The substantial ownership held by the Company is 100%.

Note 6: WPG South Asia Pte. Ltd. and WPG Malaysia Sdn. Bhd. separately hold 99.99% and 0.01% of shares of the subsidiary, respectively, and both companies together hold 100% of shares of the subsidiary.

Note 7: The subsidiary was established in January 2020.

Note 8: The subsidiary was established in June 2020.

Note 9: The subsidiary was liquidated in August 2020.

Note 10: The subsidiary was established in August 2020.

Note 11: The subsidiary was liquidated in September 2020.

Note 12: WPI International (South Asia) Pte. Ltd. (formerly named World Peace International (BVI) Limited) merged with Prime Future Technology Limited, and the effective date for the merger was set on October 31, 2020. Under the merger, Prime Future Technology Limited was the dissolved company while WPI International (South Asia) Pte. Ltd. was the surviving company. The equity interest of World Peace International Pte Ltd. held by Prime Future Technology Limited was transferred to WPI International (South Asia) Pte. Ltd.

Note 13: The subsidiary was established in January 2021.

Note 14: The subsidiary was established in March 2021.

Note 15: The subsidiary was liquidated in June 2021.

Note 16: The subsidiary was liquidated in July 2021.

Note 17: The subsidiary, World Peace International (BVI) Limited, was renamed in November 2021.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of December 31, 2021 and 2020, the non-controlling interest amounted to $825,417 and $533,096, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

	Principal place	Non-controlling interest			
		December 31, 2021		December 31, 2020	
Name of subsidiary	of business	Amount	Ownership	Amount	Ownership
Trigold Holdings Limited and its subsidiaries (Note)	Taiwan	$ 780,787	39.40%	$ 495,830	39.49%

Note: Details of equity interest of Trigold Holdings Limited held by the Company are provided in Note 1(1).

Summarized financial information of the subsidiaries:

(a) Balance sheets

	Trigold Holdings Limited and its subsidiaries	
	December 31, 2021	December 31, 2020
Current assets	$ 6,158,770	$ 4,515,511
Non-current assets	352,674	356,673
Current liabilities	(4,407,464)	(3,387,836)
Non-current liabilities	(115,901)	(230,216)
Total net assets	1,988,079	1,254,132
Less: Non-controlling interest	5,797	(1,131)
Equity attributable to owners of the parent company	$ 1,982,282	$ 1,255,263

(b) Statements of comprehensive income

	Trigold Holdings Limited and its subsidiaries	
	Years ended December 31,	
	2021	2020
Revenue	$ 18,833,727	$ 18,763,720
Profit before tax	508,439	296,902
Income tax expense	(120,590)	(91,851)
Profit for the year	387,849	205,051
Other comprehensive loss, net of tax	(13,531)	(10,214)
Total comprehensive income	$ 374,318	$ 194,837
Total comprehensive loss attributable to non-controlling interest	(6,105)	(8,257)
Dividends paid to non-controlling interests	$ 43,988	$ 31,422

(c) Statements of cash flows

	Trigold Holdings Limited and its subsidiaries	
	Years ended December 31,	
	2021	2020
Net cash provided by operating activities	$ 1,332,954	$ 2,432,108
Net cash used in investing activities	(322,844)	(47,066)
Net cash used in financing activities	(405,664)	(1,743,911)
Effect of exchange rates on cash and cash equivalents	(23,374)	(15,603)
Increase in cash and cash equivalents	581,072	625,528
Cash and cash equivalents, beginning of year	1,019,529	394,001
Cash and cash equivalents, end of year	$ 1,600,601	$ 1,019,529

(4) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in New Taiwan Dollars, which is the Company's functional and presentation currency.

A. Foreign currency transactions and balances

(a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognized in profit or loss in the period in which they arise.

(b) Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognized in profit or loss.

(c) Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.

(d) All foreign exchange gains and losses are presented in the statement of comprehensive income within 'other gains and losses'.

B. Translation of foreign operations

(a) The operating results and financial position of all the group entities and associates that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

i. Assets and liabilities presented in each balance sheet are translated at the closing exchange rate at the date of that balance sheet;

ii. Income and expense presented in each comprehensive income statement are translated at average exchange rates of that period.

iii. All resulting exchange differences are recognized in other comprehensive income.

(b) The operating results and financial position of foreign branches that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;

ii. Income and expenses for each statement of comprehensive income are translated

at average exchange rates of that period; and

iii. Accounts with head office and operating capital are translated at historical exchange rate; and

iv. Differences arising from translation of overseas branches' financial statements are shown as 'other equity–exchange differences on translation of foreign financial statements' under shareholders' equity.

(c) When the foreign operation partially disposed of or sold is an associate, exchange differences that were recorded in other comprehensive income are proportionately reclassified to profit or loss as part of the gain or loss on sale. In addition, even when the Group retains partial interest in the former foreign associate after losing significant influence over the former foreign associate, such transactions should be accounted for as disposal of all interest in these foreign operations.

(d) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Group retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.

(e) Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing exchange rates at the balance sheet date.

(5) Classification of current and non-current items

A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:

(a) Assets arising from operating activities that are expected to be realized, or are intended to be sold or consumed within the normal operating cycle;

(b) Assets held mainly for trading purposes;

(c) Assets that are expected to be realized within twelve months from the balance sheet date;

(d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to settle liabilities more than twelve months after the balance sheet date.

B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:

(a) Liabilities that are expected to be settled within the normal operating cycle;

(b) Liabilities arising mainly from trading activities;

(c) Liabilities that are to be settled within twelve months from the balance sheet date;

(d) Liabilities for which the repayment date cannot be deferred unconditionally for at least twelve months after the balance sheet date.

(6) Cash equivalents

Cash equivalents refer to short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Time deposits that meet the definition above and are held for the purpose of meeting short-term cash commitments in operations are classified as cash equivalents.

(7) Financial assets at fair value through profit or loss

A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortized cost or fair value through other comprehensive income. Derivatives are also categorized as financial assets held for trading unless they are designated as hedges.

B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognized and derecognized using trade date accounting.

C. At initial recognition, the Group measures the financial assets at fair value and recognizes the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair value, and recognizes the gain or loss in profit or loss.

D. The Group recognizes the dividend income when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(8) Financial assets at fair value through other comprehensive income

A. Financial assets at fair value through other comprehensive income comprise equity securities which are not held for trading, and for which the Group has made an irrevocable election at initial recognition to recognize changes in fair value in other comprehensive income.

B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognized and derecognized using trade date accounting.

C. Financial assets are initially recognized at fair value plus transaction costs. These financial assets are subsequently remeasured and stated at fair value. The changes in fair value of equity investments that were recognized in other comprehensive income are reclassified to retained earnings and are not reclassified to profit or loss following the derecognition of the investment. Dividends are recognized as revenue when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(9) Financial assets at amortized cost

The Group's time deposits which do not fall under cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

(10) Accounts and notes receivable

A. Accounts and notes receivable entitle the Group a legal right to receive consideration in

exchange for transferred goods or rendered services.

B. The short-term accounts and notes receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(11) Impairment of financial assets

For financial assets at amortized cost including accounts and notes receivable, at each reporting date, the Group recognizes the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognizes the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable that do not contain a significant financing component, the Group recognizes the impairment provision for lifetime ECLs.

(12) Derecognition of financial assets

The Group derecognizes a financial asset when one of the following conditions is met:

A. The contractual rights to receive the cash flows from the financial asset expire.

B. The contractual rights to receive cash flows of the financial asset have been transferred and the Group has transferred substantially all risks and rewards of ownership of the financial asset.

C. The contractual rights to receive cash flows of the financial asset have been transferred; however, the Group has not retained control of the financial asset.

(13) Inventories

A. The cost of inventories includes the purchase price, import duties and other costs directly attributable to the acquisition of goods. The discount, allowance and others alike should be deducted from the cost.

B. Inventories are stated at the lower of cost and net realizable value. Cost is determined using the weighted-average method. The item by item approach is used in applying the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less applicable selling expenses.

(14) Investments accounted for using equity method / associates

A. Associates are all entities over which the Group has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20 percent or more of the voting power of the investee. Investments in associates are accounted for using the equity method and are initially recognized at cost.

B. The Group's share of its associates' post-acquisition profits or losses is recognized in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognized in other comprehensive income. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred legal or

constructive obligations or made payments on behalf of the associate.

C. When changes in an associate's equity do not arise from profit or loss or other comprehensive income and such changes do not affect the Group's ownership percentage of the associate, the Group recognizes change in ownership interests of the associate in 'capital reserve' in proportion to its ownership.

D. Significant unrealized gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

E. In the case that an associate issues new shares and the Group does not subscribe or acquire new shares proportionately, which results in a change in the Group's ownership percentage of the associate but maintains significant influence on the associate, then 'capital reserve' and 'investments accounted for using equity method' shall be adjusted for the increase or decrease of its share of equity interest. If the above condition causes a decrease in the Company's ownership percentage of the associate, in addition to the above adjustment, the amounts previously recognized in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately on the same basis as would be required if the relevant assets or liabilities were disposed of.

F. Upon loss of significant influence over an associate, the Group remeasures any investment retained in the former associate at its fair value. Any difference between fair value and carrying amount is recognized in profit or loss.

G. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognized in other comprehensive income in relation to the associate, are reclassified to profit or loss, on the same basis as would be required if the relevant assets or liabilities were disposed of. If it retains significant influence over this associate, the amounts previously recognized in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately in accordance with the aforementioned approach.

H. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognized as capital reserve in relation to the associate are transferred to profit or loss. If it retains significant influence over this associate, the amounts previously recognized as capital reserve in relation to the associate are transferred to profit or loss proportionately.

(15) Property, plant and equipment

A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalized.

B. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated

with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

C. Property, plant and equipment are measured at cost model subsequently. Land is not depreciated. Other property, plant and equipment are depreciated using the straight-line method over their estimated useful lives. Each part of an item of property, plant, and equipment with a cost that is significant in relation to the total cost of the item must be depreciated separately.

D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each financial year-end. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

Buildings and structures	3 ~55 years
Transportation equipment	2~8 years
Office equipment	2~25 years
Leasehold improvements	1~17 years
Others	2~10 years

(16) Leasing arrangements (lessee)－right-of-use assets / lease liabilities

A. Leases are recognized as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low-value assets, lease payments are recognized as an expense on a straight-line basis over the lease term.

B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the incremental borrowing interest rate. Lease payments are comprised of the following:

(a) Fixed payments, less any lease incentives receivable;

(b) Amounts expected to be payable by the lessee under residual value guarantees;

(c) The exercise price of a purchase option, if the lessee is reasonably certain to exercise that option; and

(d) Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option. The Group subsequently measures the lease liability at amortized cost using the interest method and recognizes interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognized as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.

C. At the commencement date, the right-of-use asset is stated at cost comprising the following:
   (a) The amount of the initial measurement of lease liability;
   (b) Any lease payments made at or before the commencement date;
   (c) Any initial direct costs incurred by the lessee; and
   (d) An estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

   The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognized as an adjustment to the right-of-use asset.

(17) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 20 ~ 50 years.

(18) Intangible assets

A. Goodwill

   Goodwill arises in a business combination accounted for by applying the acquisition method.

B. Except for goodwill, intangible assets, mainly computer software and operating right, are sated at cost and amortized on a straight-line basis over their estimated useful lives of 1 ~ 10 years.

(19) Impairment of non-financial assets

A. The Group assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognizing impairment loss for an asset in prior years no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortized historical cost would have been if the impairment had not been recognized.

B. The recoverable amounts of goodwill shall be evaluated periodically. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. Impairment loss of goodwill previously recognized in profit or loss shall not be reversed in the following years.

C. For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the cash-generating units, or groups of cash-generating units, that is/are expected to benefit from the synergies of the business combination.

(20) Borrowings

A. Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in profit or loss over the period of the borrowings using the effective interest method.

B. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalized as a pre-payment for liquidity services and amortized over the period of the facility to which it relates.

(21) Accounts and notes payable

A. Accounts payable are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.

B. The short-term accounts and notes payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(22) Financial liabilities at fair value through profit or loss

A. Financial liabilities are classified in this category of held for trading if acquired principally for the purpose of repurchasing in the short-term. Derivatives are also categorised as financial liabilities held for trading unless they are designated as hedges.

B. At initial recognition, the Group measures the financial liabilities at fair value. All related transaction costs are recognized in profit or loss. The Group subsequently measures these financial liabilities at fair value with any gain or loss recognized in profit or loss.

(23) Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability specified the Group the contract is discharged or cancelled or expires.

(24) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(25) Non-hedging derivatives

Non-hedging derivatives are initially recognized at fair value on the date a derivative contract is entered into and recorded as financial assets or financial liabilities at fair value through profit or loss. They are subsequently remeasured at fair value and the gains or losses are recognized in profit or loss.

(26) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognized as expenses in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognized as pension expenses when they are due on an accrual basis. Prepaid contributions are recognized as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plans

i. Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Group in current period or prior periods. The liability recognized in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of government bonds (at the balance sheet date) of a currency and term consistent with the currency and term of the employment benefit obligations.

ii. Remeasurements arising on defined benefit plans are recognized in other comprehensive income in the period in which they arise and are recorded as retained earnings.

C. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognized as expenses and liabilities, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employee compensation is distributed by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(27) Income tax

A. The tax expense for the period comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which cases the tax is recognized in other comprehensive income or equity.

B. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company and its

subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.

C. Deferred tax is recognized, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax is determined using tax rates and laws that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled.

D. Deferred tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. At each balance sheet date, unrecognized and recognized deferred tax assets are reassessed.

E. Current income tax assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to **s**ettle on a net basis or realize the asset and settle the liability simultaneously.

(28) Share capital

Ordinary shares are classified as equity. The classification of preference shares is determined by assessing the particular rights attached to the preference shares based on the substance of the contract and the definition of financial liabilities and equity instruments.Preference shares are classified as liabilities when they have the fundamental characteristic of financial liabilities; otherwise, they are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

(29) Dividends

Dividends are recorded in the Company’s financial statements in the period in which they are approved by the Company’s shareholders. Cash dividends are recorded as liabilities stock

dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(30) Revenue recognition

A. The Group sells electrical components and related products. Sales are recognized when control of the products has transferred, being when the products are delivered to the customer, and there is no unfulfilled obligation that could affect the customer's acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customer, and either the customer has accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.

B. Sales revenue was recognized based on the contract price net of volume discounts or sales discount. Accumulated experience is used to estimate and provide for the volume discounts or sales discounts, and revenue is only recognized to the extent that it is highly probable that a significant reversal will not occur. The estimation is subject to an assessment at each reporting date. A refund liability is recognized for expected volume discounts or sales discounts payable to customers in relation to sales made until the end of the reporting period.

C. A receivable is recognized when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

(31) Business combinations

A. The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured at the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. For each business combination, the Group measures at the acquisition date components of non-controlling interests in the acquiree that are present ownership interests and entitle their holders to the proportionate share of the entity's net assets in the event of liquidation at either fair value or the present ownership instruments' proportionate share in the recognized amounts of the acquiree's identifiable net assets. All other non-controlling interests should be measured at the acquisition-date fair value.

B. The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previous equity interest in the acquiree over the fair value of the identifiable assets acquired and the liabilities assumed is recorded as goodwill at the acquisition date. If the total of consideration transferred, non-controlling interest in the acquiree recognized and the fair value of previously held equity interest in the acquiree

is less than the fair value of the identifiable assets acquired and the liabilities assumed, the difference is recognized directly in profit or loss on the acquisition date.

(32) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Group's chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

(1) Critical judgements in applying the Group's accounting policies

Revenue recognition on a net/gross basis

The Group determines whether the nature of its performance obligation is to provide the specified goods or services itself (i.e. the Group is a principal) or to arrange for the other party to provide those goods or services (i.e. the Group is an agent) based on the transaction model and its economic substance. The Group is a principal if it controls a promised good or service before it transfers the good or service to a customer. The Group recognizes revenue at gross amount of consideration to which it expects to be entitled in exchange for those goods or services transferred. The Group is an agent if its performance obligation is to arrange for the provision of goods or services by another party. The Group recognizes revenue at the amount of any fee or commission to which it expects to be entitled in exchange for arranging for the other party to provide its goods or services.

Indicators that the Group controls the good or service before it is provided to a customer include the following:

A. The Group is primarily responsible for the provision of goods or services.
B. The Group assumes the inventory risk before transferring the specified goods or services to the customer or after transferring control of the goods or services to the customer.
C. The Group has discretion in establishing prices for the goods or services.

(2) Critical accounting estimates and assumptions

A. Impairment assessment of goodwill

The impairment assessment of goodwill relies on the Group's subjective judgement, including identifying cash-generating units, allocating assets and liabilities as well as goodwill to related cash-generating units, and determining the recoverable amounts of related cash-generating units. Please refer to Note 6(13) for the information on goodwill

impairment.

B. Valuation of provision for allowance for accounts receivable

In the process of assessing uncollectible accounts, the Group must use judgements and assumptions to determine the collectability of accounts receivable. The collectability is affected by various factors: customers' financial conditions, the Company's internal credit ratings, historical experience, current economic conditions, etc. When sales are not expected to be collected, the Group recognizes a specific allowance for doubtful receivables after the assessment. The assumptions and estimates of allowance for uncollectible accounts are based on concerning future events as that on the balance sheet date. Assumptions and estimates may differ from the actual results which may result in a material adjustment. Please refer to Note 12(2) for the information on assessing uncollectible accounts for doubtful receivables.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	December 31, 2021	December 31, 2020
Petty cash and cash on hand	$ 7,147	$ 4,683
Checking accounts deposits	2,969,222	2,539,463
Demand deposits	10,449,997	7,372,219
Time deposits	981,574	1,103,655
	$ 14,407,940	$ 11,020,020

A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. There were no cash and cash equivalents pledged to others.

(2) Financial assets / liabilities at fair value through profit or loss

Items	December 31, 2021	December 31, 2020
Current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Listed stocks	$ 5,282	$ 46,532
Derivatives	1,523	3,827
	6,805	50,359
Valuation adjustment	1,591	36,765
	$ 8,396	$ 87,124
Financial liabilities held for trading		
Derivatives	$ 7,068	$ 2,737

Items	December 31, 2021	December 31, 2020
Non-current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Listed stocks	$ 182,766	$ 119,256
Emerging stocks	-	49,605
Unlisted stocks	1,549,453	1,474,855
Preference stocks of non-public companies	34,200	-
	1,766,419	1,643,716
Valuation adjustment	153,681	(296,910)
	$ 1,920,100	$ 1,346,806

A. Amounts recognized in profit (loss) in relation to financial assets/liabilities at fair value through profit or loss are listed below:

	Years ended December 31,	
	2021	2020
Financial assets / liabilities mandatorily measured at fair value through profit or loss		
Equity instruments	$ 531,827	$ 32,829
Derivatives	915	140,133
	$ 532,742	$ 172,962

B. The Group entered into contracts relating to derivative financial assets/liabilities which were not accounted for under hedge accounting. The information is listed below:

	December 31, 2021		
Derivative financial instruments	Contract amount (notional principal) (Note)		Contract period
Current items:			
Forward foreign exchange contracts			
- Sell	RMB	30,000	2021.10.29~2022.03.21
- Sell-SWAP	USD	10,000	2021.12.14~2022.01.26
- Buy	USD	29,490	2021.11.18~2022.03.30
	EUR	1,500	2021.12.14~2022.01.14
Futures	$	7,303	2021.12.29~2022.01.19

Derivative financial instruments	December 31, 2020 Contract amount (notional principal) (Note)		Contract period
Current items:			
Forward foreign exchange contracts			
- Sell	EUR	500	2020.12.15~2021.01.14
- Sell Swap	USD	13,000	2020.12.22~2021.01.28
- Buy	USD	16,890	2020.09.29~2021.02.25
	EUR	2,500	2020.12.11~2021.01.14
Futures	$	5,873	2020.12.30~2021.01.20

Note: Amounts are expressed in thousands.

(a) Forward foreign exchange contracts

The Group entered into forward exchange contracts to manage exposures to foreign exchange rate fluctuations of import or export sales. However, the forward exchange contracts did not meet the criteria for hedge accounting. Therefore, the Group did not apply hedge accounting.

(b) Futures

The futures which are owned by the Group are stock index futures aiming to earn the spread. As of December 31, 2021 and 2020, the balance of margin in the account were $3,841 and $3,147, and the amount of excess margin were $3,473 and $2,881, respectively.

C. Details of the Group's financial assets at fair value through profit or loss pledged to others as collateral are provided in Note 8.

D. Information relating to credit risk of financial assets / liabilities at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

Items	December 31, 2021	December 31, 2020
Non-current items:		
Equity instruments		
Listed stocks	$ 2,041,050	$ 1,696,254
Unlisted stocks	72,007	40,956
	2,113,057	1,737,210
Valuation adjustment	1,208,505	94,184
	$ 3,321,562	$ 1,831,394

A. The Group has elected to classify equity investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to $3,321,562 and $1,831,394 as at December 31,

2021 and 2020, respectively.

B. Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Years ended December 31,	
	2021	2020
Financial assets at fair value through other comprehensive income		
Fair value change recognized in other comprehensive income	$ 1,303,437	$ 100,184
Cumulative gains (losses) reclassified to retained earnings due to derecognition	$ 189,116	$ -

C. As at December 31, 2021 and 2020, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group amounted to $2,113,057 and $1,737,210, respectively.

D. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

E. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Financial assets at amortized cost

Items	December 31, 2021	December 31, 2020
Current items:		
Time deposits	$ 220,199	$ 246,682
Non-current items:		
Earmarked repatriated funds	$ 1,438,233	$ 225,681

A. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

	Years ended December 31,	
	2021	2020
Interest income	$ 4,712	$ 3,327

B. As of December 31, 2021 and 2020, the Group's certain offshore funds in the amount of $1,438,233 and $225,681 are restricted under the Management, Utilization, and Taxation of Repatriated Offshore Funds Act, respectively, and were reclassified as "financial assets at amortized cost - non-current".

C. Details of the Group's financial assets at amortized cost pledged to others as collateral are provided in Note 8.

D. Information relating to credit risk of financial assets at amortized cost is provided in Note

12(2).

(5) Notes and accounts receivable

	December 31, 2021	December 31, 2020
Notes receivable	$ 2,741,206	$ 3,210,978
Less: Allowance for uncollectible accounts	(4)	(2)
	$ 2,741,202	$ 3,210,976
Accounts receivable	$ 132,040,252	$ 108,939,299
Less: Allowance for uncollectible accounts	(671,924)	(718,272)
	$ 131,368,328	$ 108,221,027

A. The ageing analysis of accounts receivable and notes receivable is as follows:

	December 31, 2021		December 31, 2020	
	Accounts receivable	Notes receivable	Accounts receivable	Notes receivable
Not past due	$121,860,512	$ 2,741,173	$102,903,136	$ 3,207,616
One month	9,352,793	33	5,126,579	3,362
Two months	300,947	-	217,114	-
Three months	57,003	-	54,657	-
Four months	5,208	-	54,784	-
Over four months	463,789	-	583,029	-
	$132,040,252	$ 2,741,206	$108,939,299	$ 3,210,978

The above ageing analysis was based on the number of months past due.

B. As of December 31, 2021, December 31, 2020 and January 1, 2020, the Group's receivables (including notes receivable) arising from contracts with customers amounted to $134,781,458, $112,150,277 and $113,555,690, respectively.

C. The Group has no notes and accounts receivable pledged to others as collateral.

D. As at December 31, 2021 and 2020, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable was $2,741,202 and $3,210,976, and accounts receivable was $131,368,328 and $108,221,027 respectively.

E. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(6) Transfer of financial assets

Transferred financial assets that are derecognized in their entirety

The Group entered into factoring of accounts receivable with banks. In accordance with the contract requirements, the Group shall only be liable for the losses incurred on any commercial dispute and did not assume the risk of uncollectible accounts receivable. The Group does not have any continuing involvement in the transferred accounts receivable. The derecognized amounts had already deducted the estimated commercial disputes. The

commercial papers and time deposits pledged to the banks are for losses incurred only on commercial disputes or for the banks' practice of accounts receivable factoring. The pledged commercial papers and time deposits do not cover losses other than those arising from commercial disputes. As of December 31, 2021 and 2020, outstanding accounts receivable were as follows:

December 31, 2021							
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognized	Facilities (In thousands)		Amount advanced	Interest rate of amount advanced	Pledged assets
Cathay United Bank	$ 417,195	$ 417,195	USD	50,000	$ 417,195	0.61%~0.77%	Note 1
Mega International Commercial Bank	2,806,605	2,806,605	USD	145,000	2,497,796	0.85%~1.45%	Note 2
			$	510,000			
CTBC Bank	5,497,258	5,497,258	USD	343,900	5,271,536	0.58%~0.96%	Note 3
			$	162,000			
E. SUN Commercial Bank	4,193,854	4,193,854	USD	264,700	3,945,260	0.7%~1.16%	Note 4
			$	20,000			
Taipei Fubon Commercial Bank	1,037,733	1,037,733	USD	27,000	1,035,454	0.7%~0.95%	Note 5
			$	1,104,300			
Yuanta Commercial Bank	659,736	659,736	USD	32,500	399,850	0.93%~1.16%	Note 6
The Hong Kong and Shanghai Banking Corporation Limited	8,840,353	8,840,353	USD	366,900	8,823,509	0.63%~0.92%	Note 7
Standard Chartered Bank	32,010	32,010	USD	3,000	-	-	None
Taishin International Bank	6,316,230	6,316,230	USD	15,000	5,026,763	0.67%~1.1%	Note 8
			$	11,300,000			
Bank SinoPac	2,184,179	2,184,179	USD	115,000	2,005,080	0.65%~0.95%	Note 9
Far Eastern International Bank	180,757	180,757	USD	19,000	120,073	0.95%~1.19%	Note 10
			$	400,000			
Chang Hwa Bank	171,300	171,300	USD	20,000	171,300	0.78%~0.8%	Note 11
DBS Bank	5,967,175	5,967,175	USD	284,000	5,967,175	0.61%~0.99%	Note 12
Taiwan Cooperative Bank	73,376	73,376	USD	3,000	50,184	0.9%~0.93%	Note 13
			$	15,000			
Hang Seng Bank	10,765,283	10,765,283	USD	442,000	10,639,525	1.03%~1.3%	None
KGI Bank	754,862	754,862	USD	64,000	595,236	0.8%~0.95%	Note 14
			$	950,000			
Bank of Taiwan	270,473	270,473	USD	17,000	270,473	0.71%~0.93%	Note 15
Mizuho Bank	1,173,356	1,173,356	USD	100,000	1,173,356	0.88%	Note 16
BNP Paribas	746,181	746,181	USD	30,000	746,181	1.26%~1.33%	None

Note 1: The Group has signed commercial papers amounting to USD 50,000 thousand that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 145,000 thousand and $510,000 that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 34,640 thousand and $16,200 that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 264,700 thousand and $20,000 that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to $37,000 that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 32,500 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 349,610 thousand that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to USD 1,500 thousand and $11,120,000 that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 100,000 thousand that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 19,000 thousand and $400,000 that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 20,000 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 220,000 thousand that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 3,000 thousand and $15,000 that were pledged to others as collateral.

Note 14: The Group has provided demand deposits amounting to USD 10,000 thousand and $770,000 that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to USD 17,000 thousand that were pledged to others as collateral.

Note 16: The Group has signed commercial papers amounting to USD 100,000 thousand that were pledged to others as collateral.

Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognized	Facilities (In thousands)		Amount advanced	Interest rate of amount advanced	Pledged assets
	December 31, 2020						
Cathay United Bank	$ 476,090	$ 476,090	USD	50,000	$ 476,090	0.75%~0.90%	Note 1
Mega International Commercial Bank	2,517,967	2,517,967	USD	137,000	2,434,627	0.95%~1.30%	Note 2
			$	540,000			
CTBC Bank	4,429,296	4,429,296	USD	78,300	1,765,433	0.70%~2.39%	Note 3
			$	8,129,400			
E. SUN Commercial Bank	2,996,154	2,996,154	USD	187,000	1,594,413	0.99%~1.18%	Note 4
			$	20,000			
Taipei Fubon Commercial Bank	541,422	541,422	USD	23,000	479,845	0.77%~2.95%	Note 5
			$	1,474,300			
Yuanta Commercial Bank	661,197	661,197	USD	36,700	127,050	1.03%~1.09%	Note 6
The Hong Kong and Shanghai Banking Corporation Limited	5,545,384	5,545,384	USD	277,500	4,519,106	0.96%~2.02%	Note 7
Standard Chartered Bank	30,320	30,320	USD	3,000	-	-	None
Taishin International Bank	4,623,696	4,623,696	$	9,800,000	1,889,631	0.72%~1.01%	Note 8
Bank SinoPac	1,593,747	1,593,747	USD	77,400	361,564	0.75%~0.97%	Note 9
Far Eastern International Bank	179,981	179,981	USD	19,000	29,447	1.01%~1.22%	Note 10
			$	400,000			
Chang Hwa Bank	16,287	16,287	USD	16,600	9,716	0.84%~0.87%	Note 11
DBS Bank	3,774,370	3,774,370	USD	279,000	2,662,492	0.76%~0.95%	Note 12
Taiwan Cooperative Bank	56,508	56,508	USD	3,000	12,305	1.04%	Note 13
Hang Seng Bank	4,809,876	4,809,876	USD	150,000	4,401,576	1.09%~2.59%	None
KGI Bank	577,650	577,650	$	1,350,000	20,227	1.06%	Note 14
Bank of Taiwan	2,490	2,490	USD	14,000	2,490	0.8%~0.81%	Note 15
Mizuho Bank	206,453	206,453	USD	20,000	206,453	0.98%	Note 16

Note 1: The Group has signed commercial papers amounting to USD 50,000 thousand that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 137,000 thousand and $540,000 that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 5,600 thousand and $893,640 that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 187,000 thousand and $20,000 that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to $37,000 that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 36,700 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 271,550 thousand that

were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to $9,800,000 that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 77,400 thousand that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 19,000 thousand and $400,000 that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 16,600 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 215,000 thousand that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 3,000 thousand that were pledged to others as collateral.

Note 14: The Group has provided demand deposits amounting to $810,000 that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to USD 14,000 thousand that were pledged to others as collateral.

Note 16: The Group has signed commercial papers amounting to USD 20,000 thousand that were pledged to others as collateral.

(7) Other receivables

	December 31, 2021	December 31, 2020
Retention amount of factoring accounts receivable	$ 2,931,970	$ 12,046,423
VAT refund	550,471	319,864
Others	3,691,840	567,423
	$ 7,174,281	$ 12,933,710

(8) Inventories

	December 31, 2021		
	Cost	Allowance for valuation	Book value
Inventories	$ 80,444,435	($ 1,408,333)	$ 79,036,102
Inventories in transit	7,178,604	-	7,178,604
	$ 87,623,039	($ 1,408,333)	$ 86,214,706

	December 31, 2020		
	Cost	Allowance for valuation	Book value
Inventories	$ 55,394,035	($ 1,401,082)	$ 53,992,953
Inventories in transit	3,107,072	-	3,107,072
	$ 58,501,107	($ 1,401,082)	$ 57,100,025

The cost of inventories recognized as expense for the year:

	Years ended December 31,	
	2021	2020
Cost of goods sold	$ 748,689,208	$ 586,188,535
Loss on price decline in inventory	183,072	647,255
Gain on physical inventory	(328)	(48)
Cost of goods sold	$ 748,871,952	$ 586,835,742

(9) Investments accounted for using equity method

A. Details of investments accounted for using the equity method:

Investee company	December 31, 2021	December 31, 2020
WT Microelectronics Co., Ltd. (WT)	$ 12,856,281	$ 11,365,951
ChainPower Technology Corp. (ChainPower)	177,208	165,518
Sunrise Technology Co., Ltd.	45,766	47,581
Eesource Corp. (Eesource)	74,921	64,275
Suzhou Xinning Bonded Warehouse Co., Ltd.	67,392	68,733
Adivic Technology Co., Ltd.	27,131	26,952
Suzhou Xinning Logistics Co., Ltd.	46,012	44,332
Gain Tune Logistics (Shanghai) Co., Ltd.	27,828	24,713
VITEC WPG Limited	46,690	35,852
AutoSys Co., Ltd.	69,019	70,282
Beauteek Global Wellness Corporation Limited	5,288	8,477
Supply Consultants Limited	9,788	-
	$ 13,453,324	$ 11,922,666

B. The basic information on the associate that is material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio December 31, 2021	Shareholding ratio December 31, 2020	Nature of relationship	Method of measurement
WT	Taiwan	22.06%	22.47%	Holding at least 20% of the voting rights	Equity method

The summarized financial information of the associate that is material to the Group is as follows:

Balance sheet

	WT	
	December 31, 2021	December 31, 2020
Current assets	$ 149,136,255	$ 111,091,657
Non-current assets	23,847,346	19,744,555
Current liabilities	(110,582,313)	(82,612,742)
Non-current liabilities	(8,906,666)	(2,280,475)
Total net assets	$ 53,494,622	$ 45,942,995
Adjustments on fair value of other intangible and tangible assets	91,009	56,428
Total net assets after adjustments	$ 53,585,631	$ 45,999,423
Share in associate's net assets	$ 11,769,110	$ 10,278,780
Goodwill (Note)	1,087,171	1,087,171
Carrying amount of the associate	$ 12,856,281	$ 11,365,951

Note: In February 2020, the Group held 29.9% equity interest in WT. However, WT increased its capital by issuing new shares in order to exchange shares with ASMedia Technology Inc., and the effective date for this share exchange was set on April 21, 2020, and the convertible bonds WT issued were converted to common stock. As the Group did not subscribe to the capital increase proportionately to its equity interest and WT issued employees' stock option certificate and purchased treasury shares, the Group's shareholding ratio of WT decreased to 22.06%, and its capital reserve decreased by $137,660. The Group obtained purchase price allocation report issued by independent appraisals firm for goodwill which arose from acquiring the company's equity interests.

Statement of comprehensive income

	WT	
	Years ended December 31,	
	2021	2020
Revenue	$ 447,896,117	$ 353,152,195
Profit for the year from continuing operations	7,662,868	3,621,190
Other comprehensive incom, net of tax	2,139,842	6,569,424
Total comprehensive income for the year	$ 9,802,710	$ 10,190,614
Dividends received from associates	$ 567,230	$ 369,904

C. The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarized below:

As of December 31, 2021 and 2020, the carrying amount of the Group's individually immaterial associates amounted to $597,043 and $556,715, respectively.

	Years ended December 31,	
	2021	2020
Profit for the year from continuing operations	$ 82,906	$ 32,988
Other comprehensive loss - net of tax	(9,441)	(25,280)
Total comprehensive income	$ 73,465	$ 7,708

D. The fair value of the Group's material associates with quoted market prices is as follows:

	December 31, 2021	December 31, 2020
WT Microelectronics Co., Ltd.	$ 13,017,585	$ 7,137,533

E. There was no impairment on investments accounted for using equity method as of December 31, 2021 and 2020.

F. The Group is the single largest shareholder of WT with a 22.06% equity interest. Given the participation extent of other shareholders in the shareholders' meeting and record of voting rights for major proposals, which indicate that the Group has no current ability to direct the relevant activities of WT, the Group has no control, but only has significant influence, over the investee.

G. The Group is the single largest shareholder of ChainPower with a 39% equity interest. Given that a 40.49% equity interest in ChainPower is concentrated on other investors and a group vote of minority voting rights hold more shares than the Group, which indicate that the Group has no current ability to direct the relevant activities of ChainPower, the Group has no control, but only has significant influence, over the investee.

H. The Group is the single largest shareholder of Eesource with a 40% equity interest. Given that a 43% equity interest in Eesource is concentrated on other investors and a group vote of minority voting rights hold more shares than the Group, which indicate that the Group has no current ability to direct the relevant activities of Eesource, the Group has no control, but only has significant influence, over the investee.

(10) Property, plant and equipment

	Land	Buildings and structures	Transportation equipment	Office equipment	Leasehold improvements	Others	Construction in progress and equipment to be tested	Total
Cost								
At January 1, 2021	$ 6,312,332	$4,186,844	$ 15,181	$ 564,936	$ 603,531	$ 476,069	$ 3,813	$12,162,706
Additions	796,191	112,462	-	77,676	157,495	260,517	765,856	2,170,197
Disposals	-	(1,109)	-	(36,315)	(1,739)	(4,673)	-	(43,836)
Transfer (Note)	(210,082)	(252,739)	-	(23,946)	-	7,723	-	(479,044)
Effect due to changes in exchange rates	(11,628)	(29,811)	(184)	(5,936)	(10,372)	(8,032)	605	(65,358)
At December 31, 2021	$ 6,886,813	$4,015,647	$ 14,997	$ 576,415	$ 748,915	$ 731,604	$ 770,274	$13,744,665
Accumulated depreciation and impairment								
At January 1, 2021	$ 1,582	$ 554,862	$ 11,853	$ 358,147	$ 449,449	$ 226,280	$ -	$ 1,602,173
Depreciation charge	-	153,875	843	61,915	109,254	58,538	-	384,425
Disposals	-	(1,041)	-	(34,630)	(1,739)	(4,090)	-	(41,500)
Transfer (Note)	-	(83,746)	-	(8,273)	-	5,528	-	(86,491)
Effect due to changes in exchange rates	-	(9,308)	(180)	(4,971)	(8,320)	(2,878)	-	(25,657)
At December 31, 2021	$ 1,582	$ 614,642	$ 12,516	$ 372,188	$ 548,644	$ 283,378	$ -	$ 1,832,950
Closing net book amount as at December 31, 2021	$ 6,885,231	$3,401,005	$ 2,481	$ 204,227	$ 200,271	$ 448,226	$ 770,274	$11,911,715

Note: Property, plant and equipment amounting to $315,516, $65,077, $1,176 and $11,648 were transferred to non-current assets classified as held for sale, investment property, intangible assets and prepayments, respectively. Inventories amounting to $864 were transferred to property, plant and equipment.

	Land	Buildings and structures	Transportation equipment	Office equipment	Leasehold improvements	Others	Construction in progress and equipment to be tested	Total
Cost								
At January 1, 2020	$ 2,294,712	$2,080,861	$ 12,499	$ 433,590	$ 640,775	$ 443,395	$ 1,410,680	$ 7,316,512
Additions	10,093	21,579	3,074	126,102	18,613	49,623	5,400,177	5,629,261
Disposals	-	(856)	(154)	(35,924)	(16,953)	(1,586)	-	(55,473)
Transfers (Note)	4,008,267	2,049,945	-	43,469	-	-	(6,807,127)	(705,446)
Effect due to changes in exchange rates	(740)	35,315	(238)	(2,301)	(38,904)	(15,363)	83	(22,148)
At December 31, 2020	$ 6,312,332	$4,186,844	$ 15,181	$ 564,936	$ 603,531	$ 476,069	$ 3,813	$12,162,706
Accumulated depreciation and impairment								
At January 1, 2020	$ 1,582	$ 640,424	$ 10,935	$ 354,723	$ 385,116	$ 188,315	$ -	$ 1,581,095
Depreciation charge	-	68,503	1,301	40,730	115,441	43,703	-	269,678
Disposals	-	(280)	(154)	(35,013)	(16,868)	(885)	-	(53,200)
Transfers (Note)	-	(181,442)	-	-	-	-	-	(181,442)
Effect due to changes in exchange rates	-	27,657	(229)	(2,293)	(34,240)	(4,853)	-	(13,958)
At December 31, 2020	$ 1,582	$ 554,862	$ 11,853	$ 358,147	$ 449,449	$ 226,280	$ -	$ 1,602,173
Closing net book amount as at December 31, 2020	$ 6,310,750	$3,631,982	$ 3,328	$ 206,789	$ 154,082	$ 249,789	$ 3,813	$10,560,533

Note: Inventories amounting to $1,751 were transferred to property, plant and equipment. Property, plant and equipment amounting to $525,755 were transferred to investment property. Construction in progress and equipment to be tested amounting to $4,296,037 and $2,469,372 were transferred to land and buildings and structures, respectively.

A. Amount of borrowing costs capitalized as part of property, plant and equipment and the range of the interest rates for such capitalization are as follows:

	Years ended December 31,	
	2021	2020
Amount capitalized	$ 20	$ 30,812
Range of the interest rates for capitalization	0.94%	0.96%~1.09%

B. Information on property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(11) Leasing arrangements-lessee

A. The Group leases various assets including buildings, business vehicles and multifunction printers. Rental contracts are made for periods of 1 to 25 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. The carrying amounts of right-of-use assets are as follows:

	Buildings and structures	Transportation equipment (Business vehicles)	Office equipment (Photocopiers)	Other equipment	Total
Cost					
At January 1, 2021	$ 2,284,734	$ 85,258	$ 26,925	$ 26,967	$2,423,884
Additions	978,643	67,637	62,343	142,151	1,250,774
Disposals	(1,143,496)	(39,358)	(2,071)	(8,301)	(1,193,226)
Effect due to changes in exchange rates	(32,042)	(2,141)	(269)	(7)	(34,459)
At December 31, 2021	$ 2,087,839	$ 111,396	$ 86,928	$ 160,810	$2,446,973
Accumulated depreciation					
At January 1, 2021	$ 721,155	$ 46,310	$ 16,767	$ 8,958	$ 793,190
Depreciation charge	403,972	47,619	11,636	20,422	483,649
Disposals	(309,771)	(38,686)	(1,889)	(8,301)	(358,647)
Effect due to changes in exchange rates	(14,468)	(769)	(192)	(79)	(15,508)
At December 31, 2021	$ 800,888	$ 54,474	$ 26,322	$ 21,000	$ 902,684
Closing net book amount as at December 31, 2021	$ 1,286,951	$ 56,922	$ 60,606	$ 139,810	$1,544,289

	Buildings and structures	Transportation equipment (Business vehicles)	Office equipment (Photocopiers)	Other equipment	Total
Cost					
At January 1, 2020	$ 1,424,648	$ 88,054	$ 27,594	$ 22,580	$1,562,876
Additions	952,409	20,809	-	18,619	991,837
Disposals	(78,583)	(23,754)	(190)	(13,970)	(116,497)
Effect due to changes in exchange rates	(13,740)	149	(479)	(262)	(14,332)
At December 31, 2020	$ 2,284,734	$ 85,258	$ 26,925	$ 26,967	$2,423,884
Accumulated depreciation					
At January 1, 2020	$ 384,410	$ 29,555	$ 8,424	$ 11,408	$ 433,797
Depreciation charge	419,663	32,809	8,770	11,412	472,654
Disposals	(71,039)	(16,143)	(190)	(13,703)	(101,075)
Effect due to changes in exchange rates	(11,879)	89	(237)	(159)	(12,186)
At December 31, 2020	$ 721,155	$ 46,310	$ 16,767	$ 8,958	$ 793,190
Closing net book amount as at December 31, 2020	$ 1,563,579	$ 38,948	$ 10,158	$ 18,009	$1,630,694

C. For the years ended December 31, 2021 and 2020, the additions to right-of-use assets were $1,250,774 and $991,837, respectively.

D. Information on profit or loss in relation to lease contracts is as follows:

	Years ended December 31,	
	2021	2020
Items affecting profit or loss		
Interest expense on lease liabilities	$ 62,087	$ 55,928
Expense on short-term lease contracts	20,447	40,647
Expense on leases of low-value assets	8,409	2,975

E. For the years ended December 31, 2021 and 2020, the Group's total cash outflow for leases were $541,062 and $532,689, respectively.

(12) Investment property

	Land	Buildings and structures	Total
Cost			
At January 1, 2021	$ 626,460	$ 1,362,257	$ 1,988,717
Transfer (Note)	(17,033)	70,047	53,014
Effect due to changes in exchange rates	-	(6,386)	(6,386)
At December 31, 2021	$ 609,427	$ 1,425,918	$ 2,035,345
Accumulated depreciation			
At January 1, 2021	$ -	$ 414,978	$ 414,978
Depreciation charge	-	31,290	31,290
Transfer (Note)	-	10,521	10,521
Effect due to changes in exchange rates	-	(1,388)	(1,388)
At December 31, 2021	$ -	$ 455,401	$ 455,401
Closing net book amount as at December 31, 2021	$ 609,427	$ 970,517	$ 1,579,944

Note: Investment property amounting to $22,584 were transferred to non-current assets classified as held for sale. Property, plant and equipment amounting to $65,077 were transferred to investment property.

	Land	Buildings and structures	Total
Cost			
At January 1, 2020	$ 338,690	$ 929,231	$ 1,267,921
Transfer (Note)	287,770	419,427	707,197
Effect due to changes in exchange rates	-	13,599	13,599
At December 31, 2020	$ 626,460	$ 1,362,257	$ 1,988,717
Accumulated depreciation			
At January 1, 2020	$ -	$ 207,806	$ 207,806
Depreciation charge	-	22,608	22,608
Transfer (Note)	-	181,442	181,442
Effect due to changes in exchange rates	-	3,122	3,122
At December 31, 2020	$ -	$ 414,978	$ 414,978
Closing net book amount as at December 31, 2020	$ 626,460	$ 947,279	$ 1,573,739

Note: Property, plant and equipment amounting to $525,755 were transferred to investment property.

A. Rental income from investment property and direct operating expenses arising from the investment property are shown below:

	Years ended December 31,	
	2021	2020
Rental revenue from investment property	$ 51,890	$ 43,435
Direct operating expenses arising from the investment property that generated rental income during the year	$ 21,337	$ 17,046
Direct operating expenses arising from the investment property that did not generate rental income during the year	$ 14,068	$ 7,106

B. The fair value of the investment property held by the Group as of December 31, 2021 and 2020 was $3,104,450 and $2,504,682, respectively. The fair value as of December 31, 2021 and 2020 was based on independent appraisers' valuation, which was made using comparative method, weighted income approach and cost method. Comparison method is to compare the valuation target with similar property which is traded around the valuation period. Comparison method is categorized within Level 3 in the fair value hierarchy. Cost method is to calculate the fair value based on the price standard of Bulletin No. 4 issued by the National Federation of Real Estate Appraisers of the Republic of China. Valuations were made using the income approach with key assumptions as follows:

	December 31, 2021	December 31, 2020
Discount rate	2%~7.5%	1.91%~7.5%
Growth rate	1%~5%	0%~5%
Gross margin	1.19%~3.17%	1.19%~3.17%
Capitalization rate	1.22%	Not applicable

C. There is no impairment loss on investment property.

D. For investment property pledged for guarantee, please refer to Note 8.

(13) Intangible assets

	Operating right	Software	Goodwill	Others	Total
Cost					
At January 1, 2021	$ 273,855	$ 397,472	$ 5,590,438	$ 39,018	$6,300,783
Acquired separately	-	43,095	-	21,761	64,856
Disposals	-	(6,677)	(31,081)	-	(37,758)
Transfers (Note)	-	1,176	-	-	1,176
Effect due to changes in exchange rates	(7,295)	(1,312)	(6,772)	(969)	(16,348)
At December 31, 2021	$ 266,560	$ 433,754	$ 5,552,585	$ 59,810	$6,312,709
Accumulated amortization and impairment					
At January 1, 2021	$ 273,855	$ 262,180	$ 63,897	$ 39,018	$ 638,950
Amortization charge	-	73,717	-	-	73,717
Impairment loss	-	-	422,041	-	422,041
Disposals	-	(315)	(31,081)	-	(31,396)
Effect due to changes in exchange rates	(7,295)	(988)	(1,998)	(969)	(11,250)
At December 31, 2021	$ 266,560	$ 334,594	$ 452,859	$ 38,049	$1,092,062
Closing net book amount as at December 31, 2021	$ -	$ 99,160	$ 5,099,726	$ 21,761	$5,220,647

Note: Property, plant and equipment amounting to $1,176 were transferred to intangible assets.

	Operating right	Software	Goodwill	Others	Total
Cost					
At January 1, 2020	$ 287,532	$ 250,053	$ 5,658,880	$ 64,820	$6,261,285
Acquired separately	-	167,395	-	-	167,395
Disposals	-	(20,951)	(54,262)	(23,627)	(98,840)
Effect due to changes in exchange rates	(13,677)	975	(14,180)	(2,175)	(29,057)
At December 31, 2020	$ 273,855	$ 397,472	$ 5,590,438	$ 39,018	$6,300,783
Accumulated amortization and impairment					
At January 1, 2020	$ 287,532	$ 217,795	$ 122,345	$ 64,762	$ 692,434
Amortization charge	-	64,419	-	-	64,419
Disposals	-	(20,888)	(54,262)	(23,627)	(98,777)
Effect due to changes in exchange rates	(13,677)	854	(4,186)	(2,117)	(19,126)
At December 31, 2020	$ 273,855	$ 262,180	$ 63,897	$ 39,018	$ 638,950
Closing net book amount as at December 31, 2020	$ -	$ 135,292	$ 5,526,541	$ -	$5,661,833

The details of amortization charge are as follows:

	Years ended December 31,	
	2021	2020
Selling and marketing expenses	$ 5,850	$ 6,284
General and administrative expenses	67,867	58,135
	$ 73,717	$ 64,419

A. Goodwill is allocated as follows to the Group's cash-generating units identified according to operating segment:

	December 31, 2021	December 31, 2020
Yosun subgroup	$ 3,633,567	$ 3,668,856
World Peace subgroup	1,644,735	1,677,299
Others	244,283	244,283
	5,552,585	5,590,438
Accumulated impairment	(452,859)	(63,897)
	$ 5,099,726	$ 5,526,541

B. Goodwill is allocated to the Group's cash-generating units identified according to operating segment. The recoverable amount of all cash-generating units has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections based on financial budgets approved by the management.

Management determined budgeted gross margin based on past performance and its expectations of market development. The assumptions used for weighted average growth rates are based on past historical experience and expectations of the industry; the assumption used for discount rate is the weighted average capital cost of the Group. The assumption used for discount rate is the weighted average capital cost of each cash-generating unit. As of December 31, 2021 and 2020, the adopted pre-tax discount rates were 3.14%~8.84% and 2.88%~6.35%, respectively.

C. For the year ended December 31, 2021, the Group recognized impairment loss of goodwill amounting to $422,041 as shown below:

	Year ended December 31, 2021	
	Recognized in profit or loss	Recognized in other comprehensive income
Impairment loss - World Peace subgroup, BU3 and BU6	$ 349,366	$ -
Impairment loss - Yosun subgroup	72,675	-
	$ 422,041	$ -

No impairment loss of goodwill was recognized by the Group for the year ended December 31, 2020.

D. Goodwill allocated to the operating segment of World Peace subgroup was impaired because the recoverable amount was lower than the carrying amount of net assets under the Group's assessment. The recoverable amount was determined based on external appraisal reports or value-in-use calculations. The value-in-use was determined using the pre-tax cash flow projections based on financial budgets approved by the management covering a five-year period. The main assumptions used in calculating recoverable amount are set out below.

	December 31, 2021	December 31, 2020
Growth rate	2.00%	2.00%
Discount rate	6.84%~8.84%	6.13%~6.35%
Gross margin	2.12%~4.36%	1.91%~3.11%

E. Goodwill allocated to the operating segment of Yosun subgroup was impaired because the recoverable amount was lower than its carrying amount. The recoverable amount was determined based on value-in-use calculations. The value-in-use was determined using the pre-tax cash flow projections based on financial budgets approved by the management covering a five-year period. The main assumptions used in calculating recoverable amount are set out below.

	December 31, 2021	December 31, 2020
Growth rate	2.00%~2.17%	1.00%~5.00%
Discount rate	3.14%~4.66%	2.88%~5.26%
Gross margin	2.90%~9.80%	2.10%~8.31%

(14) Overdue receivables (shown as 'other non-current assets')

	December 31, 2021	December 31, 2020
Overdue receivables	$ 756,011	$ 978,510
Less: Allowance for doubtful accounts	(751,720)	(971,636)
	$ 4,291	$ 6,874

Movement analysis of financial assets that were impaired is as follows:

	Individual provision	
	2021	2020
At January 1	$ 971,636	$ 946,395
Reversal of impairment	(8,627)	(30,234)
Write-off of bad debts	(239,915)	(8,955)
Transferred from accounts receivable	51,755	109,622
Effect due to changes in exchange rates	(23,129)	(45,192)
At December 31	$ 751,720	$ 971,636

(15) Short-term borrowings

Type of borrowings	December 31, 2021	December 31, 2020
Loans for overseas purchases	$ 23,040,454	$ 14,815,186
Short-term loans	59,294,108	44,225,361
	$ 82,334,562	$ 59,040,547
Annual interest rates	0.58%~6%	0.65%~7.8%

For information on pledged assets, please refer to Note 8.

(16) Short-term notes and bills payable

	December 31, 2021	December 31, 2020
Commercial papers payable	$ 7,450,000	$ 4,945,000
Less: Unamortized discount	(5,185)	(3,495)
	$ 7,444,815	$ 4,941,505

	December 31, 2021	December 31, 2020
Annual interest rates	0.24%~1.2%	0.23%~1.19%

The abovementioned short-term notes and bills payable are guaranteed by financial institutions.

(17) Long-term borrowings

Type of borrowings	Borrowing period / repayment term	December 31, 2021	December 31, 2020
Secured bank borrowings (Notes 1, 4 and 5)	2020.03.31~ 2041.08.26	$ 6,232,000	$ 5,569,088
Unsecured bank borrowings (Notes 2, 3, 6, 7 and 9~12)	2019.07.10~ 2026.12.30	13,962,988	8,779,622
Commercial paper payable (Notes 7~9 and 11)	2018.11.09~ 2024.10.08	11,450,000	10,750,000
		31,644,988	25,098,710
Less: Discount on long-term borrowings		(47,650)	(35,215)
Current portion of long-term borrowings (shown as 'other current liabilities')		(119,092)	(6,420,258)
		$ 31,478,246	$ 18,643,237
Interest rate range		0.47%~2.47%	0.56%~3.49%

For information on pledged assets, please refer to Note 8.

Note 1: (a) The Company had entered into a long-term agreement for twenty years with a financial institution. The pledged assets are the Nangang new buildings with a grace period of three years. The principal shall be repaid in equal monthly installments starting from April 2023.

(b) The interest rate is the index interest rate plus 0.34% from the borrowing day to March 31, 2022, and from March 31, 2022 onwards, the interest rate shall be the index rate plus 0.45%.

Note 2: The Company had entered into a long-term agreement for three years with a financial institution. The borrowing is payable in full at maturity in March 2023. The fixed interest rate is 1.43% from the borrowing day to March 10, 2022, and subsequently, the interest rate shall be the index interest rate plus 0.68% every three months from March 10, 2022.

Note 3: The Company had entered into a mid-term agreement for five years with a financial institution. The interest rate shall be the index interest rate plus 0.45% from the borrowing day. The principal should be paid in equial monthly installments starting from October 2020.

Note 4: (a) The Company had entered into a long-term agreement for twenty years with a financial institution. The pledged assets are the Taoyuan plants with a grace period of three years. The principal shall be repaid in equal monthly installments

starting from September 2024.

(b) The interest rate is the index interest rate plus 0.34% from the borrowing day to August 26, 2023, and from August 26, 2023 onwards, the interest rate shall be the index rate plus 0.45%.

Note 5: AIT Japan Inc., the Company's indirect subsidiary, had entered into a long-term loan agreement for a period of ten years with the Daiwa Bank, Limited on March 28, 2012, and the facility is JPY 250,000,000. The pledged assets are land and office in Tokyo, which amount to $69,545 and $62,365, respectively. The principal should be repaid in equal monthly installments (totaling 114 months) of JPY 2,193,000 from October 31, 2012 and the last monthly installment will be JPY 2,191,000.

AIT Japan Inc., an indirect subsidiary, have settled all payments on January 18, 2021.

Note 6: Asian Information Technology Inc., and Frontek Technology Corporation, an indirect subsidiary, entered into a two-year borrowing contract with Yuanta Commercial Bank in December 2018 in the amount of $300,000. The interest is repayable monthly, the principal is payable in full at maturity and the borrowings could be used and repaid any time during the valid period.

Asian Information Technology Inc. and Frontek Technology Corporation, an indirect subsidiary, have settled all payments on September 24, 2020 and November 3, 2020, respectively.

Note 7: Silicon Application Corporation had entered into a syndicated borrowing agreement with Chang Hwa Commercial Bank and other financial institutions on June 9, 2020. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The facility is $2,600,000, could be multiple drawdowns or revolving, however, the total amount at any time cannot exceed the facility amount.

(c) Repayment: For each drawdown, the principal and the interest payable must be repaid in full at the end of that specific drawdown's term. At the end of the contract term, the principal, interest payable and any related expense of each drawdown must be repaid in full.

(d) Loan covenant: During the contract term, Silicon Application Corporation is required to maintain financial ratios as follows: the liquidity ratio should not be less than 100%, debt ratio should not be higher than 260%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should be maintained at or above $3,000,000.

Silicon Application Corporation met all the financial commitments stated in the contract.

Note 8: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a financing agreement with E. SUN Commercial Bank, Mizuho Corporate Bank and Cathay United Bank and other financial institutions on October 16, 2018. WPI has to

roll over commercial papers and re-utilize the loan during the contract period, up to 2021, with the maximum maturity period of 6 months for each issue as stipulated in the agreement. Therefore, borrowings of WPI were classified as long-term borrowings. The terms and conditions of the contract are as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The facility must be less than $10,000,000.

   i. Each drawdown amount must not be less than $100,000 or USD 3 million. Based on the credit term in the contract, the loan can be re-utilized. The repayment period could be one or six months: One month at the least and six months at the most. Each maturity date shall be within the contract term.

   ii. During the term of agreement, WPI can roll over each credit facility within the total revolving credit facility of commercial papers amounting to $8,000,000 at 60, 90, 120, 180 days maturity or the days agreed by the lead bank and the Company with a limit of 180 days and each maturity date shall be within the contract term.

(c) Repayment:

   i. For each drawdown, the principal and interest must be repaid in full at the end of each drawdown's term. For re-utilization of the revolving loan after maturity date, application should be submitted to the lead bank five days before the maturity date. Based on the credit term in the contract, all or part of the loan will be re-utilized. If the amount of drawdown is the same as the last time, the syndicate of banks would not make an additional procedure of remittance and loan, as if the borrower has actually received the loan, and uses the loan contract as proof of receipt.

   ii. When the commercial papers mature, the borrower shall deposit available funds at face value on the maturity date to an account designated by clearing and settlement institutions immediately in line with Regulations Governing Centralized Securities Depository Enterprises.

(d) Loan covenant: WPI is required to maintain certain financial ratios based on annual consolidated financial statements during the contract period as follows: liquidity ratio should not be less than 100%, debt ratio should not be higher than 250%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should not be less than $10,000,000. If the covenants are not met, right to drawdown is immediately terminated, and the lead bank can decide to take the following actions:

   i. Rescind part or all of the undrawn facility;

   ii. Request WPI to immediately repay all drawn principals, interest payable and other related payables as specified in the contract;

   iii. Demand the borrower to deposit the amounts that are equivalent to

undischarged guaranteed obligations for drawdown facility of issued commercial papers under the agreement and (or) outstanding guarantees as reserve into the account designated by the bank consortium immediately;

iv. Demand all rights of the promissory note obtained from signing of the contract.

World Peace Industrial Co., Ltd. met all the financial commitments stated in the contract.

Note 9: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a long-term loan agreement with Taiwan Cooperative Bank on August 18, 2020. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The consolidated drawdown rate of the WPI's facility of $10,000,000 and the facility of WPI International (Hong Kong) Limited of US$200 million shall be maintained at 40%, and the loan can be re-utilized based on the credit term in the contract.

i. Each drawdown amount must not be less than $50,000 or USD 1.5 million, and the amount more than $50,000 or USD 1.5 million shall be an integral multiple of $10,000 or USD 1 million or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The repayment period can be one, two, three, four, five or six month(s). However, each maturity date shall be within the contract term.

ii. The facility of commercial papers is $7,500,000. Each drawdown amount must not be less than $50,000, and the amount more than $50,000 shall be an integral multiple of $10,000 or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The issuance period for each drawdown can be 30, 60 and 90 days maturity or the days agreed by the lead bank and WPI with a limit of 180 days. However, each maturity date shall be within the contract term.

(c) Repayment:

i. For each drawdown, the principal and interest must be repaid in full at the end of each drawdown's term. For re-utilization of the revolving loan after maturity date, application should be submitted to the lead bank five days before the maturity date. Based on the credit term in the contract, all or part of the loan will be re-utilized. If the amount of drawdown is the same as the last time, the syndicate of banks would not make an additional procedure of remittance and loan, as if the borrower has actually received the loan, and uses the loan contract as proof of receipt.

ii. When the commercial papers mature, the borrower shall settle the commercial papers at face value.

(d) Loan covenant: WPI is required to maintain certain financial ratios based on

annual consolidated financial statements during the contract period as follows: liquidity ratio should not be less than 100%, debt ratio should not be higher than 250%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should not be less than $10,000,000. If the covenants are not met, right to drawdown is immediately terminated, and the following actions will be taken based on the resolution made by majority syndicated banks:

i. Rescind part or all of the undrawn facility;
ii. Request WPI to immediately repay all drawn principals, interest payable and other related payables as specified in the contract;
iii. Demand the borrower to deposit the amounts that are equivalent to undischarged guaranteed obligations for drawdown facility of issued commercial papers under the agreement and (or) outstanding guarantees as reserve into the account designated by the bank consortium immediately;
iv. Demand all rights of the promissory note obtained from signing of the contract.

World Peace Industrial Co., Ltd. met all the financial commitments stated in the contract.

Note 10: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a financing agreement with DBS Bank on July 24, 2020. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.
(b) Facility and drawdown: The facility must be less than USD 100 million.
(c) Repayment: For each drawdown, the principal and interest must be repaid in full at the end of each drawdown's term.

Note 11: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a long-term loan agreement with Chang Hwa Bank and Taipei Fubon Bank on September 9, 2021. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.
(b) Facility and drawdown: The consolidated drawdown rate of the WPI's facility is $14,000,000 and the facility of WPI International (Hong Kong) Limited is US$240 million. The loan can be re-utilized based on the credit term in the contract.
    i. Each drawdown amount must not be less than $50,000 or USD 1.5 million, and the amount more than $50,000 or USD 1.5 million shall be an integral multiple of $10,000 or USD 1 million or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The repayment period can be one, two, three, four, five or six month(s). However, each maturity date shall be within the contract term.
    ii. The facility of commercial papers is $8,400,000. Each drawdown amount

must not be less than $50,000, and the amount more than $50,000 shall be an integral multiple of $10,000 or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The issuance period for each drawdown can be 30, 60 and 90 days maturity or the days agreed by the lead bank and WPI with a limit of 180 days. However, each maturity date shall be within the contract term.

(c) Repayment:

i. Repayment: For each drawdown, the maturity date is the time when the borrowing is due, the principal must be repaid in full on the maturity date. If one of any maturity dates is not a bank working day, the maturity date will be delayed to the next bank working day, however, if the next bank working day will fall in the following month, the maturity date will be shifted to the earlier bank working day. However, the last maturity date can not exceed the credit term. For re-utilization of the revolving loan after maturity date, application should be submitted to the lead bank five days before the maturity date or other shorter term agreed by the lead bank. Based on the credit term in the contract, all or part of the loan will be re-utilized. If the amount of drawdown is the same, the syndicate of banks would not make an additional procedure of remittance and loan and uses the loan contract as proof of receipt. The re-utilization amount shall be repaid according to the contract.

ii. When the commercial papers mature, the borrower shall settle the commercial papers at face value. However, the commercial papers can be re-utilized at the maturity date and used to directly repay the commercial papers which are due.

(d) Loan covenant: World Peace Industrial Co., Ltd. is required to maintain certain financial ratios based on annual consolidated financial statements during the contract period as follows: liquidity ratio should not be less than 100%, debt ratio should not be higher than 250%, time interest earned ratio should not be less than 2.5 and net value (net intangible assets) should not be less than $10,000,000. If the covenants are not met, right to drawdown is immediately terminated, and one or all of the following actions will be taken directly by the lead bank or based on the resolution made by majority of the syndicated banks:

i. Terminate part or all of the undrawn facility;

ii. Request WPI to immediately repay all drawn principals, interest payable and other related payables as specified in the contract to the lead bank, related credit obligations of the syndicated banks based on the contract shall be immediately terminated;

iii. Demand the borrower to deposit the amounts that are equivalent to undischarged guaranteed obligations for drawdown facility of issued

commercial papers under the agreement and (or) outstanding guarantees as reserve into the account designated by the bank consortium immediately;

iv. Demand all rights of the promissory note obtained from signing of the contract.

v. To the extent permitted by law, lead bank can exercise its rights based on law and contract according to the contract, security documents and related documents. The lead bank can exercise the right without any prompt, notice, summon exhortation, protest of bill or performing other legal requirements.

WPI met all the financial commitments stated in the contract.

Note 12: On July 10, 2019, WPG Korea Co., Ltd. entered into a long-term loan agreement with Kookmin Bank for a loan of KRW 3 billion until June 15, 2022. The principal is payable in 10 quarterly installments of KRW 300 million each starting from March 15, 2020. The interest is payable quarterly.

(18) Other current liabilities

	December 31, 2021	December 31, 2020
Long-term borrowings-current portion	$ 119,092	$ 6,420,258
Refund liabilities	3,329,230	3,552,271
Contract liabilities	375,776	159,457
Others	568,062	346,648
	$ 4,392,160	$ 10,478,634

A. Refund liabilities were generated from sales discounts which is shown as ‘other current liabilities’.

B. Contract liabilities were generated from advance sales receipts which is shown as ‘other current liabilities’.

(19) Pensions

A. Defined benefit plans

(a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees’ service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees’ monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve

account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by next March.

Effective January 1, 2010, the Company and certain subsidiaries have funded defined benefit pension plans in accordance with the "Regulations on pensions of managers", covering all managers appointed by the Company. Under the defined benefit pension plan, one unit is accrued for each year of service, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the remuneration per unit ratified during the appointed period.

(b) The amounts recognized in the balance sheet are as follows:

	December 31, 2021	December 31, 2020
Present value of defined benefit obligations	$ 1,159,809	$ 1,149,613
Fair value of plan assets	(519,251)	(539,841)
Net defined benefit liability (shown as "other non-current liabilities")	$ 640,558	$ 609,772

(c) Movements in net defined benefit liabilities are as follows:

	2021		
	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit liability
At January 1	$ 1,149,613	($ 539,841)	$ 609,772
Current service cost	(17,796)	(695)	(18,491)
Interest expense (income)	3,583	(1,670)	1,913
	1,135,400	(542,206)	593,194
Remeasurements:			
Returns on plan assets	236	(6,295)	(6,059)
Change in demographic assumptions	163	-	163
Change in financial assumptions	(32,645)	-	(32,645)
Experience adjustments	199,588	(1,008)	198,580
	167,342	(7,303)	160,039
Paid pension	(116,702)	116,702	-
Direct payments charged to company's account	(26,231)	-	(26,231)
Pension fund contribution	-	(86,444)	(86,444)
At December 31	$ 1,159,809	($ 519,251)	$ 640,558

	2020		
	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit liability
At January 1	$ 1,175,451	($ 498,848)	$ 676,603
Current service cost	7,167	-	7,167
Interest expense (income)	8,323	(3,542)	4,781
	1,190,941	(502,390)	688,551
Remeasurements:			
Returns on plan assets	-	(11,980)	(11,980)
Change in financial assumptions	41,993	-	41,993
Experience adjustments	(33,538)	(4,585)	(38,123)
	8,455	(16,565)	(8,110)
Paid pension	(38,624)	38,624	-
Direct payments charged to company's account	(11,159)	267	(10,892)
Pension fund contribution	-	(59,777)	(59,777)
At December 31	$ 1,149,613	($ 539,841)	$ 609,772

(d) The Bank of Taiwan was commissioned to manage the fund of the Company's and domestic subsidiaries' defined benefit pension plan assets in accordance with the Fund's annual investment and utilisation plan and the "Regulations for Revenues, Expenditures, Safeguard and Utilisation of the Labor Retirement Fund" (Article 6: The scope of utilisation for the Fund includes deposit in domestic or foreign financial institutions, investment in domestic or foreign listed, over-the-counter, or private placement equity securities, investment in domestic or foreign real estate securitisation products, etc.). With regard to the utilisation of the Fund, its minimum earnings in the annual distributions on the final financial statements shall be no less than the earnings attainable from the amounts accrued from two-year time deposits with the interest rates offered by local banks. If the earnings is less than aforementioned rates, government shall make payment for the deficit after being authorised by the Regulator. The Company and domestic subsidiaries have no right to participate in managing and operating that Fund and therefore, the Company and domestic subsidiaries are unable to disclose the classification of plan assets fair value in accordance with IAS 19 paragraph 142. The composition of fair value of plan assets as of December 31, 2021 and 2020 is given in the Annual Labor Retirement Fund Utilisation Report announced by the government.

(e) The principal actuarial assumptions used were as follows:

	Years ended December 31,	
	2021	2020
Discount rate	0.6%~0.7%	0.3%~0.4%
Future salary increases	2.00%~4.00%	2.00%~4.00%

Assumptions regarding future mortality experience are set based on future mortality rate estimated based on the 6th Taiwan Standard Ordinary Experience Mortality Table and experience.

Sensitivity analysis of the effect on present value of defined benefit obligation due from the changes of main actuarial assumptions was as follows:

	Discount rate		Future salary increases	
	Increase 1%	Decrease 1%	Increase 1%	Decrease 1%
December 31, 2021				
Effect on present value of defined benefit obligation	($ 62,488)	$ 64,496	$ 52,551	($ 46,865)
December 31, 2020				
Effect on present value of defined benefit obligation	($ 93,846)	$ 97,015	$ 78,107	($ 76,024)

The sensitivity analysis above is based on one assumption which changed while the other conditions remain unchanged. In practice, more than one assumption may change all at once. The method utilised in sensitivity analysis is the same as the method utilised in calculating net pension liability on the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis were consistent with previous period.

(f) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2022 are $18,249.

(g) As of December 31, 2021, the weighted average duration of the retirement plan is 7~12 years.

B. Defined contribution plans

(a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on not less than 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) Other overseas companies have defined contribution plans. Contributions for pensions and retirement allowance to independent fund administered by the government in

accordance with the local pension regulations are based on a certain percentage of employees' monthly salaries and wages. Other than the monthly contributions, the companies have no further obligations.

(c) The pension costs of the Group under the defined contribution pension plans for the years ended December 31, 2021 and 2020 were $366,508 and $270,711, respectively.

(20) Share-based payment

A. For the year ended December 31, 2021, share-based payment arrangements of the Company's subsidiary, Trigold Holdings Limited (Trigold), were as follows:

Type of arrangement	Grant date	Quantity granted	Contract period	Vesting conditions
Cash capital increase reserved for employee preemption	2021.7.16	3,150 thousand shares	NA	Vested immediately

B. Details of the share-based payment arrangements for above employee stock options are as follows:

	2021	
	No. of options (in thousand shares)	Weighted-average exercise price (in dollars)
Options outstanding at January 1	$ -	$ -
Options granted	3,150	21.00
Options forfeited	(779)	21.00
Options exercised	(2,371)	21.00
Options outstanding at December 31	$ -	
Options exercisable at December 31	$ -	

C. The stock price for those options exercised during the year ended December 31, 2021 at the exercise date was $24.80 (in dollars).

D. The fair value of stock options granted by Trigold Holdings Limited on grant date is measured using the stock price at grant date, net of dividends and dividend rate of capital increase.

E. Expenses incurred on share-based payment transactions are shown below:

	Years ended December 31,	
	2021	2020
Equity-settled	$ 17,955	$ -

(21) Share capital

A. The Company's authorized capital was $25,000,000, of which certain shares can be issued as preference shares. The above authorized capital include $500,000 reserved for employee stock option certificates, restricted stocks to employees, convertible preferred

stock and convertible bonds. As of December 31, 2021, the paid-in capital was $18,790,568 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

B. Movements in the number of the Company's ordinary shares outstanding (in thousands of shares) for the years ended December 31, 2021 and 2020 are as follows:

	2021	2020
At January 1 and December 31	1,679,057	1,679,057

C. On June 28, 2019, the Board of Directors resolved to increase its capital by issuing 200 million shares of Class A preferred stocks at the price of $50 (in dollars) per share with the effective date set on September 18, 2019 for repayment of borrowings to financial institutions and strengthening the Company's working capital. The registration of issuance has been completed on October 3, 2019. The rights and obligations of the issuance are as follows:

(a) Expiration date: The Company's Class A preferred stocks are perpetual but all or certain parts are callable at any time from the next day of five years after issuance at the actual issue price.

(b) Dividends: Dividends are calculated at 4% (five-year IRS rate: 0.605%+3.395%) per annum based on the issue price per share. The five-year IRS rate will be reset on the next business day of five years since issuance and every subsequent five years and the pricing effective date for rate reset is two Taipei financial industry business days prior to the IRS rate reset date. The rate index, five-year IRS rate, is the arithmetic mean of five-year IRS rates appearing on Reuters pages "TAIFXIRS" and "COSMOS3" at 11:00 a.m. (Taipei time) on the relevant pricing effective date of rate reset. If such rate cannot be obtained, the Company will determine the rate based on the reasonable market price with good faith.

(c) Dividend distribution: Dividends are distributed once per year in the form of cash. The current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then shall be set aside as legal reserve in accordance with the Articles of Incorporation and set aside as or reversed special reserve in accordance with the Articles of Incorporation or regulations of regulatory authority. The remaining amount, if any, shall be preferentially distributed as dividends of Class A preferred stocks.

The Company has discretion in dividend distribution of Class A preferred stocks. The Company could choose not to distribute dividends of preferred stocks when resolved by the stockholders, which would not be able to lead to default if the Company has no or has insufficient current year's earnings for distribution or has other necessary considerations. In addition, the amounts of undistributed dividends or insufficient distributed dividends will not become deferred payments in future years when the

Company has earnings.

(d) Excess dividend distribution: Besides the aforementioned dividends, the stockholders of Class A preferred stocks could not participate in the distribution of cash and capitalized assets for common stocks derived from earnings and capital surplus.

(e) Residual property distribution: The stockholders of Class A preferred stocks have priority over stockholders of common stocks in distributing the Company's residual property but the limit is the amount calculated by shares of outstanding preferred stocks issued and the issue price when distributing.

(f) Right to vote and be elected: The stockholders of Class A preferred stocks have no right to vote and be elected in the stockholders' meeting of the Company but have right to vote in the stockholders' meeting for stockholders of Class A preferred stocks only and stockholders' meeting regarding unfavourable matters to rights and obligations of stockholders of Class A preferred stocks.

(g) Conversion to common stocks: Class A preferred stocks could not be converted to common stocks and the stockholders of Class A preferred stocks could not request the Company to retire the preferred stocks they held.

(h) The preemptive rights for stockholders of Class A preferred stocks are the same as of common stocks when the Company increases its capital by issuing new shares.

D. On September 18, 2020, the Board of Directors of the Company resolved to increase its capital by issuing series B preference shares, and the issuance price is tentatively set at NT$50 per share, and the expected total issuance amounted to $5,000,000. The capital increase was approved by the FSC on October 21, 2020. However, in consideration of preference shares' capital market and the Company's overall maximum benefits, the Board of Directors of WPG Holdings Limited resolved to revoke and cancel the proposed capital increase of series B preference shares on March 30,2021. The cancellation was approved by the FSC on April 6, 2021.

(22) Capital surplus

A. Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalized as mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

B. Details of capital reserve - stock options are as follows:

	2021					
	Common stock share premium	Preferred stock share premium	Treasury share transaction	Recognized changes in subsidiaries' equity	Changes in associates' net equity	Total
January 1	$19,387,285	$ 7,994,638	$ 45,177	$ 431	$ 1,421,202	$ 28,848,733
Changes in equity of associates and joint ventures accounted for using the equity method	-	-	-	-	(137,660)	(137,660)
Changes in ownership of subsidiaries	-	-	-	13,425	-	13,425
December 31	$19,387,285	$ 7,994,638	$ 45,177	$ 13,856	$ 1,283,542	$ 28,724,498

	2020					
	Common stock share premium	Preferred stock share premium	Treasury share transaction	Recognized changes in subsidiaries' equity	Changes in associates' net equity	Total
January 1	$19,387,285	$ 7,994,638	$ 45,177	$ 431	$ 28,767	$ 27,456,298
Changes in equity of associates and joint ventures accounted for using the equity method	-	-	-	-	1,392,435	1,392,435
December 31	$19,387,285	$ 7,994,638	$ 45,177	$ 431	$ 1,421,202	$ 28,848,733

(23) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall be used to set aside as legal reserve, and set aside as special reserve in accordance with Article 41 of Securities and Exchange Act. The remainder, if any, to be appropriated shall be proposed by the Board of Directors. If cash dividends are distributed, they shall account for at least 20% of the total dividends distributed.

Employees of the Company's subsidiaries are entitled to receive the distribution of earnings. The terms shall be defined by the Board of Directors.

B. Legal reserve can only be used to cover accumulated losses or issue new shares or cash to shareholders in proportion to their share ownership, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

C. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

D. The appropriations of 2020 earnings had been resolved after meeting the statutory voting threshold via the electronic voting platform during the shareholders' meeting and by the shareholders at their meeting on June 20, 2021 and August 3, 2021, respectively. Also, the appropriations of 2019 earnings had been resolved at the shareholders' meeting on June 24, 2020. Details are summarized below:

	Years ended December 31,			
	2020		2019	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve	$ 816,223	$ -	$ 646,344	$ -
Provision for special reserve	3,412,100	-	2,818,012	-
Cash dividends	5,205,076	3.10	4,029,736	2.40
Cash dividends of preference stock	400,000	2.00	115,068	0.58
	$ 9,833,399		$ 7,609,160	

The appropriations of 2020 earnings which had been resolved after meeting the statutory voting threshold via the electronic voting platform during the shareholders' meeting and by the shareholders at their meeting and the appropriations of 2019 earnings which had been resolved by the shareholders were in line with the appropriations resolved by the Board of Directors.

E. As of February 28, 2022, the Board of Directors has not proposed and the stockholders have not resolved the distribution of earnings for 2021.

F. For the information relating to employees' compensation and directors' remuneration, please refer to Note 6(31).

(24) Other equity items

	2021		
	Investments at fair value through other comprehensive income	Currency translation	Total
At January 1	$ 1,854,371	($ 10,687,165)	($ 8,832,794)
Revaluation-gross	1,303,437	-	1,303,437
Revaluation transferred to retained earnings	(189,116)	-	(189,116)
Revaluation-associates	530,597	-	530,597
Revalution transferred to retained earnings - associates	(39,852)	-	(39,852)
Cumulative translation differences:			
- Group	-	(2,464,058)	(2,464,058)
- Tax on Group	-	5,024	5,024
- Associates	-	(239,342)	(239,342)
At December 31	$ 3,459,437	($ 13,385,541)	($ 9,926,104)

	2020		
	Investments at fair value through other comprehensive income	Currency translation	Total
At January 1	($ 6,000)	($ 5,414,694)	($ 5,420,694)
Revaluation-gross	100,184	-	100,184
Revaluation-associates	1,790,211	-	1,790,211
Revaluation transferred to retained earnings-associates	(30,024)	-	(30,024)
Cumulative translation differences:			
- Group	-	(4,870,406)	(4,870,406)
- Tax on Group	-	6,489	6,489
- Associates	-	(408,554)	(408,554)
At December 31	$ 1,854,371	($ 10,687,165)	($ 8,832,794)

(25) Operating revenue

	Years ended December 31,	
	2021	2020
Revenue from contracts with customers	$ 778,572,715	$ 609,885,871

Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services at a point in time in the following major product lines:

	Years ended December 31,	
	2021	2020
Core components	$ 238,663,186	$ 202,310,074
Analog IC and mixed signal components	74,516,191	93,492,227
Discrete IC, logic IC	105,137,035	80,852,236
Memory	225,013,454	126,631,458
Optical components	80,519,200	59,656,956
Passive connector and magnetic components	40,387,173	33,056,264
Others	14,336,476	13,886,656
	$ 778,572,715	$ 609,885,871

(26) Interest income

	Years ended December 31,	
	2021	2020
Interest income from bank deposits	$ 25,003	$ 33,534
Interest income from financial assets measured at amortized cost	4,712	3,327
	$ 29,715	$ 36,861

(27) Other income

	Years ended December 31,	
	2021	2020
Rental revenue	$ 60,722	$ 55,471
Dividend income	98,324	45,510
Other income	211,510	153,323
	$ 370,556	$ 254,304

(28) Other gains and losses

	Years ended December 31,	
	2021	2020
Loss on disposal of property, plant and equipment	($ 2,173)	($ 673)
Gain on disposal of non-current assets held for sale	457,864	-
Loss on disposal of investments	(2,542)	(27,036)
Currency exchange gain	24,410	539,379
Gain on financial assets and liabilities at fair value through profit or loss	532,742	172,962
Gain (loss) arising from lease modifications	31,709	(300)
Depreciation on investment property	(31,290)	(22,608)
Impairment losses	(422,041)	-
Loss on contract of indemnity	(277,511)	-
Other losses	(77,386)	(50,829)
	$ 233,782	$ 610,895

(29) Finance costs

	Years ended December 31,	
	2021	2020
Interest expense:		
Bank borrowings	$ 1,636,782	$ 1,689,202
Less: Capitalization of qualifying assets	(20)	(30,812)
Lease liabilities	62,087	55,928
Others	383,493	211,718
	$ 2,082,342	$ 1,926,036

(30) Additional information of expenses by nature

	Years ended December 31,	
	2021	2020
Employee benefit expense	$ 10,420,012	$ 8,167,961
Depreciation charges		
Depreciation on property, plant and equipment	$ 384,425	$ 269,678
Depreciation on investment property	31,290	22,608
Depreciation on right-of-use assets	483,649	472,654
	$ 899,364	$ 764,940
Amortization charges on intangible assets	$ 73,717	$ 64,419

(31) Employee benefit expense

	Years ended December 31,	
	2021	2020
Wages and salaries	$ 9,256,415	$ 7,212,908
Directors' remuneration	57,823	52,936
Share-based payment	17,955	-
Labor and health insurance fees	393,626	334,982
Pension costs	349,930	282,712
Other personnel expenses	344,263	284,423
	$ 10,420,012	$ 8,167,961

A. According to the Articles of Incorporation of the Company, a ratio of profit of the current year distributable, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be between 0.01% ~5% for employees' compensation and shall not be higher than 3% for directors' remuneration.

B. The Company has established the audit committee, therefore, there was no remuneration paid to supervisors for the years ended December 31, 2021 and 2020.

C. The Company's salary and remuneration policy:

(a) The over all remuneration structure of the Company's remuneration policy is based on two types: "guaranteed minimum income" and "incentive bonus". The guaranteed minimum income is for employees' basic financial needs, and the incentive bonus is an actual reward to encourage employee performance. The sum of two types of remuneration is the employees' total salary income provided by the Company. The proportion of guaranteed income is relatively high for employees with lower ranks, whereas the proportion of incentive bonus is relatively high for employees with higher ranks. In addition, salary payments are implemented in accordance with the Company's remuneration policy, with no difference between genders, in order to uphold the spirit of gender equality.

(b) Directors' remuneration is specified in the Company's Articles of Incorporation and approved by the shareholders. Under the Company's Articles of Incorporation, the Company shall pay rewards to the Company's directors when they perform their responsibilities on behalf of the Company no matter whether the Company had an operating loss. The determination of the reward to directors is authorized by the Board of Directors based on their participation frequency in the Company's operations and contributions to the Company's operations taking into consideration the pay level within the domestic and foreign industries. A reasonable remuneration to independent directors can be higher than non-independent directors. If the Company has earnings, directors' remuneration shall be distributed under the Company's Articles of Incorporation. Managers' salary considers the Company's operating results and performance, and is determined based on performance assessment made by the remuneration committee, taking into consideration the pay level within the same industry.

(c) The Company's managers serve as the Company's directors, and the monthly salary is determined based on directors' salary and remuneration policy.

D. For the years ended December 31, 2021 and 2020, employees' compensation was accrued at $80,700 and $39,850, respectively; while directors' remuneration was accrued at $53,000 and $47,825, respectively. The aforementioned amounts were recognized in salary expenses.

The employees' compensation and directors' remuneration were estimated and accrued based on the profit of current year distributable for the year ended December 31, 2021, and the percentage as prescribed by the Company's Articles of Incorporation. As of February 28, 2022, this amount has not been resolved by the Board of Directors. Abovementioned employees' compensation will be distributed in the form of cash.

For 2020, the employees' compensation and directors' remuneration resolved by the Board of Directors during its meeting on April 27, 2021 amounted to $42,600 and $47,694, respectively, and the employees' compensation and directors' remuneration recognized in the 2020 financial statements amounted to $39,850 and $47,825, respectively. The difference of $2,750 and $131 between the amounts resolved by the Board of Directors and the amounts recognized in the 2020 financial statements, mainly resulting from the increase in employees' compensation and decrease in directors' remuneration, had been adjusted in profit or loss in the second quarter of 2021. The employees' compensation was distributed in the form of cash.

E. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors and shareholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(32) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Years ended December 31,	
	2021	2020
Current tax		
Current tax on profits for the year	$ 2,480,916	$ 1,729,999
Prior year income tax over estimation	(23,788)	(17,483)
Tax on undistributed surplus earnings	3,512	900
Total current tax	2,460,640	1,713,416
Deferred tax		
Origination and reversal of temporary differences	66,750	(26,367)
Total deferred tax	66,750	(26,367)
Income tax expense	$ 2,527,390	$ 1,687,049

(b) The income tax (charge)/credit relating to components of other comprehensive loss (income) is as follows:

	Years ended December 31,	
	2021	2020
Currency translation differences	($ 5,024)	($ 6,489)
Remeasurement of defined benefit obligations	(32,008)	1,622
	($ 37,032)	($ 4,867)

B. Reconciliation between income tax expense and accounting profit

	Years ended December 31,	
	2021	2020
Income tax calculated by applying statutory rate to the profit before tax (Note)	$ 6,163,289	$ 3,801,123
Effects from items disallowed by tax regulation	(3,593,826)	(2,108,126)
Prior year income tax over estimation	(23,788)	(17,483)
Tax on undistributed earnings	3,512	900
Others	(21,797)	10,635
Income tax expenses	$ 2,527,390	$ 1,687,049

Note: The basis for computing the applicable tax rate are the rates applicable in the respective countries where the Group entities operate.

C. Amounts of deferred tax assets or liabilities as a result of temporary differences and tax losses are as follows:

	2021					
	At January 1	Recognized in profit or loss	Recognized in other comprehensive income	Recognized in equity	Effect of exchange rate changes	At December 31
Temporary differences:						
－Deferred tax assets:						
Unrealized inventory valuation loss	$ 39,511	$ 22,549	$ -	$ -	($ 778)	$ 61,282
Unrealized sales discounts and allowances	58,079	39,799	-	-	-	97,878
Unrealized exchange loss	22,094	(14,778)	-	-	-	7,316
Amount of allowance for loss in excess of the limit for tax purpose	20,587	(1,183)	-	-	17,614	37,018
Unrealized expenses	87,316	45,942	-	-	(21,460)	111,798
Investment losses	15,042	9,985	-	-	-	25,027
Pensions	109,074	(20,851)	31,372	-	-	119,595
Cumulative translation adjustment	20,675	-	5,025	-	-	25,700
Others	46,630	(26,242)	-	-	764	21,152
Tax losses	115,826	11,864	-	-	(3,370)	124,320
	534,834	67,085	36,397	-	(7,230)	631,086
Temporary differences:						
－Deferred tax liabilities:						
Investment revenue	(428,130)	(124,899)	-	-	(105)	(553,134)
Provision for building valuation increment	(23,905)	-	-	-	-	(23,905)
Land value increment tax	(30,156)	-	-	-	-	(30,156)
Pensions	(2,831)	(323)	635	-	-	(2,519)
Others	(10,949)	(8,613)	-	-	638	(18,924)
	(495,971)	(133,835)	635	-	533	(628,638)
Total	$ 38,863	($ 66,750)	$ 37,032	$ -	($ 6,697)	$ 2,448

	2020					
	At January 1	Recognized in profit or loss	Recognized in other comprehensive income	Recognized in equity	Effect of exchange rate changes	At December 31
Temporary differences:						
－Deferred tax assets:						
Unrealized inventory valuation loss	$ 39,556	($ 84)	$ -	$ -	$ 39	$ 39,511
Unrealized sales discounts and allowances	56,551	1,528	-	-	-	58,079
Unrealized exchange loss	17,438	4,656	-	-	-	22,094
Amount of allowance for loss in excess of the limit for tax purpose	63,147	(23,817)	-	-	(18,743)	20,587
Unrealized expenses	39,094	26,466	-	-	21,756	87,316
Investment losses	12,458	2,584	-	-	-	15,042
Pensions	120,009	(9,052)	(1,883)	-	-	109,074
Cumulative translation adjustment	14,708	-	5,967	-	-	20,675
Others	50,767	(1,332)	-	-	(2,805)	46,630
Tax losses	93,169	33,240	-	-	(10,583)	115,826
	506,897	34,189	4,084	-	(10,336)	534,834
Temporary differences:						
－Deferred tax liabilities:						
Investment revenue	(424,351)	(3,779)	-	-	-	(428,130)
Provision for building valuation increment	(23,905)	-	-	-	-	(23,905)
Land value increment tax	(30,156)	-	-	-	-	(30,156)
Pensions	(2,758)	(334)	261	-	-	(2,831)
Cumulative translation adjustment	(522)	-	522	-	-	-
Others	(17,576)	6,176	-	-	451	(10,949)
	(499,268)	2,063	783	-	451	(495,971)
Total	$ 7,629	$ 36,252	$ 4,867	$ -	($ 9,885)	$ 38,863

D. The amounts of deductible temporary differences and tax losses that are not recognized as deferred tax assets are as follows:

	December 31, 2021	December 31, 2020
Deductible temporary differences	$ 40,937	$ 39,434
Tax losses	$ 852,901	$ 1,311,347

The deductible temporary differences belong to subsidiaries that cannot be realized as deferred tax assets in the near future.

E. As of February 28, 2022, the Company's income tax returns through 2017 have been assessed and approved by the Tax Authority.

(33) Earnings per share

	Year ended December 31, 2021		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 11,496,933		
Less: Dividends of preference stock	(400,000)		
Profit used to calculate basic earnings per share/weighted-average number of shares	$ 11,096,933	1,679,057	$ 6.61
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 11,496,933		
Less: Dividends of preference stock	(400,000)		
Profit used to calculate basic earnings per share/weighted-average number of shares	11,096,933	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	1,808	
Profit used to calculate diluted earnings per share/weighted-average number of shares	$ 11,096,933	1,680,865	$ 6.60

	Year ended December 31, 2020		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 8,123,355		
Less: Dividends of preference stock	(115,068)		
Profit used to calculate basic earnings per share/weighted-average number of shares	$ 8,008,287	1,679,057	$ 4.77
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 8,123,355		
Less: Dividends of preference stock	(115,068)		
Profit used to calculate basic earnings per share/weighted-average number of shares	8,008,287	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	1,178	
Profit used to calculate diluted earnings per share/weighted-average number of shares	$ 8,008,287	1,680,235	$ 4.77

(34) Transactions with non-controlling interest

A. Acquisition of additional equity interest in a subsidiary

The Group acquired 1,738,000 shares of supplemental issuance shares of the subsidiary, Trigold Holdings Limited (Trigold), by cash amounting to $48,952 in September, October and November 2021. The carrying amounts of non-controlling interest in Trigold Holdings Limited were $623,998, $775,939 and $839,286 at the acquisition date. This transaction resulted to a decrease in non-controlling interest and equity attributable to owners of the parent by $34,789 and $14,163, respectively. The effect of changes in interests in Trigold Holdings Limited on the equity attributable to owners of the parent for the year ended December 31, 2021 is shown below:

	Years ended December 31,	
	2021	2020
Carrying amount of non-controlling interest acquired	$ 34,789	$ -
Consideration paid to non-controlling interest	48,952	-
Difference between consideration and carrying amount of subsidiaries acquired or disposed (shown as deductions on 'retained earnings')	($ 14,163)	$ -

B. The Group did not participate in the capital increase raised by a subsidiary proportionally to its interest to the subsidiary

The Group's subsidiary, Trigold Holdings Limited, increased its capital by issuing new shares on September 14, 2021. Accordingly, the Group's equity interest decreased by 1.64% because the Group did not participate in the capital increase proportionally to its interest, resulting in an increase on the equity attributable to owners of the parent by $2,563 (shown as 'capital reserve').

C. During the year ended December 31, 2020, the Group had no transaction made with non-controlling interest.

(35) Supplemental cash flow information

Partial payment of cash from investing activities

	Years ended December 31,	
	2021	2020
Acquisition of property, plant and equipment, investment property and intangible assets	$ 2,235,053	$ 5,796,656
Add: Accounts payable at the beginning of the year	102,232	1,031
Prepayments for business facilities at the end of the year	1,627	416,570
Less: Accounts payable at the end of the year	(46,632)	(102,232)
Prepayments for business facilities at the beginning of the year	(416,570)	(72,519)
Cash paid during the year	$ 1,875,710	$ 6,039,506

(36) Changes in liabilities from financing activities

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1, 2021	$59,040,547	$4,941,505	$25,063,493	$1,695,108	$ 90,740,653
Changes in cash flow from financing activities	23,294,015	2,503,310	6,533,845	(450,119)	31,881,051
Others	-	-	-	253,939	253,939
At December 31, 2021	$82,334,562	$7,444,815	$31,597,338	$1,498,928	$122,875,643

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1, 2020	$68,891,614	$5,555,424	$12,833,373	$1,157,543	$ 88,437,954
Changes in cash flow from financing activities	(9,851,067)	(613,919)	12,230,120	(433,139)	1,331,995
Others	-	-	-	970,704	970,704
At December 31, 2020	$59,040,547	$4,941,505	$25,063,493	$1,695,108	$ 90,740,653

Note: Including long-term borrowings-current portion less unamortized discounts.

7. RELATED PARTY TRANSACTIONS

(1) Parent and ultimate controlling party

The Group's shares are widely held so the Company has no ultimate parent and ultimate controlling party.

(2) Names of related parties and relationship

Names of related parties	Relationship with the Group
Chain Power Technology Corp.	Investee accounted for using equity method
Supply Consultants Limited	〃
VITEC WPG Limited	〃
Gain Tune Logistics (Shanghai) Co., Ltd.	〃
Suzhou Xinning Logistics Co., Ltd.	〃
Suzhou Xinning Bonded Warehouse Co., Ltd.	〃
Eesource Corp.	〃
WT Microelectronics Co., Ltd.	〃
Haomao (Shanghai) Enterprise Development Co., Ltd.	Other related party
Autosys (TW) Co., Ltd.	Subsidiary of investee accounted for using equity method
HongTech Electronics Co., Ltd.	〃

Names of related parties	Relationship with the Group
Maxtek Technology Co., Ltd.	Subsidiary of investee accounted for using equity method
Morrihan International Corp.	〃
WT Microelectronics (Hong Kong) Limited	〃
WT Microelectronics Singapore Pte. Ltd.	〃
NuVision Technology, Inc.	〃
WPG P.T. Electrindo Jaya	Stockholder of a Group's subsidiary accounted for using equity method
WPG Holdings Education Foundation	One third of paid-in-capital was granted by the Group

(3) Significant transactions and balances with related parties

A. Operating revenues

	Years ended December 31,	
	2021	2020
Sales of goods		
Others	$ 897,426	$ 542,155
Associates	698,312	576,467
	$ 1,595,738	$ 1,118,622

The terms and sales prices with other related parties were negotiated in consideration of different factors including product, cost, market, competition and other conditions. The collection period was 90 days. Terms and sales prices with associates are in accordance with normal selling prices and terms of collection.

B. Purchases

	Years ended December 31,	
	2021	2020
Purchases of goods		
Associates	$ 1,554,815	$ 342,748

The purchase prices and terms of payment for associates including products, market competition and other conditions are the same as those for general suppliers.

C. Receivables from related parties

	December 31, 2021	December 31, 2020
Accounts receivable		
Others	$ 178,504	$ 133,462
Associates	104,113	44,431
	$ 282,617	$ 177,893

The receivables from related parties arise mainly from sales of goods. The receivables are due 30 to 90 days after the date of sale. The receivables are unsecured in nature and bear no interest. There is no allowance for doubtful accounts held against receivables from related parties.

D. Other receivables

	December 31, 2021	December 31, 2020
Other receivables		
Associates	$ 3,691	$ 1,615

Other receivables from associates refer to payments on behalf of others and purchases paid on behalf of others, etc.

E. Payables to related parties

	December 31, 2021	December 31, 2020
Accounts payable		
Associates	$ 362,228	$ 77,023

The payables to related parties arise mainly from purchases of goods. The payables are due 30 to 90 days after the date of purchase. The payables are unsecured in nature and bear no interest.

F. Endorsements and guarantees provided to related parties

	December 31, 2021	December 31, 2020
Associates		
VITEC WPG Limited	$ 124,560	$ 64,080

G. Others

The Group's donations to WPG Holding Education Foundation were $6,000 and $6,730 for the years ended December 31, 2021 and 2020, respectively.

(4) Key management compensation

	Years ended December 31,	
	2021	2020
Salaries and other short-term employee benefits	$ 324,322	$ 258,174
Post-employment benefits	3,617	3,048
	$ 327,939	$ 261,222

8. PLEDGED ASSETS

Pledged assets (Note 1)	December 31, 2021	December 31, 2020	Purpose of Collateral
Financial assets at amortized cost-current			
-Time deposits	$ 45,813	$ 43,048	Security for purchases and time deposit for performance bond
Financial assets at fair value through profit or loss - non-current (Note 2)	4,414	7,503	Security for purchases
Property, plant and equipment (including investment property)			
-Land	5,115,948	5,178,570	Long-term and short-term borrowings guarantee and security for purchases
-Buildings and structures	2,451,329	2,807,578	〃
	$ 7,617,504	$ 8,036,699	

Note 1: The Company held 100% of shares of WPG Investment Co., Ltd., in which 8,999 thousand shares have been pledged for purchases as of December 31, 2021 and 2020.

Note 2: As of December 31, 2021 and 2020, the subsidiary - Silicon Application Corporation held 566 thousand shares of Kingmax Semiconductor Inc., which have been pledged for purchases.

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

In addition to Note 6(6), other commitments were as follows:

(1) Contingencies

None.

(2) Commitments

A. The Group's letters of credit issued but not negotiated are as follows:

	December 31, 2021		December 31, 2020
$	1,285,000	$	1,269,531
USD	148,651,000	USD	126,213,000

B. Capital expenditures contracted for at the balance sheet date but not yet incurred are as follows:

	December 31, 2021	December 31, 2020
Property, plant and equipment	$ 38,277	$ -

C. As of December 31, 2021, the remaining payments for the contract of non-fixed car park the Group entered into amounted to $35,400.

D. As of December 31, 2021, the unpaid payment arising from the service contracts signed for computer facilities, internet and information security maintenances amounted to $67,410.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

12. OTHERS

(1) Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or effectively use the working capital.

(2) Financial instruments

A. Financial instruments by category

	December 31, 2021	December 31, 2020
Financial assets		
Financial assets measured at fair value through profit or loss		
Financial assets mandatorily measured at fair value through profit or loss	$ 1,928,496	$ 1,433,930
Financial assets at fair value through other comprehensive income		
Designation of equity instrument	$ 3,321,562	$ 1,831,394
Financial assets at amortized cost		
Cash and cash equivalents	$ 14,407,940	$ 11,020,020
Financial assets at amortized cost	1,658,432	472,363
Notes receivable	2,741,202	3,210,976
Accounts receivable (including related parties)	131,650,945	108,398,920
Other receivables (including related parties)	7,177,972	12,935,325
Guarantee deposits paid	217,547	183,918
Other financial assets	684,888	2,304,294
	$ 158,538,926	$ 138,525,816
Financial liabilities		
Financial liabilities measured at fair value through profit or loss		
Financial liabilities held for trading	$ 7,068	$ 2,737
Financial liabilities at amortized cost		
Short-term borrowings	$ 84,334,562	$ 59,040,547
Short-term notes and bills payable	7,444,815	4,941,505
Notes payable	21,484	50,651
Accounts payable (including related parties)	75,915,147	62,912,592
Other payables	10,598,704	8,033,574
Long-term borrowings (including current portion)	31,597,338	25,063,495
Guarantee deposits received	253,742	174,142
	$ 208,165,792	$ 160,216,506
Lease liabilities	$ 1,498,928	$ 1,695,108

B. Risk management policies

(a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. To minimize any adverse effects on the financial performance of the Group, derivative financial instruments, such as foreign exchange forward contracts, are used to hedge certain exchange rate risk. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.

(b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(c) Information about derivative financial instruments that are used to hedge certain exchange rate risk are provided in Note 6(2).

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Group operates internationally and is exposed to foreign exchange risk arising from the transactions of the Company and its subsidiaries used in various currency, primarily with respect to the USD and RMB. Exchange rate risk arises from future commercial transactions and recognized assets and liabilities.

ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury. Exchange rate risk is measured through a forecast of highly probable USD and RMB expenditures. Forward foreign exchange contracts are adopted to minimize the volatility of the exchange rate affecting cost of forecast inventory purchase.

iii. The Group hedges foreign exchange rate by using forward exchange contracts. However, the Group does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Note 6(2).

iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain foreign subsidiaries' functional currency: local currency). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	December 31, 2021		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	$ 888,770	27.68	$ 24,601,141
USD：RMB	22,730	6.37	629,160
USD：KRW	40,307	1,186.60	1,115,704
HKD：USD	61,818	0.13	219,394
RMB：USD	668,216	0.16	2,902,731
Non-monetary items			
RMB：USD	32,512	0.16	141,232
Financial liabilities			
Monetary items			
USD：TWD	869,211	27.68	24,059,751
USD：RMB	101,758	6.37	2,816,649
USD：KRW	34,651	1,186.60	959,150
USD：INR	10,871	74.62	300,909
HKD：USD	52,829	0.13	187,489
RMB：USD	670,295	0.16	2,911,762
SGD：USD	7,941	0.74	162,482

	December 31, 2020		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	$ 634,783	28.48	$ 18,078,612
USD：RMB	18,643	6.51	530,946
USD：KRW	33,008	1,088.00	940,079
HKD：USD	60,423	0.13	221,932
RMB：USD	796,418	0.15	3,485,922
Non-monetary items			
RMB：USD	31,478	0.15	137,778
Financial liabilities			
Monetary items			
USD：TWD	529,621	28.48	15,083,609
USD：RMB	84,500	6.51	2,406,558
USD：KRW	18,782	1,088.00	534,903
USD：INR	7,047	73.15	200,686
HKD：USD	59,235	0.13	217,571
RMB：USD	869,272	0.15	3,804,801

v. The total exchange gain (loss), including realized and unrealized arising from significant foreign exchange variation on the monetary items held by the Group for the years ended December 31, 2021 and 2020 amounted to $24,410 and $539,379, respectively.

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	Year ended December 31, 2021		
	Sensitivity Analysis		
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	1%	$ 246,011	$ -
USD：RMB	1%	6,292	-
USD：KRW	1%	11,157	-
HKD：USD	1%	2,194	-
RMB：USD	1%	29,027	-
Financial liabilities			
Monetary items			
USD：TWD	1%	240,598	-
USD：RMB	1%	28,166	-
USD：KRW	1%	9,591	-
USD：INR	1%	3,009	-
HKD：USD	1%	1,875	-
RMB：USD	1%	29,118	-
SGD：USD	1%	1,625	-

	Year ended December 31, 2020		
	Sensitivity Analysis		
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	1%	$ 180,786	$ -
USD：RMB	1%	5,309	-
USD：KRW	1%	9,401	-
HKD：USD	1%	2,219	-
RMB：USD	1%	34,859	-

	Year ended December 31, 2020		
	Sensitivity Analysis		
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income
Financial liabilities			
Monetary items			
USD：TWD	1%	$ 150,836	$ -
USD：RMB	1%	24,066	-
USD：KRW	1%	5,349	-
USD：INR	1%	2,007	-
HKD：USD	1%	2,176	-
RMB：USD	1%	38,048	-

Price risk

i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

ii. Shares and open-end funds which the Group invested are issued by the domestic and foreign companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the years ended December 31, 2021 and 2020 would have increased/ decreased by $19,270 and $14,301, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by $33,216 and $18,314, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

i. The Group's main interest rate risk arises from short-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. For the years ended December 31, 2021 and 2020, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars, US dollars and KRW dollars.

ii. If the borrowing interest rate had increased by 1% with all other variables held constant, profit, net of tax for the years ended December 31, 2021 and 2020 would have decreased by $237,659 and $201,557, respectively. The main factor is that changes in interest expense result from floating rate borrowings.

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms, and the contract cash flows of notes receivable.

ii. The Group manages its credit risk taking into consideration the entire group's concern. For banks and financial institutions, only independently rated parties with good rating are accepted. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings. The utilisation of credit limits is regularly monitored.

iii. Under IFRS 9, if the contract payments are past due over one month based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

iv. The default occurs when the contract payments are past due more than five months.

v. The Group classifies customer's accounts receivable in accordance with credit rating of customer and customer types. The Group applies the simplified approach using the provision matrix based on the loss rate methodology to estimate expected credit loss.

vi. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights.

vii. The Group used the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable. On December 31, 2021 and 2020, the provision matrix and loss rate methodology are as follows:

(i) Accounts receivable from general customers:

	Not past due	One month past due	Two months past due	Three months past due	Four months past due	Over four months past due	Total
December 31, 2021							
Expected loss rate	0%~3.69%	0.03%~58.33%	0.33%~91.67%	16.42%~100%	40.9%~100%	100%	
Total book value	$ 70,022,920	$ 2,774,995	$ 188,649	$ 49,356	$ 4,549	$ 406,358	$ 73,446,827
Loss allowance	$ 94,969	$ 59,706	$ 40,071	$ 16,441	$ 2,687	$ 406,104	$ 619,978

	Not past due	One month past due	Two months past due	Three months past due	Four months past due	Over four months past due	Total
December 31, 2020							
Expected loss rate	0%~12.89%	0.003%~58.333%	1.182%~91.667%	11.935%~100%	27.568%~100%	100%	
Total book value	$ 52,861,070	$ 1,762,414	$ 148,295	$ 39,001	$ 25,795	$ 515,035	$ 55,351,610
Loss allowance	$ 108,696	$ 42,336	$ 18,007	$ 8,439	$ 9,342	$ 515,035	$ 701,855

(ii) Individually impaired and provisioned allowance for loss

	December 31, 2021	December 31, 2020
Total book value	$ 58,495	$ 28,829
Loss allowance	$ 51,946	$ 16,417

(iii) For customers whose current ratio, debt ratio, earnings, etc. are within a certain range:

	December 31, 2021	December 31, 2020
Expected loss rate	0%	0%
Total book value	$ 58,534,930	$ 53,558,860
Loss allowance	$ -	$ -

viii. Movements in relation to the Group applying the simplified approach to provide loss allowance for notes and accounts receivable are as follows:

	2021				
	Notes receivable	Accounts receivable			
	Individual provision	Individual provision	Group provision	Subtotal	Total
At January 1	$ 2	$ 16,417	$ 701,855	$ 718,272	$ 718,274
Provision (reversal of) for impairment	3	38,217	(18,374)	19,843	19,846
Write-offs during the year	-	-	5,763	5,763	5,763
Effect of foreign exchange	(1)	(2,688)	(17,511)	(20,199)	(20,200)
Transfers into overdue receivables	-	-	(51,755)	(51,755)	(51,755)
At December 31	$ 4	$ 51,946	$ 619,978	$ 671,924	$ 671,928

	2020				
	Notes receivable	Accounts receivable			
	Individual provision	Individual provision	Group provision	Subtotal	Total
At January 1	$ 2	$ 173,990	$ 748,519	$ 922,509	$ 922,511
(Reversal of) provision for impairment	-	(112,887)	120,340	7,453	7,453
Write-offs during the year	-	(536)	(58,068)	(58,604)	(58,604)
Effect of foreign exchange	-	(34,908)	(8,556)	(43,464)	(43,464)
Transfers into overdue receivables	-	(9,242)	(100,380)	(109,622)	(109,622)
At December 31	$ 2	$ 16,417	$ 701,855	$ 718,272	$ 718,274

(c) Liquidity risk

i. Cash flow forecasting is performed in the operating entities of the Group. Each treasury department monitors rolling forecasts of the liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans and covenant compliance.

ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

December 31, 2021	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 82,534,921	$ -	$ -	$ -
Short-term notes and bills payable	7,450,000	-	-	-
Financial liabilities measured at fair value through profit or loss	7,068	-	-	-
Notes payable	21,484	-	-	-
Accounts payable	75,552,919	-	-	-
Accounts payable - related parties	362,228	-	-	-
Other payables	10,598,704	-	-	-
Lease liabilities	347,998	243,446	266,330	1,116,577
Long-term borrowings (including current portion)	415,419	15,020,054	11,958,516	5,464,049

Non-derivative financial liabilities:

December 31, 2020	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 59,156,950	$ -	$ -	$ -
Short-term notes and bills payable	4,945,000	-	-	-
Financial liabilities measured at fair value through profit or loss	2,737	-	-	-
Notes payable	50,651	-	-	-
Accounts payable	62,835,569	-	-	-
Accounts payable - related parties	77,023	-	-	-
Other payables	8,033,574	-	-	-
Lease liabilities	495,133	289,266	357,138	1,139,302
Long-term borrowings (including current portion)	6,629,954	345,716	14,082,247	5,183,286

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Inputs that are quoted prices (unadjusted) in active markets for identical assets or liabilities. A market is regarded as active if it meets all the following conditions: the items traded in the market are homogeneous; willing buyers and sellers can normally be found at any time; and prices are available to the public. The fair value of the Group's investment in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). The fair value of the Group's investment in emerging stocks, publicly traded equity investment, forward exchange, beneficiary certificates and swap contracts is included in Level 2.

Level 3: Inputs for the asset or liability that are not based on observable market data. The fair value of the Group's investment in equity investment without active market is included in Level 3.

B. Fair value information of investment property at cost is provided in Note 6(12).

C. The carrying amounts of financial instruments not measured at fair value including cash and cash equivalents, notes receivable, accounts receivable (including related parties), other receivables (including related parties), other financial assets, guarantee deposits paid, financial assets at amortized cost, short-term borrowings, short-term notes and bills payable, notes payable, accounts payable (including related parties), other payables, lease liabilities

(including current and non-current), long-term borrowings-current portion, long-term borrowings and guarantee deposits received are approximate to their fair values.

D. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

(a) The related information on the nature of the assets and liabilities is as follows:

December 31, 2021	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 1,523	$ -	$ 1,523
Equity securities	560,240	-	1,366,733	1,926,973
Financial assets at fair value through other comprehensive income				
Equity securities	3,255,556	-	66,006	3,321,562
	$3,815,796	$ 1,523	$1,432,739	$5,250,058
Liabilities				
Recurring fair value measurements				
Financial liabilities held for trading				
Forward exchange contracts	$ -	$ 7,068	$ -	$ 7,068

December 31, 2020	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 3,827	$ -	$ 3,827
Equity securities	246,491	33,317	1,150,295	1,430,103
Financial assets at fair value through other comprehensive income				
Equity securities	1,796,437	-	34,957	1,831,394
	$2,042,928	$ 37,144	$1,185,252	$3,265,324
Liabilities				
Recurring fair value measurements				
Financial liabilities held for trading				
Forward exchange contracts	$ -	$ 2,737	$ -	$ 2,737

(b) The methods and assumptions the Group used to measure fair value are as follows:

i. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares
Market quoted price	Closing price

ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques widely accepted in financial management.

iii. When assessing non-standard and low-complexity financial instruments, for example, foreign exchange swap contracts, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.

iv. Forward exchange contracts are usually valued based on the current forward exchange rate.

v. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

vi. The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.

E. The following chart is the movement of Level 3 for the years ended December 31, 2021 and 2020:

	2021	2020
At January 1	$ 1,185,252	$ 1,184,898
Additions	276,661	36,910
Capital reduction	(68,110)	(28,912)
Disposal	(630)	-
Transfers out from level 3	(63,992)	-
Gains on valuation	106,821	(16,739)
Effect of foreign exchange	(3,263)	9,095
At December 31	$ 1,432,739	$ 1,185,252

F. For the year ended December 31, 2021, as the investee company became a public company, the Group transferred the fair value from Level 3 into Leve1 1 at the end of the month when the event occurred. For the year ended December 31, 2020, there was no transfer into or out from level 3.

G. Finance and accounting department is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions and frequently reviewed.

Finance and accounting department sets up valuation policies, valuation processes and rules for measuring fair value of financial instruments and ensure compliance with the related requirements in IFRS. The related valuation results are reported to management monthly. Management is responsible for managing and reviewing valuation processes.

H. The following is the qualitative information on significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at December 31, 2021	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity:					
Equity investment without active market	$ 1,398,539	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value
Preferred share without active market	34,200	Market approach	Not applicable	-	Not applicable

	Fair value at December 31, 2020	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity:					
Equity investment without active market	$ 1,185,252	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value

I. The Group has carefully assessed the valuation models and assumptions used to measure fair value; therefore, the fair value measurement is reasonable. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorized within Level 3 if the inputs used to valuation models have changed:

			December 31, 2021			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Net asset value	± 1%	$ 13,667	($ 13,667)	$ 660	($ 660)

			December 31, 2020			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Net asset value	± 1%	$ 11,503	($ 11,503)	$ 350	($ 350)

(4) Others

In response to the Covid-19 outbreak, the Group implemented several preventive measures imposed by the government. All offices and operating locations have adopted high-standard pandemic prevention measures and different methods in response to government regulations. Currently, the pandemic had no significant impact on the Group's operations and business conditions.

13. SUPPLEMENTARY DISCLOSURES

(The transactions with subsidiaries disclosed below had been eliminated when preparing consolidated financial statements. The following disclosures are for reference only.)

(1) Significant transactions information

A. Loans to others: Please refer to table 1.

B. Provision of endorsements and guarantees to others: Please refer to table 2.

C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

D. Aggregate purchases or sales of the same securities reaching $300 million or 20% of paid-in capital or more: None.

E. Acquisition of real estate reaching $300 million or 20% of paid-in capital or more: Please

refer to table 4.

F. Disposal of real estate reaching $300 million or 20% of paid-in capital or more: Please refer to table 5.

G. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 6.

H. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 7.

I. Derivative financial instruments undertaken during the reporting periods: Please see Notes 6(2)B. and 12(3).

J. Significant inter-company transactions during the reporting periods: Please refer to table 8.

(2) Information on investee companies

Names, locations and other information of investee companies (excluding investees in Mainland China): Please refer to table 9.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 10.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area.

Any of the following significant transactions with investee companies in the Mainland Area, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses: Information on significant transactions of the Company and subsidiary and investee company in Mainland China as of and for the year ended December 31, 2021 is provided in Note (1)J.

(4) Major shareholders information

Major shareholders information: Please refer to table 11.

14. OPERATING SEGMENT INFORMATION

(1) General information

The Group is mainly engaged in the import and export of electronic components. The products include CPU, analog IC, discrete IC, logic IC, DRAM, Flash, optical component, etc. The chief operating decision-maker evaluates performance based on the separate net income of sub-groups.

(2) Measurement of segment information

The Group's chief operating decision-maker uses the net income as basis for assessing the performance of the Group's operating segments.

(3) Reconciliation for segment income (loss)

A. The net income reported to the chief operating decision-maker is measured in a manner consistent with revenues, costs and expenses in the statement of comprehensive income. As the amounts in the statement provided to the chief operating decision-maker for managing segment are in agreement with the amounts in the statements of segment income, reconciliation is not needed.

B. The segment information of the reportable segments provided to the chief operating decision-maker for the years ended December 31, 2021 and 2020 is as follows:

Year ended December 31, 2021:

	World Peace Industrial Co., Ltd. and its subsidiaries	Silicon Application Corp. and its subsidiaries	Asian Information Technology Inc. and its subsidiaries	Yosun Industrial Corp. and its subsidiaries	Trigold Holdings Limited	Others	Eliminations	Total
Revenue from external customers	$ 390,387,956	$ 90,498,213	$ 90,976,672	$ 110,127,748	$ 17,277,654	$ 79,304,472	$ -	$ 778,572,715
Revenue from internal customers	17,808,588	7,594,855	1,457,128	8,152,046	1,556,074	17,419,067	(53,987,758)	-
Total revenue	$ 408,196,544	$ 98,093,068	$ 92,433,800	$ 118,279,794	$ 18,833,728	$ 96,723,539	($ 53,987,758)	$ 778,572,715
Segment profit	$ 7,948,997	$ 2,296,649	$ 2,485,012	$ 2,302,378	$ 726,586	$ 979,192	$ 2,203,350	$ 18,942,164
Net income	$ 4,243,901	$ 1,276,708	$ 1,373,132	$ 1,275,169	$ 386,006	$ 1,693,725	$ 1,399,069	$ 11,647,710

Year ended December 31, 2020:

	World Peace Industrial Co., Ltd. and its subsidiaries	Silicon Application Corp. and its subsidiaries	Asian Information Technology Inc. and its subsidiaries	Yosun Industrial Corp. and its subsidiaries	Trigold Holdings Limited	Others	Eliminations	Total
Revenue from external customers	$ 306,630,823	$ 69,505,257	$ 72,128,150	$ 82,643,523	$ 18,186,863	$ 60,791,255	$ -	$ 609,885,871
Revenue from internal customers	12,643,486	6,221,412	1,417,994	7,220,382	576,857	11,940,256	(40,020,387)	-
Total revenue	$ 319,274,309	$ 75,726,669	$ 73,546,144	$ 89,863,905	$ 18,763,720	$ 72,731,511	($ 40,020,387)	$ 609,885,871
Segment profit	$ 5,696,937	$ 2,046,279	$ 1,842,350	$ 1,634,155	$ 555,462	$ 301,082	$ 1,871,311	$ 13,947,576
Net income	$ 3,312,752	$ 1,079,540	$ 1,137,808	$ 931,184	$ 204,290	$ 367,819	$ 1,167,111	$ 8,200,504

(4) Information on products and services

Revenue from external customers is mainly from trade and agent of electronic components.

Details of revenue are as follows:

	Years ended December 31,	
	2021	2020
Core components	$ 238,663,186	$ 202,310,074
Analog IC and mixed signal components	74,516,191	93,492,227
Discrete IC, logic IC	105,137,035	80,852,236
Memory	225,013,454	126,631,458
Optical components	80,519,200	59,656,956
Passive connector and magnetic components	40,387,173	33,056,264
Others	14,336,476	13,886,656
	$ 778,572,715	$ 609,885,871

(5) Geographical information

Geographical information for the years ended December 31, 2021 and 2020 is as follows:

	Years ended December 31,			
	2021		2020	
	Revenue	Non-current assets	Revenue	Non-current assets
Taiwan	$ 105,771,643	$ 16,161,080	$ 86,244,135	$ 16,284,901
Mainland China	615,605,675	3,719,279	479,575,807	3,148,067
Others	57,195,397	412,317	44,065,929	468,270
	$ 778,572,715	$ 20,292,676	$ 609,885,871	$ 19,901,238

(6) Major customer information

No single customer contributes more than 10% of the Group's total consolidated operating revenues for the years ended December 31, 2021 and 2020.

WPG Holdings Limited and Subsidiaries
Loans to others
Year ended December 31, 2021

Table 1

Expressed in thousands of NTD
(Except as otherwise indicated)

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
1	Apache Korea Corp.	WPG Korea Co., Ltd.	Other receivables - related parties	Y	$ 51,028	$ 46,654	$ 46,654	3.50	2	$ -	Operations	$ -	None	$ -	$ 70,201	$ 70,201	Note 1
2	Genuine C&C (IndoChina) Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	57,070	55,360	55,360	1.40	2	-	Operations	-	None	-	77,678	77,678	Note 3
3	GENUINE C&C HOLDING INC. (Seychelles)	Peng Yu International Limited	Other receivables - related parties	Y	113,560	-	-	-	2	-	Operations	-	None	-	127,929	127,929	Note 5
3	GENUINE C&C HOLDING INC. (Seychelles)	Peng Yu Trigold Limited	Other receivables - related parties	Y	125,100	124,560	124,560	2.00	2	-	Operations	-	None	-	127,929	127,929	Note 5
4	Richpower Electronic Devices Pte., Ltd.	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	214,013	207,600	206,216	1.40	2	-	Operations	-	None	-	422,697	422,697	Note 4
5	World Peace International (South Asia) Pte Ltd.	WPG Americas Inc.	Other receivables - related parties	Y	1,251,000	1,245,600	830,400	2.22	2	-	Operations	-	None	-	6,694,058	6,694,058	Note 3
5	World Peace International (South Asia) Pte Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	1,703,400	1,107,200	-	-	2	-	Operations	-	None	-	6,694,058	6,694,058	Note 3
5	World Peace International (South Asia) Pte Ltd.	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	559,200	553,600	553,600	1.52	2	-	Operations	-	None	-	6,694,058	6,694,058	Note 3
6	World Peace International Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	114,140	55,360	-	-	2	-	Operations	-	None	-	2,091,498	2,091,498	Note 3
7	WPG C&C Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	228,280	221,440	221,440	1.30	2	-	Operations	-	None	-	253,654	253,654	Note 5
8	WPG India Electronics Pvt Ltd.	World Peace International (India) Pvt., Ltd.	Other receivables - related parties	Y	22,724	22,257	22,257	6.25	2	-	Operations	-	None	-	166,748	166,748	Note 3

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
9	WPG South Asia Pte. Ltd.	WPG Korea Co., Ltd.	Other receivables - related parties	Y	$ 570,700	$ -	$ -	-	2	$ -	Operations	$ -	None	$ -	$ 1,372,648	$ 1,372,648	Note 8
9	WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	141,950	-	-	-	2	-	Operations	-	None	-	1,372,648	1,372,648	Note 8
9	WPG South Asia Pte. Ltd.	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	85,605	-	-	-	2	-	Operations	-	None	-	1,372,648	1,372,648	Note 8
9	WPG South Asia Pte. Ltd.	WPG Americas Inc.	Other receivables - related parties	Y	285,350	276,800	276,800	2.22	2	-	Operations	-	None	-	1,372,648	1,372,648	Note 8
10	Yosun Hong Kong Corp. Ltd.	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	567,800	-	-	-	2	-	Operations	-	None	-	9,431,127	9,431,127	Note 4
10	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	5,170,800	2,932,200	2,415,264	4.73~5.03	2	-	Operations	-	None	-	9,431,127	9,431,127	Note 4
10	Yosun Hong Kong Corp. Ltd.	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	856,050	-	-	-	2	-	Operations	-	None	-	9,431,127	9,431,127	Note 4
11	Yosun Singapore Pte Ltd.	World Peace International (South Asia) Pte Ltd	Other receivables - related parties	Y	285,350	276,800	-	-	2	-	Operations	-	None	-	888,037	888,037	Note 4
12	AECO Technology Co., Ltd.	World Peace Industrial Co., Ltd.	Other receivables - related parties	Y	85,850	40,400	40,400	1.30	2	-	Operations	-	None	-	375,712	375,712	Note 2
13	AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	684,840	664,320	664,320	1.30~1.50	2	-	Operations	-	None	-	745,550	745,550	Note 5
14	WPG SCM Limited	WPG Americas Inc.	Other receivables - related parties	Y	415,200	415,200	-	-	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
14	WPG SCM Limited	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	285,350	276,800	276,800	1.42	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
14	WPG SCM Limited	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	141,950	-	-	-	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
14	WPG SCM Limited	WPG South Asia Pte. Ltd.	Other receivables - related parties	Y	$ 283,900	$ -	$ -	-	2	$ -	Operations	$ -	None	$ -	$ 1,121,070	$ 1,121,070	Note 8
14	WPG SCM Limited	WPG Korea Co., Ltd.	Other receivables - related parties	Y	359,840	359,840	138,400	1.84	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
14	WPG SCM Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	428,025	-	-	-	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
15	WPG China (SZ) Inc.	LaaS (Dongguan) Supply Chain Management Limited	Other receivables - related parties	Y	104,640	104,256	104,256	4.18	2	-	Operations	-	None	-	1,175,595	1,175,595	Note 5
16	WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	Other receivables - related parties	Y	109,000	108,600	108,600	4.18	2	-	Operations	-	None	-	3,428,214	3,428,214	Note 5
17	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	1,712,100	-	-	-	2	-	Operations	-	None	-	3,309,088	3,309,088	Note 2
17	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	2,645,750	2,352,800	1,107,200	1.23~1.30	2	-	Operations	-	None	-	3,309,088	3,309,088	Note 2
18	Yosun South China Corp. Ltd.	WPG China (SZ) Inc.	Other receivables - related parties	Y	109,600	-	-	-	2	-	Operations	-	None	-	213,762	213,762	Note 5
18	Yosun South China Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	196,200	195,480	195,480	2.80	2	-	Operations	-	None	-	213,762	213,762	Note 5
19	Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	Other receivables - related parties	Y	320,032	147,696	147,696	2.80	2	-	Operations	-	None	-	374,020	374,020	Note 5
19	Yosun Shanghai Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	95,920	95,568	95,568	2.80	2	-	Operations	-	None	-	374,020	374,020	Note 5
20	WPG C&C Shanghai Co., Ltd.	Trigolduo (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	41,712	37,358	37,358	4.10	2	-	Operations	-	None	-	215,701	539,252	Note 5

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
20	WPG C&C Shanghai Co., Ltd.	Trigold Tongle (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	$ 13,152	$ 10,860	10,860	3.95~4.10	2	$ -	Operations	$ -	None	$ -	$ 215,701	$ 539,252	Note 5
20	WPG C&C Shanghai Co., Ltd.	LaaS (Dongguan) Supply Chain Management Limited	Other receivables - related parties	Y	295,392	295,392	295,392	4.10	2	-	Operations	-	None	-	215,701	539,252	Note 5
21	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	Other receivables - related parties	Y	285,350	-	-	-	2	-	Operations	-	None	-	22,754,602	22,754,602	Note 5
21	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	1,949,500	1,937,600	1,937,600	1.30~1.35	2	-	Operations	-	None	-	22,754,602	22,754,602	Note 5
21	WPI International (Hong Kong) Limited	AECO Technology Co., Ltd.	Other receivables - related parties	Y	9,734	9,688	9,688	1.30	2	-	Operations	-	None	-	22,754,602	22,754,602	Note 5
22	World Peace Industrial Co., Ltd.	Long-Think International Co., Ltd.	Other receivables - related parties	Y	8,561	-	-	-	2	-	Operations	-	None	-	7,797,495	10,396,659	Note 6
22	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	5,871,600	3,736,800	2,768,000	1.55	2	-	Operations	-	None	-	7,797,495	10,396,659	Note 6
22	World Peace Industrial Co., Ltd.	Longview Technology Inc.	Other receivables - related parties	Y	177,960	117,680	85,200	1.55	2	-	Operations	-	None	-	7,797,495	10,396,659	Note 6
23	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	Other receivables - related parties	Y	200,000	-	-	-	2	-	Operations	-	None	-	285,185	285,185	Note 2
23	Everwiner Enterprise Co., Ltd.	Silicon Application corp.	Other receivables - related parties	Y	200,000	-	-	-	2	-	Operations	-	None	-	285,185	285,185	Note 2
24	Silicon Application corp.	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	1,987,300	-	-	-	2	-	Operations	-	None	-	2,943,278	2,943,278	Note 2
25	Silicon Application (BVI) Corporation	Silicon Application Corp.	Other receivables - related parties	Y	1,141,400	-	-	-	2	-	Operations	-	None	-	642,973	1,607,433	Note 5

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
25	Silicon Application (BVI) Corporation	Peng Yu International Limited	Other receivables - related parties	Y	$ 171,210	$ -	$ -	-	2	$ -	Operations	$ -	None	$ -	$ 1,607,433	$ 1,607,433	Note 5
26	Silicon Application Company Limited	Silicon Application Corp.	Other receivables - related parties	Y	656,305	608,960	608,960	1.25	2	-	Operations	-	None	-	638,997	1,597,493	Note 5
26	Silicon Application Company Limited	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	1,027,260	830,400	830,400	1.75	2	-	Operations	-	None	-	1,597,493	1,597,493	Note 5
27	Sertek Limited	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	71,338	69,200	69,200	0.42	2	-	Operations	-	None	-	74,378	74,378	Note 5
28	Sertek Incorporated	Richpower Electronic Devices Co., Ltd	Other receivables - related parties	Y	513,630	276,800	276,800	1.26	2	-	Operations	-	None	-	592,575	592,575	Note 2
28	Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	279,600	276,800	-	-	2	-	Operations	-	None	-	592,575	592,575	Note 2
29	Genuine C&C Inc.	Hoban Inc.	Other receivables - related parties	Y	50,000	10,000	10,000	1.05	2	-	Operations	-	None	-	489,768	489,768	Note 9
30	Pernas Electronics Co., Ltd.	Silicon Application Corp.	Other receivables - related parties	Y	400,000	400,000	400,000	1.10~1.20	2	-	Operations	-	None	-	561,585	561,585	Note 2
31	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	570,700	553,600	-	-	2	-	Operations	-	None	-	2,428,490	2,428,490	Note 5
32	Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	419,400	415,200	415,200	1.30~1.50	2	-	Operations	-	None	-	513,634	513,634	Note 5
33	Long-Think International Co., Ltd.	World Peace Industrial Co., Ltd.	Other receivables - related parties	Y	17,500	17,500	17,500	1.30	2	-	Operations	-	None	-	17,676	17,676	Note 2
34	Asian Information Technology Inc.	Frontek Technology Corporation	Other receivables - related parties	Y	500,000	-	-	-	2	-	Operations	-	None	-	1,465,281	2,344,449	Note 7
34	Asian Information Technology Inc.	Apache Communication Inc.	Other receivables - related parties	Y	559,200	-	-	-	2	-	Operations	-	None	-	1,465,281	2,344,449	Note 7

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
35	Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	Other receivables - related parties	Y	$ 154,780	$ 154,212	$ 154,212	3.90~4.10	2	$ -	Operations	$ -	None	$ -	$ 387,249	$ 387,249	Note 5
36	Peng Yu International Limited	Peng Yu Trigold Limited	Other receivables - related parties	Y	57,070	55,360	-	-	2	-	Operations	-	None	-	230,796	230,796	Note 5

Note 1: Ceiling on total loans to others should not exceed the creditor's net assets. For short-term financing, ceiling on loans to a single party should not exceed the creditor's net assets.

Note 2: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 40% of creditor's net assts.

Note 3: (1) For those borrowers which are not 100% held investee company, the individual limit amount and the accumulated financing activities to those borrowers should not be in excess of 40% of the creditor's net assets.

(2) For those borrowers which are 100% held investee company, the individual limit amount and the accumulated financing activities to those borrowers should not be in excess of 200% of the creditor's net assets.

(3) The total limit of (1) and (2) should not exceed 200% of the creditor's net assets.

Note 4: Accumulated financing activities to any company or person should not be in excess of 200% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to an overseas company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 200% of creditor's net assets.
For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 5: Accumulated financing activities to any company or person should not be in excess of 100% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to an overseas company or ultimate parent company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 100% of creditor's net assets. For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 6: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to a single company should not be in excess of 30% of creditor's assets.

Note 7: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to a single company should not be in excess of 25% of creditor's net assts.

Note 8: (1) The financing activities to an overseas company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 200% of creditor's net assets. Ceilings on accumulated short-term financing should not exceed 200% of the creditor's net assets.

(2) The individual limit amount should not exceed 40% of the creditor's net assets and the accumulated financing activities to those borrowers should not be in excess of 40% of the creditor's net assets.

Note 9: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, ceiling on the individual loans from others should not exceed 40% of the creditor's net assets, and the individual limit should not exceed the amount of business transactions within one year; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 40% of creditor's net assts.

(3) Ceiling on total loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies was excluded in the aforementioned limits.

Note 10: The column of 'Nature of loan' shall fill in 1. 'Business transaction or 2. 'Short-term financing'.

WPG Holdings Limited and Subsidiaries
Provision of endorsements and guarantees to others
Year ended December 31, 2021

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of December 31, 2021	Outstanding endorsement/ guarantee amount at December 31, 2021	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	Note 1	$ 35,199,964	$ 179,517	$ 90,707	$ 90,707	$ 90,707	0.13	$ 35,199,964	Y	N	N	Notes 4 and 5
1	World Peace International (South Asia) Pte Ltd	WPG C&C Computers And Peripheral (India) Private Limited	Note 1	6,927,261	71,338	69,200	23,060	-	2.00	6,927,261	N	N	N	Note 7
2	World Peace International Pte Ltd	WPG Americas Inc.	Note 3	7,520,100	165,840	152,240	152,240	-	4.05	7,520,100	N	N	N	Note 7
2	World Peace International Pte Ltd	World Peace International (South Asia) Pte Ltd	Note 1	7,520,100	285,350	-	-	-	-	7,520,100	N	N	N	Note 7
3	World Peace International (South Asia) Pte Ltd	WPG Americas Inc.	Note 3	9,379,426	152,900	152,240	152,240	-	3.25	9,379,426	N	N	N	Note 7
4	WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	Note 3	5,142,321	53,009	52,997	26,498	26,498	1.55	6,856,428	N	N	Y	Note 12
5	Yosun Industrial Corp.	Yosun Singapore Pte Ltd.	Note 1	8,272,719	1,141,850	913,440	279,135	-	11.04	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	Note 1	8,272,719	445,760	387,520	207,153	-	4.68	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	Note 1	8,272,719	754,920	747,360	371,778	-	9.03	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Yosun Shanghai Corp. Ltd.	Note 1	8,272,719	699,000	-	-	-	-	16,545,438	N	N	Y	Note 11
5	Yosun Industrial Corp.	Sertek Incorporated	Note 1	8,272,719	4,457,600	2,214,400	1,208,996	-	26.77	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	Note 1	8,272,719	1,400,000	800,000	740,641	-	9.67	16,545,438	N	N	N	Note 11
6	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Note 1	12,995,824	3,003,264	3,003,264	2,075,151	-	11.55	20,793,319	N	N	N	Note 6

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of December 31, 2021	Outstanding endorsement/ guarantee amount at December 31, 2021	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
6	World Peace Industrial Co., Ltd.	Vitec WPG Limited	Note 3	$ 12,995,824	$ 124,560	$ 124,560	$ -	$ -	0.48	$ 20,793,319	N	N	N	Note 6
6	World Peace Industrial Co., Ltd.	World Peace International (South Asia) Pte Ltd	Note 1	12,955,824	1,411,760	1,411,760	797,059	-	5.43	20,793,319	N	N	N	Note 6
6	World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	Note 1	12,995,824	692,000	692,000	692,000	-	2.66	20,793,319	N	N	N	Note 6
6	World Peace Industrial Co., Ltd.	WPG Korea Co., Ltd.	Note 1	12,995,824	60,000	60,000	27,849	-	0.23	20,793,319	N	N	N	Note 6
7	Apache Communication	Asian Information Technology Inc.	Note 2	943,907	485,350	476,800	200,000	-	20.21	1,179,884	N	N	N	Note 10
8	Frontek Technology Corporation	Asian Information Technology Inc.	Note 2	802,184	803,900	538,400	291,372	-	26.85	1,002,731	N	N	N	Note 10
9	Pernas Electronics Co., Ltd.	Silicon Application corp.	Note 2	701,982	200,000	200,000	147,694	-	14.25	701,982	N	N	N	Note 8
10	Asian Information Technology Inc.	Apache Communication Inc.	Note 1	2,344,449	228,280	221,440	135,426	-	3.78	2,930,561	N	N	N	Note 9
10	Asian Information Technology Inc.	Frontek Technology Corporation	Note 1	2,344,449	821,498	796,000	156,715	-	13.58	2,930,561	N	N	N	Note 9
10	Asian Information Technology Inc.	AIT Japan Inc.	Note 1	2,344,449	14,268	13,840	106	-	0.24	2,930,561	N	N	N	Note 9
11	Trigold Holdings Limited	Peng Yu International Limited	Note 1	1,001,502	57,070	55,360	55,360	-	2.76	1,001,502	N	N	N	Note 13
11	Trigold Holdings Limited	WPG C&C Shanghai Co., Ltd.	Note 1	1,001,502	131,520	-	-	-	-	1,001,502	N	N	Y	Note 13
11	Trigold Holdings Limited	Peng Yu Trigold Limited	Note 1	1,001,502	370,955	359,840	359,840	-	17.97	1,001,502	N	N	N	Note 13

Note 1: The company and its subsidiary hold more than 50% of the investee company.
Note 2: The parent company directly owns more than 50% of the company.
Note 3: An affiliate.
Note 4: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 50% of the Company's stockholder's equity. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The limit on the Company and its subsidiaries' total loan to other companies is less than 60% of the Company's net assets; limited to a single company should not exceed 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets, which is based on the latest audited or reviewed financial statements.
Note 5: There are 8,999 thousand shares of WPG Investment Co., Ltd. which have been pledged for purchases for World Peace Industrial Co., Ltd. The book value of those pledged investments is $90,707.
Note 6: The cumulative guarantee amount to others should not be in excess of 80% of guarantor's net assets. The guarantee amount to a single company should not be in excess of 50% of guarantor's net assets. For business transaction with the guarantor, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The net asset value is based on the latest audited or reviewed financial statements.

Note 7: The cumulative guarantee amount to others should not be in excess of 200% of the Company's net assets. The guarantee amount to a single company should not be in excess of 200% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets.

Note 8: The cumulative guarantee amount to others should not be in excess of 50% (not including 50%) of the Company's net assets; the limit to a single company should not exceed 50% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries shall be less than 50% (not including 50%) of the Company's net assets. Ceiling on total endorsements/guarantees granted by the Company, the Company's ultimate parent company and subsidiaries to a single party is 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 9: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 40% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Net assets is based on the latest audited or reviewed financial statements. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries shall be less than 50% (not including 50%) of theCompany's net assets. The Company's and its subsidiaries' guarantee amount to a single company should not be in excess of 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 10: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 40% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Net assets is based on the latest audited or reviewed financial statements. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 11: The cumulative guarantee amount to others should not be in excess of 200% (excluding) of the Company's net assets. The guarantee amount to a single company should not be in excess of 100% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 12: The cumulative guarantee amount to others should not be in excess of 200% (excluding) of the Company's net assets. The guarantee amount to a single company should not be in excess of 150% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 13: The cumulative guarantee amount to others should not be in excess of 50% (not including 50%) of the Company's net assets. The guarantee amount to a single company should not be in excess of 50% (not including 50%) of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The Company's and its subsidiaries' cumulative guarantee amount to others should not be in excess 50% (not including 50%) of the Company's net assets. The guarantee amount to a single company should not be in excess of 50% (not including 50%) of the Company's net assets. The Company's and its subsidiaries' guarantee amount to a subsidiary which is 90%~ 100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets. The guarantee amount to a subsidiary which is 100% directly or indirectly held by the Company should not exceed 50% (not including 50%) of the Company's net assets. The net assets value is based on the latest audit or reviewed financial statements.

WPG Holdings Limited and Subsidiaries

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

Year ended December 31, 2021

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

				As of December 31, 2021				
Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	Number of shares (in thousands)	Book value	Ownership (%)	Fair value (Note 1)	Footnote
WPG Holdings Limited	Restar Holdings Corporation	None	Financial assets at fair value through profit or loss - non-current	230	$ 111,515	0.76	$ 111,515	Note 2
WPG Holdings Limited	Tyche Partners L.P. - Funds	None	Financial assets at fair value through profit or loss - non-current	-	418,001	-	418,001	
WPG Holdings Limited	CDIB CME Fund Ltd., ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	107,580	-	107,580	
WPG Holdings Limited	T3EX Global Holdings Corp. - Equity securities	None	Financial assets at fair value through other comprehensive income - non-current	11,589	1,581,886	8.45	1,581,886	
WPG Holdings Limited	WT Microelectronics Co., Ltd.-Preference shares	The Group's investment accounted for using the equity method	Financial assets at fair value through other comprehensive income - non-current	24,284	1,188,695	17.99	1,188,695	Note 3
Silicon Application Corp.	Kingmax Technology Inc., ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	12,822	-	12,822	Note 4
World Peace Industrial Co., Ltd.	Silicon Line GmbH, Munich…etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	24,068	-	24,068	
World Peace Industrial Co., Ltd.	Vesper Technologies Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	31,050	-	31,050	
AECO Technology Co., Ltd.	Hua-Jie (Taiwan) Corp. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	668	6,684	3.32	6,684	
Yosun Industrial Corp.	Fortend Taiwan Scientific Corp., ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	16,387	-	16,387	
Yosun Industrial Corp.	Golf club memberships of Ta Shee Resort Co., Ltd.	None	Financial assets at fair value through profit or loss - non-current	-	17,100	-	17,100	
Genuine C&C Inc.	Systemweb Technology - Equity securities	None	Financial assets at fair value through profit or loss - non-current	700	17,889	7.00	17,889	
Richpower Electronic Devices Co., Ltd.	Chipmast Technology Co., Ltd. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	287	714	1.48	714	
WPG Investment Co., Ltd.	Dimerco Express Corporation ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - current, etc.	-	27,125	-	27,125	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of December 31, 2021				
				Number of shares (in thousands)	Book value	Ownership (%)	Fair value (Note 1)	Footnote
WPG Investment Co., Ltd.	Nichidenbo Corporation ... etc. - Equity securities	None	Financial assets at fair value through other comprehensive income - non-current	-	$ 519,931	-	$ 519,931	
Silicon Application (BVI) Corporation	OAE Technology. Inc. ...etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	6,038	-	6,038	
Asian Information Technology Inc.	Zhen Ding Technology Co., Ltd. ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - current, etc.	-	5,025	-	5,025	
Asian Information Technology Inc.	Golf club memberships of Ta Shee Resort Co., Ltd.	None	Financial assets at fair value through profit or loss – non-current	-	17,100	-	17,100	
Win-Win Systems Ltd.	Silicon Electronics Company(s) Pte. Ltd. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	180	-	-	-	
WPG South Asia Pte. Ltd.	ViMOS Technologies GmBH - Equity securities	None	Financial assets at fair value through profit or loss - non-current	20	598	9.00	598	
WPG China Inc.	CECI Technology Co. Ltd. ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	1,051,447	-	1,051,447	
WPG China Inc.	Yiwu Weihao Chuangxin Phase I Equity Investment Partnership (Limited Partnership)	None	Financial assets at fair value through profit or loss - non-current	-	86,880	-	86,880	

Note 1: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 2: The original investee company, Vitec Holdings Co., Ltd., was delisted on March 27, 2019. Vitec Holdings Co., Ltd merged with UKC Holdings whereby a new company, Restar Holdings Corporation, was established. The effective date for this merger was April 1, 2019, and the name of the held marketable securities was changed.

Note 3: On September 18, 2020, the Board of Directors of the Group resolved to subscribe WT's series A preference shares in the amount of 24,283,867 shares with a par value of NT$50 per share, with total consideration of $1,214,193, based on the shareholding ratio at the effective date of the capital increase in accordance with the application for shares. As of October 15, 2020 (effective date of the capital increase), the Group's shareholding ratio in WT is 17.99% of total outstanding preference shares after subscribing WT's series A preference shares.

Note 4: There are 566 thousand shares of Kingmax Technology Inc. which have been pledged for purchases as of December 31, 2021.

WPG Holdings Limited and Subsidiaries

Acquisition of real estate reaching NT$300 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

							If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below:						
Real estate acquired by	Real estate	Transaction date or date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount	Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
The Company	Industrial plants located in No. 349, 350, 360, 386, 387, 390, 392, 392-1, Dinghu section, Guishan	2021.06 (Note 1)	$ 837,600	$ 837,600	CMC Magnetics Corporation	Non-related party	-	-	-	$ -	Zhan-Mao Real Estate Appraisers Firm	Operating needs	None

Note 1: The date of contract.

WPG Holdings Limited and Subsidiaries

Disposal of real estate reaching NT$300 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 5

Expressed in thousands of NTD

(Except as otherwise indicated)

Real estate disposed by	Real estate	Transaction date or date of the event (Note 2)	Date of acquisition	Book value	Disposal amount	Status of collection of proceeds	Gains (losses) on disposal	Counterparty	Relationship with the seller	Reason for disposal	Basis or reference used in setting the price	Other commitments
Silicon Application Corp.	18F of office building in Zhonghe District	2021/5/7	1999/1/6~ 2019/10/31	$ 130,189	$ 316,382	Collected based on the agreement	$ 186,193	Amazing Microelectronic Corp.	None	Taking into consideration assets utilization and revitalizing assets	Appraisal amount of $314,480 appraised by Euro-Asia Real Estate Appraisers Firm and appraisal amount of $319,221 appraised by Cheng-Da Real Estate Appraisers Joint Firm	None

Note 1: The appraisal result should be presented in the 'Basis or reference used in setting the price' column if the disposal real estate should be appraised pursuant to the regulations.
Note 2: The date of the event was the signing date.

WPG Holdings Limited and Subsidiaries

Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Same ultimate parent company	Sales	($ 780,173)	(52.91)	Note 5	Note 5	Note 5	$ 65,760	40.03	
〃	Silicon Application Corp.	〃	〃	(204,668)	(13.88)	〃	〃	〃	32,854	20.00	
〃	Asian Information Technology Inc.	〃	〃	(196,753)	(13.34)	〃	〃	〃	30,952	18.84	
〃	Yosun Industrial Corp.	〃	〃	(261,118)	(17.71)	〃	〃	〃	33,330	20.29	
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	〃	〃	(13,289,687)	(9.61)	Note 3	Note 3	Note 3	1,686,941	7.12	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(1,124,144)	(0.81)	〃	〃	〃	287,851	1.21	
〃	WPG China (SZ) Inc.	〃	〃	(404,740)	(0.29)	〃	〃	〃	69,465	0.29	
〃	WPG China Inc.	〃	〃	(340,155)	(0.25)	〃	〃	〃	58,097	0.25	
〃	Genuine C&C Inc.	〃	〃	(177,109)	(0.13)	〃	〃	〃	22,807	0.10	
Genuine C&C (IndoChina) Pte Ltd.	WPG PT Electrindo Jaya	An investee which accounted associates using the equity method	〃	(302,519)	(94.19)	〃	〃	〃	62,588	100.00	
World Peace International (South Asia) Pte Ltd.	World Peace Industrial Co., Ltd.	Same ultimate parent company	〃	(288,878)	(1.07)	〃	〃	〃	13,186	0.28	
〃	WPI International (Hong Kong) Limited	〃	〃	(122,466)	(0.45)	〃	〃	〃	20,160	0.43	
〃	WPG SCM Limited	〃	〃	(3,650,592)	(13.49)	〃	〃	〃	658,418	13.89	
〃	WPG PT Electrindo Jaya	An investee which accounted associates using the equity method	〃	(594,907)	(2.20)	〃	〃	〃	115,916	2.45	
〃	World Peace International (India) Pvt., Ltd.	Same ultimate parent company	〃	(103,485)	(0.38)	〃	〃	〃	8,618	0.18	
〃	WPG C&C Comuters and Peripheral (India) Private Limited	〃	〃	(1,140,024)	(4.21)	〃	〃	〃	167,897	3.54	
〃	WPG C&C (Malaysia) Sdn. Bhd	〃	〃	(313,384)	(1.16)	〃	〃	〃	11,126	0.23	
〃	WPG C&C (Thailand) Co., Ltd.	〃	〃	(371,919)	(1.37)	〃	〃	〃	85,184	1.80	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	Same ultimate parent company	Sales	($ 12,059,776)	(4.50)	Note 3	Note 3	Note 3	$ 1,257,666	3.00	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(1,075,447)	(0.40)	〃	〃	〃	1,037,656	2.47	
〃	WPG China (SZ) Inc.	〃	〃	(2,297,431)	(0.86)	〃	〃	〃	546,178	1.30	
〃	WPG China Inc.	〃	〃	(2,430,500)	(0.91)	〃	〃	〃	647,033	1.54	
〃	WPG SCM Limited	〃	〃	(875,653)	(0.33)	〃	〃	〃	64,635	0.15	
〃	WPG Korea Co., Ltd.	〃	〃	(5,103,237)	(1.90)	〃	〃	〃	475,339	1.13	
〃	Vitec WPG Limited	An investee of the Group which was accounted for using equity method	〃	(240,078)	(0.09)	〃	〃	〃	31,836	0.08	
〃	World Peace International (South Asia) Pte Ltd.	Same ultimate parent company	〃	(1,074,592)	(0.40)	〃	〃	〃	109,315	0.26	
Silicon Application Corp.	Silicon Application Company Limited	〃	〃	(101,605)	(0.11)	30 days after monthly billings	Note 4	Note 4	17,043	0.09	
〃	Pernas Electronics Co., Ltd.	〃	〃	(615,442)	(0.68)	〃	〃	〃	58,181	0.30	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(5,142,931)	(5.70)	90 days after monthly billings	〃	〃	1,644,410	8.46	
〃	WPG China (SZ) Inc.	〃	〃	(1,839,796)	(2.04)	〃	〃	〃	352,379	1.81	
〃	WPG China Inc.	〃	〃	(334,891)	(0.37)	〃	〃	〃	91,845	0.47	
Pernas Electronics Co., Ltd.	Silicon Application Corp.	〃	〃	(1,593,609)	(22.01)	30 days after monthly billings	〃	〃	294,891	17.62	
〃	Everwiner Enterprise Co., Ltd.	〃	〃	(466,887)	(6.45)	Note 2	〃	〃	34,781	2.08	
Everwiner Enterprise Co., Ltd	Silicon Application Corp.	〃	〃	(473,065)	(7.87)	30 days after monthly billings	〃	〃	30,443	2.28	
〃	Pernas Electronics Co., Ltd.	〃	〃	(2,281,232)	(37.94)	Note 2	〃	〃	341,496	25.61	
Asian Information Technology Inc.	Frontek Technology Corporation	〃	〃	(7,095,560)	(18.13)	〃	Note 2	Note 2	2,262,650	28.99	
〃	Apache Communication Inc.	〃	〃	(1,427,119)	(3.65)	〃	〃	〃	303,178	3.88	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(151,497)	(0.39)	〃	〃	〃	73,296	0.94	
〃	WPG China (SZ) Inc.	〃	〃	(171,282)	(0.44)	〃	〃	〃	27,016	0.35	
〃	WPG China Inc.	〃	〃	(101,897)	(0.26)	〃	〃	〃	38,656	0.50	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Henshen Electric Trading Co., Ltd.	Asian Information Technology Inc.	Same ultimate parent company	Sales	($ 189,330)	(16.87)	Note 2	Note 2	Note 2	$ 8,214	2.12	
〃	Frontek Technology Corporation	〃	〃	(162,296)	(14.46)	〃	〃	〃	501	0.13	
Frontek Technology Corporation	Asian Information Technology Inc.	〃	〃	(4,721,392)	(14.52)	〃	〃	〃	121,172	1.83	
〃	Gather Technology Incorporation Limited	〃	〃	(283,012)	(0.87)	〃	〃	〃	29,423	0.45	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(584,405)	(1.80)	〃	〃	〃	226,752	3.43	
〃	WPG China Inc.	〃	〃	(184,352)	(0.57)	〃	〃	〃	35,819	0.54	
Apache Communication Inc.	Asian Information Technology Inc.	〃	〃	(2,766,046)	(7.76)	〃	〃	〃	1,111,632	19.20	
WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	〃	〃	(2,188,289)	(8.65)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	100,895	1.63	
〃	WPI International (Hong Kong) Limited	〃	〃	(8,345,454)	(33.00)	〃	〃	〃	2,845,885	46.08	
〃	Silicon Application Corp.	〃	〃	(103,126)	(0.41)	Note 5	Note 5	Note 5	-	-	
〃	WPG China (SZ) Inc.	〃	〃	(118,136)	(0.47)	Note 3	Note 3	Note 3	30,707	0.50	
〃	Yosun Industrial Corp.	〃	〃	(122,261)	(0.48)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	-	-	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(204,778)	(0.81)	〃	〃	〃	-	-	
〃	Richpower Electronic Devices Co., Limited	〃	〃	(127,046)	(0.50)	〃	〃	〃	-	-	
〃	Peng Yu International Limited	〃	〃	(1,231,158)	(4.87)	〃	〃	〃	27,941	0.45	
〃	Peng Yu Trigold Limited	〃	〃	(2,081,737)	(8.23)	〃	〃	〃	1,044,368	16.91	
WPG China (SZ) Inc.	WPG China Inc.	〃	〃	(950,252)	(7.70)	Note 6	Note 6	Note 6	-	-	
WPG China Inc.	WPG China (SZ) Inc.	〃	〃	(824,132)	(3.25)	Note 3	Note 4	Note 4	301,283	4.57	
WPG Americas Inc.	World Peace Industrial Co., Ltd.	〃	〃	(1,325,699)	(7.49)	〃	Note 3	Note 3	83,009	2.42	
〃	Yosun Industrial Corp.	〃	〃	(580,037)	(3.28)	〃	〃	〃	373,276	10.88	
WPG South Asia Pte. Ltd.	Yosun Singapore Pte Ltd.	〃	〃	(122,776)	(5.77)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	-	-	
〃	World Peace International (South Asia) Pte Ltd.	〃	〃	(515,862)	(24.23)	〃	〃	〃	-	-	
Yosun Industrial Corp.	WPG China (SZ) Inc.	〃	〃	(872,305)	(2.27)	Note 6	Note 6	Note 6	161,052	3.77	
〃	WPG China Inc.	〃	〃	(622,860)	(1.62)	〃	〃	〃	157,229	3.68	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(5,203,194)	(13.53)	Note 3	Note 3	Note 3	57,534	1.35	

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	Same ultimate parent company	Sales	($ 198,119)	(0.52)	Note 3	Note 3	Note 3	$ 5,542	0.13	
〃	Richpower Electronic Devices Co., Limited	〃	〃	(173,789)	(0.45)	〃	〃	〃	203	-	
〃	Peng Yu Trigold Limited	〃	〃	(161,697)	(0.42)	〃	〃	〃	87,733	2.05	
Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	〃	〃	(944,231)	(2.02)	Note 6	Note 6	Note 6	145,521	2.65	
〃	WPG China Inc.	〃	〃	(1,615,459)	(3.45)	〃	〃	〃	353,454	6.44	
〃	Yosun Industrial Corp.	〃	〃	(7,250,841)	(15.49)	Note 3	Note 3	Note 3	505,745	9.22	
〃	Richpower Electronic Devices Co., Limited	〃	〃	(1,653,543)	(3.53)	〃	〃	〃	16,995	0.31	
Yosun Singapore Pte Ltd.	WPG SCM Limited	〃	〃	(446,825)	(6.17)	〃	〃	〃	43,041	4.06	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(313,384)	(4.33)	〃	〃	〃	6,008	0.57	
Sertek Incorporated	Yosun Industrial Corp.	〃	〃	(925,543)	(6.75)	〃	〃	〃	100,021	12.67	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(589,882)	(4.30)	〃	〃	〃	37,240	4.72	
Richpower Electronic Devices Co., Ltd	Silicon Application Corp.	〃	〃	(1,237,155)	(8.34)	〃	〃	〃	283,737	7.01	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(1,410,550)	(9.51)	Note 6	Note 6	Note 6	443,568	10.96	
〃	Yosun Industrial Corp.	〃	〃	(594,377)	(4.01)	Note 3	Note 3	Note 3	64,457	1.59	
Richpower Electronic Devices Co., Limited	WPG Electronics (Hong Kong) Limited	〃	〃	(183,784)	(1.00)	Note 6	Note 6	Note 6	-	-	
〃	WPG China (SZ) Inc.	〃	〃	(151,249)	(0.82)	〃	〃	〃	23,457	0.84	
〃	WPG China Inc.	〃	〃	(153,754)	(0.84)	〃	〃	〃	21,326	0.76	
〃	Yosun Industrial Corp.	〃	〃	(535,391)	(2.92)	Note 3	Note 3	Note 3	57,649	2.07	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(3,027,717)	(16.49)	〃	〃	〃	63,411	2.27	
〃	Richpower Electronic Devices Co., Ltd	〃	〃	(395,168)	(2.15)	〃	〃	〃	33,024	1.18	
Peng Yu International Limited	WPG C&C Shanghai Co., Ltd.	〃	〃	(666,070)	(29.04)	〃	〃	〃	64,282	95.13	
Peng Yu Trigold Limited	World Peace Industrial Co., Ltd.	〃	〃	(1,317,697)	(39.38)	〃	〃	〃	-	-	
〃	WPI International (Hong Kong) Limited	〃	〃	(187,674)	(5.61)	〃	〃	〃	80,371	17.55	
〃	Peng Yu International Limited	〃	〃	(113,283)	(3.39)	〃	〃	〃	-	-	
〃	WPG C&C Shanghai Co., Ltd.	〃	〃	(1,109,858)	(33.17)	〃	〃	〃	298,608	65.22	

Note 1: As the related party transactions of consolidated subsidiaries exceeding $100 million are voluminous, the related information disclosed here is from the sales aspect.
Note 2: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~120 days from the end of the month of sales.
Note 3: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~90 days from the end of the month of sales.
Note 4: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition.
Note 5: The income arose from the provision of administrative resources and management services, and the sales price and terms were determined by the parties.
Note 6: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 60~120 days from the end of the month of sales.

WPG Holdings Limited and Subsidiaries

Receivables from related parties reaching $100 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2021 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Same ultimate parent company	$ 1,686,941	10.59	$ -	-	$ 1,686,941	$ -
World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	〃	287,851	4.01	19,010	-	68,104	-
World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	〃	658,418	4.90	-	-	395,387	-
World Peace International (South Asia) Pte Ltd.	WPG PT Electrindo Jaya	An investment which accounted associates using the equity method	115,916	6.06	-	-	74,626	-
World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	Same ultimate parent company	167,897	8.92	-	-	151,734	-
WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	〃	1,257,666	8.71	-	-	1,257,666	-
WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	〃	1,037,656	2.04	-	-	5,099	-
WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	〃	546,178	5.18	-	-	297,786	-
WPI International (Hong Kong) Limited	WPG China Inc.	〃	647,033	4.34	-	-	195,973	-
WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	〃	475,339	4.65	-	-	22,365	-
WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	〃	109,315	12.35	-	-	109,315	-
Silicon Application Corp.	WPG Electronics (Hong Kong) Limited	〃	1,644,410	3.45	46,297	-	756,286	-
Silicon Application Corp.	WPG China (SZ) Inc.	〃	352,379	5.48	4,006	-	178,569	-
Pernas Electronics Co., Ltd.	Silicon Application Corp.	〃	294,891	8.04	-	-	294,891	-
Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	〃	341,496	6.83	-	-	199,564	-
Asian Information Technology Inc.	Frontek Technology Corporation	〃	2,262,650	3.89	-	-	695,049	-
Asian Information Technology Inc.	Apache Communication Inc.	〃	303,178	5.20	-	-	-	-
Frontek Technology Corporation	Asian Information Technology Inc.	〃	121,172	26.37	-	-	2,395	-
Frontek Technology Corporation	WPG Electronics (Hong Kong) Limited	〃	226,752	2.51	-	-	60,353	-
Apache Communication Inc.	Asian Information Technology Inc.	〃	1,111,632	4.96	-	-	123,267	-
WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	〃	100,895	11.48	-	-	94,118	-
WPG Electronics (Hong Kong) Limited	WPI International (Hong Kong) Limited	〃	2,845,885	3.98	-	-	1,338,447	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2021 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
WPG Electronics (Hong Kong) Limited	Peng Yu Trigold Limited	Same ultimate parent company	$ 1,044,368	3.99	$ -	-	$ 427,758	$ -
WPG China Inc.	WPG China (SZ) Inc.	〃	301,283	5.47	-	-	48	-
WPG Americas Inc.	Yosun Industrial Corp.	〃	373,276	3.11	-	-	-	-
Yosun Industrial Corp.	WPG China (SZ) Inc.	〃	161,052	6.25	-	-	120,723	-
Yosun Industrial Corp.	WPG China Inc.	〃	157,229	3.94	-	-	49,821	-
Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	〃	145,521	4.70	-	-	81,774	-
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	〃	353,454	3.35	-	-	120,774	-
Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	〃	505,745	25.51	-	-	505,745	-
Sertek Incorporated	Yosun Industrial Corp.	〃	100,021	10.56	-	-	100,021	-
Richpower Electronic Devices Co., Ltd	Silicon Application Corp.	〃	283,737	8.72	-	-	283,737	-
Richpower Electronic Devices Co., Ltd	WPG Electronics (Hong Kong) Limited	〃	443,568	3.23	4,424	-	203,737	-
Peng Yu Trigold Limited	WPG C&C Shanghai Co., Ltd.	〃	298,608	7.43	-	-	220,922	-
WPG Holdings Limited	World Peace Industrial Co., Ltd.	〃	113,230	0.00	-	-	-	-
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	〃	2,838,057	0.00	-	-	43,123	-
World Peace International (South Asia) Pte Ltd.	WPG Electronics (Hong Kong) Limited	〃	554,407	0.00	-	-	806	-
World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	〃	125,182	0.00	-	-	75,173	-
World Peace International (South Asia) Pte Ltd.	WPG Americas Inc.	〃	831,986	0.00	-	-	433,569	-
World Peace International (South Asia) Pte Ltd.	WPG South Asia Pte. Ltd.	〃	127,630	0.00	-	-	58,476	-
WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	〃	1,980,995	0.00	-	-	10,513	-
WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	〃	595,390	0.00	-	-	320,509	-
WPG C&C Limited	WPI International (Hong Kong) Limited	〃	221,976	0.00	-	-	-	-
Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	〃	419,340	0.00	-	-	1,443	-
AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	〃	669,473	0.00	-	-	-	-
Silicon Application Company Limited	Silicon Application corp.	〃	616,023	0.00	-	-	6,725	-
Silicon Application Company Limited	WPG Electronics (Hong Kong) Limited	〃	843,465	0.00	-	-	563,396	-
Pernas Electronics Co., Ltd.	Silicon Application Corp.	〃	404,336	0.00	-	-	696	-
WPG China (SZ) Inc.	Yosun Hong Kong Corp. Ltd.	〃	111,537	0.00	-	-	111,537	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2021 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
WPG China (SZ) Inc.	LaaS (Dongguan) Supply Chain Management Limited	Same ultimate parent company	$ 106,836	0.00	$ -	-	$ 43,440	$ -
WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	〃	112,554	0.00	-	-	91	-
WPG South Asia Pte. Ltd.	WPG Americas Inc.	〃	277,333	0.00	-	-	374	-
WPG SCM Limited	WPG Electronics (Hong Kong) Limited	〃	277,151	0.00	-	-	338	-
WPG SCM Limited	WPG Korea Co., Ltd.	〃	138,615	0.00	-	-	-	-
Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	〃	1,125,717	0.00	-	-	1,124,338	-
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	〃	2,490,505	0.00	-	-	351,864	-
Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	〃	149,819	0.00	-	-	-	-
Yosun South China Corp. Ltd.	WPG China Inc.	〃	196,798	0.00	-	-	-	-
Sertek Incorporated	Richpower Electronic Devices Co., Ltd	〃	277,856	0.00	-	-	-	-
Richpower Electronic Devices Pte Ltd.	Yosun Singapore Pte Ltd.	〃	206,465	0.00	-	-	249	-
Genuine C&C Holding Inc. (Seychelles)	Peng Yu Trigold Limited	〃	125,617	0.00	-	-	-	-
Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	〃	158,601	0.00	-	-	89,897	-
WPG C&C Shanghai Co., Ltd.	LaaS (Dongguan) Supply Chain Management Limited	〃	296,991	0.00	-	-	-	-

Note 1: Balance as at December 31, 2021 includes other receivables that exceed $100,000.
Note 2: Turnover rate of 0.00 was caused by the receivables amount recorded as other receivables, and thus the turnover rate is not applicable.
Note 3: The subsequent collections are those receivables collected as of February 14, 2022.

WPG Holdings Limited and Subsidiaries
Significant inter-company transactions during the reporting period
Year ended December 31, 2021

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	1	Sales	$ 780,173	Note 11	0.10
0	WPG Holdings Limited	Silicon Application Corp.	1	〃	204,668	Note 11	0.03
0	WPG Holdings Limited	Asian Information Technology Inc.	1	〃	196,753	Note 11	0.03
0	WPG Holdings Limited	Yosun Industrial Corp.	1	〃	261,118	Note 11	0.03
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	〃	13,289,687	Note 5	1.71
1	World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	3	〃	1,124,144	Note 5	0.14
1	World Peace Industrial Co., Ltd.	WPG China (SZ) Inc.	3	〃	404,740	Note 5	0.05
1	World Peace Industrial Co., Ltd.	WPG China Inc.	3	〃	340,155	Note 5	0.04
1	World Peace Industrial Co., Ltd.	Genuine C&C Inc.	3	〃	177,109	Note 5	0.02
2	World Peace International (South Asia) Pte Ltd.	World Peace Industrial Co., Ltd.	3	〃	288,878	Note 5	0.04
2	World Peace International (South Asia) Pte Ltd.	WPI International (Hong Kong) Limited	3	〃	122,466	Note 5	0.02
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	〃	3,650,592	Note 5	0.47
2	World Peace International (South Asia) Pte Ltd.	World Peace International (India) Pvt., Ltd.	3	〃	103,485	Note 5	0.01
2	World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	3	〃	1,140,024	Note 5	0.15
2	World Peace International (South Asia) Pte Ltd.	WPG C&C (Malaysia) Sdn. Bhd	3	〃	313,384	Note 5	0.04
2	World Peace International (South Asia) Pte Ltd.	WPG C&C (Thailand) Co., Ltd.	3	〃	371,919	Note 5	0.05
3	WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	12,059,776	Note 5	1.55
3	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	3	〃	1,075,447	Note 5	0.14
3	WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	3	〃	2,297,431	Note 5	0.30

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
3	WPI International (Hong Kong) Limited	WPG China Inc.	3	Sales	$ 2,430,500	Note 5	0.31
3	WPI International (Hong Kong) Limited	WPG SCM Limited	3	〃	875,653	Note 5	0.11
3	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	3	〃	5,103,237	Note 5	0.66
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	〃	1,074,592	Note 5	0.14
4	Silicon Application Corp.	Silicon Application Company Limited	3	〃	101,605	Notes 9 and 11	0.01
4	Silicon Application Corp.	Pernas Electronics Co., Ltd.	3	〃	615,442	Notes 9 and 11	0.08
4	Silicon Application Corp.	WPG Electronics (Hong Kong) Limited	3	〃	5,142,931	Notes 9 and 12	0.66
4	Silicon Application Corp.	WPG China (SZ) Inc.	3	〃	1,839,796	Notes 9 and 12	0.24
4	Silicon Application Corp.	WPG China Inc.	3	〃	334,891	Notes 9 and 12	0.04
5	Pernas Electronics Co., Ltd.	Silicon Application Corp.	3	〃	1,593,609	Notes 9 and 11	0.20
5	Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	3	〃	466,887	Note 4	0.06
6	Everwiner Enterprise Co., Ltd.	Silicon Application Corp.	3	〃	473,065	Notes 9 and 11	0.06
6	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	〃	2,281,232	Note 4	0.29
7	Asian Information Technology Inc.	Frontek Technology Corporation	3	〃	7,095,560	Note 4	0.91
7	Asian Information Technology Inc.	Apache Communication Inc.	3	〃	1,427,119	Note 4	0.18
7	Asian Information Technology Inc.	WPG Electronics (Hong Kong) Limited	3	〃	151,497	Note 4	0.02
7	Asian Information Technology Inc.	WPG China (SZ) Inc.	3	〃	171,282	Note 4	0.02
7	Asian Information Technology Inc.	WPG China Inc.	3	〃	101,897	Note 4	0.01
8	Henshen Electric Trading Co., Ltd.	Asian Information Technology Inc.	3	〃	189,330	Note 4	0.02
8	Henshen Electric Trading Co., Ltd.	Frontek Technology Corporation	3	〃	162,296	Note 4	0.02
9	Frontek Technology Corporation	Asian Information Technology Inc.	3	〃	4,721,392	Note 4	0.61
9	Frontek Technology Corporation	Gather Technology Incorporation Limited	3	〃	283,012	Note 4	0.04
9	Frontek Technology Corporation	WPG Electronics (Hong Kong) Limited	3	〃	584,405	Note 4	0.08
9	Frontek Technology Corporation	WPG China Inc.	3	〃	184,352	Note 4	0.02
10	Apache Communication Inc.	Asian Information Technology Inc.	3	〃	2,766,046	Note 4	0.36
11	WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	2,188,289	Note 5	0.28

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
11	WPG Electronics (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	Sales	$ 8,345,454	Note 5	1.07
11	WPG Electronics (Hong Kong) Limited	Silicon Application Corp.	3	〃	103,126	Note 5	0.01
11	WPG Electronics (Hong Kong) Limited	WPG China (SZ) Inc.	3	〃	118,136	Note 5	0.02
11	WPG Electronics (Hong Kong) Limited	Yosun Industrial Corp.	3	〃	122,261	Note 5	0.02
11	WPG Electronics (Hong Kong) Limited	Yosun Hong Kong Corp. Ltd.	3	〃	204,778	Note 5	0.03
11	WPG Electronics (Hong Kong) Limited	Richpower Electronic Devices Co., Limited	3	〃	127,046	Note 5	0.02
11	WPG Electronics (Hong Kong) Limited	Peng Yu International Limited	3	〃	1,231,158	Note 5	0.16
11	WPG Electronics (Hong Kong) Limited	Peng Yu Trigold Limited	3	〃	2,081,737	Note 5	0.27
12	WPG China (SZ) Inc.	WPG China Inc.	3	〃	950,252	Note 8	0.12
13	WPG China Inc.	WPG China (SZ) Inc.	3	〃	824,132	Note 5	0.11
14	WPG Americas Inc.	World Peace Industrial Co., Ltd.	3	〃	1,325,699	Note 5	0.17
14	WPG Americas Inc.	Yosun Industrial Corp.	3	〃	580,037	Note 5	0.07
15	WPG South Asia Pte. Ltd.	Yosun Singapore Pte Ltd.	3	〃	122,776	Note 11	0.02
15	WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	3	〃	515,862	Note 11	0.07
16	Yosun Industrial Corp.	WPG China (SZ) Inc.	3	〃	872,305	Note 8	0.11
16	Yosun Industrial Corp.	WPG China Inc.	3	〃	622,860	Note 8	0.08
16	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	3	〃	5,203,194	Note 5	0.67
16	Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	3	〃	198,119	Note 5	0.03
16	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	3	〃	173,789	Note 5	0.02
16	Yosun Industrial Corp.	Peng Yu Trigold Limited	3	〃	161,697	Note 5	0.02
17	Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	3	〃	944,231	Note 8	0.12
17	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	〃	1,615,459	Note 8	0.21
17	Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	3	〃	7,250,841	Note 5	0.93
17	Yosun Hong Kong Corp. Ltd.	Richpower Electronic Devices Co., Limited	3	〃	1,653,543	Note 5	0.21
18	Yosun Singapore Pte Ltd.	WPG SCM Limited	3	〃	446,825	Note 5	0.06
18	Yosun Singapore Pte Ltd.	Yosun Hong Kong Corp. Ltd.	3	〃	313,384	Note 5	0.04

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
19	Sertek Incorporated	Yosun Industrial Corp.	3	Sales	$ 925,543	Note 5	0.12
19	Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	3	〃	589,882	Note 5	0.08
20	Richpower Electronic Devices Co., Ltd	Silicon Application Corp.	3	〃	1,237,155	Note 5	0.16
20	Richpower Electronic Devices Co., Ltd	WPG Electronics (Hong Kong) Limited	3	〃	1,410,550	Note 8	0.18
20	Richpower Electronic Devices Co., Ltd	Yosun Industrial Corp.	3	〃	594,377	Note 5	0.08
21	Richpower Electronic Devices Co., Limited	WPG Electronics (Hong Kong) Limited	3	〃	183,784	Note 8	0.02
21	Richpower Electronic Devices Co., Limited	WPG China (SZ) Inc.	3	〃	151,249	Note 8	0.02
21	Richpower Electronic Devices Co., Limited	WPG China Inc.	3	〃	153,754	Note 8	0.02
21	Richpower Electronic Devices Co., Limited	Yosun Industrial Corp.	3	〃	535,391	Note 5	0.07
21	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	3	〃	3,027,717	Note 5	0.39
21	Richpower Electronic Devices Co., Limited	Richpower Electronic Devices Co., Ltd.	3	〃	395,168	Note 5	0.05
22	Peng Yu International Limited	WPG C&C Shanghai Co., Ltd.	3	〃	666,070	Note 5	0.09
23	Peng Yu Trigold Limited	World Peace Industrial Co., Ltd.	3	〃	1,317,697	Note 5	0.17
23	Peng Yu Trigold Limited	WPI International (Hong Kong) Limited	3	〃	187,674	Note 5	0.02
23	Peng Yu Trigold Limited	Peng Yu International Limited	3	〃	113,283	Note 5	0.01
23	Peng Yu Trigold Limited	WPG C&C Shanghai Co., Ltd.	3	〃	1,109,858	Note 5	0.14
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	Accounts receivable	1,686,941	Note 5	0.59
1	World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	3	〃	287,851	Note 5	0.10
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	〃	658,418	Note 5	0.23
2	World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	3	〃	167,897	Note 5	0.06
3	WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	1,257,666	Note 5	0.44
3	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	3	〃	1,037,656	Note 5	0.36
3	WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	3	〃	546,178	Note 5	0.19
3	WPI International (Hong Kong) Limited	WPG China Inc.	3	〃	647,033	Note 5	0.22
3	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	3	〃	475,339	Note 5	0.17

				Transaction			
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	Accounts receivable	$ 109,315	Note 5	0.04
4	Silicon Application Corp.	WPG Electronics (Hong Kong) Limited	3	〃	1,644,410	Notes 9 and 12	0.57
4	Silicon Application Corp.	WPG China (SZ) Inc.	3	〃	352,379	Notes 9 and 12	0.12
5	Pernas Electronics Co., Ltd.	Silicon Application Corp.	3	〃	294,891	Notes 9 and 11	0.10
6	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	〃	341,496	Note 4	0.12
7	Asian Information Technology Inc.	Frontek Technology Corporation	3	〃	2,262,650	Note 4	0.79
7	Asian Information Technology Inc.	Apache Communication Inc.	3	〃	303,178	Note 4	0.11
9	Frontek Technology Corporation	Asian Information Technology Inc.	3	〃	121,172	Note 4	0.04
9	Frontek Technology Corporation	WPG Electronics (Hong Kong) Limited	3	〃	226,752	Note 4	0.08
10	Apache Communication Inc.	Asian Information Technology Inc.	3	〃	1,111,632	Note 4	0.39
11	WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	100,895	Note 10	0.04
11	WPG Electronics (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	〃	2,845,885	Note 10	0.99
11	WPG Electronics (Hong Kong) Limited	Peng Yu Trigold Limited	3	〃	1,044,368	Note 10	0.36
13	WPG China Inc.	WPG China (SZ) Inc.	3	〃	301,283	Note 5	0.10
14	WPG Americas Inc.	Yosun Industrial Corp.	3	〃	373,276	Note 5	0.13
16	Yosun Industrial Corp.	WPG China (SZ) Inc.	3	〃	161,052	Note 8	0.06
16	Yosun Industrial Corp.	WPG China Inc.	3	〃	157,229	Note 8	0.05
17	Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	3	〃	145,521	Note 8	0.05
17	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	〃	353,454	Note 8	0.12
17	Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	3	〃	505,745	Note 5	0.18
19	Sertek Incorporated	Yosun Industrial Corp.	3	〃	100,021	Note 5	0.03
20	Richpower Electronic Devices Co., Ltd.	Silicon Application Corp.	3	〃	283,737	Note 5	0.10
20	Richpower Electronic Devices Co., Ltd.	WPG Electronics (Hong Kong) Limited	3	〃	443,568	Note 8	0.15
23	Peng Yu Trigold Limited	WPG C&C Shanghai Co., Ltd.	3	〃	298,608	Note 5	0.10
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	1	Other receivables	113,230	Note 13	0.04
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	〃	2,838,057	Note 7	0.99

				Transaction			
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
2	World Peace International (South Asia) Pte Ltd.	WPG Electronics (Hong Kong) Limited	3	Other receivables	$ 554,407	Note 7	0.19
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	〃	125,182	Note 6	0.04
2	World Peace International (South Asia) Pte Ltd.	WPG Americas Inc.	3	〃	831,986	Note 7	0.29
2	World Peace International (South Asia) Pte Ltd.	WPG South Asia Pte. Ltd.	3	〃	127,630	Note 6	0.04
3	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	3	〃	1,980,995	Note 7	0.69
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	〃	595,390	Note 14	0.21
24	WPG C&C Limited	WPI International (Hong Kong) Limited	3	〃	221,976	Note 7	0.08
25	Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	〃	419,340	Note 7	0.15
26	AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	3	〃	669,473	Note 7	0.23
27	Silicon Application Company Limited	Silicon Application Corp.	3	〃	616,023	Note 7	0.21
27	Silicon Application Company Limited	WPG Electronics (Hong Kong) Limited	3	〃	843,465	Note 7	0.29
5	Pernas Electronics Co., Ltd.	Silicon Application Corp.	3	〃	404,336	Note 7	0.14
12	WPG China (SZ) Inc.	Yosun Hong Kong Corp. Ltd.	3	〃	111,537	Note 8	0.04
12	WPG China (SZ) Inc.	LaaS (Dongguan) Supply Chain Management Limited	3	〃	106,836	Note 7	0.04
13	WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	3	〃	112,554	Note 14	0.04
15	WPG South Asia Pte. Ltd.	WPG Americas Inc.	3	〃	277,333	Note 7	0.10
28	WPG SCM Limited	WPG Electronics (Hong Kong) Limited	3	〃	277,151	Note 7	0.10
28	WPG SCM Limited	WPG Korea Co., Ltd.	3	〃	138,615	Note 7	0.05
16	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	3	〃	1,125,717	Note 7	0.39
17	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	〃	2,490,505	Note 7	0.87
29	Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	3	〃	149,819	Note 7	0.05
30	Yosun South China Corp. Ltd.	WPG China Inc.	3	〃	196,798	Note 7	0.07

				Transaction			
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
19	Sertek Incorporated	Richpower Electronic Devices Co., Ltd.	3	Other receivables	$ 277,856	Note 7	0.10
31	Richpower Electronic Devices Pte Ltd.	Yosun Singapore Pte Ltd.	3	〃	206,465	Note 7	0.07
32	Genuine C&C Holding Inc. (Seychelles)	Peng Yu Trigold Limited	3	〃	125,617	Note 7	0.04
33	Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	3	〃	158,601	Note 7	0.06
34	WPG C&C Shanghai Co., Ltd.	LaaS (Dongguan) Supply Chain Management Limited.	3	〃	296,991	Note 7	0.10

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:
(1) Parent company is '0'.
(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories:
(1) Parent company to subsidiary.
(2) Subsidiary to parent company.
(3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~120 days from the end of the month of sales.

Note 5: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~90 days from the end of the month of sales.

Note 6: The amount receivable pertains to receipts under custody.

Note 7: Mainly accrued financing charges.

Note 8: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 60~120 days from the end of the month of sales.

Note 9: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition.

Note 10: The collection period is 60 days from the end of the month of sales.

Note 11: The collection period is 30 days from the end of the month of sales.

Note 12: The collection period is 90 days from the end of the month of sales.

Note 13: The amount receivable arose from filing of consolidated tax return.

Note 14: The receivable was due from a payment to supplier on behalf of associates.

WPG Holdings Limited and Subsidiaries

Information on investees (excluding information on investments in Mainland china)

Year ended December 31, 2021

Table 9

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	$ 18,471,669	$ 18,471,669	1,742,000,000	100.00	$ 25,979,230	$ 4,242,362	$ 4,242,362	Note 4
WPG Holdings Limited	Asian Information Technology Inc.	Taiwan	Sales of electronic/ electrical components	4,863,464	4,863,464	560,700,000	100.00	5,861,122	1,373,132	1,373,132	Note 4
WPG Holdings Limited	Silicon Application Corp.	Taiwan	Sales of computer software and electronic components	5,717,962	5,717,962	608,000,000	100.00	7,358,195	1,276,708	1,276,708	Note 4
WPG Holdings Limited	WPG Electronics Limited	Taiwan	Agent and sales of electronic/ eletrical components	14,735	14,735	3,920,000	100.00	46,361	5,074	4,826	Note 4
WPG Holdings Limited	WPG Korea Co., Ltd.	South Korea	Agent and sales of electronic/ eletrical components	308,771	169,071	2,235,894	100.00	584,238	1,905	1,905	Note 4
WPG Holdings Limited	WPG International (CI) Limited	Cayman Islands	Holding company	4,583,583	4,583,583	150,282,520	100.00	7,352,593	1,605,221	1,605,221	Note 4
WPG Holdings Limited	Yosun Industrial Corp.	Taiwan	Sales of electronic/ electrical components	12,144,406	12,144,406	362,074,400	100.00	12,023,438	1,275,169	1,271,653	Note 4
WPG Holdings Limited	WPG Investment Co., Ltd.	Taiwan	Investment company	2,102,997	2,102,997	210,000,000	100.00	2,116,732	(200,467)	(202,099)	Note 4
WPG Holdings Limited	Trigold Holdings Limited	Taiwan	Investment company	940,141	707,968	59,195,189	58.86	1,218,447	392,114	236,941	Note 4
WPG Holdings Limited	WPG EMEA B.V.	Netherlands	Sales of electronic/ electrical components	140,500	-	5,000,000	100.00	117,116	(21,536)	(21,536)	Note 4
WPG Holdings Limited	WT Microelectronics Co., Ltd.	Taiwan	Trading company	8,111,638	8,111,638	177,110,000	22.06	12,856,281	7,923,257	1,736,927	Note 6
World Peace Industrial Co., Ltd.	WPI Investment (South Asia) Pte Ltd.	British Virgin Islands	Holding company	1,132,162	1,132,162	34,196,393	100.00	3,878,786	213,676	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	WPI Investment Holding (BVI) Company Ltd.	British Virgin Islands	Holding company	2,774,146	2,774,146	83,179,435	100.00	22,813,325	3,651,782	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	Longview Technology Inc.	Taiwan	Agent and sales of electronic/ eletrical components	364,290	364,290	33,900,000	100.00	483,854	(3,524)	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
World Peace Industrial Co., Ltd.	Chainpower Technology Corp.	Taiwan	Agent and sales of electronic/ eletrical components	$ 66,261	$ 66,261	9,781,452	39.00	177,208	$ 139,885	$ -	Notes 2 and 3
World Peace Industrial Co., Ltd.	AECO Technology Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	1,468,555	1,468,555	94,600,000	100.00	1,443,284	5,350	-	Notes 2 and 5
Longview Technology Inc.	Longview Technology GC Limited	British Virgin Islands	Holding company	335,328	335,328	11,300,000	100.00	513,678	4,516	-	Notes 2 and 5
Longview Technology Inc.	Long-Think International Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	37,302	37,302	4,000,000	100.00	44,963	(1,181)	-	Notes 2 and 5
AECO Technology Co., Ltd.	Teco Enterprise Holding (BVI) Co., Ltd.	British Virgin Islands	Investment company	436,280	436,280	12,610,000	100.00	745,664	7,648	-	Notes 2 and 5
Silicon Application Corp.	Silicon Application (BVI) Corporation	British Virgin Islands	Holding company	706,402	706,402	22,000,000	100.00	1,607,433	27,385	-	Notes 2 and 5
Silicon Application Corp.	Win-Win Systems Ltd.	British Virgin Islands	Holding company	24,015	24,015	765,000	100.00	23,901	(17)	-	Notes 2 and 5
Silicon Application Corp.	SAC Components (South Asia) Pte. Ltd.	Singapore	Sales of computer software and electronic components	104,510	104,510	3,500,000	100.00	105,462	(228)	-	Notes 2 and 5
Silicon Application Corp.	Pernas Electronics Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	959,504	959,504	73,500,000	100.00	1,403,963	384,224	-	Notes 2 and 5
Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	343,959	343,959	28,000,000	100.00	905,225	193,787	-	Notes 2 and 5
Asian Information Technology Inc.	Frontek Technology Corporation	Taiwan	Sales of electronic/ electrical components	1,515,256	1,515,256	214,563,352	100.00	2,005,461	440,231	-	Notes 2 and 5
Asian Information Technology Inc.	Apache Communication Inc.	Taiwan	Sales of electronic/ electrical components	980,313	480,313	219,300,000	100.00	2,359,768	344,128	-	Notes 2 and 5
Asian Information Technology Inc.	Henshen Electric Trading Co., Ltd.	Taiwan	Sales of electronic/ electrical components	124,521	124,521	10,000,000	100.00	115,973	1,581	-	Notes 2 and 5
Asian Information Technology Inc.	Adivic Technology Co., Ltd.	Taiwan	Import and export business for electronic components	206,200	206,200	4,410,000	25.94	27,131	1,962	-	Notes 2 and 3
Asian Information Technology Inc.	Fame Hall International Co., Ltd.	British Virgin Islands	Investment company	155,558	155,558	4,703,107	100.00	253,221	7,494	-	Notes 2 and 5
Frontek Technology Corporation	Frontek International Limited	British Virgin Islands	Investment company	101,862	101,862	2,970,000	100.00	120,542	3,022	-	Notes 2 and 5
Yosun Industrial Corp.	Suntop Investments Limited	Cayman Islands	Investment company	1,812,188	1,812,188	50,700,000	100.00	5,211,839	364,067	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
Yosun Industrial Corp.	Sertek Incorporated	Taiwan	Sales of electronic/ electrical components	$ 1,616,722	$ 1,616,722	94,828,100	100.00	$ 1,776,857	$ 168,967	$ -	Notes 2 and 5
Yosun Industrial Corp.	Pan-World Control Technologies, Inc.	Taiwan	Wholesale of machinery	19,920	19,920	1,660,000	24.24	-	-	-	Notes 2 and 3
Yosun Industrial Corp.	Eesource Corp.	Taiwan	Sales of electronic/electrical components, office machinery and equipment	11,520	11,520	1,080,000	20.00	37,460	44,967	-	Notes 2 and 3
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	Taiwan	Sales of electronic/ electrical components	2,092,631	2,092,631	85,000,000	100.00	2,183,811	405,561	-	Notes 2 and 5
Sertek Incorporated	Sertek Limited	Hong Kong	Sales of electronic/ electrical components	83,494	83,494	19,500,000	100.00	74,378	722	-	Notes 2 and 5
Richpower Electronic Devices Co., Ltd	Richpower Electronic Devices Co., Limited	Hong Kong	Sales of electronic components	284,898	284,898	63,000,000	100.00	2,428,490	177,815	-	Notes 2 and 5
Richpower Electronic Devices Co., Ltd	Richpower Electronic Devices Pte Ltd.	Singapore	Sales of electronic components	1,988	1,988	10,000	100.00	211,349	2,033	-	Notes 2 and 5
WPG Investment Co., Ltd.	Eesource Corp.	Taiwan	Sales of electronic/electrical components, office machinery and equipment	11,520	11,520	1,080,000	20.00	37,460	44,967	-	Notes 2 and 3
WPG Investment Co., Ltd.	Pan-World Control Technologies, Inc.	Taiwan	Wholesale of machinery	17,800	17,800	1,565,218	22.86	-	-	-	Notes 2 and 3
WPG Investment Co., Ltd.	Sunrise Technology Co., Ltd.	Taiwan	Manufacturing of computer and its peripheral equipment	50,000	50,000	3,279,800	10.67	43,190	4,078	-	Notes 2 and 3
WPG Investment Co., Ltd.	Trigold Holdings Limited	Taiwan	Investment company	49,224	230	1,749,979	1.74	35,997	392,114	-	Notes 2 and 3
WPG Investment Co., Ltd.	AutoSys Co., Ltd.	Cayman Islands	Holding company	73,000	73,000	5,000,000	16.25	69,019	(16,876)	-	Notes 2 and 3
WPG Investment Co., Ltd.	Beauteek Global Wellness Corporation Limited	Hong Kong	Community e-commerce trading plat form and related services	13,663	13,663	354,400	19.34	5,288	(18,551)	-	Notes 2 and 3
WPG Investment Co., Ltd.	LaaS Holdings (Samoa) Limited	Samoa	Holding company	1,142,712	1,142,712	40,060,000	100.00	866,174	(259,392)	-	Notes 2 and 5
Trigold Holdings Limited	Genuine C&C Inc.	Taiwan	Sales of electronicproducts and its peripheral	1,093,697	1,093,697	79,569,450	100.00	1,224,421	175,085	-	Notes 2 and 5
Trigold Holdings Limited	Trigold (Hong Kong) Company Limited	Hong Kong	Holding company	600,796	510,981	155,200,000	100.00	1,019,553	243,626	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
Genuine C&C Inc.	Hoban Inc.	Taiwan	An E-commerce company which operates B2C and O2O businesses	$ 79,999	$ 79,999	8,000,000	100.00	($ 10,377)	($ 13,541)	$ -	Notes 2 and 5
Genuine C&C Inc.	Genuine C&C Holding Inc. (Seychelles)	Seychelles	Holding company	193,870	193,870	6,500,000	100.00	127,929	2,411	-	Notes 2 and 5
Genuine C&C Inc.	Sunrise Technology Co., Ltd.	Taiwan	Manufacturing of computer and its peripheral equipment	12,636	12,636	1,682,151	5.47	3,780	4,078	-	Notes 2 and 3

Note 1: Investment income (loss) recognized by the company including realized (unrealized) gain or loss from upstream intercompany transactions and amortization of investment discount (premium).
Note 2: Investment income (loss) recognized by each subsidiary.
Note 3: An investee company accounted for using the equity method by subsidiary.
Note 4: A subsidiary.
Note 5: An indirect subsidiary.
Note 6: An investee company accounted for using the equity method by the Company.

WPG Holdings Limited and Subsidiaries

Information on investments in Mainland China

Year ended December 31, 2021

Table 10

Expressed in thousands of NTD

(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2021	Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the year ended December 31, 2021		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021	Net income of investee for the year ended December 31, 2021	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 2)	Book value of investments in Mainland China as of December 31, 2021 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
WPG China (SZ) Inc.	Sales of semiconductor integrated circuit and electronic components	$ 145,890	1	$ 96,213	$ -	$ -	$ 96,213	$ 305,399	100.00	$ 305,399	$ 1,175,591	$ -	Note 3
WPG China Inc.	Agent for selling electronic/electrical components	1,643,974	1	1,614,794	-	-	1,614,794	848,153	100.00	848,153	3,429,229	-	
Gain Tune Logistics (Shanghai) Co., Ltd.	Warehousing services / extra work	35,065	1	13,717	-	-	13,717	9,216	40.00	3,686	33,601	-	
Suzhou Xinning Logistics Co., Ltd.	Warehousing services	58,572	1	17,016	-	-	17,016	6,954	29.40	2,045	46,012	-	
Suzhou Xinning Bonded Warehouse Co., Ltd.	Warehousing services	27,680	1	25,972	-	-	25,972	(580)	49.00	(284)	84,166	-	
Yosun Shanghai Corp. Ltd.	Sales of electronic components and warehousing services	272,872	1	213,136	-	-	213,136	6,231	100.00	6,231	374,020	-	
Yosun South China Corp. Ltd.	Sales of electronic /electrical components	139,306	1	-	-	-	-	4,645	100.00	4,645	213,762	-	
Qegoo Technology Co., Ltd.	Business e-commerce platform	51,208	1	4,438	-	-	4,438	-	15.00	-	-	-	
Beauteek (Shanghai) Global Wellness Corporation Limited	Community e-commerce trading platform and related services	47,056	1	7,238	-	-	7,238	-	15.38	-	-	-	
LaaS (Dongguan) Supply Chain Management Limited	Supply chain management, design and related	1,107,200	1	1,107,200	-	-	1,107,200	(259,249)	100.00	(259,249)	864,660	-	Note 8

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2021	Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the year ended December 31, 2021		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021	Net income of investee for the year ended December 31, 2021	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 2)	Book value of investments in Mainland China as of December 31, 2021 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Peng Yu (Shanghai) Digital Technology Co., Ltd	Sales of electronic/electrical products	$ 97,740	1	$ 180,295	$ -	$ -	$ 180,295	$ 64,844	100.00	$ 39,295	$ 234,673	$ -	
WPG C&C Shanghai Co., Ltd.	Sales of electronic/electrical products	230,826	1	237,138	-	-	237,138	175,536	100.00	106,375	326,787	-	Note 6
Trigolduo (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	86,880	1	30,408	30,408	-	60,816	(20,359)	70.00	(8,636)	8,196	-	
Trigold Tongle (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	6,516	1	-	-	-	-	(4,175)	70.00	(1,771)	(2,792)	-	Note 7

Note 1: Through investing in an existing company in the third area, which then invested in the investee in Mainland China, is '1'.

Note 2: The investment income/loss for the year ended December 31, 2021 that was recognised by the Company was based on the financial statements audited by international accounting firm which has cooperative relationship with accounting firm in R.O.C.

Note 3: WPG International (Hong Kong) Limited invested in WPG (SZ) Inc. in the amount of HKD 10 million, which is part of the distribution of earnings from WPG China Inc. The investment had been permitted by Investment Commission, and was excluded from the ceiling of investment amount in Mainland China.

Note 4: For paid-in capital, amount remitted from Taiwan to Mainland China/ amount remitted back to Taiwan for the year ended December 31, 2021, accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021, book value of investments in Mainland China as of December 31, 2021, accumulated amount of investment income remitted back to Taiwan as of December 31, 2021, etc., the exchange rates used were USD 1: NTD 27.68, HKD 1:NTD 3.549 and RMB 1: NTD 4.344.

Note 5: The ending balance of investment was calculated based on combined ownership percentage held by the Company.

Note 6: The retirement of World Peace Industrial Co., Ltd.'s indirect investment in Mainland China, WPG C&C Shanghai Co., Ltd., has been approved by Investment Commission, Ministry of Economic Affairs on May 22, 2019 amounting to USD 11,650 thousand. World Peace Industrial Co., Ltd. will submit an application to Investment Commission, Ministry of Economic Affairs for deducting the accumulated amount of remittance from Taiwan to Mainland China when the consideration arising from transfer of equity interests is remitted back from the investment in the third area, WPI International (HK) Limited.

Note 7: Trigold Tongle (Shanghai) Industrial Development Ltd. is a wholly-owned subsidiary of Trigolduo (Shanghai) Industrial Development Ltd.

Note 8: WPG Investment Co., Ltd. acquired a 100% equity interest in Mainland China investee, LaaS (Dongguan) Supply Chain Management Limited, through a reinvestment, LaaS Holdings (HK) Limited, of WPG Investment Co., Ltd.'s investment in the third area, Samoa, on August 2, 2020. WPG Investment Co., Ltd. had received a post-approval from the MOEA.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
WPG Holdings Limited	$ 1,767,713	$ 1,932,834	$ 42,735,208
World Peace Industrial Co., Ltd. and its subsidiaries	358,563	432,365	15,618,293
Silicon Application Corp. and its subsidiaries	11,915	17,310	4,414,917
Yosun Industrial Corp. and its subsidiares	232,097	491,710	4,963,631
WPG Investment Co., Ltd.	1,118,876	1,127,957	1,270,039
Trigold Holdings Limited	564,571	564,571	1,205,280

(1) Exchange rates as of December 31, 2021 were USD 1: NTD27.68, HKD 1 : NTD 3.549 and RMB 1 : NTD 4.344.
(2) The ceiling of investment amount of the company is calculated based on the investor's net assets.

WPG Holdings Limited and Subsidiaries

Major shareholders information

December 31, 2021

Table 11

	Shares	
Name of major shareholders	Number of shares held	Ownership (%)
Fubon Life Assurance Co., Ltd.	115,714,000	6.15%

Description: If the company applies Taiwan Depository & Clearing Corporation for the information of the table, the following can be explained in the notes of the table.

(a) The major shareholders information was derived from the data that the Company issued common shares (including treasury shares) and preference shares in dematerialised form which were registered and held by the shareholders above 5% on the last operating date of each quarter and was calculated by the Taiwan Depository & Clearing Corporation. The share capital which was recorded in the financial statements may be different from the actual number of shares in dematerialised form due to the difference in the calculation basis.

(b) If the aforementioned data contains shares which were held in trust by the shareholders, the data is disclosed as a separate account of client which was set by the trustee. As for the shareholder who reports share equity as an insider whose shareholding ratio is greater than 10%, in accordance with the Securities and Exchange Act, the shareholding ratio includes the self-owned shares and shares held in trust, and at the same time, the shareholder has the power to decide how to allocate the trust assets. For the information on reported share equity of insider, please refer to Market Observation Post System.

WPG HOLDINGS LIMITED

PARENT COMPANY ONLY FINANCIAL STATEMENTS AND

AUDIT REPORT OF INDEPENDENT AUDITORS

DECEMBER 31, 2021 AND 2020

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Stockholders of WPG Holdings Limited

Opinion

We have audited the accompanying parent company only balance sheets of WPG Holdings Limited (the "Company") as at December 31, 2021 and 2020, and the related parent company only statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying parent company only financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2021 and 2020, and its financial performance and its 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 generally accepted auditing standards in 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 Accountants in 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 Company's 2021 financial statements. These matters were addressed in the context of our audit of the parent company only financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Company's 2021 parent company only financial statements are stated as follows:

Impairment assessment of investments accounted for under equity method

Description

Refer to Note 4(12) for accounting policy on investments accounted for under equity method, Note 5(2) for uncertainty of accounting estimates and assumptions in relation to impairment assessment of investments accounted for under equity method, and Note 6(4) for details of investments accounted for under equity method.

In 2010, the Company acquired 100% shareholding of Yosun Industrial Corp. (referred herein as "Yosun Industrial") amounting to $12,939,060 thousand, and was recognized as investments accounted for under equity method. The Company uses the estimated future cash flows of each cash-generating unit and proper discount rate to assess whether the investment may be impaired. Given that the assumptions used in the calculation of recoverable amount requires significant management judgement with respect to the discount rate and the underlying cash flows, we considered the impairment assessment of the investment a key audit matter.

How our audit addressed the matter

Our audit procedures in relation to the above key audit matter included:

1. Assessing the process in which management evaluates the estimated future cash flows of each cash generating unit, and reconciling the input data used in the valuation model to the approved operational plan by management.
2. Evaluating the reasonableness of the estimated growth rate, gross rate, discount rate and other significant assumptions used in the valuation model, by:
   (1) Comparing estimated growth rate and gross rate with historical data and our knowledge of the business and industry;
   (2) Comparing discount rate assumptions with respect to cash generating units' capital cost and similar return on assets; and
   (3) Checking the setting of valuation model's calculation formula.
3. Comparing the recoverable value and book value of each cash-generating unit.

Valuation of investments accounted for under equity method

Description

Refer to Note 4(12) for accounting policy on investments accounted for under equity method, and Note 6(4) for details of investments accounted for under equity method.

As at December 31, 2021, the balance of the Company's investments in its subsidiaries, World Peace Industrial Co., Ltd. (referred herein as "World Peace Industrial"), Yosun Industrial, Silicon Application Corp. (referred herein as "Silicon Application") and Asian Information Technology Inc. (referred herein as "Asian Information Technology") amounted to $25,979,230 thousand, $12,023,438 thousand, $7,358,195 thousand and $5,861,122 thousand, respectively, and the investment income amounted to $4,242,362 thousand, $1,271,653 thousand, $1,276,708 thousand and $1,373,132 thousand for the year then ended, respectively. As the balance of investments accounted for under equity method constituted 58% of the Company's total assets, and investment income constituted 71% of the Company's profit before tax, we considered the assessment of investments accounted for under equity method, valuation of allowance for uncollectible accounts receivable, and recognition of purchase discounts and allowances of these subsidiaries as key audit matters as summarized below:

Valuation of allowance for uncollectible accounts receivable - World Peace Industrial, Yosun Industrial, Silicon Application and Asian Information Technology (collectively referred herein as the "Subsidiaries")

Description

Refer to Note 4(10) of consolidated financial statements for accounting policy on accounts receivable, Note 5(2) of consolidated financial statements for uncertainty of accounting estimates and assumptions in relation to provision for uncollectible accounts receivable, and Note 6(5) of consolidated financial statements for details of accounts receivable and overdue receivables.

The Subsidiaries assess the collectibility of accounts receivable based on historical experience with its customers. As the estimation of allowance for uncollectible accounts is subject to management's judgment in estimating future recovery, such as management's assessment of customer's credit risk, we considered the valuation of allowance for uncollectible accounts receivable a key audit matter.

How our audit addressed the matter

Our audit procedures in relation to the above key audit matter included:

1. Obtaining an understanding of, and evaluating the formal approval process for the customer's

credit limit application.

2. Checking the provision policy on allowance for uncollectible accounts, and assessing the reasonableness of provision policy.
3. Checking the adequacy of the loss rate calculation by sampling the historical accounts receivable aging data and verifying the formula for the calculation of expected credit loss rate.
4. Comparing the classification of accounts receivable aging with current year and prior year, and checking subsequent collections after balance sheet date to confirm recovery of outstanding receivables.
5. For those accounts receivable specifically identified by management to have been impaired, evaluating propriety of impairment assessment against related supporting documents.

Recognition of purchase discounts and allowances - Subsidiaries

Description

Refer to Note 4(13) of the consolidated financial statements for accounting policy on recognition of purchase discounts and allowances.

The Subsidiaries are engaged in operating sales channel for various electronic components. In line with industry practice, the Subsidiaries have entered into purchase discounts and allowances agreements with suppliers for various kinds and quantities of inventories. The Subsidiaries calculate and recognize the amount of purchase discounts and allowances in accordance with the agreement. The Subsidiaries negotiate the amount with the supplier, and after receiving credit note from supplier, the Subsidiaries pay the net amount.

The discounts and allowances from supplier are calculated either automatically by the system or manually. The Subsidiaries have to gather a lot of information to input in the system, such as the items subject to discount and corresponding discount rate, etc. Given that the Subsidiaries have a large volume of purchases, and have entered into various purchase discounts and allowances agreements with terms and conditions that vary with each agreement, we considered the recognition of purchase discounts and allowances a key audit matter.

How our audit addressed the matter

Our audit procedures in relation to the above key audit matter included:

1. Understanding the process in recognizing purchase discounts and allowances, evaluating related

internal control procedures and testing its effectiveness, checking the basic information set up in the computer system with respect to discount and allowance calculation randomly, and selecting samples to determine whether purchase discounts and allowances recognized were reviewed by an authorised supervisor.

2. Selecting samples of purchase discounts and allowances, obtaining confirmed documents and approved credit note from supplier for selected commodity's part number, and checking whether the part number and discount and allowance amount in obtained vouchers were consistent with the amounts recognized.
3. Performing confirmation of selected material accounts payable, checking whether there is a difference between the amount of purchase discounts and allowances recognized based on credit note from supplier with the amount confirmed by the supplier, and investigating differences, if any. Selecting samples of outstanding accounts payable and checking whether subsequent payments were made after the balance sheet date.

Responsibilities of management and those charged with governance for 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to 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 audit committee, are responsible for overseeing the Company's financial reporting process.

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 generally accepted auditing standards 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 parent company only financial statements.

As part of an audit in accordance with the generally accepted auditing standards in 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 Company's internal control.
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 Company's ability 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 appropriate audit evidence regarding the financial information of the entities or business activities within the financial statements 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 those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless 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.

Lin, Chun-Yao　　Chou, Chien-hung

for and on behalf of PricewaterhouseCoopers, Taiwan
February 28, 2022

The accompanying parent company only financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying parent company only financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers, Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

WPG HOLDINGS LIMITED
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Assets	Notes	December 31, 2021 Amount	%	December 31, 2020 Amount	%
	Current assets					
1100	Cash and cash equivalents	6(1)	$ 86,530	-	$ 40,435	-
1180	Accounts receivable - related parties, net	7(3)	164,265	-	123,169	-
1200	Other receivables		124	-	56	-
1210	Other receivables - related parties	7(3)	292,570	-	341,239	1
1410	Prepayments		68,627	-	44,600	-
1470	Other current assets		3,089	-	60,068	-
11XX	**Total current assets**		615,205	-	609,567	1
	Non-current assets					
1510	Financial assets at fair value through profit or loss - non-current	6(2)	637,096	1	610,915	1
1517	Non-current financial assets at fair value through other comprehensive income - non-current	6(3)	2,770,581	3	1,594,081	2
1550	Investments accounted for under equity method	6(4), 7(3) and 8	75,513,753	86	70,484,850	87
1600	Property, plant and equipment	6(5) and 8	6,873,466	8	6,931,550	8
1755	Right-of-use assets	6(6) and 7(3)	74,773	-	23,061	-
1760	Investment property, net	6(7) and 8	1,547,057	2	704,332	1
1780	Intangible assets	6(8)	72,121	-	109,573	-
1840	Deferred income tax assets	6(24)	37,859	-	24,685	-
1990	Other non-current assets		12,696	-	12,696	-
15XX	**Total non-current assets**		87,539,402	100	80,495,743	99
1XXX	**Total assets**		$ 88,154,607	100	$ 81,105,310	100

(Continued)

WPG HOLDINGS LIMITED
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Liabilities and Equity	Notes	December 31, 2021 Amount	%	December 31, 2020 Amount	%
	Current liabilities					
2100	Short-term borrowings	6(9)	$ 5,595,000	6	$ 4,450,000	6
2110	Short-term notes and bills payable	6(10)	1,369,303	2	1,199,421	1
2150	Notes payable		2,785	-	1,698	-
2200	Other payables		613,094	1	421,295	1
2220	Other payables - related parties	7(3)	14,019	-	7,802	-
2230	Current income tax liabilities		284,434	-	343,154	-
2280	Current lease liabilities		11,781	-	12,050	-
2300	Other current liabilities	6(11)	113,711	-	95,768	-
21XX	**Total current liabilities**		8,004,127	9	6,531,188	8
	Non-current liabilities					
2540	Long-term borrowings	6(11) and 8	9,557,496	11	8,929,646	11
2570	Deferred income tax liabilities	6(24)	72,513	-	78,941	-
2580	Non-current lease liabilities		59,891	-	10,746	-
2600	Other non-current liabilities	6(12)	60,651	-	84,867	-
25XX	**Total non-current liabilities**		9,750,551	11	9,104,200	11
2XXX	**Total liabilities**		17,754,678	20	15,635,388	19
	Equity					
	Capital	6(13)				
3110	Common stock		16,790,568	19	16,790,568	21
3120	Preference stock		2,000,000	2	2,000,000	2
	Capital reserve	6(14)				
3200	Capital reserve		28,724,498	33	28,848,733	36
	Retained earnings	6(15)				
3310	Legal reserve		7,483,640	8	6,667,417	8
3320	Special reserve		8,832,794	10	5,420,694	7
3350	Unappropriated earnings		16,494,533	19	14,575,304	18
	Other equity interest	6(16)				
3400	Other equity interest		(9,926,104)	(11)	(8,832,794)	(11)
3XXX	**Total equity**		70,399,929	80	65,469,922	81
	Significant contingent liabilities and unrecognized contract commitments	9				
3X2X	**Total liabilities and equity**		$ 88,154,607	100	$ 81,105,310	100

The accompanying notes are an integral part of these parent company only financial statements.

WPG HOLDINGS LIMITED
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

	Items	Notes	2021 Amount	2021 %	2020 Amount	2020 %
4000	**Operating revenues**	6(17) and 7(3)	$13,000,495	100	$ 9,072,831	100
5000	**Operating costs**	6(22)(23)and 7(3)	(1,362,511)	(10)	(905,763)	(10)
5900	**Gross profit**		11,637,984	90	8,167,068	90
	Non-operating income and expenses					
7100	Interest income	6(18)	86	-	533	-
7010	Other income	6(19)	77,297	1	44,692	-
7020	Other gains or losses	6(20)	(61,473)	(1)	(19,551)	-
7050	Financial costs	6(21)	(174,825)	(1)	(111,124)	(1)
7000	**Total non-operating income and expenses**		(158,915)	(1)	(85,450)	(1)
7900	**Income before income tax**		11,479,069	89	8,081,618	89
7950	Income tax benefit	6(24)	17,864	-	41,737	1
8200	**Profit for the year**		$11,496,933	89	$ 8,123,355	90
	Other comprehensive income / (loss), net					
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss					
8311	Loss on remeasurement of defined benefit plan	6(12)	($ 16,144)	-	($ 3,914)	-
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	6(3)(16)	1,059,263	8	56,066	-
8330	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for under equity method		619,853	5	1,816,133	20
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(24)	3,229	-	783	-
8310	**Other comprehensive income that will not be reclassified to profit or loss**		1,666,201	13	1,869,068	20
	Components of other comprehensive income (loss) that will be reclassified to profit or loss					
8361	Exchange differences on translation of foreign financial statements	6(16)	(129,471)	(1)	(74,489)	(1)
8380	Share of other comprehensive loss of subsidiaries, associates and joint ventures accounted for under equity method	6(16)	(2,573,198)	(20)	(5,203,124)	(57)
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(24)	4,293	-	5,142	-
8360	**Other comprehensive loss that will be reclassified to profit or loss**		(2,698,376)	(21)	(5,272,471)	(58)
8300	**Other comprehensive loss, net**		($ 1,032,175)	(8)	($ 3,403,403)	(38)
8500	**Total comprehensive income**		$10,464,758	81	$ 4,719,952	52
	Earnings per share (in dollars)					
9750	**Basic earnings per share**	6(25)	$ 6.61		$ 4.77	
9850	**Diluted earnings per share**	6(25)	$ 6.60		$ 4.77	

The accompanying notes are an integral part of these parent company only financial statements.

WPG HOLDINGS LIMITED
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

		Capital			Retained Earnings			Other Equity Interest		
	Notes	Common stock	Preference stock	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total equity
2020										
Balance at January 1, 2020		$ 16,790,568	$ 2,000,000	$ 27,456,298	$ 6,021,073	$ 2,602,682	$ 14,022,230	($ 5,414,694)	($ 6,000)	$ 63,472,157
Net income		-	-	-	-	-	8,123,355	-	-	8,123,355
Other comprehensive income (loss)		-	-	-	-	-	8,697	(5,272,471)	1,860,371	(3,403,403)
Total comprehensive income (loss)		-	-	-	-	-	8,132,052	(5,272,471)	1,860,371	4,719,952
Appropriations and distribution of 2019 retained earnings	6(15)									
Legal reserve		-	-	-	646,344	-	(646,344)	-	-	-
Special reserve		-	-	-	-	2,818,012	(2,818,012)	-	-	-
Cash dividends for common stock		-	-	-	-	-	(4,029,736)	-	-	(4,029,736)
Cash dividends for preference stock		-	-	-	-	-	(115,068)	-	-	(115,068)
Changes in equity of associates and joint ventures accounted for under equity method	6(14)	-	-	1,392,435	-	-	30,182	-	-	1,422,617
Balance at December 31, 2020		$ 16,790,568	$ 2,000,000	$ 28,848,733	$ 6,667,417	$ 5,420,694	$ 14,575,304	($ 10,687,165)	$ 1,854,371	$ 65,469,922
2021										
Balance at January 1, 2021		$ 16,790,568	$ 2,000,000	$ 28,848,733	$ 6,667,417	$ 5,420,694	$ 14,575,304	($ 10,687,165)	$ 1,854,371	$ 65,469,922
Net income		-	-	-	-	-	11,496,933	-	-	11,496,933
Other comprehensive income (loss)		-	-	-	-	-	(127,981)	(2,698,376)	1,794,182	(1,032,175)
Total comprehensive income (loss)		-	-	-	-	-	11,368,952	(2,698,376)	1,794,182	10,464,758
Appropriations and distribution of 2020 retained earnings	6(15)									
Legal reserve		-	-	-	816,223	-	(816,223)	-	-	-
Special reserve		-	-	-	-	3,412,100	(3,412,100)	-	-	-
Cash dividends for common stock		-	-	-	-	-	(5,205,076)	-	-	(5,205,076)
Cash dividends for preference stock		-	-	-	-	-	(400,000)	-	-	(400,000)
Subsidiaries' disposal of investments in equity instruments designated at fair value through other comprehensive income		-	-	-	-	-	189,116	-	(189,116)	-
Changes in equity of associates and joint ventures accounted for under equity method	6(14)	-	-	(137,660)	-	-	208,723	-	-	71,063
Difference between consideration and carrying amount of subsidiaries acquired or disposed		-	-	-	-	-	(14,163)	-	-	(14,163)
Changes in ownership interests in subsidiaries	6(14)	-	-	13,425	-	-	-	-	-	13,425
Balance at December 31, 2021		$ 16,790,568	$ 2,000,000	$ 28,724,498	$ 7,483,640	$ 8,832,794	$ 16,494,533	($ 13,385,541)	$ 3,459,437	$ 70,399,929

The accompanying notes are an integral part of these parent company only financial statements.

WPG HOLDINGS LIMITED
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Notes	2021	2020
Cash flows from operating activities			
Income before income tax		$ 11,479,069	$ 8,081,618
Adjustments			
Income and expenses			
Depreciation	6(22)	173,589	43,808
Amortization	6(22)	57,913	50,610
Loss (gain) on financial assets at fair value through profit or loss	6(20)	36,834	(6,856)
Interest expense	6(21)	174,825	111,124
Interest income	6(18)	(86)	(533)
Dividend income	6(19)	(51,101)	(22,021)
Loss on disposal of investment	6(20)	11,290	17,447
Share of profit of subsidiaries, associates and joint ventures accounted for under the equity method	6(17)	(11,526,074)	(8,049,744)
Loss on disposal of property, plant and equipment	6(20)	28	-
Gain on lease modification	6(20)	(21)	-
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Accounts receivable - related parties, net		(41,096)	(18,147)
Other receivables		(68)	-
Other receivables - related parties		(608)	1,839
Prepayments		(12,379)	(92,709)
Other current assets		56,979	(59,531)
Changes in operating liabilities			
Notes payable		1,087	95
Other payables		194,198	61,832
Other payables - related parties		6,217	(1,000)
Other current liabilities		3,705	246
Other non-current liabilities		2,016	652
Cash inflow generated from operations		566,317	118,730
Interest paid		(163,700)	(109,480)
Income tax paid		(3,659)	(187,842)
Interest received		86	533
Dividends received		5,036,864	4,696,648
Net cash provided by operating activities		5,435,908	4,518,589

(Continued)

WPG HOLDINGS LIMITED
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	Notes	2021	2020
Cash flows from investing activities			
Acquisition of financial assets at fair value through other comprehensive income - non-current		($ 117,237)	($ 1,538,015)
Acquisition of financial assets at fair value through profit or loss - non-current		(125,311)	(26,910)
Proceeds from capital reduction of financial assets at fair value through profit or loss		62,296	17,466
Capital increase in investees	7(3)	(512,373)	(1,600,000)
Acquisition of property, plant and equipment	6(26)	(117,364)	(5,440,649)
Proceeds from disposal of property, plant and equipment		-	41
Increase in guarantee deposits paid		-	(2,651)
Acquisition of intangible assets	6(26)	(70,192)	(65,101)
Proceeds from disposal of intangible assets		6,362	-
Acquisition of investment property	6(26)	(848,539)	-
Net cash used in investing activities		(1,722,358)	(8,655,819)
Cash flows from financing activities			
Principal repayment of lease liability	6(27)	(19,049)	(8,257)
Increase in short-term borrowings	6(27)	38,165,100	28,440,000
Decrease in short-term borrowings	6(27)	(37,020,100)	(31,190,000)
Increase in short-term notes and bills payable	6(27)	7,560,579	5,850,000
Decrease in short-term notes and bills payable	6(27)	(7,390,697)	(5,649,566)
Increase in long-term borrowings (including current portion of long-term borrowings)	6(27)	1,136,244	9,025,620
Decrease in long-term borrowings (including current portion of long-term borrowings)	6(27)	(494,156)	(5,116)
Increase in guarantee deposits received		-	1,200
Decrease in guarantee deposits received		(300)	-
Decrease in other payables - related parties		-	(125,000)
Distribution of cash dividends	6(15)	(5,605,076)	(4,144,804)
Net cash (used in) provided by financing activities		(3,667,455)	2,194,077
Net increase (decrease) in cash and cash equivalents		46,095	(1,943,153)
Cash and cash equivalents at beginning of year		40,435	1,983,588
Cash and cash equivalents at end of year		$ 86,530	$ 40,435

The accompanying notes are an integral part of these parent company only financial statements.

WPG HOLDINGS LIMITED
NOTES TO THE PARENT COMPANY ONLY FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANISATION

(1) WPG Holdings Limited (the Company) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China, and as a holding company of World Peace Industrial Co., Ltd. and Silicon Application Corporation by exchanging shares of common stock on November 9, 2005. The Company's shares were listed on the Taiwan Stock Exchange (TSE) and approved by the Financial Supervisory Commission, Executive Yuan, Securities and Futures Bureau on the same date. After restructuring, Richpower Electronic Devices Co., Ltd. became the Company on January 1, 2008. The Company acquired Pernas Electronics Co., Ltd., Asian Information Technology Inc., Yosun Industrial Corp. and AECO Technology Inc. by exchanging shares of common stock on July 16, 2008, February 6, 2009, November 15, 2010 and March 1, 2012, respectively. After the Company's organisation restructuring on January 1, 2014, World Peace Industrial Co., Ltd., Silicon Application Corp. and Yosun Industrial Corp. acquired 100% shares in AECO Technology Co., Ltd., Pernas Electronics Co., Ltd. and Richpower Electronic Devices Co., Ltd. through share exchange, and consequently, AECO Technology Co., Ltd., Pernas Electronics Co., Ltd. and Richpower Electronic Devices Co., Ltd. became indirectly owned subsidiaries. The Company originally evaluated Genuine C&C, Inc. using equity method through its subsidiary, World Peace Industrial Co., Ltd. The Company acquired partial stocks of Genuine C&C, Inc. on April 8, 2015 and completed the purchase on April 15, 2015. After the purchase, the Company and World Peace Industrial Co., Ltd. collectively held 60.5% shares of Genuine C&C, Inc. which became the Company's directly owned subsidiary. On September 1, 2017, the stock swap between Trigold Holdings Limited (Trigold) and the shareholders who previously owned Genuine C&C, Inc. was conducted at a stock swap ratio of 1:1. On the same day, Trigold was established and began OTC trading whereas Genuine C&C, Inc. was unlisted at OTC. The Company owned 60.5% equity of Trigold after the stock swap.

(2) The Company was organized to create the management mechanism of the group, supervise the subsidiaries, integrate the whole group and improve operational efficiency. As of December 31, 2021, the Company's authorized capital was $25,000,000 (certain shares can be issued as preference shares, and including $500,000 reserved for employee stock option certificate, restricted stocks to employees, preferred stocks with warrants and corporate bonds with warrants), and the paid-in capital was $18,790,568 with a par value of $10 (in dollars) per share.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE PARENT COMPANY ONLY FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These parent company only financial statements were authorized for issuance by the Board of Directors on February 28, 2022.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRSs") as endorsed by the Financial Supervisory Commission ("FSC")

New standards, interpretations and amendments endorsed by the FSC effective from 2021 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 4, 'Extension of the temporary exemption from applying IFRS 9'	January 1, 2021
Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16, 'Interest Rate Benchmark Reform - Phase 2'	January 1, 2021
Amendment to IFRS 16, 'Covid-19-related rent concessions beyond 30 June 2021'	April 1, 2021 (Note)

Note: Earlier application from January 1, 2021 is allowed by the FSC.

The above standards and interpretations have no significant impact to the Company's financial condition and financial performance based on the Company's assessment.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Company

New standards, interpretations and amendments endorsed by the FSC effective from 2022 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 3, 'Reference to the conceptual framework'	January 1, 2022
Amendments to IAS 16, 'Property, plant and equipment: proceeds before intended use'	January 1, 2022
Amendments to IAS 37, 'Onerous contracts - cost of fulfilling a contract'	January 1, 2022
Annual improvements to IFRS Standards 2018–2020	January 1, 2022

The above standards and interpretations have no significant impact to the Company's financial condition and financial performance based on the Company's assessment.

(3) IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 - comparative information'	January 1, 2023
Amendments to IAS 1, 'Classification of liabilities as current or non-current'	January 1, 2023
Amendments to IAS 1, 'Disclosure of accounting policies'	January 1, 2023
Amendments to IAS 8, 'Definition of accounting estimates'	January 1, 2023
Amendments to IAS 12, 'Deferred tax related to assets and liabilities arising from a single transaction'	January 1, 2023

The above standards and interpretations have no significant impact to the Company's financial condition and financial performance based on the Company's assessment.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these parent company only financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

These parent company only financial statements are prepared by the Company in accordance with the "Rules Governing the Preparation of Financial Statements by Securities Issuers".

(2) Basis of preparation

A. Except for the following item, these parent company only financial statements have been prepared under the historical cost convention:
   (a) Financial assets at fair value through profit or loss.
   (b) Financial assets at fair value through other comprehensive income.
   (c) Defined benefit liabilities is recognized based on the net amount of pension fund assets, less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC

Interpretations as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 5.

(3) Foreign currency translation

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The parent company only financial statements are presented in New Taiwan dollars, which is the Company's functional and presentation currency.

A. Foreign currency transactions and balances

(a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognized in profit or loss in the period in which they arise.

(b) Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognized in profit or loss.

(c) Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.

(d) All foreign exchange gains and losses are presented in the statement of comprehensive income within other gains or losses.

B. Translation of foreign operations

(a) The operating results and financial position of all the Company entities that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;

ii. Income and expenses for each statement of comprehensive income are translated at

average exchange rates of that period; and

iii. All resulting exchange differences are recognized in other comprehensive income.

(b) When a foreign operation partially disposed of or sold is an associate, exchange differences that were recorded in other comprehensive income are proportionately reclassified to profit or loss as part of the gain or loss on sale. In addition, if the Company retains partial interest in the former foreign associate after losing significant influence over the former foreign associate, such transactions should be accounted for as disposal of all interest in these foreign operations.

(c) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, if the Company retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in these foreign operations.

(d) Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing exchange rates at the balance sheet date.

(4) Classification of current and non-current items

A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:

(a) Assets arising from operating activities that are expected to be realized, or are intended to be sold or consumed within the normal operating cycle;

(b) Assets held mainly for trading purposes;

(c) Assets that are expected to be realized within twelve months from the balance sheet date;

(d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than twelve months after the balance sheet date.

B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:

(a) Liabilities that are expected to be paid off within the normal operating cycle;

(b) Liabilities arising mainly from trading activities;

(c) Liabilities that are to be paid off within twelve months from the balance sheet date;

(d) Liabilities for which the repayment date cannot be extended unconditionally to more than twelve months after the balance sheet date.

(5) Cash and cash equivalents

Cash equivalents refer to short-term highly liquid investments that are readily convertible to

known amount of cash and subject to an insignificant risk of changes in value. Time deposits that meet the definition above and are held for the purpose of meeting short-term cash commitment in operations are classified as cash equivalents.

(6) Financial assets at fair value through profit or loss

A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortized cost or fair value through other comprehensive income.

B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognized and derecognized using trade date accounting.

C. At initial recognition, the Company measures the financial assets at fair value and recognizes the transaction costs in profit or loss. The Company subsequently measures the financial assets at fair value, and recognizes the gain or loss in profit or loss.

D. The Company recognizes the dividend income when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.

(7) Financial assets at fair value through other comprehensive income

A. Financial assets at fair value through other comprehensive income comprise equity securities which are not held for trading, and for which the Company has made an irrevocable election at initial recognition to recognize changes in fair value in other comprehensive income.

B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognized and derecognized using trade date accounting.

C. At initial recognition, the Company measures the financial assets at fair value plus transaction costs. The Company subsequently measures the financial assets at fair value. The changes in fair value of equity investments that were recognized in other comprehensive income are reclassified to retained earnings and are not reclassified to profit or loss following the derecognition of the investment. Dividends are recognized as revenue when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.

(8) Accounts and notes receivable

A. Accounts and notes receivable entitle the Company a legal right to receive consideration in exchange for transferred goods or rendered services.

B. The short-term accounts and notes receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(9) Impairment of financial assets

For financial assets at amortized cost including accounts and notes receivable that have a significant financing component, at each reporting date, the Company recognizes the

impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognizes the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable that do not contain a significant financing component, the Company recognizes the impairment provision for lifetime ECLs.

(10) Derecognition of financial assets

The Company derecognizes a financial asset when one of the following conditions is met:

A. The contractual rights to receive cash flows from the financial asset expire.
B. The contractual rights to receive cash flows from the financial asset have been transferred and the Company has transferred substantially all risks and rewards of ownership of the financial asset.
C. The contractual rights to receive cash flows from the financial asset have been transferred and the Company has not retained control of the financial asset.

(11) Leasing arrangements (lessor) - operating leases

Lease income from an operating lease (net of any incentives given to the lessee) is recognized in profit or loss on a straight-line basis over the lease term.

(12) Investments accounted for under the equity method / subsidiaries

A. Subsidiaries are all entities (including structured entities) controlled by the Company. The Company controls an entity when the Company is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.
B. Unrealized profit (loss) arising from the transactions between the Company and subsidiaries have been offset.
C. The Company's share of its associates' post-acquisition profits or losses is recognized in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognized in other comprehensive income. When the Company's share of losses in a subsidiary equals or exceeds its interest in the subsidiary, the Company continues to recognize losses proportionate to its ownership.
D. Pursuant to the "Rules Governing the Preparation of Financial Statements by Securities Issuers," profit (loss) of the current period and other comprehensive income in the parent company only financial statements shall equal to the amount attributable to owners of the parent in the consolidated financial statements. Owners' equity in the parent company only financial statements shall equal to equity attributable to owners of the parent in the consolidated financial statements.

(13) Property, plant and equipment

A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred

during the construction period are capitalized.

B. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

C. Land is not depreciated. Other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item must be depreciated separately.

D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each financial year-end. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change.

The estimated useful lives of property, plant and equipment are as follows:

Buildings and structures	3 ~ 50 years
Office equipment	2 ~ 25 years
Leasehold improvements	3 years

(14) Leasing arrangements (lessee) - right-of-use assets / lease liabilities

A. Leases are recognized as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Company. For short-term leases or leases of low-value assets, lease payments are recognized as an expense on a straight-line basis over the lease term.

B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the incremental borrowing interest rate. Lease payments are comprised of the following:

(a) Fixed payments, less any lease incentives receivable;

(b) Amounts expected to be payable by the lessee under residual value guarantees;

(c) The exercise price of a purchase option, if the lessee is reasonably certain to exercise that option; and

(d) Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The Company subsequently measures the lease liability at amortized cost using the

interest method and recognizes interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognized as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.

C. At the commencement date, the right-of-use asset is stated at cost comprising the following:
   (a) The amount of the initial measurement of lease liability;
   (b) Any lease payments made at or before the commencement date;
   (c) Any initial direct costs incurred by the lessee; and
   (d) An estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

   The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognized as an adjustment to the right-of-use asset.

(15) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 37~50 years.

(16) Intangible assets

Computer software is stated at cost and amortized on a straight-line basis over its estimated useful life of 1 to 3 years.

(17) Impairment of non-financial assets

The Company assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognizing impairment loss for an asset in prior years no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortized historical cost would have been if the impairment had not been recognized.

(18) Borrowings

A. Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in profit or loss over the period

of the borrowings using the effective interest method.

B. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalized as a prepayment for liquidity services and amortized over the period of the facility to which it relates.

(19) Notes and accounts payable

A. Accounts payable are liabilities for purchases of services and notes payable are those resulting from operating and non-operating activities.

B. The short-term notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(20) Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability specified in the contract is discharged or cancelled or expires.

(21) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(22) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognized as expenses in that period when the employees render service.

B. Pensions

(a) Defined contribution plan

For defined contribution plan, the contributions are recognized as pension expenses when they are due on an accrual basis. Prepaid contributions are recognized as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plan

i. Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Company in current period or prior periods. The liability recognized in the balance sheet in respect of defined benefit pension plan is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to

discount is determined by using interest rates of government bonds at the balance sheet date of a currency and term consistent with currency and term of the employment benefit obligation.

ii. Remeasurement arising on defined benefit plan is recognized in other comprehensive income in the period in which they arise and is recorded as retained earnings.

C. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognized as expenses and liabilities, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employee compensation is distributed by shares, the Company calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(23) Income tax

A. The tax expense for the period comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which cases the tax is recognized in other comprehensive income or equity.

B. The current income tax expense is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.

C. Deferred tax is recognized, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Company and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled.

D. Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. At each balance sheet date, unrecognized and recognized deferred income tax assets are reassessed.

E. Current income tax assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. Deferred tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realize the asset and settle the liability simultaneously.

(24) Share capital

Ordinary shares are classified as equity. The classification of preference shares is determined according to the special rights attached to preference shares based on the substance of the contract and the definition of financial liabilities and equity instruments. Preference shares are classified as liabilities when they have the basic characteristics of financial liabilities; otherwise, they are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

(25) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are resolved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(26) Revenue recognition

A. The Company's main business is to manage investees. When services rendered can be reasonably estimated, revenue is recognized by reference to the stage of completion at the balance sheet date.

B. When services rendered cannot be reasonably estimated, possibility of cost recovery is considered when recognizing revenue. If it is possible to recover the cost incurred, the Company shall recognize revenue to the extent of the estimated recoverable cost that has been incurred; if it is not possible to recover the cost incurred, the Company shall not recognize revenue and shall recognize costs incurred as expense during the period.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

The preparation of these parent company only financial statements requires management to make critical judgements in applying the Company's accounting policies and make critical assumptions

and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. The above information is addressed below:

(1) Critical judgements in applying the Company's accounting policies

None.

(2) Critical accounting estimates and assumptions

Impairment assessment of investments accounted for under the equity method

The Company assesses the impairment of an investment accounted for under the equity method as soon as there is any indication that it might have been impaired and its carrying amount cannot be recoverable. The Company assesses the recoverable amounts of an investment accounted for under the equity method based on the present value of expected cash dividends receivable from the investee and expected future cash flows from the disposal of the investee, and analyses the reasonableness of related assumptions.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	December 31, 2021	December 31, 2020
Checking accounts deposits	$ 43	$ 43
Demand deposits	42,101	21,884
Foreign currency deposits	44,386	18,508
	$ 86,530	$ 40,435

A. The Company associates with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. No cash and cash equivalents were pledged to others.

(2) Financial assets at fair value through profit or loss

Items	December 31, 2021	December 31, 2020
Non-current items:		
Financial assets mandatorily measured at fair value through profit or loss		
Listed stocks	$ 85,347	$ 85,347
Unlisted stocks	564,612	501,597
	649,959	586,944
Valuation adjustment	(12,863)	23,971
	$ 637,096	$ 610,915

A. Amounts recognized in profit (loss) in relation to financial assets at fair value through profit or loss for the years ended December 31, 2021 and 2020 were ($36,834) and $6,856, respectively.

B. The Company has no financial assets at fair value through profit or loss pledged to others as collateral.

C. Information relating to financial assets at fair value through profit or loss is provided in Note 12(3).

(3) Financial assets at fair value through other comprehensive income

Items	December 31, 2021	December 31, 2020
Non-current items:		
Equity instruments		
Listed stocks	$ 1,655,252	$ 1,538,015
Valuation adjustment	1,115,329	56,066
	$ 2,770,581	$ 1,594,081

A. The Company has elected to classify equity investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to $2,770,581 and $1,594,081 as at December 31, 2021 and 2020, respectively.

B. Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Years ended December 31,	
	2021	2020
Financial assets at fair value through other comprehensive income		
Fair value change recognized in other comprehensive income	$ 1,059,263	$ 56,066

C. As at December 31, 2021 and 2020, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Company amounted to $1,655,252 and $1,538,015, respectively.

D. The Company has no financial assets at fair value through other comprehensive income pledged to others as collateral.

E. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Investments accounted for under the equity method

	December 31, 2021	December 31, 2020
WT Microelectronics Co., Ltd. (WT)	$ 12,856,281	$ 11,365,951
World Peace Industrial Co., Ltd.	25,979,230	24,925,013
Yosun Industrial Corp.	12,023,438	11,919,185
Silicon Application Corp.	7,358,195	7,288,058
Asian Information Technology Inc.	5,861,122	5,702,692
WPG International (CI) Limited	7,352,593	5,846,935
WPG Investment Co., Ltd.	2,116,732	2,094,595
Trigold Holdings Ltd.	1,218,447	811,453
WPG Korea Co., Ltd.	584,238	470,660
WPG Electronics Ltd.	46,361	60,308
WPG EMEA B.V.	117,116	-
	$ 75,513,753	$ 70,484,850

A. The basic information on the associate that is material to the Company is as follows:

Company name	Principal place of business	Shareholding ratio December 31, 2021	Shareholding ratio December 31, 2020	Nature of relationship	Method of measurement
WT	Taiwan	22.06%	22.47%	Holding at least 20% of the voting rights	Equity method

The summarized financial information of the associate that is material to the Company is as follows:

Balance sheet

	WT	
	December 31, 2021	December 31, 2020
Current assets	$ 149,136,255	$ 111,091,657
Non-current assets	23,847,346	19,744,555
Current liabilities	(110,582,313)	(82,612,742)
Non-current liabilities	(8,906,666)	(2,280,475)
Total net assets	$ 53,494,622	$ 45,942,995
Adjustments on fair value of other intangible and tangible assets	91,009	56,428
Total net assets after adjustments	$ 53,585,631	$ 45,999,423

	WT	
	December 31, 2021	December 31, 2020
Share in associate's net assets	$ 11,769,110	$ 10,278,780
Goodwill (Note)	1,087,171	1,087,171
Carrying amount of the associate	$ 12,856,281	$ 11,365,951

Note: In February 2020, the Group held 29.9% equity interest in WT. However, WT increased its capital by issuing new shares in order to exchange shares with

ASMedia Technology Inc., and the effective date for this share exchange was set on April 21, 2020, and the convertible bonds WT issued were converted to common stock. As the Company did not subscribe to the capital increase proportionately to its equity interest and WT issued employees' stock option certificate and purchased treasury shares, the Company's shareholding ratio of WT decreased to 22.06%, and its capital reserve decreased by $137,660. The Company obtained purchase price allocation report issued by independent appraisals firm for goodwill which arose from acquiring the company's equity interests.

Statement of comprehensive income

	WT	
	Years ended December 31,	
	2021	2020
Revenue	$ 447,896,117	$ 353,152,195
Profit for the year from continuing operations	7,662,868	3,621,190
Other comprehensive income, net of tax	2,139,842	6,569,424
Total comprehensive income for the year	$ 9,802,710	$ 10,190,614
Dividends received from associates	$ 567,230	$ 369,904

B. The fair value of the Company's material associate with quoted market price is as follows:

	December 31, 2021	December 31, 2020
WT Microelectronics Co., Ltd.	$ 13,017,585	$ 7,137,533

C. There was no impairment on investments accounted for under the equity method for the years ended December 31, 2021 and 2020.

D. The Company is the single largest shareholder of WT with a 22.06% equity interest. Given the participation extent of other shareholders in the shareholders' meeting and record of voting rights for major proposals, which indicate that the Company has no current ability to direct the relevant activities of WT, the Company has no control, but only has significant influence, over the investee.

E. Details of the Company's subsidiaries are provided in Note 4(3) in the Company's 2021 consolidated financial statements.

(5) Property, plant and equipment

	Land	Buildings and structures	Office equipment	Leasehold improvements	Construction in progress and equipment to be tested	Total
Cost						
At January 1, 2021	$ 4,306,130	$ 2,489,628	$ 238,122	$ 1,046	$ -	$ 7,034,926
Additions	-	37,150	30,950	-	38,209	106,309
Disposals	-	-	(213)	-	-	(213)
Transfer (Note)	-	1,098	(13,922)	-	-	(12,824)
At December 31, 2021	$ 4,306,130	$ 2,527,876	$ 254,937	$ 1,046	$ 38,209	$ 7,128,198
Accumulated depreciation						
At January 1, 2021	$ -	$ 17,752	$ 84,591	$ 1,033	$ -	$ 103,376
Depreciation charge	-	116,384	35,144	13	-	151,541
Disposals	-	-	(185)	-	-	(185)
At December 31, 2021	$ -	$ 134,136	$ 119,550	$ 1,046	$ -	$ 254,732
Closing net book amount as at December 31, 2021	$ 4,306,130	$ 2,393,740	$ 135,387	$ -	$ 38,209	$ 6,873,466

Note: Property, plant and equipment amounting to $1,176 and $11,648 were transferred to intangible assets and prepayments, respectively.

	Land	Buildings and structures	Office equipment	Leasehold improvements	Construction in progress and equipment to be tested	Total
Cost						
At January 1, 2020	$ -	$ -	$ 104,365	$ 15,506	$ 1,410,680	$ 1,530,551
Additions	10,093	20,256	107,254	-	5,396,447	5,534,050
Disposals	-	-	(15,215)	(14,460)	-	(29,675)
Transfer	4,296,037	2,469,372	41,718	-	(6,807,127)	-
At December 31, 2020	$ 4,306,130	$ 2,489,628	$ 238,122	$ 1,046	$ -	$ 7,034,926
Accumulated depreciation						
At January 1, 2020	$ -	$ -	$ 88,034	$ 14,983	$ -	$ 103,017
Depreciation charge	-	17,752	11,731	510	-	29,993
Disposals	-	-	(15,174)	(14,460)	-	(29,634)
At December 31, 2020	$ -	$ 17,752	$ 84,591	$ 1,033	$ -	$ 103,376
Closing net book amount as at December 31, 2020	$ 4,306,130	$ 2,471,876	$ 153,531	$ 13	$ -	$ 6,931,550

A. Amount of borrowing costs capitalized as part of property, plant and equipment and the range of the interest rates for such capitalization are as follows:

	Years ended December 31,	
	2021	2020
Amount capitalized	$ 20	$ 30,812
Range of the interest rates for capitalization	0.94%	0.96%~1.09%

B. Information on property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(6) Leasing arrangements-lessee

A. The Company leases various assets including business vehicles, multifunction printers, engine room and parking space. Rental contracts are made for periods of 2 to 25 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. The carrying amounts of right-of-use assets are as follows:

	Transportation equipment (Business vehicles)	Office equipment (multifunction printers and engine room)	Other (parking space)	Total
Cost				
At January 1, 2021	$ 6,206	$ 16,656	$ 15,584	$ 38,446
Additions	7,739	60,207	-	67,946
At December 31, 2021	$ 13,945	$ 76,863	$ 15,584	$ 106,392
Accumulated depreciation				
At January 1, 2021	$ 4,062	$ 10,024	$ 1,299	$ 15,385
Depreciation charge	3,021	8,019	5,194	16,234
At December 31, 2021	$ 7,083	$ 18,043	$ 6,493	$ 31,619
Closing net book amount as at December 31, 2021	$ 6,862	$ 58,820	$ 9,091	$ 74,773

	Transportation equipment (Business vehicles)	Office equipment (multifunction printers and engine room)	Other (parking space)	Total
Cost				
At January 1, 2020	$ 6,206	$ 16,656	$ -	$ 22,862
Additions	-	-	15,584	15,584
At December 31, 2020	$ 6,206	$ 16,656	$ 15,584	$ 38,446
Accumulated depreciation				
At January 1, 2020	$ 2,031	$ 5,012	$ -	$ 7,043
Depreciation charge	2,031	5,012	1,299	8,342
At December 31, 2020	$ 4,062	$ 10,024	$ 1,299	$ 15,385
Closing net book amount as at December 31, 2020	$ 2,144	$ 6,632	$ 14,285	$ 23,061

C. For the years ended December 31, 2021 and 2020, the additions to right-of-use assets were $67,946 and $15,584, respectively.

D. Information on profit or loss in relation to lease contracts is as follows:

	Year ended	
	December 31, 2021	December 31, 2020
Items affecting profit or loss		
Interest expense on lease liabilities	$ 1,112	$ 310
Expense on short-term lease contracts	40	139

E. For the years ended December 31, 2021 and 2020, the Company's total cash outflow for leases were $20,201 and $8,706, respectively.

(7) Investment property

	Land	Buildings and structures	Total
Cost			
At January 1, 2021	$ 541,428	$ 213,511	$ 754,939
Additions	796,191	52,348	848,539
At December 31, 2021	$ 1,337,619	$ 265,859	$ 1,603,478
Accumulated depreciation			
At January 1, 2021	$ -	$ 50,607	$ 50,607
Depreciation charge	-	5,814	5,814
At December 31, 2021	$ -	$ 56,421	$ 56,421
Closing net book amount as at December 31, 2021	$ 1,337,619	$ 209,438	$ 1,547,057

	Land	Buildings and structures	Total
Cost			
At January 1, 2020	$ 541,428	$ 213,511	$ 754,939
Additions	-	-	-
At December 31, 2020	$ 541,428	$ 213,511	$ 754,939
Accumulated depreciation			
At January 1, 2020	$ -	$ 45,134	$ 45,134
Depreciation charge	-	5,473	5,473
At December 31, 2020	$ -	$ 50,607	$ 50,607
Closing net book amount as at December 31, 2020	$ 541,428	$ 162,904	$ 704,332

A. Rental income from the lease of the investment property and direct operating expenses arising from the investment property are shown below:

	Years ended December 31,	
	2021	2020
Rental income from the investment property (shown as "other income")	$ 19,171	$ 19,171
Direct operating expenses arising from the investment property that generated rental income during the year	$ 11,782	$ 9,217

B. The fair value of the investment property held by the Company as at December 31, 2021 and 2020 was $1,776,530 and $915,300, respectively. The fair value as of December 31, 2021 and 2020 was based on independent appraisers' valuation, which was made using comparative method, weighted income approach and cost method. Comparison mehod is to compare the valuation target with similar property which is traded around the valuation period. Comparison method is categorized within Level 3 in the fair value hierarchy. Cost methold is to calculate the fair value based on the price standard of Bulletin No. 4 issued by the National Federation of Real Estate Appraisers of the Republic of China. Valuations were made using the income approach with key assumptions as follows:

	December 31, 2021	December 31, 2020
Discount rate	2.1%~2.2%	2.1%~2.2%
Growth rate	-	-
Gross margin	1.19%~3.17%	1.19%~3.17%
Capitalization rate	1.22%	Not applicable

C. There is no impairment loss on investment property.

D. For investment property pledged for guarantee, please refer to Note 8.

E. All of the Company's investment property are leased to subsidiaries. The leasing period is from March 2012 to March 2022. Except for the aforementioned leasing transactions, there was no similar transactions to compare with. The prices and terms are determined in accordance with mutual agreement. Rent is collected monthly.

(8) Intangible assets

	Software	
	2021	2020
Cost		
At January 1	$ 270,263	$ 140,969
Additions	25,647	144,764
Disposals	(6,362)	(15,470)
Transfer (Note)	1,176	-
At December 31	$ 290,724	$ 270,263

	Software	
	2021	2020
Accumulated amortization		
At January 1	$ 160,690	$ 125,550
Amortization charge	57,913	50,610
Disposals	-	(15,470)
At December 31	$ 218,603	$ 160,690
At December 31		
Closing net book amount as at December 31	$ 72,121	$ 109,573

Note: Property, plant and equipment amounting to $1,176 was transferred to intangible assets.

The details of amortization charge are as follows:

	Years ended December 31,	
	2021	2020
Operating costs	$ 57,913	$ 50,610

(9) Short-term borrowings

Type of borrowings	December 31, 2021	December 31, 2020
Unsecured borrowings	$ 5,595,000	$ 4,450,000
Interest rate range	0.84%~1.1%	0.89%~1.1%

There was no collateral pledged for all types of short-term borrowings for all periods.

(10) Short-term notes and bills payable

	December 31, 2021	December 31, 2020
Commercial papers payable	$ 1,370,000	$ 1,200,000
Less: Unamortized discount	(697)	(579)
	$ 1,369,303	$ 1,199,421
Annual interest rates	0.24%~0.76%	0.23%~0.8%

The above mentioned notes and bills payable are guaranteed by financial institutions.

(11) Long-term borrowings

Type	Period	December 31, 2021	December 31, 2020
Secured bank borrowings (Notes 1 and 4)	2020/03/31~ 2041/08/26	$ 6,232,000	$ 5,560,000
Unsecured bank borrowings (Notes 2 and 3)	2020/03/10~ 2026/12/30	3,430,592	3,460,504
Less: Current portion of long-term loan (Shown as other 'current liabilities')		(105,096)	(90,858)
		$ 9,557,496	$ 8,929,646
		1.15%~1.43%	1.15%~1.43%

Note 1: (a) The Company had entered into a long-term agreement for twenty years with a financial institution. The pledged assets are the Nangang new buildings with a

grace period of three years. The principal should be repaid in equal monthly installments starting from April 2023.

(b) The interest rate is the index interest rate plus 0.34% from the borrowing day to March 31, 2022, and from March 31, 2022 onwards, the interest rate is the index rate plus 0.45%. Details of collateral for the long-term borrowings are provided in Note 8.

Note 2: The Company had entered into a long-term agreement for three years with a financial institution. The borrowing is payable in full at maturity in March 2023. The fixed interest rate is 1.43% from the borrowing day to March 10, 2022, and subsequently, the interest rate shall be the index interest rate plus 0.68% every three months from March 10, 2022.

Note 3: The Company had entered into a mid-term agreement for five years with a financial institution. The interest rate shall be the index interest rate plus 0.45% from the borrowing day. The principal should be repaid in equal monthly installments starting from October 2020.

Note 4: (a) The Company had entered into a long-term agreement for twenty years with a financial institution. The pledged assets are the Taoyuan plants with a grace period of three years. The principal shall be repaid in equal monthly installments starting from September 2024.

(b) The interest rate is the index interest rate plus 0.34% from the borrowing day to August 26, 2023, and from August 26, 2023 onwards, the interest rate shall be the index rate plus 0.45%. Details of collateral for the long-term borrowings are provided in Note 8.

(12) Pensions

A. Defined benefit plan

(a) The Company has a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by

the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contribution for the deficit by next March.

Effective January 1, 2010, the Company has funded defined benefit pension plan in accordance with the "Regulations on pensions of managers", covering all managers appointed by the Company. Under the defined benefit pension plan, one unit is accrued for each year of service, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the remuneration per unit ratified during the appointed period.

(b) The amounts recognized in the balance sheet are as follows:

	December 31, 2021	December 31, 2020
Present value of defined benefit obligation	$ 77,868	$ 58,392
Fair value of plan assets	(18,117)	(16,801)
Net defined benefit liability (shown as 'other non-current liabilities')	$ 59,751	$ 41,591

(c) Movements in net defined benefit liability are as follows:

	Present value of defined benefit obligation	Fair value of plan assets	Net defined benefit liability
Year ended December 31, 2021			
Balance at January 1	$ 58,392	($ 16,801)	$ 41,591
Current service cost	2,910	-	2,910
Interest expense (income)	175	(50)	125
	61,477	(16,851)	44,626
Remeasurements:			
Return on plan assets	-	(247)	(247)
Change in demographic assumptions	39	-	39
Change in financial assumptions	(4,516)	-	(4,516)
Experience adjustments	20,868	-	20,868
	16,391	(247)	16,144
Pension fund contribution	-	(1,019)	(1,019)
Balance at December 31	$ 77,868	($ 18,117)	$ 59,751

	Present value of defined benefit obligation	Fair value of plan assets	Net defined benefit liability
Year ended December 31, 2020			
Balance at January 1	$ 52,269	($ 15,247)	$ 37,022
Current service cost	1,348	-	1,348
Interest expense (income)	366	(106)	260
	53,983	(15,353)	38,630
Remeasurements:			
Return on plan assets	-	(495)	(495)
Change in financial assumptions	3,465	-	3,465
Experience adjustments	944	-	944
	4,409	(495)	3,914
Pension fund contribution	-	(953)	(953)
Balance at December 31	$ 58,392	($ 16,801)	$ 41,591

(d) The Bank of Taiwan was commissioned to manage the Fund of the Company's defined benefit pension plan in accordance with the Fund's annual investment and utilisation plan and the "Regulations for Revenues, Expenditures, Safeguard and Utilisation of the Labor Retirement Fund" (Article 6: The scope of utilisation for the Fund includes deposit in domestic or foreign financial institutions, investment in domestic or foreign listed, over-the-counter, or private placement equity securities, investment in domestic or foreign real estate securitization products, etc.). With regard to the utilisation of the Fund, its minimum earnings in the annual distributions on the final financial statements shall be no less than the earnings attainable from the amounts accrued from two-year time deposits with the interest rates offered by local banks. If the earnings is less than aforementioned rates, government shall make payment for the deficit after being authorized by the Regulator. The Company has no right to participate in managing and operating that fund, hence the Company is unable to disclose the classification of plan asset fair value in accordance with IAS 19 paragraph 142. The composition of fair value of plan assets as of December 31, 2021 and 2020 is given in the Annual Labor Retirement Fund Utilisation Report announced by the government.

(e) The principal actuarial assumptions used were as follows:

	Years ended December 31,	
	2021	2020
Discount rate	0.70%	0.30%
Future salary increases	3.00%	3.00%

Assumptions regarding future mortality experience are set based on actuarial advice in accordance with published statistics and experience based on the 6th Taiwan Standard Ordinary Experience Mortality Table.

Because the main actuarial assumption changed, the present value of defined benefit obligation is affected. The analysis was as follows:

	Discount rate		Future salary increases	
	Increase 1%	Decrease 1%	Increase 1%	Decrease 1%
December 31, 2021				
Effect on present value of defined benefit obligation	($ 10,736)	$ 11,084	$ 7,836	($ 7,640)
December 31, 2020				
Effect on present value of defined benefit obligation	($ 8,752)	$ 9,056	$ 6,232	($ 6,068)

The sensitivity analysis above was arrived at based on one assumption which changed while the other conditions remain unchanged. In practice, more than one assumption may change all at once. The method of analysing sensitivity and the method of calculating net pension liability in the balance sheet are the same. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous period.

(f) Expected contributions to the defined benefit pension plan of the Company for the year ending December 31, 2022 amount to $1,028.

(g) As of December 31, 2021, the weighted average duration of that retirement plan is 9 years.

B. Defined contribution plan

(a) Effective July 1, 2005, the Company has established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on not less than 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) The pension costs of the Company under the defined contribution pension plan for the years ended December 31, 2021 and 2020 were $10,920 and $9,192, respectively.

(13) Share capital

A. The Company's authorized capital was $25,000,000, of which certain shares can be issued as preference shares. The above authorized capital include $500,000 reserved for employee

stock option certificate, restricted stocks to employees, convertible preferred stock and convertible bonds. As of December 31, 2021, the paid-in capital was $18,790,568 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

B. Movements in the number of the Company's ordinary shares outstanding (in thousands of shares) for the years ended December 31, 2021 and 2020 are as follows:

	2021	2020
At January 1 and December 31	1,679,057	1,679,057

C. On June 28, 2019, the Board of Directors resolved to increase its capital by issuing 200 million shares of Class A preferred stocks at the price of $50 (in dollars) per share with the effective date set on September 18, 2019 for repayment of borrowings to financial institutions and strengthening the Company's working capital. The registration of issuance has been completed on October 3, 2019. The rights and obligations of the issuance are as follows:

(a) Expiration date: The Company's Class A preferred stocks are perpetual but all or certain parts are callable at any time from the next day of five years after issuance at the actual issue price.

(b) Dividends: Dividends are calculated at 4% (five-year IRS rate: 0.605%+3.395%) per annum based on the issue price per share. The five-year IRS rate will be reset on the next business day of five years since issuance and every subsequent five years and the pricing effective date for rate reset is two Taipei financial industry business days prior to the IRS rate reset date. The rate index, five-year IRS rate, is the arithmetic mean of five-year IRS rates appearing on Reuters pages "TAIFXIRS" and "COSMOS3" at 11:00 a.m. (Taipei time) on the relevant pricing effective date of rate reset. If such rate cannot be obtained, the Company will determine the rate based on the reasonable market price with good faith.

(c) Dividend distribution: Dividends are distributed once per year in the form of cash. The current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then shall be set aside as legal reserve in accordance with the Articles of Incorporation and set aside as or reversed special reserve in accordance with the Articles of Incorporation or regulations of regulatory authority. The remaining amount, if any, shall be preferentially distributed as dividends of Class A preferred stocks.

The Company has discretion in dividend distribution of Class A preferred stocks. The Company could choose not to distribute dividends of preferred stocks when resolved by the stockholders, which would not be able to lead to default if the Company has no or has insufficient current year's earnings for distribution or has other necessary considerations. In addition, the amounts of undistributed dividends or insufficient

distributed dividends will not become deferred payments in future years when the Company has earnings.

(d) Excess dividend distribution: Besides the aforementioned dividends, the stockholders of Class A preferred stocks could not participate in the distribution of cash and capitalized assets for common stocks derived from earnings and capital surplus.

(e) Residual property distribution: The stockholders of Class A preferred stocks have priority over stockholders of common stocks in distributing the Company's residual property but the limit is the amount calculated by shares of outstanding preferred stocks issued and the issue price when distributing.

(f) Right to vote and be elected: The stockholders of Class A preferred stocks have no right to vote and be elected in the stockholders' meeting of the Company but have right to vote in the stockholders' meeting for stockholders of Class A preferred stocks only and stockholders' meeting regarding unfavourable matters to rights and obligations of stockholders of Class A preferred stocks.

(g) Conversion to common stocks: Class A preferred stocks could not be converted to common stocks and the stockholders of Class A preferred stocks could not request the Company to retire the preferred stocks they held.

(h) The preemptive rights for stockholders of Class A preferred stocks are the same as of common stocks when the Company increases its capital by issuing new shares.

D. On September 18, 2020, the Board of Directors of the Company resolved to increase its capital by issuing series B preference shares, and the issuing price is tentatively set at NT$50 per share, and the expected total issuance amounted to $5,000,000. The capital increase was approved by the FSC on October 21, 2020. However, in consideration of preference shares' capital market and the Company's overall maximum benefits, the Board of Directors of WPG Holdings Limited resolved to revoke and cancel the proposed capital increase of series B preference shares. The cancellation was approved by the FSC on April 6, 2021.

(14) Capital surplus

A. Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

B. Details of capital surplus - stock options are as follows:

	2021					
	Common stock share premium	Preferred stock share premium	Treasury share transaction	Recognized changes in subsidiaries' equity	Changes in associates' net equity	Total
January 1	$ 19,387,285	$7,994,638	$ 45,177	$ 431	$1,421,202	$28,848,733
Changes in equity of associates and joint ventures accounted for under equity method	-	-	-	-	(137,660)	(137,660)
Changes in ownership interest in subsidiaries	-	-	-	13,425	-	13,425
December 31	$ 19,387,285	$7,994,638	$ 45,177	$ 13,856	$1,283,542	$28,724,498

	2020					
	Common stock share premium	Preferred stock share premium	Treasury share transaction	Recognized changes in subsidiaries' equity	Changes in associates' net equity	Total
January 1	$ 19,387,285	$7,994,638	$ 45,177	$ 431	$ 28,767	$27,456,298
Changes in equity of associates and joint ventures accounted for under equity method	-	-	-	-	1,392,435	1,392,435
December 31	$ 19,387,285	$7,994,638	$ 45,177	$ 431	$1,421,202	$28,848,733

(15) Retained earnings

A. Under the Company's amended Articles of Incorporation, the current year's earnings, if any, shall be used to set aside as legal reserve, and set aside as special reserve in accordance with Article 41 of Securities and Exchange Act. The remainder, if any, to be appropriated shall be proposed by the Board of Directors. If cash dividends are distributed, they shall account for at least 20% of the total dividends distributed.

Employees of the Company's subsidiaries are entitled to receive the distribution of earnings. The terms shall be defined by the Board of Directors.

B. Legal reserve can only be used to cover accumulated losses or issue new shares or cash to shareholders in proportion to their share ownership, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

C. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

D. The appropriations of 2020 earnings had been resolved after meeting the statutory voting threshold via the electronic voting platform during the shareholders' meeting and by the shareholders at their meeting on June 20, 2021 and August 3, 2021, respectively. Also , the

appropriations of 2019 earnings had been resolved at the shareholders' meeting on June 24, 2020. Details are summarized below:

	For the years ended December 31,			
	2020		2019	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve	$ 816,223	$ -	$ 646,344	$ -
Provision for special reserve	3,412,100	-	2,818,012	-
Cash dividends	5,205,076	3.10	4,029,736	2.40
Cash dividends of preference stock	400,000	2.00	115,068	0.58
	$ 9,833,399		$ 7,609,160	

The appropriations of 2020 earnings which had been resolved after meeting the statutory voting threshold via the electronic voting platform during the shareholders' meeting and by the shareholders at their meeting and the appropriations of 2019 earnings which had been resolved by the shareholders were in line with the appropriations resolved by the Board of Directors.

E. As of February 28, 2022, the appropriation of earnings for the year ended December 31, 2021 has not yet been proposed by the Board of Directors and resolved by the shareholders.

F. For the information relating to employees' compensation and directors' remuneration, please refer to Note 6(23).

(16) Other equity items

	2021		
	Investment measured at fair value through other comprehensive income	Currency translation	Total
At January 1	$ 1,854,371	($ 10,687,165)	($ 8,832,794)
Revaluation-gross	1,059,263	-	1,059,263
Revaluation-subsidiaries and associates	774,771	-	774,771
Revaluation transferred to retained earnings-subsidiaries and associates	(228,968)	-	(228,968)
Cumulative translation differences:			
- The Company	-	(129,471)	(129,471)
- Tax on the Company	-	4,293	4,293
- Subsidiaries	-	(2,343,314)	(2,343,314)
- Associates	-	(229,884)	(229,884)
At December 31	$ 3,459,437	($ 13,385,541)	($ 9,926,104)

	2020		
	Investment measured at fair value through other comprehensive income	Currency translation	Total
At January 1	($ 6,000)	($ 5,414,694)	($ 5,420,694)
Revaluation-gross	56,066	-	56,066
Revaluation-subsidiaries and associates	1,834,329	-	1,834,329
Revaluation transferred to retained earnings-associates	(30,024)	-	(30,024)
Cumulative translation differences:			
- The Company	-	(74,489)	(74,489)
- Tax on the Company	-	5,142	5,142
- Subsidiaries	-	(4,837,303)	(4,837,303)
- Associates	-	(365,821)	(365,821)
At December 31	$ 1,854,371	($ 10,687,165)	($ 8,832,794)

(17) Operating revenue

	Years ended December 31,	
	2021	2020
Investment revenues	$ 11,526,074	$ 8,049,744
Service revenue	1,474,421	1,023,087
	$ 13,000,495	$ 9,072,831

(18) Interest income

	Years ended December 31,	
	2021	2020
Interest income from bank deposits	$ 44	$ 478
Others	42	55
	$ 86	$ 533

(19) Other income

	Years ended December 31,	
	2021	2020
Dividend income	$ 51,101	$ 22,021
Rental revenue	21,906	19,171
Other income	4,290	3,500
	$ 77,297	$ 44,692

(20) Other gains and losses

	Years ended December 31,	
	2021	2020
Loss on disposal of property, plant and equpment	($ 28)	$ -
Currency exchange (loss) gain	(1,560)	279
Gain arising from lease modifications	21	-
Depreciation on investment property	(5,814)	(5,473)
(Loss) gain on financial assets and liabilities at fair value through profit or loss	(36,834)	6,856
Loss on disposal of investments	(11,290)	(17,447)
Other losses	(5,968)	(3,766)
	($ 61,473)	($ 19,551)

(21) Finance costs

	Years ended December 31,	
	2021	2020
Interest expense:		
Bank borrowings	$ 168,247	$ 137,143
Less: Capitalization of qualifying assets	(20)	(30,812)
Lease liabilities	1,112	310
Others	5,486	4,483
	$ 174,825	$ 111,124

(22) Additional information on expenses by nature

	Years ended December 31,	
	2021	2020
Employee benefit expense	$ 787,727	$ 481,727
Depreciation charges		
Property, plant and equipment	$ 151,541	$ 29,993
Investment property	5,814	5,473
Right-of-use assets	16,234	8,342
	$ 173,589	$ 43,808
Amortization charges on intangible assets	$ 57,913	$ 50,610

(23) Employee benefit expense

	Years ended December 31,	
	2021	2020
Wages and salaries	$ 667,265	$ 386,273
Directors' remuneration	52,869	47,825
Labor and health insurance fees	31,638	19,174
Pension costs	13,955	10,800
Other personnel expenses	22,000	17,655
	$ 787,727	$ 481,727

A. According to the Articles of Incorporation of the Company, a ratio of profit of the current year distributable, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be between 0.01% ~5% for employees' compensation and shall not be higher than 3% for directors' remuneration.

B. The Company established the audit committee, therefore, there was no remuneration paid to supervisors for the years ended December 31, 2021 and 2020.

C. The Company's salary and remuneration policy:

(a) The overall remuneration structure of the Company's remuneration policy is based on two types: "guaranteed minimum income" and "incentive bonus". The guaranteed minimum income is for employees' basic financial needs, and the incentive bonus is an actual reward to encourage employee performance. The sum of two types of remuneration is employees' total salary income provided by the Company. The proportion of guaranteed income is relatively high for employees with lower ranks, whereas the proportion of incentive bonus is relatively high for employees with higher ranks. In addition, salary payments are implemented in accordance with the company's remuneration policy, with no difference between genders, in order to uphold the spirit of gender equality.

(b) Directors' remuneration is specified in the Company's Articles of Incorporation and approved by the shareholders. Under the Company's Articles of Incorporation, the Company shall pay rewards to the Company's directors when they acted their owned responsibilities on behalf of the Company no matter whether the Company had operating deficits. The determination of the reward to directors was authorised to the Board of Directors based on their participation frequency in the Company's operation and contribution to the Company's operation taking into consideration the pay level within the domestic and foreign industries. A reasonable remuneration to independent directors can be higher than non-independent directors. If the Company has earnings, if any, shall be distributed as directors' remuneration under the Company's Articles of Incorporation. Managers' salary has highly relevant with the Company's operating result and performance. Managers' salary is determined based on performance assessment made by the remuneration committee, taking into consideration the pay level within the same industry.

(c) The Company's managers also serve as the Company's directors, and the monthly salary is determined based on directors' salary and remuneration policy.

D. For the years ended December 31, 2021 and 2020, employees' compensation was accrued at $80,700 and $39,850, respectively; while directors' remuneration was accrued at $53,000 and $47,825, respectively. The aforementioned amounts were recognized in salary expenses.

The employees' compensation and directors' remuneration were accrued based on the profit of current year distributable for the year ended December 31, 2021, and the percentage as prescribed by the Company's Articles of Incorporation. As of February 28, 2022, the amount has not yet been resolved by the Board of Directors.

For 2020, the employees' compensation and directors' remuneration resolved by the Board of Directors during its meeting on April 27, 2021 amounted to $42,600 and $47,694, respectively, and the employees' compensation and directors' remuneration recognized in the 2020 financial statements amounted to $39,850 and $47,825, respectively. The difference of $2,750 and $131 between the amounts resolved by the Board of Directors and the amounts recognized in the 2020 financial statements, mainly resulting from the increase in employees' compensation and decrease in directors' remuneration, had been adjusted in profit or loss in the second quarter of 2021. The employees' compensation was distributed in the form of cash.

E. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors and shareholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(24) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Years ended December 31,	
	2021	2020
Current tax:		
Current tax on profits for the year	($ 1,203)	$ 12,403
Prior year income overestimation	(4,581)	(51,345)
Total current tax	(5,784)	(38,942)
Deferred tax		
Origination and reversal of temporary differences	(12,080)	(2,795)
Total deferred tax	(12,080)	(2,795)
Income tax benefit	($ 17,864)	($ 41,737)

(b) The income tax (charge)/credit relating to components of other comprehensive loss (income) is as follows:

	Years ended December 31,	
	2021	2020
Currency translation differences	($ 4,293)	($ 5,142)
Remeasurement of defined benefit obligation	(3,229)	(783)
	($ 7,522)	($ 5,925)

B. Reconciliation between income tax expense and accounting profit

	Years ended December 31,	
	2021	2020
Tax calculated based on profit before tax and statutory tax rate	$ 2,295,814	$ 1,616,324
Effects from items disallowed by tax regulation	(2,309,097)	(1,606,716)
Prior year income overestimation	(4,581)	(51,345)
Tax benefit	($ 17,864)	($ 41,737)

C. Amounts of deferred tax assets or liabilities as a result of temporary differences are as follows:

	Year ended December 31, 2021			
	January 1	Recognized in profit or loss	Recognized in other comprehensive income	December 31
Temporary differences:				
-Deferred tax assets:				
Investment loss	$ 3,470	$ 5,800	$ -	$ 9,270
Pension	5,109	(148)	3,229	8,190
Currency translation adjustments	16,106	-	4,293	20,399
	24,685	5,652	7,522	37,859
-Deferred tax liabilities:				
Investment income	(74,411)	503	-	(73,908)
Unrealized gains on valuation of foreign listed stocks	(4,530)	5,925	-	1,395
	(78,941)	6,428	-	(72,513)
	($ 54,256)	$ 12,080	$ 7,522	($ 34,654)

	Year ended December 31, 2020			
	January 1	Recognized in profit or loss	Recognized in other comprehensive income	December 31
Temporary differences:				
-Deferred tax assets:				
Investment loss	$ -	$ 3,470	$ -	$ 3,470
Pension	4,473	(147)	783	5,109
Currency translation adjustments	10,964	-	5,142	16,106
	15,437	3,323	5,925	24,685
-Deferred tax liabilities:				
Investment income	(75,306)	895	-	(74,411)
Unrealized gains on valuation of foreign listed stocks	(3,107)	(1,423)	-	(4,530)
	(78,413)	(528)	-	(78,941)
	($ 62,976)	$ 2,795	$ 5,925	($ 54,256)

D. As of February 28, 2022, the Company's income tax returns through 2017 have been assessed and approved by the Tax Authority.

(25) Earnings per share

	Year ended December 31, 2021		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 11,496,933		
Less: Dividends of preference stock	(400,000)		
Profit used to calculate basic earnings per share/weighted-average number of shares	$ 11,096,933	1,679,057	$ 6.61
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 11,496,933		
Less: Dividends of preference stock	(400,000)		
Profit used to calculate basic earnings per share/weighted-average number of shares	11,096,933	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	1,808	
Profit used to calculate diluted earnings per share/weighted-average number of shares	$ 11,096,933	1,680,865	$ 6.60

	Year ended December 31, 2020		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 8,123,355		
Less: Dividends of preference stock	(115,068)		
Profit used to calculate basic earnings per share/weighted-average number of shares	$ 8,008,287	1,679,057	$ 4.77
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 8,123,355		
Less: Dividends of preference stock	(115,068)		
Profit used to calculate basic earnings per share/weighted-average number of shares	8,008,287	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	1,178	
Profit used to calculate diluted earnings per share/weighted-average number of shares	$ 8,008,287	1,680,235	$ 4.77

(26) Supplemental cash flow information

Partial payment of cash from investing activities:

	Years ended December 31,	
	2021	2020
Acquisition of property, plant and equipment, investment property and intangible assets	$ 980,495	$ 5,678,814
Add: Accounts payable at the beginning of the year	102,232	-
Less: Accounts payable at the end of year	(46,632)	(102,232)
Prepayments for business facilities at the beginning of the year	-	(70,832)
Cash paid during the year	$ 1,036,095	$ 5,505,750

(27) Changes in liabilities from financing activities

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1, 2021	$ 4,450,000	$1,199,421	$9,020,504	$ 22,796	$ 14,692,721
Changes in cash flow from financing activities	1,145,000	169,882	642,088	(19,049)	1,937,921
Others	-	-	-	67,925	67,925
At December 31, 2021	$ 5,595,000	$1,369,303	$9,662,592	$ 71,672	$ 16,698,567

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1, 2020	$ 7,200,000	$ 998,987	$ -	$ 15,903	$ 8,214,890
Changes in cash flow from financing activities	(2,750,000)	200,434	9,020,504	(8,257)	6,462,681
Others	-	-	-	15,150	15,150
At December 31, 2020	$ 4,450,000	$1,199,421	$9,020,504	$ 22,796	$ 14,692,721

Note: Including long-term borrowings-current portion less unamortized discounts.

7. RELATED PARTY TRANSACTIONS

(1) Parent and ultimate controlling party

The Company's shares are widely held so the Company has no ultimate parent and ultimate controlling party.

(2) Name of related parties and relationship

Names of related parties	Relationship with the Company
World Peace Industrial Co., Ltd. (World Peace Industrial)	Subsidiary
Silicon Application Corporation (Silicon Application)	〃

Names of related parties	Relationship with the Company
Asian Information Technology Inc. (Asian Information Technology)	Subsidiary
WPG International (CI) Limited	〃
WPG Electronic Ltd.	〃
WPG Electronics (Hong Kong) Limited	〃
WPG China (SZ) Inc. (China (SZ))	〃
WPG China Inc. (China (SH))	〃
WPG Korea Co., Ltd.	〃
Yosun Industrial Corp. (Yosun Industrial)	〃
Trigold Holdings Limited (Trigold)	〃
WPG Investment Co., Ltd. (WPG Investment)	〃
WPG South Asia Pte. Ltd.	〃
WPG EMEA B.V.	〃
WT Microelectronics Co., Ltd. (WT)	Investments accounted for using equity method of the Company
AutoSys Co., Ltd.	Subsidiary accounted for under equity method of the Company's subsidiary
WPG Holdings Education Foundation	One third of paid-in-capital was granted by the Company

(3) Significant transactions and balances with related parties

A. Service revenue

	Years ended December 31,	
	2021	2020
Subsidiaries		
World Peace Industrial	$ 780,173	$ 553,738
Yosun Industrial	261,855	174,937
Silicon Application	204,668	135,140
Asian Information Technology	196,753	133,239
Others	30,972	26,033
	$ 1,474,421	$ 1,023,087

Service revenue arose from providing administrative resources and managing services to subsidiaries. Prices and terms are determined in accordance with mutual agreement.

B. Service cost

	Years ended December 31,	
	2021	2020
Subsidiaries	$ 77,710	$ 73,009

Service cost pertains to payments paid to subsidiaries for administrative resources and management services for engine room use. Prices and terms are determined in accordance

with mutual agreement, and cost is paid at the end of the following month.

C. Accounts receivable

	December 31, 2021	December 31, 2020
Subsidiaries		
World Peace Industrial	$ 65,760	$ 57,015
Silicon Application	32,854	17,218
Yosun Industrial	33,330	34,261
Asian Information Technology	30,952	9,392
Others	1,369	5,283
	$ 164,265	$ 123,169

D. Other receivables

	December 31, 2021	December 31, 2020
Subsidiaries		
World Peace Industrial	$ 113,230	$ 98,479
Asian Information Technology	65,833	100,684
Silicon Application	67,918	81,051
Yosun Industrial	42,496	58,750
Others	3,093	2,275
	$ 292,570	$ 341,239

Other receivables represent receipts under custody, payment on behalf of others and collections from subsidiaries for filing consolidated tax returns.

E. Other payables

(a) Financing:

	Year ended December 31, 2020				
	Maximum balance	Ending balance	Interest rate	Amount of interest	Ending balance of interest payable
Subsidiaries					
WPG Investment	$ 125,000	$ -	1.15%	$ 532	$ -

There was no other payables of financing for the year ended December 31, 2021.

(b) Other payables:

	December 31, 2021	December 31, 2020
Subsidiaries		
China (SZ)	$ 7,677	$ 3,747
World Peace Industrial	2,319	1,843
China (SH)	1,670	422
Yosun Inductrial	603	866
Others	1,750	924
	$ 14,019	$ 7,802

The above represents payables to subsidiaries arising from payments on behalf of others and management service.

F. Lease transactions - lessor

Please refer to Note 6(6) for details.

G. Endorsements and guarantees provided to related parties

	December 31, 2021	December 31, 2020
Subsidiaries		
World Peace Industrial	$ 90,707	$ 89,758

H. Others

(a) For the years ended December 31, 2021 and 2020, the amount of the Company's donations to other related parties were $6,000 and $6,730, respectively.

(b) To meet subsidiaries' operating requirements, the Company increased its capital in the subsidiaries, WPG Korea Co., Ltd. amounting to $139,700 for the year ended December 31, 2021 and WPG Investment Co, Ltd. amounting to $1,600,000 for the year ended December 31, 2020.

(c) The Company's subsidiary, Trigold Holdings Limited, increased its capital by issuing new shares in September 2021. The Company subscribed to the capital increase in the amount of $232,173. Accordingly, the Company's equity interest decreased by 1.64% because the Company did not participate in the capital increase proportionally to its interest, resulting in an increase on the equity attributable to owners of the parent by $2,563 (shown as "capital reserve").

(4) Key management compensation

	Years ended December 31,	
	2021	2020
Short-term employee benefits	$ 279,010	$ 203,939
Post-employment benefits	2,761	1,389
	$ 281,771	$ 205,328

8. PLEDGED ASSETS

Pledged asset	December 31, 2021	December 31, 2020	Purpose
Investments accounted for under the equity method	$ 90,707	$ 89,758	Subsidiary's guarantee for payment on purchases
Property, plant and equipment (including investment property)			
－Land	5,102,321	4,839,796	Collateral for long-term borrowings
－Buildings	2,445,745	2,618,468	〃
	$ 7,638,773	$ 7,548,022	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. Information on endorsement/guarantee is provided in Note 7(3).

B. Capital expenditures contracted for at the balance sheet date but not yet incurred are as follows:

	December 31, 2021	December 31, 2020
Property, plant and equipment	$ 38,277	$ -

C. As of December 31, 2021, the remaining payments for the contract of non-fixed car park the Company entered into amounted to $35,400.

D. As of December 31, 2021, the unpaid payment arising from the service contracts signed for computer facilities, internet and information security maintenances amounted to $67,410.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

12. OTHERS

(1) Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or manage operating capital effectively to reduce debt.

(2) Financial instruments

A. Financial instruments by category

	December 31, 2021	December 31, 2020
Financial assets		
Financial assets measured at fair value through profit or loss		
Financial assets mandatorily measured at fair value through profit or loss	$ 637,096	$ 610,915
Financial assets at fair value through other comprehensive income		
Designation of equity instrument	$ 2,770,581	$ 1,594,081
Financial assets at amortized cost		
Cash and cash equivalents	$ 86,530	$ 40,435
Accounts receivable - related parties	164,265	123,169
Other receivables (including related parties)	292,694	341,295
Guarantee deposits paid	12,696	12,696
	$ 556,185	$ 517,595
Financial liabilities		
Financial liabilities at amortized cost		
Short-term borrowings	$ 5,595,000	$ 4,450,000
Short-term notes and bills payable	1,369,303	1,199,421
Notes payable	2,785	1,698
Other payable (including related parties)	627,113	429,097
Long-term borrowings (including current portion)	9,662,592	9,020,504
Guarantee deposits received	900	1,200
	$ 17,257,693	$ 15,101,920
Lease liabilities	$ 71,672	$ 22,796

B. Risk management policies

(a) The Company's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial position and financial performance.

(b) Risk management is carried out by the central treasury department (Company treasury) under policies approved by the Board of Directors. The Company treasury identifies, evaluates and hedges financial risks in close cooperation with the Company's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk,

interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Company operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD and KRW. Foreign exchange risk arises from future commercial transactions, recognized assets and liabilities and net investments in foreign operations.

ii. The Company's businesses involve some non-functional currency operations (the Company's functional currency: NTD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	December 31, 2021		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Non-monetary items			
USD: NTD	$ 269,859	27.68	$ 7,469,709
KRW: NTD	25,045,421	0.023	584,238

	December 31, 2020		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Non-monetary items			
USD: NTD	$ 205,300	28.48	$ 5,846,935
KRW: NTD	17,980,250	0.026	470,660

As of December 31, 2021 and 2020, there was no significant monetary financial assets and liabilities.

There was no foreign currency market risk arising from significant foreign exchange variation.

Price risk

i. The Company's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Company diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Company.

ii. The Company's investments in equity securities comprise shares in the domestic and foreign companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the years ended December 31, 2021 and 2020 would have increased/decreased by $6,371 and $6,109, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by $27,706 and $15,941, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest risk

The Company's interest rate risk arises from short-term and long-term borrowings (including long-term liabilities due within a year) and short-term notes and bills payable. Borrowings and short-term notes payable issued at fixed rates expose the Company to fair value interest rate risk. The Company's borrowings were mainly in fixed rate. During the years ended December 31, 2021 and 2020, the Company's borrowings and commercial papers payable were mainly denominated in the NTD.

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Company arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.

ii. The Company manages its credit risk taking into consideration the entire company's concern. For banks and financial institutions, only independently rated parties with good credit quality are accepted. According to the Company's credit policy, the Company is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings. The utilisation of credit limits is regularly monitored.

iii. Under IFRS 9, if the contract payments are past due over one month based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

iv. The default occurs when the contract payments are past due over 5 months.

v. For the year ended December 31, 2021, no credit limits were exceeded during the reporting periods, and management does not expect any significant losses from non-performance by these counterparties.

(c) Liquidity risk

i. Cash flow forecasting is performed in the operating entities of the Company. The treasury department monitors rolling forecasts of the liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Company's debt financing plans and covenant compliance.

ii. The table below analyses the Company's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

December 31, 2021	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 5,605,367	$ -	$ -	$ -
Short-term notes and bills payable	1,370,000	-	-	-
Notes payable	2,785	-	-	-
Other payables	613,094	-	-	-
Other payables - related parties	14,019	-	-	-
Lease liabilities	12,887	9,687	12,220	45,486
Long-term borrowings (including current portion)	229,215	3,412,891	1,420,123	5,464,049

Non-derivative financial liabilities:

December 31, 2020	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 4,454,337	$ -	$ -	$ -
Short-term notes and bills payable	1,200,000	-	-	-
Notes payable	1,698	-	-	-
Other payables	421,295	-	-	-
Other payables - related parties	7,802	-	-	-
Lease liabilities	12,400	7,065	3,902	-
Long-term borrowings (including current portion)	202,935	207,720	4,304,868	5,183,286

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial instruments have been defined as follows:

Level 1: Imput that are quoted prices (unadjusted) in active markets for identical assets or liabilities. A market is regarded as active if it meets all the following condition: the item traded in market are homogeneous; willing buyers and sellers can normally be found at any time; and price are available to the public. The fair value of the Company's investment in listed stocks is included in Level 1.

Level 2: Inputs other than public quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derired from prices).

Level 3: Inputs for the asset and liability that are not based on observable market data. The fair value of the Company's investment in equity investment without active market is included in Level 3.

B. Fair value information of investment property at cost is provided in Note 6(7).

C. The carrying amounts of financial instruments not measured at fair value including cash and cash equivalents, accounts receivable - related parties, other receivables (including related parties), guarantee deposits paid, short-term borrowings, short-term notes and bills payable, notes payable, other payables (including related parties), lease liabilities (including current and non-current), long-term borrowings-current portion, long-term borrowings and guarantee deposits received are approximate to their fair values.

D. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

(a) The related information of the nature of the assets and liabilities is as follows:

December 31, 2021	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 111,515	$ -	$ 525,581	$ 637,096
Financial assets at fair value through other comprehensive income				
Equity securities	2,770,581	-	-	2,770,581
	$2,882,096	$ -	$ 525,581	$3,407,677

December 31, 2020	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 141,142	$ -	$ 469,773	$ 610,915
Financial assets at fair value through other comprehensive income				
Equity securities	1,594,081	-	-	1,594,081
	$1,735,223	$ -	$ 469,773	$2,204,996

(b) The methods and assumptions the Company used to measure fair value are as follows:

i. The instruments the Company used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares
Market quoted price	Closing price

ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques widely accepted in financial management.

iii. When assessing non-standard and low-complexity financial instruments, for example foreign exchange swap contracts, the Company adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.

iv. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Company's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs. In accordance with the Company's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

v. The Company takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Company's credit quality.

E. For the years ended December 31, 2021 and 2020, there was no transfer from Level 1 to Level 2.

F. Movements in Level 3 for the years ended December 31, 2021 and 2020 are as follows:

	Years ended December 31,	
	2021	2020
At January 1	$ 469,773	$ 465,751
Additions	125,311	26,910
Capital reduction	(62,296)	(17,466)
Losses on valuation	(7,207)	(5,442)
At December 31	$ 525,581	$ 469,773

G. Treasury segment is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions and frequently reviewed.

Treasury segment set up valuation policies, valuation processes and rules for measuring fair value of financial instruments and ensure compliance with the related requirements in IFRS. The related valuation results are reported to management authority monthly. Management is responsible for managing and reviewing valuation processes.

H. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at December 31, 2021	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Equity without active market	$ 525,581	Net asset value	Net asset value	-	The higher the net assets, the higher the fair value

	Fair value at December 31, 2020	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Equity without active market	$ 469,773	Net asset value	Net asset value	-	The higher the net assets, the higher the fair value

I. The Company has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

			December 31, 2021			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Net asset value	± 1%	$ 5,256	($ 5,256)	$ -	$ -

			December 31, 2020			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Net asset value	± 1%	$ 4,698	($ 4,698)	$ -	$ -

(4) Others

In response to the Covid-19 outbreak, the Company implemented several preventive measures imposed by the government. All offices and operating locations have adopted high-standard pandemic prevention measures and different methods in response to government regulations.

Currently, the pandemic had no significant impact on the Company's operations and business conditions.

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

A. Loans to others: Please refer to table 1.

B. Provision of endorsements and guarantees to others: Please refer to table 2.

C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

D. Aggregate purchases or sale of the same security with reaching $300 million or 20% of the Company's paid-in capital: None.

E. Acquisition of real estate reaching $300 million or 20% of paid-in capital or more: Please refer to table 4.

F. Disposal of real estate reaching $300 million or 20% of paid-in capital or more: Please refer to table 5.

G. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 6.

H. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 7.

I. Derivative financial instruments undertaken during the reporting periods: Please see Notes 6(2) and 12(3).

J. Significant inter-company transactions during the reporting periods: Please refer to table 8.

(2) Information of investee companies

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 9.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 10.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area.

Any of the following significant transactions with investee companies in the Mainland Area, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses: Information on significant transactions of the Company and subsidiary and investee company in Mainland China as of and for the year ended December 31, 2021 is provided in Note (1) J.

(4) Major shareholders information

Major shareholders information: Please refer to table 11.

14. OPERATING SEGMENT INFORMATION

In accordance with IFRS 8, operating segment information is disclosed in the consolidated financial statements.

WPG Holdings Limited and Subsidiaries
Loans to others
Year ended December 31, 2021

Table 1

Expressed in thousands of NTD
(Except as otherwise indicated)

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
1	Apache Korea Corp.	WPG Korea Co., Ltd.	Other receivables - related parties	Y	$ 51,028	$ 46,654	$ 46,654	3.50	2	$ -	Operations	$ -	None	$ -	$ 70,201	$ 70,201	Note 1
2	Genuine C&C (IndoChina) Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	57,070	55,360	55,360	1.40	2	-	Operations	-	None	-	77,678	77,678	Note 3
3	GENUINE C&C HOLDING INC. (Seychelles)	Peng Yu International Limited	Other receivables - related parties	Y	113,560	-	-	-	2	-	Operations	-	None	-	127,929	127,929	Note 5
3	GENUINE C&C HOLDING INC. (Seychelles)	Peng Yu Trigold Limited	Other receivables - related parties	Y	125,100	124,560	124,560	2.00	2	-	Operations	-	None	-	127,929	127,929	Note 5
4	Richpower Electronic Devices Pte., Ltd.	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	214,013	207,600	206,216	1.40	2	-	Operations	-	None	-	422,697	422,697	Note 4
5	World Peace International (South Asia) Pte Ltd.	WPG Americas Inc.	Other receivables - related parties	Y	1,251,000	1,245,600	830,400	2.22	2	-	Operations	-	None	-	6,694,058	6,694,058	Note 3
5	World Peace International (South Asia) Pte Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	1,703,400	1,107,200	-	-	2	-	Operations	-	None	-	6,694,058	6,694,058	Note 3
5	World Peace International (South Asia) Pte Ltd.	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	559,200	553,600	553,600	1.52	2	-	Operations	-	None	-	6,694,058	6,694,058	Note 3
6	World Peace International Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	114,140	55,360	-	-	2	-	Operations	-	None	-	2,091,498	2,091,498	Note 3
7	WPG C&C Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	228,280	221,440	221,440	1.30	2	-	Operations	-	None	-	253,654	253,654	Note 5
8	WPG India Electronics Pvt Ltd.	World Peace International (India) Pvt., Ltd.	Other receivables - related parties	Y	22,724	22,257	22,257	6.25	2	-	Operations	-	None	-	166,748	166,748	Note 3

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
9	WPG South Asia Pte. Ltd.	WPG Korea Co., Ltd.	Other receivables - related parties	Y	$ 570,700	$ -	$ -	-	2	$ -	Operations	$ -	None	$ -	$ 1,372,648	$ 1,372,648	Note 8
9	WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	141,950	-	-	-	2	-	Operations	-	None	-	1,372,648	1,372,648	Note 8
9	WPG South Asia Pte. Ltd.	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	85,605	-	-	-	2	-	Operations	-	None	-	1,372,648	1,372,648	Note 8
9	WPG South Asia Pte. Ltd.	WPG Americas Inc.	Other receivables - related parties	Y	285,350	276,800	276,800	2.22	2	-	Operations	-	None	-	1,372,648	1,372,648	Note 8
10	Yosun Hong Kong Corp. Ltd.	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	567,800	-	-	-	2	-	Operations	-	None	-	9,431,127	9,431,127	Note 4
10	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	5,170,800	2,932,200	2,415,264	4.73~5.03	2	-	Operations	-	None	-	9,431,127	9,431,127	Note 4
10	Yosun Hong Kong Corp. Ltd.	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	856,050	-	-	-	2	-	Operations	-	None	-	9,431,127	9,431,127	Note 4
11	Yosun Singapore Pte Ltd.	World Peace International (South Asia) Pte Ltd	Other receivables - related parties	Y	285,350	276,800	-	-	2	-	Operations	-	None	-	888,037	888,037	Note 4
12	AECO Technology Co., Ltd.	World Peace Industrial Co., Ltd.	Other receivables - related parties	Y	85,850	40,400	40,400	1.30	2	-	Operations	-	None	-	375,712	375,712	Note 2
13	AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	684,840	664,320	664,320	1.30~1.50	2	-	Operations	-	None	-	745,550	745,550	Note 5
14	WPG SCM Limited	WPG Americas Inc.	Other receivables - related parties	Y	415,200	415,200	-	-	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
14	WPG SCM Limited	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	285,350	276,800	276,800	1.42	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
14	WPG SCM Limited	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	141,950	-	-	-	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
14	WPG SCM Limited	WPG South Asia Pte. Ltd.	Other receivables - related parties	Y	$ 283,900	$ -	$ -	-	2	$ -	Operations	$ -	None	$ -	$ 1,121,070	$ 1,121,070	Note 8
14	WPG SCM Limited	WPG Korea Co., Ltd.	Other receivables - related parties	Y	359,840	359,840	138,400	1.84	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
14	WPG SCM Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	428,025	-	-	-	2	-	Operations	-	None	-	1,121,070	1,121,070	Note 8
15	WPG China (SZ) Inc.	LaaS (Dongguan) Supply Chain Management Limited	Other receivables - related parties	Y	104,640	104,256	104,256	4.18	2	-	Operations	-	None	-	1,175,595	1,175,595	Note 5
16	WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	Other receivables - related parties	Y	109,000	108,600	108,600	4.18	2	-	Operations	-	None	-	3,428,214	3,428,214	Note 5
17	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	1,712,100	-	-	-	2	-	Operations	-	None	-	3,309,088	3,309,088	Note 2
17	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	2,645,750	2,352,800	1,107,200	1.23~1.30	2	-	Operations	-	None	-	3,309,088	3,309,088	Note 2
18	Yosun South China Corp. Ltd.	WPG China (SZ) Inc.	Other receivables - related parties	Y	109,600	-	-	-	2	-	Operations	-	None	-	213,762	213,762	Note 5
18	Yosun South China Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	196,200	195,480	195,480	2.80	2	-	Operations	-	None	-	213,762	213,762	Note 5
19	Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	Other receivables - related parties	Y	320,032	147,696	147,696	2.80	2	-	Operations	-	None	-	374,020	374,020	Note 5
19	Yosun Shanghai Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	95,920	95,568	95,568	2.80	2	-	Operations	-	None	-	374,020	374,020	Note 5
20	WPG C&C Shanghai Co., Ltd.	Trigolduo (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	41,712	37,358	37,358	4.10	2	-	Operations	-	None	-	215,701	539,252	Note 5

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
20	WPG C&C Shanghai Co., Ltd.	Trigold Tongle (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	$ 13,152	$ 10,860	10,860	3.95~4.10	2	$ -	Operations	$ -	None	$ -	$ 215,701	$ 539,252	Note 5
20	WPG C&C Shanghai Co., Ltd.	LaaS (Dongguan) Supply Chain Management Limited	Other receivables - related parties	Y	295,392	295,392	295,392	4.10	2	-	Operations	-	None	-	215,701	539,252	Note 5
21	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	Other receivables - related parties	Y	285,350	-	-	-	2	-	Operations	-	None	-	22,754,602	22,754,602	Note 5
21	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	1,949,500	1,937,600	1,937,600	1.30~1.35	2	-	Operations	-	None	-	22,754,602	22,754,602	Note 5
21	WPI International (Hong Kong) Limited	AECO Technology Co., Ltd.	Other receivables - related parties	Y	9,734	9,688	9,688	1.30	2	-	Operations	-	None	-	22,754,602	22,754,602	Note 5
22	World Peace Industrial Co., Ltd.	Long-Think International Co., Ltd.	Other receivables - related parties	Y	8,561	-	-	-	2	-	Operations	-	None	-	7,797,495	10,396,659	Note 6
22	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	5,871,600	3,736,800	2,768,000	1.55	2	-	Operations	-	None	-	7,797,495	10,396,659	Note 6
22	World Peace Industrial Co., Ltd.	Longview Technology Inc.	Other receivables - related parties	Y	177,960	117,680	85,200	1.55	2	-	Operations	-	None	-	7,797,495	10,396,659	Note 6
23	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	Other receivables - related parties	Y	200,000	-	-	-	2	-	Operations	-	None	-	285,185	285,185	Note 2
23	Everwiner Enterprise Co., Ltd.	Silicon Application corp.	Other receivables - related parties	Y	200,000	-	-	-	2	-	Operations	-	None	-	285,185	285,185	Note 2
24	Silicon Application corp.	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	1,987,300	-	-	-	2	-	Operations	-	None	-	2,943,278	2,943,278	Note 2
25	Silicon Application (BVI) Corporation	Silicon Application Corp.	Other receivables - related parties	Y	1,141,400	-	-	-	2	-	Operations	-	None	-	642,973	1,607,433	Note 5

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
25	Silicon Application (BVI) Corporation	Peng Yu International Limited	Other receivables - related parties	Y	$ 171,210	$ -	$ -	-	2	$ -	Operations	$ -	None	$ -	$ 1,607,433	$ 1,607,433	Note 5
26	Silicon Application Company Limited	Silicon Application Corp.	Other receivables - related parties	Y	656,305	608,960	608,960	1.25	2	-	Operations	-	None	-	638,997	1,597,493	Note 5
26	Silicon Application Company Limited	WPG Electronics (Hong Kong) Limited	Other receivables - related parties	Y	1,027,260	830,400	830,400	1.75	2	-	Operations	-	None	-	1,597,493	1,597,493	Note 5
27	Sertek Limited	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	71,338	69,200	69,200	0.42	2	-	Operations	-	None	-	74,378	74,378	Note 5
28	Sertek Incorporated	Richpower Electronic Devices Co., Ltd	Other receivables - related parties	Y	513,630	276,800	276,800	1.26	2	-	Operations	-	None	-	592,575	592,575	Note 2
28	Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	279,600	276,800	-	-	2	-	Operations	-	None	-	592,575	592,575	Note 2
29	Genuine C&C Inc.	Hoban Inc.	Other receivables - related parties	Y	50,000	10,000	10,000	1.05	2	-	Operations	-	None	-	489,768	489,768	Note 9
30	Pernas Electronics Co., Ltd.	Silicon Application Corp.	Other receivables - related parties	Y	400,000	400,000	400,000	1.10~1.20	2	-	Operations	-	None	-	561,585	561,585	Note 2
31	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	570,700	553,600	-	-	2	-	Operations	-	None	-	2,428,490	2,428,490	Note 5
32	Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	419,400	415,200	415,200	1.30~1.50	2	-	Operations	-	None	-	513,634	513,634	Note 5
33	Long-Think International Co., Ltd.	World Peace Industrial Co., Ltd.	Other receivables - related parties	Y	17,500	17,500	17,500	1.30	2	-	Operations	-	None	-	17,676	17,676	Note 2
34	Asian Information Technology Inc.	Frontek Technology Corporation	Other receivables - related parties	Y	500,000	-	-	-	2	-	Operations	-	None	-	1,465,281	2,344,449	Note 7
34	Asian Information Technology Inc.	Apache Communication Inc.	Other receivables - related parties	Y	559,200	-	-	-	2	-	Operations	-	None	-	1,465,281	2,344,449	Note 7

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2021	Balance at December 31, 2021	Actual amount drawn down	Interest rate	Nature of loan (Note 10)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
35	Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	Other receivables - related parties	Y	$ 154,780	$ 154,212	$ 154,212	3.90~4.10	2	$ -	Operations	$ -	None	$ -	$ 387,249	$ 387,249	Note 5
36	Peng Yu International Limited	Peng Yu Trigold Limited	Other receivables - related parties	Y	57,070	55,360	-	-	2	-	Operations	-	None	-	230,796	230,796	Note 5

Note 1: Ceiling on total loans to others should not exceed the creditor's net assets. For short-term financing, ceiling on loans to a single party should not exceed the creditor's net assets.

Note 2: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 40% of creditor's net assts.

Note 3: (1) For those borrowers which are not 100% held investee company, the individual limit amount and the accumulated financing activities to those borrowers should not be in excess of 40% of the creditor's net assets.

(2) For those borrowers which are 100% held investee company, the individual limit amount and the accumulated financing activities to those borrowers should not be in excess of 200% of the creditor's net assets.

(3) The total limit of (1) and (2) should not exceed 200% of the creditor's net assets.

Note 4: Accumulated financing activities to any company or person should not be in excess of 200% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to an overseas company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 200% of creditor's net assets.
For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 5: Accumulated financing activities to any company or person should not be in excess of 100% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to an overseas company or ultimate parent company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 100% of creditor's net assets. For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 6: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to a single company should not be in excess of 30% of creditor's assets.

Note 7: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to a single company should not be in excess of 25% of creditor's net assts.

Note 8: (1) The financing activities to an overseas company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 200% of creditor's net assets. Ceilings on accumulated short-term financing should not exceed 200% of the creditor's net assets.

(2) The individual limit amount should not exceed 40% of the creditor's net assets and the accumulated financing activities to those borrowers should not be in excess of 40% of the creditor's net assets.

Note 9: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, ceiling on the individual loans from others should not exceed 40% of the creditor's net assets, and the individual limit should not exceed the amount of business transactions within one year; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 40% of creditor's net assts.

(3) Ceiling on total loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies was excluded in the aforementioned limits.

Note 10: The column of 'Nature of loan' shall fill in 1. 'Business transaction or 2. 'Short-term financing'.

WPG Holdings Limited and Subsidiaries
Provision of endorsements and guarantees to others
Year ended December 31, 2021

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of December 31, 2021	Outstanding endorsement/ guarantee amount at December 31, 2021	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	Note 1	$ 35,199,964	$ 179,517	$ 90,707	$ 90,707	$ 90,707	0.13	$ 35,199,964	Y	N	N	Notes 4 and 5
1	World Peace International (South Asia) Pte Ltd	WPG C&C Computers And Peripheral (India) Private Limited	Note 1	6,927,261	71,338	69,200	23,060	-	2.00	6,927,261	N	N	N	Note 7
2	World Peace International Pte Ltd	WPG Americas Inc.	Note 3	7,520,100	165,840	152,240	152,240	-	4.05	7,520,100	N	N	N	Note 7
2	World Peace International Pte Ltd	World Peace International (South Asia) Pte Ltd	Note 1	7,520,100	285,350	-	-	-	-	7,520,100	N	N	N	Note 7
3	World Peace International (South Asia) Pte Ltd	WPG Americas Inc.	Note 3	9,379,426	152,900	152,240	152,240	-	3.25	9,379,426	N	N	N	Note 7
4	WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	Note 3	5,142,321	53,009	52,997	26,498	26,498	1.55	6,856,428	N	N	Y	Note 12
5	Yosun Industrial Corp.	Yosun Singapore Pte Ltd.	Note 1	8,272,719	1,141,850	913,440	279,135	-	11.04	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	Note 1	8,272,719	445,760	387,520	207,153	-	4.68	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	Note 1	8,272,719	754,920	747,360	371,778	-	9.03	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Yosun Shanghai Corp. Ltd.	Note 1	8,272,719	699,000	-	-	-	-	16,545,438	N	N	Y	Note 11
5	Yosun Industrial Corp.	Sertek Incorporated	Note 1	8,272,719	4,457,600	2,214,400	1,208,996	-	26.77	16,545,438	N	N	N	Note 11
5	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	Note 1	8,272,719	1,400,000	800,000	740,641	-	9.67	16,545,438	N	N	N	Note 11
6	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Note 1	12,995,824	3,003,264	3,003,264	2,075,151	-	11.55	20,793,319	N	N	N	Note 6

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of December 31, 2021	Outstanding endorsement/ guarantee amount at December 31, 2021	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
6	World Peace Industrial Co., Ltd.	Vitec WPG Limited	Note 3	$ 12,995,824	$ 124,560	$ 124,560	$ -	$ -	0.48	$ 20,793,319	N	N	N	Note 6
6	World Peace Industrial Co., Ltd.	World Peace International (South Asia) Pte Ltd	Note 1	12,955,824	1,411,760	1,411,760	797,059	-	5.43	20,793,319	N	N	N	Note 6
6	World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	Note 1	12,995,824	692,000	692,000	692,000	-	2.66	20,793,319	N	N	N	Note 6
6	World Peace Industrial Co., Ltd.	WPG Korea Co., Ltd.	Note 1	12,995,824	60,000	60,000	27,849	-	0.23	20,793,319	N	N	N	Note 6
7	Apache Communication	Asian Information Technology Inc.	Note 2	943,907	485,350	476,800	200,000	-	20.21	1,179,884	N	N	N	Note 10
8	Frontek Technology Corporation	Asian Information Technology Inc.	Note 2	802,184	803,900	538,400	291,372	-	26.85	1,002,731	N	N	N	Note 10
9	Pernas Electronics Co., Ltd.	Silicon Application corp.	Note 2	701,982	200,000	200,000	147,694	-	14.25	701,982	N	N	N	Note 8
10	Asian Information Technology Inc.	Apache Communication Inc.	Note 1	2,344,449	228,280	221,440	135,426	-	3.78	2,930,561	N	N	N	Note 9
10	Asian Information Technology Inc.	Frontek Technology Corporation	Note 1	2,344,449	821,498	796,000	156,715	-	13.58	2,930,561	N	N	N	Note 9
10	Asian Information Technology Inc.	AIT Japan Inc.	Note 1	2,344,449	14,268	13,840	106	-	0.24	2,930,561	N	N	N	Note 9
11	Trigold Holdings Limited	Peng Yu International Limited	Note 1	1,001,502	57,070	55,360	55,360	-	2.76	1,001,502	N	N	N	Note 13
11	Trigold Holdings Limited	WPG C&C Shanghai Co., Ltd.	Note 1	1,001,502	131,520	-	-	-	-	1,001,502	N	N	Y	Note 13
11	Trigold Holdings Limited	Peng Yu Trigold Limited	Note 1	1,001,502	370,955	359,840	359,840	-	17.97	1,001,502	N	N	N	Note 13

Note 1: The company and its subsidiary hold more than 50% of the investee company.
Note 2: The parent company directly owns more than 50% of the company.
Note 3: An affiliate.
Note 4: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 50% of the Company's stockholder's equity. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The limit on the Company and its subsidiaries' total loan to other companies is less than 60% of the Company's net assets; limited to a single company should not exceed 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets, which is based on the latest audited or reviewed financial statements.
Note 5: There are 8,999 thousand shares of WPG Investment Co., Ltd. which have been pledged for purchases for World Peace Industrial Co., Ltd. The book value of those pledged investments is $90,707.
Note 6: The cumulative guarantee amount to others should not be in excess of 80% of guarantor's net assets. The guarantee amount to a single company should not be in excess of 50% of guarantor's net assets. For business transaction with the guarantor, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The net asset value is based on the latest audited or reviewed financial statements.

Note 7: The cumulative guarantee amount to others should not be in excess of 200% of the Company's net assets. The guarantee amount to a single company should not be in excess of 200% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets.

Note 8: The cumulative guarantee amount to others should not be in excess of 50% (not including 50%) of the Company's net assets; the limit to a single company should not exceed 50% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries shall be less than 50% (not including 50%) of the Company's net assets. Ceiling on total endorsements/guarantees granted by the Company, the Company's ultimate parent company and subsidiaries to a single party is 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 9: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 40% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Net assets is based on the latest audited or reviewed financial statements. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries shall be less than 50% (not including 50%) of theCompany's net assets. The Company's and its subsidiaries' guarantee amount to a single company should not be in excess of 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 10: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 40% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Net assets is based on the latest audited or reviewed financial statements. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 11: The cumulative guarantee amount to others should not be in excess of 200% (excluding) of the Company's net assets. The guarantee amount to a single company should not be in excess of 100% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 12: The cumulative guarantee amount to others should not be in excess of 200% (excluding) of the Company's net assets. The guarantee amount to a single company should not be in excess of 150% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 13: The cumulative guarantee amount to others should not be in excess of 50% (not including 50%) of the Company's net assets. The guarantee amount to a single company should not be in excess of 50% (not including 50%) of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The Company's and its subsidiaries' cumulative guarantee amount to others should not be in excess 50% (not including 50%) of the Company's net assets. The guarantee amount to a single company should not be in excess of 50% (not including 50%) of the Company's net assets. The Company's and its subsidiaries' guarantee amount to a subsidiary which is 90%~ 100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets. The guarantee amount to a subsidiary which is 100% directly or indirectly held by the Company should not exceed 50% (not including 50%) of the Company's net assets. The net assets value is based on the latest audit or reviewed financial statements.

WPG Holdings Limited and Subsidiaries

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

Year ended December 31, 2021

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

				As of December 31, 2021				
Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	Number of shares (in thousands)	Book value	Ownership (%)	Fair value (Note 1)	Footnote
WPG Holdings Limited	Restar Holdings Corporation	None	Financial assets at fair value through profit or loss - non-current	230	$ 111,515	0.76	$ 111,515	Note 2
WPG Holdings Limited	Tyche Partners L.P. - Funds	None	Financial assets at fair value through profit or loss - non-current	-	418,001	-	418,001	
WPG Holdings Limited	CDIB CME Fund Ltd., ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	107,580	-	107,580	
WPG Holdings Limited	T3EX Global Holdings Corp. - Equity securities	None	Financial assets at fair value through other comprehensive income - non-current	11,589	1,581,886	8.45	1,581,886	
WPG Holdings Limited	WT Microelectronics Co., Ltd.-Preference shares	The Group's investment accounted for using the equity method	Financial assets at fair value through other comprehensive income - non-current	24,284	1,188,695	17.99	1,188,695	Note 3
Silicon Application Corp.	Kingmax Technology Inc., ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	12,822	-	12,822	Note 4
World Peace Industrial Co., Ltd.	Silicon Line GmbH, Munich…etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	24,068	-	24,068	
World Peace Industrial Co., Ltd.	Vesper Technologies Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	31,050	-	31,050	
AECO Technology Co., Ltd.	Hua-Jie (Taiwan) Corp. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	668	6,684	3.32	6,684	
Yosun Industrial Corp.	Fortend Taiwan Scientific Corp., ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	16,387	-	16,387	
Yosun Industrial Corp.	Golf club memberships of Ta Shee Resort Co., Ltd.	None	Financial assets at fair value through profit or loss - non-current	-	17,100	-	17,100	
Genuine C&C Inc.	Systemweb Technology - Equity securities	None	Financial assets at fair value through profit or loss - non-current	700	17,889	7.00	17,889	
Richpower Electronic Devices Co., Ltd.	Chipmast Technology Co., Ltd. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	287	714	1.48	714	
WPG Investment Co., Ltd.	Dimerco Express Corporation ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - current, etc.	-	27,125	-	27,125	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of December 31, 2021				
				Number of shares (in thousands)	Book value	Ownership (%)	Fair value (Note 1)	Footnote
WPG Investment Co., Ltd.	Nichidenbo Corporation ... etc. - Equity securities	None	Financial assets at fair value through other comprehensive income - non-current	-	$ 519,931	-	$ 519,931	
Silicon Application (BVI) Corporation	OAE Technology. Inc. ...etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	6,038	-	6,038	
Asian Information Technology Inc.	Zhen Ding Technology Co., Ltd. ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - current, etc.	-	5,025	-	5,025	
Asian Information Technology Inc.	Golf club memberships of Ta Shee Resort Co., Ltd.	None	Financial assets at fair value through profit or loss – non-current	-	17,100	-	17,100	
Win-Win Systems Ltd.	Silicon Electronics Company(s) Pte. Ltd. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	180	-	-	-	
WPG South Asia Pte. Ltd.	ViMOS Technologies GmBH - Equity securities	None	Financial assets at fair value through profit or loss - non-current	20	598	9.00	598	
WPG China Inc.	CECI Technology Co. Ltd. ... etc. - Equity securities	None	Financial assets at fair value through profit or loss - non-current	-	1,051,447	-	1,051,447	
WPG China Inc.	Yiwu Weihao Chuangxin Phase I Equity Investment Partnership (Limited Partnership)	None	Financial assets at fair value through profit or loss - non-current	-	86,880	-	86,880	

Note 1: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 2: The original investee company, Vitec Holdings Co., Ltd., was delisted on March 27, 2019. Vitec Holdings Co., Ltd merged with UKC Holdings whereby a new company, Restar Holdings Corporation, was established. The effective date for this merger was April 1, 2019, and the name of the held marketable securities was changed.

Note 3: On September 18, 2020, the Board of Directors of the Group resolved to subscribe WT's series A preference shares in the amount of 24,283,867 shares with a par value of NT$50 per share, with total consideration of $1,214,193, based on the shareholding ratio at the effective date of the capital increase in accordance with the application for shares. As of October 15, 2020 (effective date of the capital increase), the Group's shareholding ratio in WT is 17.99% of total outstanding preference shares after subscribing WT's series A preference shares.

Note 4: There are 566 thousand shares of Kingmax Technology Inc. which have been pledged for purchases as of December 31, 2021.

WPG Holdings Limited and Subsidiaries

Acquisition of real estate reaching NT$300 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

							If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below:						
Real estate acquired by	Real estate	Transaction date or date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount	Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
The Company	Industrial plants located in No. 349, 350, 360, 386, 387, 390, 392, 392-1, Dinghu section, Guishan	2021.06 (Note 1)	$ 837,600	$ 837,600	CMC Magnetics Corporation	Non-related party	-	-	-	$ -	Zhan-Mao Real Estate Appraisers Firm	Operating needs	None

Note 1: The date of contract.

WPG Holdings Limited and Subsidiaries

Disposal of real estate reaching NT$300 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 5

Expressed in thousands of NTD

(Except as otherwise indicated)

Real estate disposed by	Real estate	Transaction date or date of the event (Note 2)	Date of acquisition	Book value	Disposal amount	Status of collection of proceeds	Gains (losses) on disposal	Counterparty	Relationship with the seller	Reason for disposal	Basis or reference used in setting the price	Other commitments
Silicon Application Corp.	18F of office building in Zhonghe District	2021/5/7	1999/1/6~ 2019/10/31	$ 130,189	$ 316,382	Collected based on the agreement	$ 186,193	Amazing Microelectronic Corp.	None	Taking into consideration assets utilization and revitalizing assets	Appraisal amount of $314,480 appraised by Euro-Asia Real Estate Appraisers Firm and appraisal amount of $319,221 appraised by Cheng-Da Real Estate Appraisers Joint Firm	None

Note 1: The appraisal result should be presented in the 'Basis or reference used in setting the price' column if the disposal real estate should be appraised pursuant to the regulations.
Note 2: The date of the event was the signing date.

WPG Holdings Limited and Subsidiaries

Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Same ultimate parent company	Sales	($ 780,173)	(52.91)	Note 5	Note 5	Note 5	$ 65,760	40.03	
〃	Silicon Application Corp.	〃	〃	(204,668)	(13.88)	〃	〃	〃	32,854	20.00	
〃	Asian Information Technology Inc.	〃	〃	(196,753)	(13.34)	〃	〃	〃	30,952	18.84	
〃	Yosun Industrial Corp.	〃	〃	(261,118)	(17.71)	〃	〃	〃	33,330	20.29	
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	〃	〃	(13,289,687)	(9.61)	Note 3	Note 3	Note 3	1,686,941	7.12	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(1,124,144)	(0.81)	〃	〃	〃	287,851	1.21	
〃	WPG China (SZ) Inc.	〃	〃	(404,740)	(0.29)	〃	〃	〃	69,465	0.29	
〃	WPG China Inc.	〃	〃	(340,155)	(0.25)	〃	〃	〃	58,097	0.25	
〃	Genuine C&C Inc.	〃	〃	(177,109)	(0.13)	〃	〃	〃	22,807	0.10	
Genuine C&C (IndoChina) Pte Ltd.	WPG PT Electrindo Jaya	An investee which accounted associates using the equity method	〃	(302,519)	(94.19)	〃	〃	〃	62,588	100.00	
World Peace International (South Asia) Pte Ltd.	World Peace Industrial Co., Ltd.	Same ultimate parent company	〃	(288,878)	(1.07)	〃	〃	〃	13,186	0.28	
〃	WPI International (Hong Kong) Limited	〃	〃	(122,466)	(0.45)	〃	〃	〃	20,160	0.43	
〃	WPG SCM Limited	〃	〃	(3,650,592)	(13.49)	〃	〃	〃	658,418	13.89	
〃	WPG PT Electrindo Jaya	An investee which accounted associates using the equity method	〃	(594,907)	(2.20)	〃	〃	〃	115,916	2.45	
〃	World Peace International (India) Pvt., Ltd.	Same ultimate parent company	〃	(103,485)	(0.38)	〃	〃	〃	8,618	0.18	
〃	WPG C&C Comuters and Peripheral (India) Private Limited	〃	〃	(1,140,024)	(4.21)	〃	〃	〃	167,897	3.54	
〃	WPG C&C (Malaysia) Sdn. Bhd	〃	〃	(313,384)	(1.16)	〃	〃	〃	11,126	0.23	
〃	WPG C&C (Thailand) Co., Ltd.	〃	〃	(371,919)	(1.37)	〃	〃	〃	85,184	1.80	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	Same ultimate parent company	Sales	($ 12,059,776)	(4.50)	Note 3	Note 3	Note 3	$ 1,257,666	3.00	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(1,075,447)	(0.40)	〃	〃	〃	1,037,656	2.47	
〃	WPG China (SZ) Inc.	〃	〃	(2,297,431)	(0.86)	〃	〃	〃	546,178	1.30	
〃	WPG China Inc.	〃	〃	(2,430,500)	(0.91)	〃	〃	〃	647,033	1.54	
〃	WPG SCM Limited	〃	〃	(875,653)	(0.33)	〃	〃	〃	64,635	0.15	
〃	WPG Korea Co., Ltd.	〃	〃	(5,103,237)	(1.90)	〃	〃	〃	475,339	1.13	
〃	Vitec WPG Limited	An investee of the Group which was accounted for using equity method	〃	(240,078)	(0.09)	〃	〃	〃	31,836	0.08	
〃	World Peace International (South Asia) Pte Ltd.	Same ultimate parent company	〃	(1,074,592)	(0.40)	〃	〃	〃	109,315	0.26	
Silicon Application Corp.	Silicon Application Company Limited	〃	〃	(101,605)	(0.11)	30 days after monthly billings	Note 4	Note 4	17,043	0.09	
〃	Pernas Electronics Co., Ltd.	〃	〃	(615,442)	(0.68)	〃	〃	〃	58,181	0.30	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(5,142,931)	(5.70)	90 days after monthly billings	〃	〃	1,644,410	8.46	
〃	WPG China (SZ) Inc.	〃	〃	(1,839,796)	(2.04)	〃	〃	〃	352,379	1.81	
〃	WPG China Inc.	〃	〃	(334,891)	(0.37)	〃	〃	〃	91,845	0.47	
Pernas Electronics Co., Ltd.	Silicon Application Corp.	〃	〃	(1,593,609)	(22.01)	30 days after monthly billings	〃	〃	294,891	17.62	
〃	Everwiner Enterprise Co., Ltd.	〃	〃	(466,887)	(6.45)	Note 2	〃	〃	34,781	2.08	
Everwiner Enterprise Co., Ltd	Silicon Application Corp.	〃	〃	(473,065)	(7.87)	30 days after monthly billings	〃	〃	30,443	2.28	
〃	Pernas Electronics Co., Ltd.	〃	〃	(2,281,232)	(37.94)	Note 2	〃	〃	341,496	25.61	
Asian Information Technology Inc.	Frontek Technology Corporation	〃	〃	(7,095,560)	(18.13)	〃	Note 2	Note 2	2,262,650	28.99	
〃	Apache Communication Inc.	〃	〃	(1,427,119)	(3.65)	〃	〃	〃	303,178	3.88	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(151,497)	(0.39)	〃	〃	〃	73,296	0.94	
〃	WPG China (SZ) Inc.	〃	〃	(171,282)	(0.44)	〃	〃	〃	27,016	0.35	
〃	WPG China Inc.	〃	〃	(101,897)	(0.26)	〃	〃	〃	38,656	0.50	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Henshen Electric Trading Co., Ltd.	Asian Information Technology Inc.	Same ultimate parent company	Sales	($ 189,330)	(16.87)	Note 2	Note 2	Note 2	$ 8,214	2.12	
〃	Frontek Technology Corporation	〃	〃	(162,296)	(14.46)	〃	〃	〃	501	0.13	
Frontek Technology Corporation	Asian Information Technology Inc.	〃	〃	(4,721,392)	(14.52)	〃	〃	〃	121,172	1.83	
〃	Gather Technology Incorporation Limited	〃	〃	(283,012)	(0.87)	〃	〃	〃	29,423	0.45	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(584,405)	(1.80)	〃	〃	〃	226,752	3.43	
〃	WPG China Inc.	〃	〃	(184,352)	(0.57)	〃	〃	〃	35,819	0.54	
Apache Communication Inc.	Asian Information Technology Inc.	〃	〃	(2,766,046)	(7.76)	〃	〃	〃	1,111,632	19.20	
WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	〃	〃	(2,188,289)	(8.65)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	100,895	1.63	
〃	WPI International (Hong Kong) Limited	〃	〃	(8,345,454)	(33.00)	〃	〃	〃	2,845,885	46.08	
〃	Silicon Application Corp.	〃	〃	(103,126)	(0.41)	Note 5	Note 5	Note 5	-	-	
〃	WPG China (SZ) Inc.	〃	〃	(118,136)	(0.47)	Note 3	Note 3	Note 3	30,707	0.50	
〃	Yosun Industrial Corp.	〃	〃	(122,261)	(0.48)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	-	-	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(204,778)	(0.81)	〃	〃	〃	-	-	
〃	Richpower Electronic Devices Co., Limited	〃	〃	(127,046)	(0.50)	〃	〃	〃	-	-	
〃	Peng Yu International Limited	〃	〃	(1,231,158)	(4.87)	〃	〃	〃	27,941	0.45	
〃	Peng Yu Trigold Limited	〃	〃	(2,081,737)	(8.23)	〃	〃	〃	1,044,368	16.91	
WPG China (SZ) Inc.	WPG China Inc.	〃	〃	(950,252)	(7.70)	Note 6	Note 6	Note 6	-	-	
WPG China Inc.	WPG China (SZ) Inc.	〃	〃	(824,132)	(3.25)	Note 3	Note 4	Note 4	301,283	4.57	
WPG Americas Inc.	World Peace Industrial Co., Ltd.	〃	〃	(1,325,699)	(7.49)	〃	Note 3	Note 3	83,009	2.42	
〃	Yosun Industrial Corp.	〃	〃	(580,037)	(3.28)	〃	〃	〃	373,276	10.88	
WPG South Asia Pte. Ltd.	Yosun Singapore Pte Ltd.	〃	〃	(122,776)	(5.77)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	-	-	
〃	World Peace International (South Asia) Pte Ltd.	〃	〃	(515,862)	(24.23)	〃	〃	〃	-	-	
Yosun Industrial Corp.	WPG China (SZ) Inc.	〃	〃	(872,305)	(2.27)	Note 6	Note 6	Note 6	161,052	3.77	
〃	WPG China Inc.	〃	〃	(622,860)	(1.62)	〃	〃	〃	157,229	3.68	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(5,203,194)	(13.53)	Note 3	Note 3	Note 3	57,534	1.35	

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	Same ultimate parent company	Sales	($ 198,119)	(0.52)	Note 3	Note 3	Note 3	$ 5,542	0.13	
〃	Richpower Electronic Devices Co., Limited	〃	〃	(173,789)	(0.45)	〃	〃	〃	203	-	
〃	Peng Yu Trigold Limited	〃	〃	(161,697)	(0.42)	〃	〃	〃	87,733	2.05	
Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	〃	〃	(944,231)	(2.02)	Note 6	Note 6	Note 6	145,521	2.65	
〃	WPG China Inc.	〃	〃	(1,615,459)	(3.45)	〃	〃	〃	353,454	6.44	
〃	Yosun Industrial Corp.	〃	〃	(7,250,841)	(15.49)	Note 3	Note 3	Note 3	505,745	9.22	
〃	Richpower Electronic Devices Co., Limited	〃	〃	(1,653,543)	(3.53)	〃	〃	〃	16,995	0.31	
Yosun Singapore Pte Ltd.	WPG SCM Limited	〃	〃	(446,825)	(6.17)	〃	〃	〃	43,041	4.06	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(313,384)	(4.33)	〃	〃	〃	6,008	0.57	
Sertek Incorporated	Yosun Industrial Corp.	〃	〃	(925,543)	(6.75)	〃	〃	〃	100,021	12.67	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(589,882)	(4.30)	〃	〃	〃	37,240	4.72	
Richpower Electronic Devices Co., Ltd	Silicon Application Corp.	〃	〃	(1,237,155)	(8.34)	〃	〃	〃	283,737	7.01	
〃	WPG Electronics (Hong Kong) Limited	〃	〃	(1,410,550)	(9.51)	Note 6	Note 6	Note 6	443,568	10.96	
〃	Yosun Industrial Corp.	〃	〃	(594,377)	(4.01)	Note 3	Note 3	Note 3	64,457	1.59	
Richpower Electronic Devices Co., Limited	WPG Electronics (Hong Kong) Limited	〃	〃	(183,784)	(1.00)	Note 6	Note 6	Note 6	-	-	
〃	WPG China (SZ) Inc.	〃	〃	(151,249)	(0.82)	〃	〃	〃	23,457	0.84	
〃	WPG China Inc.	〃	〃	(153,754)	(0.84)	〃	〃	〃	21,326	0.76	
〃	Yosun Industrial Corp.	〃	〃	(535,391)	(2.92)	Note 3	Note 3	Note 3	57,649	2.07	
〃	Yosun Hong Kong Corp. Ltd.	〃	〃	(3,027,717)	(16.49)	〃	〃	〃	63,411	2.27	
〃	Richpower Electronic Devices Co., Ltd	〃	〃	(395,168)	(2.15)	〃	〃	〃	33,024	1.18	
Peng Yu International Limited	WPG C&C Shanghai Co., Ltd.	〃	〃	(666,070)	(29.04)	〃	〃	〃	64,282	95.13	
Peng Yu Trigold Limited	World Peace Industrial Co., Ltd.	〃	〃	(1,317,697)	(39.38)	〃	〃	〃	-	-	
〃	WPI International (Hong Kong) Limited	〃	〃	(187,674)	(5.61)	〃	〃	〃	80,371	17.55	
〃	Peng Yu International Limited	〃	〃	(113,283)	(3.39)	〃	〃	〃	-	-	
〃	WPG C&C Shanghai Co., Ltd.	〃	〃	(1,109,858)	(33.17)	〃	〃	〃	298,608	65.22	

Note 1: As the related party transactions of consolidated subsidiaries exceeding $100 million are voluminous, the related information disclosed here is from the sales aspect.
Note 2: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~120 days from the end of the month of sales.
Note 3: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~90 days from the end of the month of sales.
Note 4: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition.
Note 5: The income arose from the provision of administrative resources and management services, and the sales price and terms were determined by the parties.
Note 6: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 60~120 days from the end of the month of sales.

WPG Holdings Limited and Subsidiaries

Receivables from related parties reaching $100 million or 20% of paid-in capital or more

Year ended December 31, 2021

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2021 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Same ultimate parent company	$ 1,686,941	10.59	$ -	-	$ 1,686,941	$ -
World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	〃	287,851	4.01	19,010	-	68,104	-
World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	〃	658,418	4.90	-	-	395,387	-
World Peace International (South Asia) Pte Ltd.	WPG PT Electrindo Jaya	An investment which accounted associates using the equity method	115,916	6.06	-	-	74,626	-
World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	Same ultimate parent company	167,897	8.92	-	-	151,734	-
WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	〃	1,257,666	8.71	-	-	1,257,666	-
WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	〃	1,037,656	2.04	-	-	5,099	-
WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	〃	546,178	5.18	-	-	297,786	-
WPI International (Hong Kong) Limited	WPG China Inc.	〃	647,033	4.34	-	-	195,973	-
WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	〃	475,339	4.65	-	-	22,365	-
WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	〃	109,315	12.35	-	-	109,315	-
Silicon Application Corp.	WPG Electronics (Hong Kong) Limited	〃	1,644,410	3.45	46,297	-	756,286	-
Silicon Application Corp.	WPG China (SZ) Inc.	〃	352,379	5.48	4,006	-	178,569	-
Pernas Electronics Co., Ltd.	Silicon Application Corp.	〃	294,891	8.04	-	-	294,891	-
Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	〃	341,496	6.83	-	-	199,564	-
Asian Information Technology Inc.	Frontek Technology Corporation	〃	2,262,650	3.89	-	-	695,049	-
Asian Information Technology Inc.	Apache Communication Inc.	〃	303,178	5.20	-	-	-	-
Frontek Technology Corporation	Asian Information Technology Inc.	〃	121,172	26.37	-	-	2,395	-
Frontek Technology Corporation	WPG Electronics (Hong Kong) Limited	〃	226,752	2.51	-	-	60,353	-
Apache Communication Inc.	Asian Information Technology Inc.	〃	1,111,632	4.96	-	-	123,267	-
WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	〃	100,895	11.48	-	-	94,118	-
WPG Electronics (Hong Kong) Limited	WPI International (Hong Kong) Limited	〃	2,845,885	3.98	-	-	1,338,447	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2021 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
WPG Electronics (Hong Kong) Limited	Peng Yu Trigold Limited	Same ultimate parent company	$ 1,044,368	3.99	$ -	-	$ 427,758	$ -
WPG China Inc.	WPG China (SZ) Inc.	〃	301,283	5.47	-	-	48	-
WPG Americas Inc.	Yosun Industrial Corp.	〃	373,276	3.11	-	-	-	-
Yosun Industrial Corp.	WPG China (SZ) Inc.	〃	161,052	6.25	-	-	120,723	-
Yosun Industrial Corp.	WPG China Inc.	〃	157,229	3.94	-	-	49,821	-
Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	〃	145,521	4.70	-	-	81,774	-
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	〃	353,454	3.35	-	-	120,774	-
Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	〃	505,745	25.51	-	-	505,745	-
Sertek Incorporated	Yosun Industrial Corp.	〃	100,021	10.56	-	-	100,021	-
Richpower Electronic Devices Co., Ltd	Silicon Application Corp.	〃	283,737	8.72	-	-	283,737	-
Richpower Electronic Devices Co., Ltd	WPG Electronics (Hong Kong) Limited	〃	443,568	3.23	4,424	-	203,737	-
Peng Yu Trigold Limited	WPG C&C Shanghai Co., Ltd.	〃	298,608	7.43	-	-	220,922	-
WPG Holdings Limited	World Peace Industrial Co., Ltd.	〃	113,230	0.00	-	-	-	-
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	〃	2,838,057	0.00	-	-	43,123	-
World Peace International (South Asia) Pte Ltd.	WPG Electronics (Hong Kong) Limited	〃	554,407	0.00	-	-	806	-
World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	〃	125,182	0.00	-	-	75,173	-
World Peace International (South Asia) Pte Ltd.	WPG Americas Inc.	〃	831,986	0.00	-	-	433,569	-
World Peace International (South Asia) Pte Ltd.	WPG South Asia Pte. Ltd.	〃	127,630	0.00	-	-	58,476	-
WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	〃	1,980,995	0.00	-	-	10,513	-
WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	〃	595,390	0.00	-	-	320,509	-
WPG C&C Limited	WPI International (Hong Kong) Limited	〃	221,976	0.00	-	-	-	-
Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	〃	419,340	0.00	-	-	1,443	-
AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	〃	669,473	0.00	-	-	-	-
Silicon Application Company Limited	Silicon Application corp.	〃	616,023	0.00	-	-	6,725	-
Silicon Application Company Limited	WPG Electronics (Hong Kong) Limited	〃	843,465	0.00	-	-	563,396	-
Pernas Electronics Co., Ltd.	Silicon Application Corp.	〃	404,336	0.00	-	-	696	-
WPG China (SZ) Inc.	Yosun Hong Kong Corp. Ltd.	〃	111,537	0.00	-	-	111,537	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2021 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
WPG China (SZ) Inc.	LaaS (Dongguan) Supply Chain Management Limited	Same ultimate parent company	$ 106,836	0.00	$ -	-	$ 43,440	$ -
WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	〃	112,554	0.00	-	-	91	-
WPG South Asia Pte. Ltd.	WPG Americas Inc.	〃	277,333	0.00	-	-	374	-
WPG SCM Limited	WPG Electronics (Hong Kong) Limited	〃	277,151	0.00	-	-	338	-
WPG SCM Limited	WPG Korea Co., Ltd.	〃	138,615	0.00	-	-	-	-
Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	〃	1,125,717	0.00	-	-	1,124,338	-
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	〃	2,490,505	0.00	-	-	351,864	-
Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	〃	149,819	0.00	-	-	-	-
Yosun South China Corp. Ltd.	WPG China Inc.	〃	196,798	0.00	-	-	-	-
Sertek Incorporated	Richpower Electronic Devices Co., Ltd	〃	277,856	0.00	-	-	-	-
Richpower Electronic Devices Pte Ltd.	Yosun Singapore Pte Ltd.	〃	206,465	0.00	-	-	249	-
Genuine C&C Holding Inc. (Seychelles)	Peng Yu Trigold Limited	〃	125,617	0.00	-	-	-	-
Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	〃	158,601	0.00	-	-	89,897	-
WPG C&C Shanghai Co., Ltd.	LaaS (Dongguan) Supply Chain Management Limited	〃	296,991	0.00	-	-	-	-

Note 1: Balance as at December 31, 2021 includes other receivables that exceed $100,000.
Note 2: Turnover rate of 0.00 was caused by the receivables amount recorded as other receivables, and thus the turnover rate is not applicable.
Note 3: The subsequent collections are those receivables collected as of February 14, 2022.

WPG Holdings Limited and Subsidiaries
Significant inter-company transactions during the reporting period
Year ended December 31, 2021

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	1	Sales	$ 780,173	Note 11	0.10
0	WPG Holdings Limited	Silicon Application Corp.	1	〃	204,668	Note 11	0.03
0	WPG Holdings Limited	Asian Information Technology Inc.	1	〃	196,753	Note 11	0.03
0	WPG Holdings Limited	Yosun Industrial Corp.	1	〃	261,118	Note 11	0.03
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	〃	13,289,687	Note 5	1.71
1	World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	3	〃	1,124,144	Note 5	0.14
1	World Peace Industrial Co., Ltd.	WPG China (SZ) Inc.	3	〃	404,740	Note 5	0.05
1	World Peace Industrial Co., Ltd.	WPG China Inc.	3	〃	340,155	Note 5	0.04
1	World Peace Industrial Co., Ltd.	Genuine C&C Inc.	3	〃	177,109	Note 5	0.02
2	World Peace International (South Asia) Pte Ltd.	World Peace Industrial Co., Ltd.	3	〃	288,878	Note 5	0.04
2	World Peace International (South Asia) Pte Ltd.	WPI International (Hong Kong) Limited	3	〃	122,466	Note 5	0.02
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	〃	3,650,592	Note 5	0.47
2	World Peace International (South Asia) Pte Ltd.	World Peace International (India) Pvt., Ltd.	3	〃	103,485	Note 5	0.01
2	World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	3	〃	1,140,024	Note 5	0.15
2	World Peace International (South Asia) Pte Ltd.	WPG C&C (Malaysia) Sdn. Bhd	3	〃	313,384	Note 5	0.04
2	World Peace International (South Asia) Pte Ltd.	WPG C&C (Thailand) Co., Ltd.	3	〃	371,919	Note 5	0.05
3	WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	12,059,776	Note 5	1.55
3	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	3	〃	1,075,447	Note 5	0.14
3	WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	3	〃	2,297,431	Note 5	0.30

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
3	WPI International (Hong Kong) Limited	WPG China Inc.	3	Sales	$ 2,430,500	Note 5	0.31
3	WPI International (Hong Kong) Limited	WPG SCM Limited	3	〃	875,653	Note 5	0.11
3	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	3	〃	5,103,237	Note 5	0.66
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	〃	1,074,592	Note 5	0.14
4	Silicon Application Corp.	Silicon Application Company Limited	3	〃	101,605	Notes 9 and 11	0.01
4	Silicon Application Corp.	Pernas Electronics Co., Ltd.	3	〃	615,442	Notes 9 and 11	0.08
4	Silicon Application Corp.	WPG Electronics (Hong Kong) Limited	3	〃	5,142,931	Notes 9 and 12	0.66
4	Silicon Application Corp.	WPG China (SZ) Inc.	3	〃	1,839,796	Notes 9 and 12	0.24
4	Silicon Application Corp.	WPG China Inc.	3	〃	334,891	Notes 9 and 12	0.04
5	Pernas Electronics Co., Ltd.	Silicon Application Corp.	3	〃	1,593,609	Notes 9 and 11	0.20
5	Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	3	〃	466,887	Note 4	0.06
6	Everwiner Enterprise Co., Ltd.	Silicon Application Corp.	3	〃	473,065	Notes 9 and 11	0.06
6	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	〃	2,281,232	Note 4	0.29
7	Asian Information Technology Inc.	Frontek Technology Corporation	3	〃	7,095,560	Note 4	0.91
7	Asian Information Technology Inc.	Apache Communication Inc.	3	〃	1,427,119	Note 4	0.18
7	Asian Information Technology Inc.	WPG Electronics (Hong Kong) Limited	3	〃	151,497	Note 4	0.02
7	Asian Information Technology Inc.	WPG China (SZ) Inc.	3	〃	171,282	Note 4	0.02
7	Asian Information Technology Inc.	WPG China Inc.	3	〃	101,897	Note 4	0.01
8	Henshen Electric Trading Co., Ltd.	Asian Information Technology Inc.	3	〃	189,330	Note 4	0.02
8	Henshen Electric Trading Co., Ltd.	Frontek Technology Corporation	3	〃	162,296	Note 4	0.02
9	Frontek Technology Corporation	Asian Information Technology Inc.	3	〃	4,721,392	Note 4	0.61
9	Frontek Technology Corporation	Gather Technology Incorporation Limited	3	〃	283,012	Note 4	0.04
9	Frontek Technology Corporation	WPG Electronics (Hong Kong) Limited	3	〃	584,405	Note 4	0.08
9	Frontek Technology Corporation	WPG China Inc.	3	〃	184,352	Note 4	0.02
10	Apache Communication Inc.	Asian Information Technology Inc.	3	〃	2,766,046	Note 4	0.36
11	WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	2,188,289	Note 5	0.28

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
11	WPG Electronics (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	Sales	$ 8,345,454	Note 5	1.07
11	WPG Electronics (Hong Kong) Limited	Silicon Application Corp.	3	〃	103,126	Note 5	0.01
11	WPG Electronics (Hong Kong) Limited	WPG China (SZ) Inc.	3	〃	118,136	Note 5	0.02
11	WPG Electronics (Hong Kong) Limited	Yosun Industrial Corp.	3	〃	122,261	Note 5	0.02
11	WPG Electronics (Hong Kong) Limited	Yosun Hong Kong Corp. Ltd.	3	〃	204,778	Note 5	0.03
11	WPG Electronics (Hong Kong) Limited	Richpower Electronic Devices Co., Limited	3	〃	127,046	Note 5	0.02
11	WPG Electronics (Hong Kong) Limited	Peng Yu International Limited	3	〃	1,231,158	Note 5	0.16
11	WPG Electronics (Hong Kong) Limited	Peng Yu Trigold Limited	3	〃	2,081,737	Note 5	0.27
12	WPG China (SZ) Inc.	WPG China Inc.	3	〃	950,252	Note 8	0.12
13	WPG China Inc.	WPG China (SZ) Inc.	3	〃	824,132	Note 5	0.11
14	WPG Americas Inc.	World Peace Industrial Co., Ltd.	3	〃	1,325,699	Note 5	0.17
14	WPG Americas Inc.	Yosun Industrial Corp.	3	〃	580,037	Note 5	0.07
15	WPG South Asia Pte. Ltd.	Yosun Singapore Pte Ltd.	3	〃	122,776	Note 11	0.02
15	WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	3	〃	515,862	Note 11	0.07
16	Yosun Industrial Corp.	WPG China (SZ) Inc.	3	〃	872,305	Note 8	0.11
16	Yosun Industrial Corp.	WPG China Inc.	3	〃	622,860	Note 8	0.08
16	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	3	〃	5,203,194	Note 5	0.67
16	Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	3	〃	198,119	Note 5	0.03
16	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	3	〃	173,789	Note 5	0.02
16	Yosun Industrial Corp.	Peng Yu Trigold Limited	3	〃	161,697	Note 5	0.02
17	Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	3	〃	944,231	Note 8	0.12
17	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	〃	1,615,459	Note 8	0.21
17	Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	3	〃	7,250,841	Note 5	0.93
17	Yosun Hong Kong Corp. Ltd.	Richpower Electronic Devices Co., Limited	3	〃	1,653,543	Note 5	0.21
18	Yosun Singapore Pte Ltd.	WPG SCM Limited	3	〃	446,825	Note 5	0.06
18	Yosun Singapore Pte Ltd.	Yosun Hong Kong Corp. Ltd.	3	〃	313,384	Note 5	0.04

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
19	Sertek Incorporated	Yosun Industrial Corp.	3	Sales	$ 925,543	Note 5	0.12
19	Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	3	〃	589,882	Note 5	0.08
20	Richpower Electronic Devices Co., Ltd	Silicon Application Corp.	3	〃	1,237,155	Note 5	0.16
20	Richpower Electronic Devices Co., Ltd	WPG Electronics (Hong Kong) Limited	3	〃	1,410,550	Note 8	0.18
20	Richpower Electronic Devices Co., Ltd	Yosun Industrial Corp.	3	〃	594,377	Note 5	0.08
21	Richpower Electronic Devices Co., Limited	WPG Electronics (Hong Kong) Limited	3	〃	183,784	Note 8	0.02
21	Richpower Electronic Devices Co., Limited	WPG China (SZ) Inc.	3	〃	151,249	Note 8	0.02
21	Richpower Electronic Devices Co., Limited	WPG China Inc.	3	〃	153,754	Note 8	0.02
21	Richpower Electronic Devices Co., Limited	Yosun Industrial Corp.	3	〃	535,391	Note 5	0.07
21	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	3	〃	3,027,717	Note 5	0.39
21	Richpower Electronic Devices Co., Limited	Richpower Electronic Devices Co., Ltd.	3	〃	395,168	Note 5	0.05
22	Peng Yu International Limited	WPG C&C Shanghai Co., Ltd.	3	〃	666,070	Note 5	0.09
23	Peng Yu Trigold Limited	World Peace Industrial Co., Ltd.	3	〃	1,317,697	Note 5	0.17
23	Peng Yu Trigold Limited	WPI International (Hong Kong) Limited	3	〃	187,674	Note 5	0.02
23	Peng Yu Trigold Limited	Peng Yu International Limited	3	〃	113,283	Note 5	0.01
23	Peng Yu Trigold Limited	WPG C&C Shanghai Co., Ltd.	3	〃	1,109,858	Note 5	0.14
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	Accounts receivable	1,686,941	Note 5	0.59
1	World Peace Industrial Co., Ltd.	WPG Electronics (Hong Kong) Limited	3	〃	287,851	Note 5	0.10
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	〃	658,418	Note 5	0.23
2	World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	3	〃	167,897	Note 5	0.06
3	WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	1,257,666	Note 5	0.44
3	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	3	〃	1,037,656	Note 5	0.36
3	WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	3	〃	546,178	Note 5	0.19
3	WPI International (Hong Kong) Limited	WPG China Inc.	3	〃	647,033	Note 5	0.22
3	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	3	〃	475,339	Note 5	0.17

				Transaction			
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	Accounts receivable	$ 109,315	Note 5	0.04
4	Silicon Application Corp.	WPG Electronics (Hong Kong) Limited	3	〃	1,644,410	Notes 9 and 12	0.57
4	Silicon Application Corp.	WPG China (SZ) Inc.	3	〃	352,379	Notes 9 and 12	0.12
5	Pernas Electronics Co., Ltd.	Silicon Application Corp.	3	〃	294,891	Notes 9 and 11	0.10
6	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	〃	341,496	Note 4	0.12
7	Asian Information Technology Inc.	Frontek Technology Corporation	3	〃	2,262,650	Note 4	0.79
7	Asian Information Technology Inc.	Apache Communication Inc.	3	〃	303,178	Note 4	0.11
9	Frontek Technology Corporation	Asian Information Technology Inc.	3	〃	121,172	Note 4	0.04
9	Frontek Technology Corporation	WPG Electronics (Hong Kong) Limited	3	〃	226,752	Note 4	0.08
10	Apache Communication Inc.	Asian Information Technology Inc.	3	〃	1,111,632	Note 4	0.39
11	WPG Electronics (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	〃	100,895	Note 10	0.04
11	WPG Electronics (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	〃	2,845,885	Note 10	0.99
11	WPG Electronics (Hong Kong) Limited	Peng Yu Trigold Limited	3	〃	1,044,368	Note 10	0.36
13	WPG China Inc.	WPG China (SZ) Inc.	3	〃	301,283	Note 5	0.10
14	WPG Americas Inc.	Yosun Industrial Corp.	3	〃	373,276	Note 5	0.13
16	Yosun Industrial Corp.	WPG China (SZ) Inc.	3	〃	161,052	Note 8	0.06
16	Yosun Industrial Corp.	WPG China Inc.	3	〃	157,229	Note 8	0.05
17	Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	3	〃	145,521	Note 8	0.05
17	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	〃	353,454	Note 8	0.12
17	Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	3	〃	505,745	Note 5	0.18
19	Sertek Incorporated	Yosun Industrial Corp.	3	〃	100,021	Note 5	0.03
20	Richpower Electronic Devices Co., Ltd.	Silicon Application Corp.	3	〃	283,737	Note 5	0.10
20	Richpower Electronic Devices Co., Ltd.	WPG Electronics (Hong Kong) Limited	3	〃	443,568	Note 8	0.15
23	Peng Yu Trigold Limited	WPG C&C Shanghai Co., Ltd.	3	〃	298,608	Note 5	0.10
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	1	Other receivables	113,230	Note 13	0.04
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	〃	2,838,057	Note 7	0.99

				Transaction			
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
2	World Peace International (South Asia) Pte Ltd.	WPG Electronics (Hong Kong) Limited	3	Other receivables	$ 554,407	Note 7	0.19
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	〃	125,182	Note 6	0.04
2	World Peace International (South Asia) Pte Ltd.	WPG Americas Inc.	3	〃	831,986	Note 7	0.29
2	World Peace International (South Asia) Pte Ltd.	WPG South Asia Pte. Ltd.	3	〃	127,630	Note 6	0.04
3	WPI International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	3	〃	1,980,995	Note 7	0.69
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	〃	595,390	Note 14	0.21
24	WPG C&C Limited	WPI International (Hong Kong) Limited	3	〃	221,976	Note 7	0.08
25	Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	〃	419,340	Note 7	0.15
26	AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	3	〃	669,473	Note 7	0.23
27	Silicon Application Company Limited	Silicon Application Corp.	3	〃	616,023	Note 7	0.21
27	Silicon Application Company Limited	WPG Electronics (Hong Kong) Limited	3	〃	843,465	Note 7	0.29
5	Pernas Electronics Co., Ltd.	Silicon Application Corp.	3	〃	404,336	Note 7	0.14
12	WPG China (SZ) Inc.	Yosun Hong Kong Corp. Ltd.	3	〃	111,537	Note 8	0.04
12	WPG China (SZ) Inc.	LaaS (Dongguan) Supply Chain Management Limited	3	〃	106,836	Note 7	0.04
13	WPG China Inc.	LaaS (Dongguan) Supply Chain Management Limited	3	〃	112,554	Note 14	0.04
15	WPG South Asia Pte. Ltd.	WPG Americas Inc.	3	〃	277,333	Note 7	0.10
28	WPG SCM Limited	WPG Electronics (Hong Kong) Limited	3	〃	277,151	Note 7	0.10
28	WPG SCM Limited	WPG Korea Co., Ltd.	3	〃	138,615	Note 7	0.05
16	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	3	〃	1,125,717	Note 7	0.39
17	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	〃	2,490,505	Note 7	0.87
29	Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	3	〃	149,819	Note 7	0.05
30	Yosun South China Corp. Ltd.	WPG China Inc.	3	〃	196,798	Note 7	0.07

				Transaction			
Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
19	Sertek Incorporated	Richpower Electronic Devices Co., Ltd.	3	Other receivables	$ 277,856	Note 7	0.10
31	Richpower Electronic Devices Pte Ltd.	Yosun Singapore Pte Ltd.	3	〃	206,465	Note 7	0.07
32	Genuine C&C Holding Inc. (Seychelles)	Peng Yu Trigold Limited	3	〃	125,617	Note 7	0.04
33	Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	3	〃	158,601	Note 7	0.06
34	WPG C&C Shanghai Co., Ltd.	LaaS (Dongguan) Supply Chain Management Limited.	3	〃	296,991	Note 7	0.10

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:
(1) Parent company is '0'.
(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories:
(1) Parent company to subsidiary.
(2) Subsidiary to parent company.
(3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~120 days from the end of the month of sales.

Note 5: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~90 days from the end of the month of sales.

Note 6: The amount receivable pertains to receipts under custody.

Note 7: Mainly accrued financing charges.

Note 8: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 60~120 days from the end of the month of sales.

Note 9: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition.

Note 10: The collection period is 60 days from the end of the month of sales.

Note 11: The collection period is 30 days from the end of the month of sales.

Note 12: The collection period is 90 days from the end of the month of sales.

Note 13: The amount receivable arose from filing of consolidated tax return.

Note 14: The receivable was due from a payment to supplier on behalf of associates.

WPG Holdings Limited and Subsidiaries

Information on investees (excluding information on investments in Mainland china)

Year ended December 31, 2021

Table 9

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	$ 18,471,669	$ 18,471,669	1,742,000,000	100.00	$ 25,979,230	$ 4,242,362	$ 4,242,362	Note 4
WPG Holdings Limited	Asian Information Technology Inc.	Taiwan	Sales of electronic/ electrical components	4,863,464	4,863,464	560,700,000	100.00	5,861,122	1,373,132	1,373,132	Note 4
WPG Holdings Limited	Silicon Application Corp.	Taiwan	Sales of computer software and electronic components	5,717,962	5,717,962	608,000,000	100.00	7,358,195	1,276,708	1,276,708	Note 4
WPG Holdings Limited	WPG Electronics Limited	Taiwan	Agent and sales of electronic/ eletrical components	14,735	14,735	3,920,000	100.00	46,361	5,074	4,826	Note 4
WPG Holdings Limited	WPG Korea Co., Ltd.	South Korea	Agent and sales of electronic/ eletrical components	308,771	169,071	2,235,894	100.00	584,238	1,905	1,905	Note 4
WPG Holdings Limited	WPG International (CI) Limited	Cayman Islands	Holding company	4,583,583	4,583,583	150,282,520	100.00	7,352,593	1,605,221	1,605,221	Note 4
WPG Holdings Limited	Yosun Industrial Corp.	Taiwan	Sales of electronic/ electrical components	12,144,406	12,144,406	362,074,400	100.00	12,023,438	1,275,169	1,271,653	Note 4
WPG Holdings Limited	WPG Investment Co., Ltd.	Taiwan	Investment company	2,102,997	2,102,997	210,000,000	100.00	2,116,732	(200,467)	(202,099)	Note 4
WPG Holdings Limited	Trigold Holdings Limited	Taiwan	Investment company	940,141	707,968	59,195,189	58.86	1,218,447	392,114	236,941	Note 4
WPG Holdings Limited	WPG EMEA B.V.	Netherlands	Sales of electronic/ electrical components	140,500	-	5,000,000	100.00	117,116	(21,536)	(21,536)	Note 4
WPG Holdings Limited	WT Microelectronics Co., Ltd.	Taiwan	Trading company	8,111,638	8,111,638	177,110,000	22.06	12,856,281	7,923,257	1,736,927	Note 6
World Peace Industrial Co., Ltd.	WPI Investment (South Asia) Pte Ltd.	British Virgin Islands	Holding company	1,132,162	1,132,162	34,196,393	100.00	3,878,786	213,676	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	WPI Investment Holding (BVI) Company Ltd.	British Virgin Islands	Holding company	2,774,146	2,774,146	83,179,435	100.00	22,813,325	3,651,782	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	Longview Technology Inc.	Taiwan	Agent and sales of electronic/ eletrical components	364,290	364,290	33,900,000	100.00	483,854	(3,524)	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
World Peace Industrial Co., Ltd.	Chainpower Technology Corp.	Taiwan	Agent and sales of electronic/ eletrical components	$ 66,261	$ 66,261	9,781,452	39.00	177,208	$ 139,885	$ -	Notes 2 and 3
World Peace Industrial Co., Ltd.	AECO Technology Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	1,468,555	1,468,555	94,600,000	100.00	1,443,284	5,350	-	Notes 2 and 5
Longview Technology Inc.	Longview Technology GC Limited	British Virgin Islands	Holding company	335,328	335,328	11,300,000	100.00	513,678	4,516	-	Notes 2 and 5
Longview Technology Inc.	Long-Think International Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	37,302	37,302	4,000,000	100.00	44,963	(1,181)	-	Notes 2 and 5
AECO Technology Co., Ltd.	Teco Enterprise Holding (BVI) Co., Ltd.	British Virgin Islands	Investment company	436,280	436,280	12,610,000	100.00	745,664	7,648	-	Notes 2 and 5
Silicon Application Corp.	Silicon Application (BVI) Corporation	British Virgin Islands	Holding company	706,402	706,402	22,000,000	100.00	1,607,433	27,385	-	Notes 2 and 5
Silicon Application Corp.	Win-Win Systems Ltd.	British Virgin Islands	Holding company	24,015	24,015	765,000	100.00	23,901	(17)	-	Notes 2 and 5
Silicon Application Corp.	SAC Components (South Asia) Pte. Ltd.	Singapore	Sales of computer software and electronic components	104,510	104,510	3,500,000	100.00	105,462	(228)	-	Notes 2 and 5
Silicon Application Corp.	Pernas Electronics Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	959,504	959,504	73,500,000	100.00	1,403,963	384,224	-	Notes 2 and 5
Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	Taiwan	Agent and sales of electronic/ eletrical components	343,959	343,959	28,000,000	100.00	905,225	193,787	-	Notes 2 and 5
Asian Information Technology Inc.	Frontek Technology Corporation	Taiwan	Sales of electronic/ electrical components	1,515,256	1,515,256	214,563,352	100.00	2,005,461	440,231	-	Notes 2 and 5
Asian Information Technology Inc.	Apache Communication Inc.	Taiwan	Sales of electronic/ electrical components	980,313	480,313	219,300,000	100.00	2,359,768	344,128	-	Notes 2 and 5
Asian Information Technology Inc.	Henshen Electric Trading Co., Ltd.	Taiwan	Sales of electronic/ electrical components	124,521	124,521	10,000,000	100.00	115,973	1,581	-	Notes 2 and 5
Asian Information Technology Inc.	Adivic Technology Co., Ltd.	Taiwan	Import and export business for electronic components	206,200	206,200	4,410,000	25.94	27,131	1,962	-	Notes 2 and 3
Asian Information Technology Inc.	Fame Hall International Co., Ltd.	British Virgin Islands	Investment company	155,558	155,558	4,703,107	100.00	253,221	7,494	-	Notes 2 and 5
Frontek Technology Corporation	Frontek International Limited	British Virgin Islands	Investment company	101,862	101,862	2,970,000	100.00	120,542	3,022	-	Notes 2 and 5
Yosun Industrial Corp.	Suntop Investments Limited	Cayman Islands	Investment company	1,812,188	1,812,188	50,700,000	100.00	5,211,839	364,067	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
Yosun Industrial Corp.	Sertek Incorporated	Taiwan	Sales of electronic/ electrical components	$ 1,616,722	$ 1,616,722	94,828,100	100.00	$ 1,776,857	$ 168,967	$ -	Notes 2 and 5
Yosun Industrial Corp.	Pan-World Control Technologies, Inc.	Taiwan	Wholesale of machinery	19,920	19,920	1,660,000	24.24	-	-	-	Notes 2 and 3
Yosun Industrial Corp.	Eesource Corp.	Taiwan	Sales of electronic/electrical components, office machinery and equipment	11,520	11,520	1,080,000	20.00	37,460	44,967	-	Notes 2 and 3
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd	Taiwan	Sales of electronic/ electrical components	2,092,631	2,092,631	85,000,000	100.00	2,183,811	405,561	-	Notes 2 and 5
Sertek Incorporated	Sertek Limited	Hong Kong	Sales of electronic/ electrical components	83,494	83,494	19,500,000	100.00	74,378	722	-	Notes 2 and 5
Richpower Electronic Devices Co., Ltd	Richpower Electronic Devices Co., Limited	Hong Kong	Sales of electronic components	284,898	284,898	63,000,000	100.00	2,428,490	177,815	-	Notes 2 and 5
Richpower Electronic Devices Co., Ltd	Richpower Electronic Devices Pte Ltd.	Singapore	Sales of electronic components	1,988	1,988	10,000	100.00	211,349	2,033	-	Notes 2 and 5
WPG Investment Co., Ltd.	Eesource Corp.	Taiwan	Sales of electronic/electrical components, office machinery and equipment	11,520	11,520	1,080,000	20.00	37,460	44,967	-	Notes 2 and 3
WPG Investment Co., Ltd.	Pan-World Control Technologies, Inc.	Taiwan	Wholesale of machinery	17,800	17,800	1,565,218	22.86	-	-	-	Notes 2 and 3
WPG Investment Co., Ltd.	Sunrise Technology Co., Ltd.	Taiwan	Manufacturing of computer and its peripheral equipment	50,000	50,000	3,279,800	10.67	43,190	4,078	-	Notes 2 and 3
WPG Investment Co., Ltd.	Trigold Holdings Limited	Taiwan	Investment company	49,224	230	1,749,979	1.74	35,997	392,114	-	Notes 2 and 3
WPG Investment Co., Ltd.	AutoSys Co., Ltd.	Cayman Islands	Holding company	73,000	73,000	5,000,000	16.25	69,019	(16,876)	-	Notes 2 and 3
WPG Investment Co., Ltd.	Beauteek Global Wellness Corporation Limited	Hong Kong	Community e-commerce trading plat form and related services	13,663	13,663	354,400	19.34	5,288	(18,551)	-	Notes 2 and 3
WPG Investment Co., Ltd.	LaaS Holdings (Samoa) Limited	Samoa	Holding company	1,142,712	1,142,712	40,060,000	100.00	866,174	(259,392)	-	Notes 2 and 5
Trigold Holdings Limited	Genuine C&C Inc.	Taiwan	Sales of electronicproducts and its peripheral	1,093,697	1,093,697	79,569,450	100.00	1,224,421	175,085	-	Notes 2 and 5
Trigold Holdings Limited	Trigold (Hong Kong) Company Limited	Hong Kong	Holding company	600,796	510,981	155,200,000	100.00	1,019,553	243,626	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2021			Net profit (loss) of the investee for the year ended December 31, 2021	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Footnote
				Balance as at December 31, 2021	Balance as at December 31, 2020	Number of shares	Ownership (%)	Book value			
Genuine C&C Inc.	Hoban Inc.	Taiwan	An E-commerce company which operates B2C and O2O businesses	$ 79,999	$ 79,999	8,000,000	100.00	($ 10,377)	($ 13,541)	$ -	Notes 2 and 5
Genuine C&C Inc.	Genuine C&C Holding Inc. (Seychelles)	Seychelles	Holding company	193,870	193,870	6,500,000	100.00	127,929	2,411	-	Notes 2 and 5
Genuine C&C Inc.	Sunrise Technology Co., Ltd.	Taiwan	Manufacturing of computer and its peripheral equipment	12,636	12,636	1,682,151	5.47	3,780	4,078	-	Notes 2 and 3

Note 1: Investment income (loss) recognized by the company including realized (unrealized) gain or loss from upstream intercompany transactions and amortization of investment discount (premium).
Note 2: Investment income (loss) recognized by each subsidiary.
Note 3: An investee company accounted for using the equity method by subsidiary.
Note 4: A subsidiary.
Note 5: An indirect subsidiary.
Note 6: An investee company accounted for using the equity method by the Company.

WPG Holdings Limited and Subsidiaries

Information on investments in Mainland China

Year ended December 31, 2021

Table 10

Expressed in thousands of NTD

(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2021	Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the year ended December 31, 2021		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021	Net income of investee for the year ended December 31, 2021	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 2)	Book value of investments in Mainland China as of December 31, 2021 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
WPG China (SZ) Inc.	Sales of semiconductor integrated circuit and electronic components	$ 145,890	1	$ 96,213	$ -	$ -	$ 96,213	$ 305,399	100.00	$ 305,399	$ 1,175,591	$ -	Note 3
WPG China Inc.	Agent for selling electronic/electrical components	1,643,974	1	1,614,794	-	-	1,614,794	848,153	100.00	848,153	3,429,229	-	
Gain Tune Logistics (Shanghai) Co., Ltd.	Warehousing services / extra work	35,065	1	13,717	-	-	13,717	9,216	40.00	3,686	33,601	-	
Suzhou Xinning Logistics Co., Ltd.	Warehousing services	58,572	1	17,016	-	-	17,016	6,954	29.40	2,045	46,012	-	
Suzhou Xinning Bonded Warehouse Co., Ltd.	Warehousing services	27,680	1	25,972	-	-	25,972	(580)	49.00	(284)	84,166	-	
Yosun Shanghai Corp. Ltd.	Sales of electronic components and warehousing services	272,872	1	213,136	-	-	213,136	6,231	100.00	6,231	374,020	-	
Yosun South China Corp. Ltd.	Sales of electronic /electrical components	139,306	1	-	-	-	-	4,645	100.00	4,645	213,762	-	
Qegoo Technology Co., Ltd.	Business e-commerce platform	51,208	1	4,438	-	-	4,438	-	15.00	-	-	-	
Beauteek (Shanghai) Global Wellness Corporation Limited	Community e-commerce trading platform and related services	47,056	1	7,238	-	-	7,238	-	15.38	-	-	-	
LaaS (Dongguan) Supply Chain Management Limited	Supply chain management, design and related	1,107,200	1	1,107,200	-	-	1,107,200	(259,249)	100.00	(259,249)	864,660	-	Note 8

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2021	Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the year ended December 31, 2021		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021	Net income of investee for the year ended December 31, 2021	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 2)	Book value of investments in Mainland China as of December 31, 2021 (Note 5)	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Peng Yu (Shanghai) Digital Technology Co., Ltd	Sales of electronic/electrical products	$ 97,740	1	$ 180,295	$ -	$ -	$ 180,295	$ 64,844	100.00	$ 39,295	$ 234,673	$ -	
WPG C&C Shanghai Co., Ltd.	Sales of electronic/electrical products	230,826	1	237,138	-	-	237,138	175,536	100.00	106,375	326,787	-	Note 6
Trigolduo (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	86,880	1	30,408	30,408	-	60,816	(20,359)	70.00	(8,636)	8,196	-	
Trigold Tongle (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	6,516	1	-	-	-	-	(4,175)	70.00	(1,771)	(2,792)	-	Note 7

Note 1: Through investing in an existing company in the third area, which then invested in the investee in Mainland China, is '1'.

Note 2: The investment income/loss for the year ended December 31, 2021 that was recognised by the Company was based on the financial statements audited by international accounting firm which has cooperative relationship with accounting firm in R.O.C.

Note 3: WPG International (Hong Kong) Limited invested in WPG (SZ) Inc. in the amount of HKD 10 million, which is part of the distribution of earnings from WPG China Inc. The investment had been permitted by Investment Commission, and was excluded from the ceiling of investment amount in Mainland China.

Note 4: For paid-in capital, amount remitted from Taiwan to Mainland China/ amount remitted back to Taiwan for the year ended December 31, 2021, accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021, book value of investments in Mainland China as of December 31, 2021, accumulated amount of investment income remitted back to Taiwan as of December 31, 2021, etc., the exchange rates used were USD 1: NTD 27.68, HKD 1:NTD 3.549 and RMB 1: NTD 4.344.

Note 5: The ending balance of investment was calculated based on combined ownership percentage held by the Company.

Note 6: The retirement of World Peace Industrial Co., Ltd.'s indirect investment in Mainland China, WPG C&C Shanghai Co., Ltd., has been approved by Investment Commission, Ministry of Economic Affairs on May 22, 2019 amounting to USD 11,650 thousand. World Peace Industrial Co., Ltd. will submit an application to Investment Commission, Ministry of Economic Affairs for deducting the accumulated amount of remittance from Taiwan to Mainland China when the consideration arising from transfer of equity interests is remitted back from the investment in the third area, WPI International (HK) Limited.

Note 7: Trigold Tongle (Shanghai) Industrial Development Ltd. is a wholly-owned subsidiary of Trigolduo (Shanghai) Industrial Development Ltd.

Note 8: WPG Investment Co., Ltd. acquired a 100% equity interest in Mainland China investee, LaaS (Dongguan) Supply Chain Management Limited, through a reinvestment, LaaS Holdings (HK) Limited, of WPG Investment Co., Ltd.'s investment in the third area, Samoa, on August 2, 2020. WPG Investment Co., Ltd. had received a post-approval from the MOEA.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2021	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
WPG Holdings Limited	$ 1,767,713	$ 1,932,834	$ 42,735,208
World Peace Industrial Co., Ltd. and its subsidiaries	358,563	432,365	15,618,293
Silicon Application Corp. and its subsidiaries	11,915	17,310	4,414,917
Yosun Industrial Corp. and its subsidiares	232,097	491,710	4,963,631
WPG Investment Co., Ltd.	1,118,876	1,127,957	1,270,039
Trigold Holdings Limited	564,571	564,571	1,205,280

(1) Exchange rates as of December 31, 2021 were USD 1: NTD27.68, HKD 1 : NTD 3.549 and RMB 1 : NTD 4.344.
(2) The ceiling of investment amount of the company is calculated based on the investor's net assets.

WPG Holdings Limited and Subsidiaries

Major shareholders information

December 31, 2021

Table 11

	Shares	
Name of major shareholders	Number of shares held	Ownership (%)
Fubon Life Assurance Co., Ltd.	115,714,000	6.15%

Description: If the company applies Taiwan Depository & Clearing Corporation for the information of the table, the following can be explained in the notes of the table.

(a) The major shareholders information was derived from the data that the Company issued common shares (including treasury shares) and preference shares in dematerialised form which were registered and held by the shareholders above 5% on the last operating date of each quarter and was calculated by the Taiwan Depository & Clearing Corporation. The share capital which was recorded in the financial statements may be different from the actual number of shares in dematerialised form due to the difference in the calculation basis.

(b) If the aforementioned data contains shares which were held in trust by the shareholders, the data is disclosed as a separate account of client which was set by the trustee. As for the shareholder who reports share equity as an insider whose shareholding ratio is greater than 10%, in accordance with the Securities and Exchange Act, the shareholding ratio includes the self-owned shares and shares held in trust, and at the same time, the shareholder has the power to decide how to allocate the trust assets. For the information on reported share equity of insider, please refer to Market Observation Post System.

WPG HOLDINGS LIMITED
DETAILS OF CASH AND CASH EQUIVALENTS
DECEMBER 31, 2021
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Statement 1

Items	Summary	Amount
Checking accounts and demand deposits		$ 42,144
Foreign currency deposits	USD 998,000, exchange rate: 27.68	27,625
	JPY 69,690,000, exchange rate: 0.2405	16,761
		$ 86,530

WPG HOLDINGS LIMITED
MOVEMENT SUMMARY OF INVESTMENTS ACCOUNTED FOR UNDER EQUITY METHOD
YEAR ENDED DECEMBER 31, 2021
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Statement 2

Investee	Type of investments	As of January 1, 2021		Additions (Note 2)		Deductions (Note 4)		As of December 31, 2021		Ownership as of December 31, 2020	Market value or net equity		Guarantee
		No. of shares (Note 1)	Amount	No. of shares (Note 1)	Amount	No. of shares (Note 1)	Amount	No. of shares (Note 1)	Amount		Unit price (Note 3)	Market value or net equity	
World Peace Industrial Co., Ltd.	Common stock	1,592,500	$ 24,925,013	149,500	$ 4,242,362	-	($ 3,188,145)	1,742,000	$ 25,979,230	100%	$ 14.92	$ 25,991,649	None
Silicon Application Corp.	Common stock	579,000	7,288,058	29,000	1,276,707	-	(1,206,570)	608,000	7,358,195	100%	12.10	7,358,195	None
Trigold Holdings Limited	Common stock	48,139	811,453	11,056	482,553	-	(75,559)	59,195	1,218,447	58.86%	38.05	2,252,377	None
WPG Electronic Ltd.	Common stock	3,920	60,308	-	4,826	-	(18,773)	3,920	46,361	100%	11.81	46,304	None
WPG Korea Co., Ltd.	Common stock	1,088	470,660	1,148	141,605	-	(28,027)	2,236	584,238	100%	261.29	584,238	None
WPG International (CI) Limited	Common stock	150,283	5,846,935	-	1,605,221	-	(99,563)	150,283	7,352,593	100%	48.92	7,352,593	None
Asian Information Technology Inc.	Common stock	530,000	5,702,692	30,700	1,373,132	-	(1,214,702)	560,700	5,861,122	100%	10.45	5,861,122	None
WPG Investment Co., Ltd.	Common stock	210,000	2,094,595	-	230,053	-	(207,916)	210,000	2,116,732	100%	10.08	2,116,732	Please refer to Note 8
Yosun Industrial Corp.	Common stock	362,074	11,919,185	-	1,271,653	-	(1,167,400)	362,074	12,023,438	100%	22.85	8,272,719	None
WPG EMEA B.V.	Common stock	-	-	5,000	140,500	-	(23,384)	5,000	117,116	100%	23.42	117,116	None
WT Microelectronics Co., Ltd.	Common stock	177,110	11,365,951	-	2,436,396	-	(946,066)	177,110	12,856,281	22.06%	73.50	13,017,585	None
			$ 70,484,850		$ 13,205,008		($ 8,176,105)		$ 75,513,753				

Note 1: In thousands of shares.
Note 2: It mainly arose from new investments, loss (gain) on investments accounted for under equity method, capital increase of subsidiary, increase in the number of shares from capital increase out of the subsidiary's earnings and accounts changes under the stockholders' equity of the subsidiary.
Note 3: Currency: NTD.
Note 4: It arose from loss (gain) on investments accounted for under equity method, cash dividends paid by the subsidiaries, cumulative translation adjustment and accounts changes under the stockholders' equity of the subsidiary.

WPG HOLDINGS LIMITED
SUMMARY OF SHORT-TERM LOANS
DECEMBER 31, 2021
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Statement 3

Type of loans	Description	Ending balance	Loan period	Interest rate range	Pledge /collateral	Remark
Unsecured loans	First Commercial Bank	$ 300,000	December 17, 2021～January 14, 2022	0.94%	None	
〃	Land Bank of Taiwan	800,000	November 4, 2021～January 27, 2022	0.95%	〃	
〃	Mizuho Bank	1,500,000	December 23, 2021～June 24, 2022	0.88%	〃	
〃	Bank of Taiwan	700,000	November 23, 2021～March 25, 2022	0.99%	〃	
〃	E. SUN Commercial Bank	200,000	November 18, 2021～January 18, 2022	0.93%	〃	
〃	Mega International Commercial Bank	400,000	November 24, 2021～February 25, 2022	1.00%	〃	
〃	Cathay United Bank	200,000	December 29, 2021～January 28, 2022	0.85%	〃	
〃	Chang Hwa Bank	200,000	December 27, 2021～January 5, 2022	1.10%	〃	
〃	Taiwan Cooperative Bank	500,000	December 27, 2021～February 15, 2022	0.90%	〃	
〃	KGI Commeroial Bank	240,000	December 24, 2021～February 25, 2022	0.99%	〃	
〃	MUFG Bank	555,000	November 15, 2021～March 10, 2022	0.84%~0.85%	〃	
		$ 5,595,000				

WPG HOLDINGS LIMITED
DETAILS OF LONG-TERM BORROWINGS
DECEMBER 31, 2021
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Statement 4

Creditor	Summary	Ending balance	Contract period	Interest rate range	Pledge /collateral
Mizuho Bank	Unsecured bank borrowings	$ 3,000,000	March 10, 2020～March 10, 2023	1.43%	None
Chang Hwa Bank	〃	430,592	September 30,2020～December 30, 2026	1.26%	〃
Chang Hwa Bank	Secured bank borrowings	6,232,000	March 31, 2020～August 26, 2041	1.15%	Land and structures
		9,662,592			
	Less: Current portion of long-term borrowings	(105,096)			
		$ 9,557,496			

WPG HOLDINGS LIMITED
SUMMARY OF OPERATING COST
YEAR ENDED DECEMBER 31, 2021
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Statement 5

Items	Amount	Remark
Salaries expense	$ 667,265	
Depreciation	167,775	
Management service fee	77,710	
Other expenses	449,761	Balance of individual accounts is under 5% of this account's balance.
	$ 1,362,511	

WPG HOLDINGS LIMITED
SUMMARY OF EMPLOYEE BENEFIT EXPENSE,
DEPRECIATION AND AMORTISATION
YEARS ENDED DECEMBER 31, 2021 AND 2020
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Statement 6

	Operating cost	
	Years ended December 31,	
	2021	2020
Employee benefit expense		
Wages and salaries	$ 667,265	$ 386,273
Labor and health insurance fees	31,638	19,174
Pension costs	13,955	10,800
Directors' remuneration	52,869	47,825
Other personnel expenses	22,000	17,655
	$ 787,727	$ 481,727
Depreciation (including investment property and right-of-use assets)	$ 173,589	$ 43,808
Amortization	$ 57,913	$ 50,610

Note:

1. As at December 31, 2021 and 2020, the Company had 266 and 245 employees, including 8 non-employee directors for both years.
2. Average employee benefit expense in current year was $2,848; average employee benefit expense in previous year was $1,831.
3. Average employee's salaries in current year was $2,586; average employee's salaries in previous year was $1,630.
4. Adjustments of average employees' salaries was 58.65%.
5. Please refer to Note 6(23) C. for the Company's salary and remuneration policy.

7. Analysis and Risk Items of Financial Status and Financial Performance

7.1 Financial Status

7.1.1 Consolidated Financial Status Comparison and Analysis

Unit: NT$ thousands

Item \ Year	2021	2020	Difference	
			Amount	%
Current Assets	246,449,061	198,011,363	48,437,698	24.46
Cash and Cash Equivalents	14,407,940	11,020,020	3,387,920	30.74
Notes and Accounts Receivable	134,392,147	111,609,896	22,782,251	20.41
Other Receivables	7,177,972	12,935,325	(5,757,353)	(44.51)
Inventory	86,214,706	57,100,025	29,114,681	50.99
Non-Current Assets	41,289,563	35,965,750	5,323,813	14.80
Financial Assets at Fair Value through Profit or Loss - Non-Current	1,920,100	1,346,806	573,294	42.57
Financial Assets at Fair Value through Other Comprehensive Income - Non-Current	3,321,562	1,831,394	1,490,168	81.37
Investments accounted for under Equity Method	13,453,324	11,922,666	1,530,658	12.84
Property, Plant and Equipment	11,911,715	10,560,533	1,351,182	12.79
Total Assets Value	287,738,624	233,977,113	53,761,511	22.98
Current Liabilities	182,224,039	146,656,318	35,567,721	24.25
Bank Loan (including short-term notes and bills payable and corporate bonds)	89,779,377	63,982,052	25,797,325	40.32
Notes Payables and Accounts Payables	75,936,631	62,963,243	12,973,388	20.60
Long-term Liabilities - Current Portion	119,092	6,420,258	(6,301,166)	(98.15)
Other Current Liabilities	16,388,939	13,290,765	3,098,174	23.31
Non-Current Liabilities	34,289,239	21,317,777	12,971,462	60.85
Long-term Borrowings	31,478,246	18,643,237	12,835,009	68.85
Total Liabilities	216,513,278	167,974,095	48,539,183	28.90
Capital	18,790,568	18,790,568	—	—
Total Equity	71,225,346	66,003,018	5,222,328	7.91

7.1.2 Major Reasons, Impacts and Future Plans about Significant Changes in Consolidated Assets, Liabilities and Equity in the Last Two Years

(1) Current assets: mainly due to the growth of operations, the rise in capital demand, and the increment in relative cash, inventories, notes receivable and net accounts.

(2) Financial assets at fair value through profit or loss - non-current, Financial assets at fair value through other comprehensive income - non-current: mainly due to new investment targets and evaluation adjustments in 2021.

(3) Current liabilities: mainly due to the growth of operations, the increase in capital demand, and the increment in relative loan, bills payable, accounts payable, and other current liabilities.

(4) Non-current liabilities and long-term loans: This was mainly due to an increase in capital demand, resulting in new loans.

7.1.3 Parent Company-Only Financial Status Comparison and Analysis

Unit: NT$ thousands

Item \ Year	2021	2020	Difference	
			Amount	%
Current Assets	615,205	609,567	5,638	0.92
Investment accounted for under Equity Method	75,513,753	70,484,850	5,028,903	7.13
Property, Plant and Equipment	6,873,466	6,931,550	(58,084)	(0.84)
Total Assets	88,154,607	81,105,310	7,049,297	8.69
Bank Loan (including short-term notes and bills payable)	6,964,303	5,649,421	1,314,882	23.27
Total Liabilities	17,754,678	15,635,388	2,119,290	13.55
Capital	18,790,568	18,790,568	—	—
Total Equity	70,399,929	65,469,922	4,930,007	7.53

7.1.4 Major Reasons, Impacts and Future Plans about Significant Changes in Parent Company-Only Assets, Liabilities, and Equity in the Last Two Years

(1) Bank Loan (including short-term notes and bills payable): The increase in loans is mainly due to new investment, capital increase in the subsidiay, and the needs of the operation.

7.2 Financial Performance

7.2.1 Consolidated Statement - Financial Performance Comparison and Analysis

Unit: NT$ thousands

Item \ Year	2021	2020	Difference	
			Amount	%
Operating Revenue	778,572,715	609,885,871	168,686,844	27.66
Operating Costs	(748,871,952)	(586,835,742)	(162,036,210)	27.61
Gross Profit	29,700,763	23,050,129	6,650,634	28.85
Operating Expenses	(15,897,207)	(13,000,261)	(2,896,946)	22.28
Operating Profit	13,803,556	10,049,868	3,753,688	37.35
Non-operating Incomes and Expenses	371,544	(162,315)	533,859	(328.90)
Income before Income Tax	14,175,100	9,887,553	4,287,547	43.36
Income Tax Expense	(2,527,390)	(1,687,049)	(840,341)	49.81
Profit for the year	11,647,710	8,200,504	3,447,206	42.04

7.2.2 Major Reasons and Impacts for Significant Changes in Consolidated Operating Income, Operating Profit, and Income Before Income Tax in the Last Two Years:

(1) Net operating profit: The increase in revenue, costs, and expenses relatively, mainly due to the well-operating condition of this year.

(2) Net non-operating income and expenses: mainly due to the increase in the share of profits and losses of affiliated companies and joint ventures recognized by the equity method and the increase in impairment losses.

(3) Net profit before tax and Net profit of the current period: Mainly due to the growth of revenue and the increase of net non-operating income and expenses.

(4) Income tax expenses: Mainly due to the increase in the profit of the current period.

7.2.3 Parent Company-Only Statements - Financial Performance Comparison and Analysis

Unit: NT$ thousands

Item \ Year	2021	2020	Difference	
			Amount	%
Operating Revenue	13,000,495	9,072,831	3,927,664	43.29
Operating Costs	(1,362,511)	(905,763)	(456,748)	50.43
Gross Profit	11,637,984	8,167,068	3,470,916	42.50
Non-operating Incomes and Expenses	(158,915)	(85,450)	(73,465)	85.97
Income before Income Tax	11,479,069	8,081,618	3,397,451	42.04
Income Tax Expense	17,864	41,737	(23,873)	(57.20)
Profit for the year	11,496,933	8,123,355	3,373,578	41.53

7.2.4 Major Reasons and Impacts for Significant Changes in Parent Company-Only Operating Income, Operating Profit, and Income Before Income Tax in the Last Two Years

(1) Operating Revenue, Gross Proft: Mainly due to the increase in the share of the profit or loss of associates and joint ventures accounted for using the equity method in 2021.

(2) Operating Revenue and operating cost: Mainly due to the increase in the cost of employment in 2021, and the maintenance and depreciation of the building.

(3) Non-operating Income and Expenses: Mainly due to the increased expense in bank loan interest in 2021.

(4) Income Tax (expense) benefits: Mainly due to the decrease in the over-estimated adjustment of income tax in 2020.

(5) Profit for the year: Mainly due to the increase in the share of the profit or loss of associates and joint ventures accounted for using the equity method in 2021, and the

decreased expense in the income tax.

7.2.5 The Expected Sales and its basis, and the Possible Impact on the Company's Future Financial Operations and Response Plans for the Coming Year

The management team will continue to focus on the after-tax net profit and operating expenses and gross profit ratio (OPEX/GP) control. Looking forward to the growth of global semiconductor revenue in 2022, 5G mobile communications, servers, storage, memory, Internet of Things (IoT), automobiles, industrial electronics and other fields have become the main market. After years of active deployment and hard work, the company has fully grasped the market growth opportunities, and continues to provide value-added supply chain management services, competitive parts and complete machine solutions to assist customers in developing and investing in the future market. The company will continue to maintain its global leadership position. Through the project process of the digital transformation of the WPG, continuous expansion and healthy development of product revenue structure, integration and data analysis of customer needs, connecting upstream and downstream, driving supply chain management, and output innovate business models and provide customers with higher value-added services.

7.3 Cash Flow

7.3.1 Analysis of Consolidated Cash Flow Changes in the Most Recent Year

Unit: NT$ thousands

Cash and Cash Equivalents at Beginning of Year	Net Cash Inflow (Outflow) from Operating Activities in the Year	Cash Inflow (Outflow) in the Year	Cash Balance, End of Year	Remedial Measures for Cash Inadequacy	
				Investment Plan	Financial Plan
11,020,020	(19,033,586)	3,387,920	14,407,940	—	—

Net cash outflow from operating activities in the 2021 consolidated statements was mainly due to the increase in revenue coupled with the rise in accounts receivable and inventories; net cash outflow from investing activities in 2021 was mainly due to fund repatriation and the increment in the equipment expenditure; net cash inflow from financing activities in 2021 was mainly due to the increase in loans required for operations. The cash inflows for the whole year of 2021 resulted in an increase in the closing cash balance compared with the beginning cash balance.

7.3.2 Analysis of Parent Company-Only Cash Flow Changes in the Most Recent Year

Unit: NT$ thousands

Cash and Cash Equivalents at Beginning of Year	Net Cash Inflow (Outflow) from Operating Activities in the Year	Cash Inflow (Outflow) in the Year	Cash Balance, End of Year	Remedial Measures for Cash Inadequacy	
				Investment Plan	Financial Plan
40,435	5,435,908	46,095	86,530	—	—

The Company's cash flow mainly consists of general funds required for daily operations, obtaining cash dividends from subsidiaries, and paying the shareholders' cash dividends. The net cash outflow from investing activities in 2021 was due to the increase of property for the real estate at Guishan Township in Taoyuan, plant, equipment, and capital increase for subsidiaries; the net cash outflow from financing activities in 2021 was mainly due to the increase in long-term loans, and the distribution of cash dividends to the shareholders. The cash inflows for the whole year of 2021 resulted in an increase in the closing cash balance compared with the beginning cash balance.

7.3.3 Improvement Plan for Lack of Liquidity: There is no lack of liquidity for WPG Holdings Limited and WPG Group.

7.3.4 Analysis of the Consolidated Cash Liquidity for the Upcoming Year

Unit: NT$ thousands

Cash and Cash Equivalents at Beginning of Year	Net Cash Inflow (Outflow) from Operating Activities in the Year	Cash Inflow (Outflow) in the Year	Cash Balance, End of Year	Remedial Measures for Cash Inadequacy	
				Investment Plan	Financial Plan
14,407,940	4,876,744	(5,737,528)	8,670,412	—	—

Net cash inflow from operating activities is expected in the next year, mainly due to the expected increase in net cash inflow of the revenue more than net cash outflow of working capital requirement in 2022; net cash inflow from financing activities in 2022 is due to increased loans in response to capital needs; cash outflow for the entire year in 2022, resulting in a decrease in the closing cash balance compared with the beginning cash balance.

7.3.5 Analysis of the Parent Company-Only Cash Liquidity for the Upcoming Year

Unit: NT$ thousands

Cash and Cash Equivalents at Beginning of Year	Net Cash Inflow (Outflow) from Operating Activities in the Year	Cash Inflow (Outflow) in the Year	Cash Balance, End of Year	Remedial Measures for Cash Inadequacy	
				Investment Plan	Financial Plan
86,530	4,898,575	(6,969)	79,562	—	—

The Company's cash flow mainly consists of general funds required for daily operations,

obtaining cash dividends from subsidiaries and paying dividends. The cash outflow in the whole year of 2022 is estimated to result in a decrease in the closing cash balance compared with the beginning cash balance.

7.4 Major Capital Expenditures and Impact on Financial and Business in the Most Recent Year

For the major capital expenditures of the WPG Group, please refer to "5. The amount of property acquired reaches NT$300 million or more than 20% of the paid-in capital" on page 245 of the annual report.

7.5 Reinvestment Policy, Main Reasons for Profit or Loss, and Improvement Plans in the Most Recent Year, and Investment Plan for the Upcoming Year

7.5.1 Reinvestment Analysis

December 31, 2021 / Unit: NT$ thousands

Item \ Description	Closing Balance of Long-term Investment	Business Activities	Profit (loss) for 2020 Amount	Reason for Profits or Losses	Improvement plan	Other Future Investment Plans
World Peace Industrial Co., Ltd.	25,979,230	Agent and sales of electronic / electrical components	4,242,362	Increased investment income due to investees' continued profitability	—	—
Silicon Application Corporation	7,358,195	Sales of computer software and electronic products	1,276,708	〃	—	—
Asian Information Technology Inc.	5,861,122	Sales of electronic / electrical components	1,373,132	〃	—	—
Yosun Industrial Corp.	12,023,438	Sales of electronic / electrical components	1,275,169	〃	—	—
WPG Electronics Ltd.	46,361	Agent and sales of electronic / electrical components	5,074	〃	—	—
WPG Korea Co., Limited	584,238	Agent and sales of electronic / electrical components	1,905	〃	—	—
WPG Investment Co., Ltd.	2,116,732	Investment Company	(200,467)	Investment loss caused by the loss of the invested business	—	—

Item \ Description	Closing Balance of Long-term Investment	Business Activities	Profit (loss) for 2020 Amount	Reason for Profits or Losses	Improvement plan	Other Future Investment Plans
WPG Int'l (CI) Limited	7,352,593	Holding Company	1,605,221	Increased investment income due to investees' continued profitability	—	—
Trigold Holdings Limited	1,218,447	Investment Company	392,114	〃	—	—
WT Microelectronics Co., Ltd.	12,856,281	Sales of electronic / electrical components	7,923,257	〃		

7.5.2 Reinvestment Policy in the Most Recent Year

The Company's reinvestment policy focuses on reinvesting in professional distributors of electronic components, in consideration of the integration of the markets and distributed product line, and enhancement of added value of the services to achieve economy of scale in order to maintain and expand market share and profit continuously.

7.5.3 Investment Plan for the Upcoming Year

As of the date of the annual report, the Company has no material investment plan.

7.6 Risks Assessment in the Most Recent Year and up to the Date of this Annual Report

Regarding risk management, WPG aims to focus on integrated risk management. Considering the enterprise as a whole, all levels of risk management units shall integrate risk management into regular operation management procedures through systematic risk identification, risk assessment, and risk response and monitoring to achieve organizational goals. All risk management units should also actively engage in various businesses, improve the quality and quantity of revenue, achieve resource allocation optimization, and ensure that appropriate risk awareness and culture are established and maintained throughout the organization at an acceptable level of risk.

7.6.1 Impact of Interest Rate, Exchange Rate, and Inflation on the Company's Profit and Loss and Countermeasures

- Interest Rate Changes

The Company's financial cost in 2021 was NT$2,082,342 thousand, an increase of NT$156,306 thousand from 2020. The Company's bank loans are mainly due to the capital demand arising from the operations. Interest expense increased 8.12%. Through continuous evaluation of interest rate trends, long-term and short-term financing instruments and working capital management, the Company continues to reduce the impact of the changes in interest rates.

- Exchange Rate Changes

The Company operates internationally, and the main exchange rate risks come from USD and RMB. Foreign exchange risk arises from future commercial transactions, recognized assets and liabilities and net investments in foreign operations. WPG policies require companies in the Group to manage the exchange rate risks of their corresponding functional currencies. The companies in the Group are required to hedge their entire foreign exchange risk exposure via the finance department. In order to manage the exchange rate risk from future commercial transactions and the recognized assets and liabilities, the companies in the Group use forward foreign exchange contracts through the finance department to reduce the impact of exchange rate changes on the Company's gain and loss. The profit on exchange for 2021 was NT$24,410 thousand, accounting for 0.21% of the net profit for the period.

- Inflation

The main products distributed by the Company are semiconductor components, and the sales territory is mainly in the Asia-Pacific region. The characteristics and prices of the products sold by the Company mostly reflect the market supply and demand status and technological progress, which are updated quickly. Inflation or deflation in the various countries of the Asia-Pacific region has no significant impact on the company's 2021 annual operating results.

7.6.2 Policy and Impact of High-Risk, High-Leveraged Investments, Loans to others, Endorsement and Guarantee and Financial Derivative Transactions on the Company’s Profit and Loss, and Countermeasures

The Company is not engaged in high-risk and high-leveraged investment; and the Company's related procedures for loans to others, endorsement and guarantee and financial derivative transactions are based on the policies and countermeasures specified in the Company's Operational Procedures for Acquisition and Disposal of Assets, Procedures for Lending Funds to Other Parties and Procedures for Endorsements and Guarantees.

- Credit Risk

  At present, in order to improve the performance of credit risk monitoring, the Company and its subsidiaries will continue to optimize the management process of credit risk control to achieve the purpose of reducing risk and protecting creditors' rights. The main focuses of credit management are 1. Customer management 2. Credit management 3. Accounts receivable management 4. Risk management. Early warning of customer risks, mastery of customer operating status, reconciliation of accounts receivable, payment and write-off operations are all management priorities.

- Quality Risks of Financial Statement Expression

  Establish financial statistics analysis and inspection mechanisms, regularly educate and train accounting personnel to strengthen their understanding of the laws, accounting and taxation, and regularly review internal control mechanisms and

operating procedures.

- Risks of Capital Structure and Capital Acquisition Restrictions
  Set goals for ratios of capital utilization and strengthen working capital management, etc.

7.6.3 Future Plans and Expected Investments for R&D

The Company's subsidiaries establish FAE roles to support customers in product testing and design and provide or update optimal solutions for different categories of product applications from time to time to help customers reduce manufacturing costs and improve product efficiency. The research and development expenses as of the first quarter of the current year were NT$4,239 thousand.

7.6.4 Impact of Important Domestic and Foreign Policies and Laws Changes on the Company's Financial and Business, and Countermeasures

In response to the amendments of corporate governance, the Company Act and related policies by the competent authority, the Company will pay attention to the changes of the relevant laws and regulations continuously and comply with them.

7.6.5 Impact of Technological (including the Risk of Information Security) and Market Changes on the Company's Financial and Business, and Countermeasures

The Company is located in the midstream of the semiconductor component supply chain. The Company responds to the changes in the supply and demand of semiconductor components caused by rapid technological changes via expansion of product lines and customers coverage. Competition is fierce in the industry, and to ensure market competitiveness, domestic and foreign peers continuously conduct mergers and acquisitions. In order to maintain the leading position in the Asia-Pacific regions, the Company will continue to seek strategic alliances, increase the number of product lines and customers coverage, maintain, and continue to expand market share through investment holdings.

7.6.6 Impact of the Company's Corporate Image Change on Corporate Crisis Management and Countermeasures

The company adheres to the principle of professionalism, integrity, and sustainable management, and attaches great importance to corporate image and risk control. There is no major foreseeable crisis.

7.6.7 Expected Benefits, Possible Risks, and Countermeasures for Mergers and Acquisitions

The Company has no plans for mergers and acquisitions in the most recent year and the most recent quarter.

7.6.8 Expected Benefits, Possible Risks, and Countermeasures for Plants Expansion

The Company and its subsidiaries are not manufacturers; not applicable.

7.6.9 Risks associated with any Consolidation of Sales or Purchasing Operations and Countermeasures taken:

The Company's customers are extremely dispersed and distributed throughout the Asia-Pacific region. The products produced covered the computer peripherals, communications, consumer electronics, and automotive electronics markets. In the most recent year and the first quarter of this year, the sales amount of a single customer did not exceed 10% of the consolidated revenue; there is no risk of concentrated sales. The Company maintains good long-term relationships with suppliers; sources of supply are stable and normal.

7.6.10 Impact and Risk to the Company in the event a Major Quantity of Shares belonging to a Director, Supervisor, or Shareholder Holding greater than a 10% stake in the Company has been transferred or has otherwise changed hands, and Countermeasures to be taken: None.

7.6.11 Impact of Change in Management on the Company, the Associated Risks and Countermeasures: None.

7.6.12 For Litigious or Non-Litigious Incidents, please specify the Material Litigations that have been ruled or are in the process, Non-Litigious or Administrative Disputes for the Company and its Directors, Supervisors, President, Substantial Person in Charge, Major Shareholders holding 10% or more of Shares and Affiliates, and possible Material Impacts on the Shareholders' Rights or Prices of Securities: None.

7.6.13 Other Important Risks and Countermeasures: There is no other important risk for WPG Holdings Ltd. in 2021 and as of the date of the annual report.

7.7 Other Material Matters

Measurement and Assumption for Asset and Liability valuation

7.7.1 Policy for Allowance for Bad Debts - Account Receivable:

For the Group's accounts and bills receivables, after considering all reasonable and supportive information (including forecasts), if the credit risk has not increased significantly since the original recognition, the allowance is measured by the amount of 12-month expected credit losses; if the credit risk has increased significantly since the original recognition, the allowance loss is measured by the expected credit loss amount during the duration; for accounts receivable that do not contain significant financing components, the allowance is measured by the expected credit loss amount during the duration.

For accounts receivable of individual customers, assess whether there is objective evidence that impairment has occurred:

(1) The customer has major financial difficulties

(2) The customer has overdue payments

(3) The customers are likely to declare bankruptcy or undergo financial reorganization.

7.7.2 Policy for Provision for Loss on Inventory Devaluation:

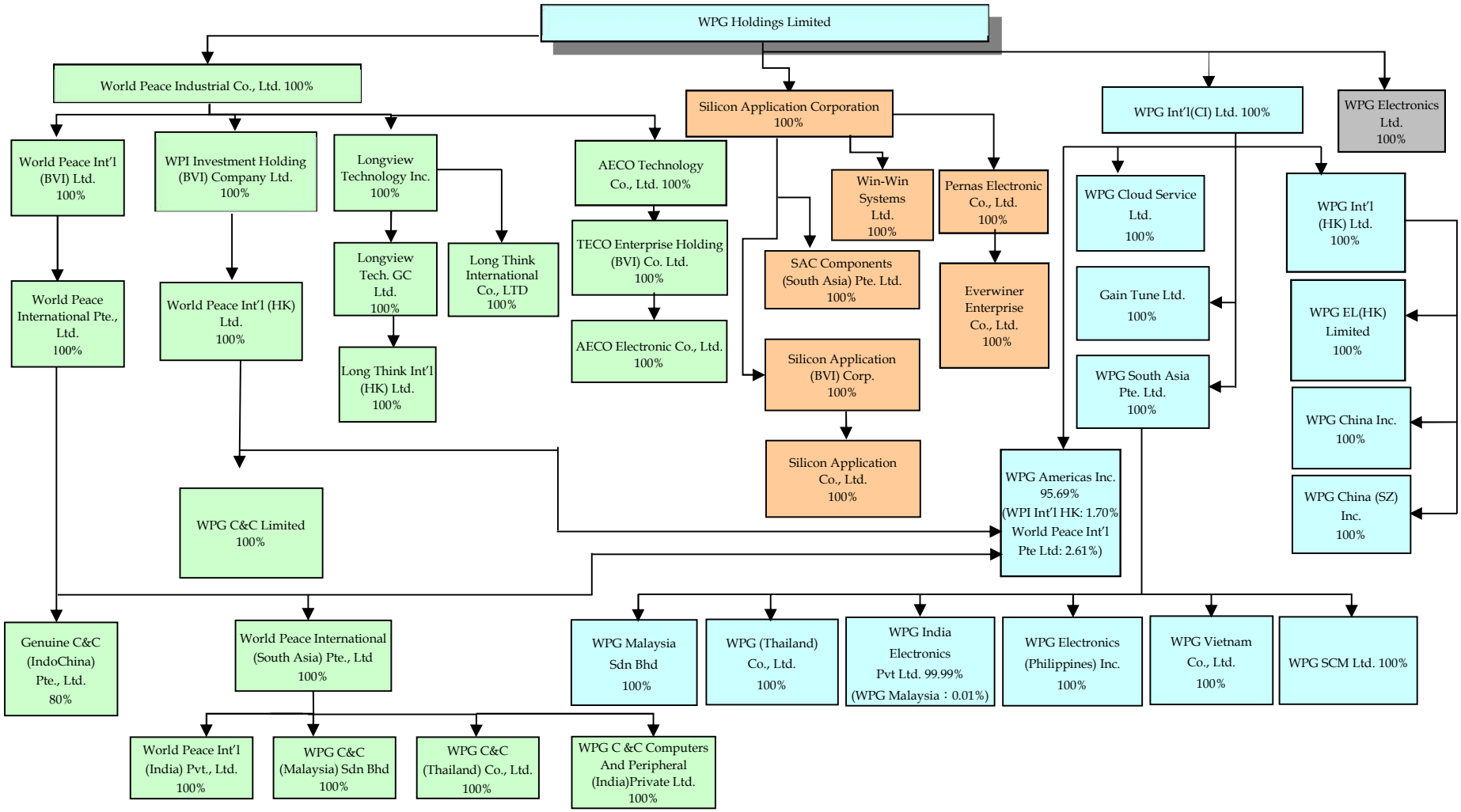
Inventories are measured at the lower of cost and net realizable value. Cost is determined using the weighted-average cost method. When comparing the comparative cost and the net realizable price to determine which is lower, the item-by-item comparison method is adopted. The net realizable value refers to the balance of the estimated selling price in the normal course of business less the selling expenses.

8. Special Disclosure

8.1 Subsidiaries Information

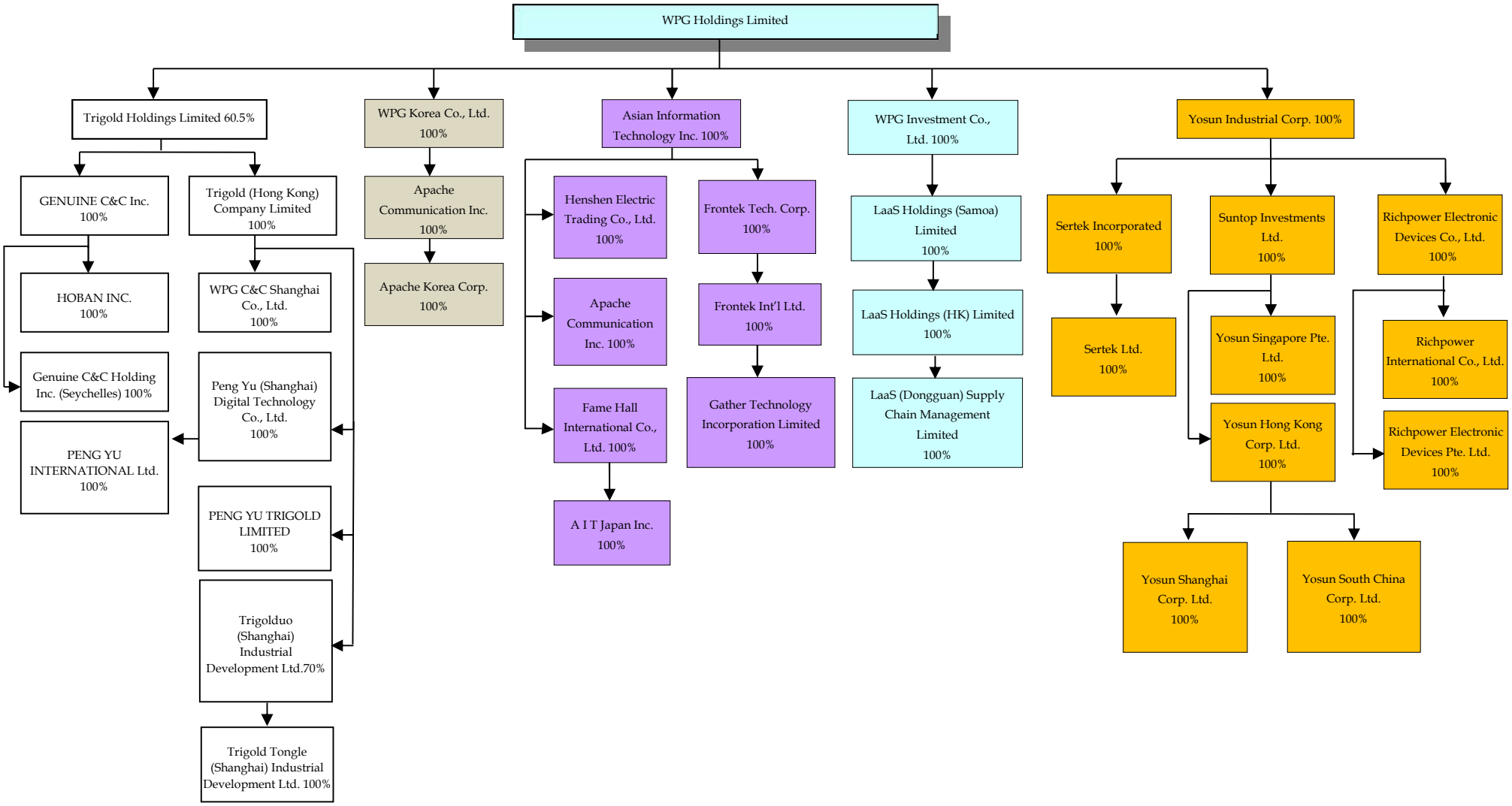
8.1.1Subsidiaries Chart

December 31, 2021



8.1.1 Subsidiaries Chart (Continued)

December 31, 2021



8.1.2 WPG Subsidiaries

December 31, 2021 Unit: NT$ thousands unless otherwise specified

Name	Date of Incorporation	Address	Capital Stock	Business Activities
World Peace Industrial Co., Ltd.	1981/6/3	8th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	17,420,000	Agent and sales of electronic/electrical components
Silicon Application Corporation	1987/1/21	18th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	6,080,000	Sales of computer software and electronic products
Asian Information Technology Inc.	1993/7/29	13th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	5,607,000	Sales of electronic/ Electrical components
Yosun Industrial Corp.	1980/5/30	16th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	3,620,744	Sales of electronic/ Electrical components
WPG Electronics Ltd.	2002/4/22	22th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	39,200	Agent and sales of electronic/electrical components
WPG Korea Co., Ltd.	2005/11/8	(Pangyo Innovalley) B-301, 253, Pangyo-ro, Bundang-gu, Seongnam-si, Gyeonggi-do,13486, Korea	KRW 11,179,470 thousand	Agent and sales of electronic/electrical components
WPG International (CI) Limited	2007/3/1	P. O. Box 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands.	USD 150,283 thousand	Holding Company
WPG Investment Co., Ltd.	1998/7/9	22th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	2,100,000	Investment Company
Trigold Holdings Limited	2017/9/1	22th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	1,005,695	Holding Company
WPG EMEA B.V.(Note 1)	2021/3/16	Zekeringstraat 42, Amsterdam, the Netherlands.	USD 5,000 thousand	Sales of electronic/ Electrical components

Name	Date of Incorporation	Address	Capital Stock	Business Activities
AECO Technology Co., Ltd.	1975/8/8	6th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	946,000	Agent and sales of electronic/electricalcomponents
WPI Investment Holding (BVI) Company Ltd.	1996/3/15	Commence Chambers, P.O. Box 2208, Road Town, Tortola, British Virgin Islands	USD 83,179 thousand	Holding Company
WPI International (South Asia) Pte.Ltd. (Note2)	1995/5/4	No. 10 Upper Aljunied Link #06-07,Singapore 367904	USD 34,196 thousand	Holding Company
Longview Technology Inc.	1992/1/24	7th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	339,000	Agent and sales of electronic/electrical components
World Peace Int'l (HK) Ltd.	1996/4/16	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	USD 33,520 thousand HKD 564,306 thousand	Agent and sales of electronic/electrical components
World Peace International Pte Ltd	2000/6/29	No. 10 Upper Aljunied Link #06-07, Singapore 367904	USD 30,390 thousand	Holding Company
Genuine C&C (IndoChina) Pte. Ltd.	2002/5/23	No. 10 Upper Aljunied Link #06-07, Singapore 367904	USD 5,000 thousand	Agent and sales of electronic/electrical components
World Peace International (South Asia) Pte Ltd	1995/5/17	No. 10 Upper Aljunied Link #06-07, Singapore 367904	USD 21,774 thousand	Agent and sales of electronic/electrical components
World Peace International (India) Pvt., Ltd.	1997/10/3	Shed No. 26, 2nd Floor, Okhla Industrial Estate, Phase-III, New Delhi, New Delhi - 110020,Delhi, INDIA	INR 3,575 thousand	Agent and sales of electronic/electrical components
WPG C&C Computers and Peripheral (India) Private Limited	2008/6/4	No.26, 2nd Floor, Okhla Industrial Estate, Phase-III, New Delhi-110020, India	INR 484,200 thousand	Agent and sales of electronic/electrical components
WPG C&C (Malaysia) Sdn Bhd	2001/1/26	25-4 & 27-4 (Ground Floor) Block D1, Dataran Prima, Jalan PJU 1/4, 47301 P.J., Selangor	MYR 11,250 thousand	Agent and sales of electronic/electrical components

Name	Date of Incorporation	Address	Capital Stock	Business Activities
WPG C&C (Thailand) Co., Ltd.	2006/2/23	No. 9/302-4 UM Tower, 30th Floor, Suanluang District, Ramkhamhaeng Road, Suanlung Sub-district Bangkok, Thailand	BAHT 25,750 thousand	Agent and sales of Information products
WPG C&C Limited	2002/7/19	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	USD 6,500 thousand	Agent and sales of Information products
WPG C&C Shanghai Co., Ltd.	2005/1/13	3688 Jindu Rd, Minhang District, Shanghai Xinzhuang Industrial Zone, Shanghai, China	USD 7,700 thousand	Sales of electronic/electrical products
AIO Components Co., Ltd. (Note3)	1992/10/15	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 1,362 thousand	Agent and sales of electronic/electrical components
Long-Think International Co., Ltd.	2010/3/19	5th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	40,000	Agent and sales of electronic/electrical components
Longview Technology GC Limited	2012/5/10	Commence Chambers, P.O , Tortola, Box 2208, Road Town British Virgin Islands	USD 11,300 thousand	Holding Company
Long Think Int'l (Hong Kong) Ltd.	1991/5/14	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 78,000 thousand	Agent and sales of electronic/electrical components
Silicon Application (BVI) Corp.	1997/6/17	Portcullis Chambers, 4th Floor, Ellen Skelton Building, 3076 Sir Francis Drake Highway, Road Town, Tortola, British Virgin Islands	USD 22,000 thousand	Holding Company
Silicon Application Co., Ltd.	2000/2/14	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 110,000 thousand	Sales of computer software and electronic products
Dstar Electronic Company Limited (Note4)	2000/9/4	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 6,000 thousand	Sales of computer software and electronic products

Name	Date of Incorporation	Address	Capital Stock	Business Activities
Win-Win Systems Ltd.	2000/6/20	Intershore Chambers, P.O. Box 4342, Road Town, Tortola, British Virgin Islands	USD 765 thousand	Holding Company
SAC Components (South Asia) Pte. Ltd.	2012/4/25	No. 10 Upper Aljunied Link #06-07, Singapore 367904	USD 3,500 thousand	Sales of computer software and electronic products
Pernas Electronic Co., Ltd.	1984/2/14	18th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	735,000	Agent and sales of electronic/electrical components
Everwiner Enterprise Co., Ltd.	1998/3/31	18th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	280,000	Agent and sales of electronic/electrical components
Apache Communication Inc.	1998/3/9	10th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	2,193,000	Sales of electronic/electrical products
Henshen Electric Trading Co., Ltd.	1978/7/7	13th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	100,000	Sales of electronic/electrical products
Frontek Technology Corporation	1985/12/10	10th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	2,145,634	Sales of electronic/electrical products
Fame Hall International Co., Ltd.	1998/12/7	P.O. Box 2208,Road Town, Tortola, British Virgin Islands	USD 4,703 thousand	Investment Company
Frontek International Limited	2002/6/4	P.O. Box 2208,Road Town, Tortola, British Virgin Islands	USD 2,970 thousand	Investment Company
Gather Technology Incorporation Limited	2002/8/9	Rm C, 21 F., No.169, Electric Road, North Point, Lee & Man Commercial Center	HKD 22,800 thousand	Sales of electronic/electrical components
AIT Japan Inc.	2005/3/7	7F, Shinagawa-Gotenyama Bldg.3-6-6, Kita Shinagawa, Shinagawa-ku Tokyo Japan	JPY 300,050 thousand	Sales of electronic/electrical products

Name	Date of Incorporation	Address	Capital Stock	Business Activities
Richpower Electronic Devices Co., Ltd.	2005/1/13	14th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	850,000	Sales of electronic/electrical components
Sertek Incorporated.	1983/3/23	15th Floor, No. 189, Jingmao 2nd Road, Nangang District, Taipei City	948,281	Sales of electronic/electrical components
Sertek Limited	1988/12/2	Room 901, Central, YipFung Building 2-12 D'Aguilar Street, Hong Kong	HKD19,500 thousand	Sales of electronic/electrical components
Suntop Investments Limited	1997/7/18	The Grand Pavilion Commercial Centre, Oleander Way, 802 West Bay Road, P.O. Box 32052, Grand Cayman, KY1-1208, Cayman Islands	USD 50,700 thousand	Investment Company
Richpower Electronic Devices Co., Limited	1998/5/27	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 63,000 thousand	Sales of electronic/electrical products
Richpower Electronic Devices Pte., Ltd.	2004/8/6	No. 10 Upper Aljunied Link #06-07, Singapore 367904	SGD 100 thousand	Sales of electronic/electrical products
Yosun Hong Kong Corp. Ltd.	1995/4/13	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 303,220 thousand	Sales of electronic/electrical components
Yosun Singapore Pte Ltd.	1991/2/14	No. 10 Upper Aljunied Link #06-07, Singapore 367904	SGD 20,600 thousand	Sales of electronic/electrical components
Yosun Shanghai Corp. Ltd.	2002/4/24	Rm 517, 5F., No. 88, Taigu Rd, China (Shanghai) Pilot Free Trade Zone	USD 7,700 thousand	Warehouse business and sales of electronic components
Yosun South China Corp. Ltd.	1999/10/12	Room 903 & 904, 9F., No.2, Cadre Group Center, No.168, Tongsha Road, Xili Town, Nanshan District, Shenzhen	USD 4,300 thousand	Sales of electronic/electrical components
Apache Communication Inc.(B.V.I.)	2000/1/4	3rd Floor, J & C Building, P.O. Box 362, Road Town, Tortola, British Virgin Islands	USD 2,795 thousand	Investment Company

Name	Date of Incorporation	Address	Capital Stock	Business Activities
Apache Korea Corp.	2003/8/8	(Pangyo Innovalley)B-301,253, Pangyo-ro, Bundang-gu, Seongnam-si, Gyeonggi-do, 13486, Korea	KRW 1,054,910 thousand	Sales of electronic/electrical products
WPG International (Hong Kong) Limited	2007/6/5	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	USD 92,172 thousand	Holding Company
WPG Americas Inc.	2006/5/16	1735 TECHNOLOGY DRIVE, SUITE 770, SAN JOSE, CA 95110	USD66,100 thousand	Agent and sales of electronic/electrical components
WPG Cloud Service Ltd.	2012/9/4	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	USD 2,157 thousand	General trading
WPG Gain Tune Ltd.	1986/2/18	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	USD1,000 thousand	Agent for selling electronic/electrical components
WPG Electronics (HK) Limited	1997/6/6	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD234,082 thousand	Agent for selling electronic/electrical components
WPG China Inc.	1995/3/16	B part, 6F., Jialisl Building, No.191, Rijing Rd, Pudong, Shanghai Pilot Free Trade Zone, Shanghai, China	USD 58,280 thousand	Sales of electronic/electrical components
WPG China (SZ) Inc.	2000/7/7	3-5 F. & 8F. & 12-14 F., No.2, Kai Da Er Building, No.168, TongSha Road, XiLi Street, Nanshan, Shenzhen, P.R.C	HKD 37,000 thousand	Sales of computer software and electronic components
WPG South Asia Pte. Ltd.	2006/9/20	No. 10 Upper Aljunied Link #06-07, Singapore 367904	USD 15,650 thousand	Sales of electronic/electrical products
WPG Malaysia Sdn Bhd	1995/10/18	25-4 & 27-4, Block D1, Dataran Prima, Jalan PJU 1/41, 47301 Petaling Jaya, Selangor, Malaysia	MYR 1,011 thousand	Agent and sales of electronic/electrical components

Name	Date of Incorporation	Address	Capital Stock	Business Activities
WPG (Thailand) Co., Ltd.	1995/11/28	No. 9/302-4 UM Tower, 30th Floor, Ramkhamhaeng Road, Suanlung Subdistrict, Suanluang District, Bangkok, Thailand	BAHT 10,372 thousand	Agent and sales of electronic/electrical components
WPG India Electronics Pvt Ltd	2011/3/4	No.26, 2nd Floor, Okhla Industrial Estate, Phase-III, New Delhi-110020, .India	INR 159,100 thousand	Agent and sales of electronic/electrical components
WPG Electronics (Philippines) Inc.	1999/9/2	Unit 501 Richville Corporate Centre, #1314 Commerce Ave. Ext., Madrigal Business Park, Ayala Alabang, Muntinlupa, 1780 Philippines	PHP 1,000 thousand	Agent and sales of electronic/electrical components
WPG SCM Limited	2001/12/12	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	USD 1,641 thousand	Agent and sales of electronic/electrical components
Teco Enterprise Holding (BVI) Co., Ltd.	2002/4/19	Commence Chambers P.O.Box 2208 Road	USD 12,610 thousand	Investment Company
AECO Electronic Co., Ltd.	2002/5/2	Units 07-11, 15/F, CDW Building, 388 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong	HKD 98,280 thousand	Trading of electronic/electrical products
Hoban Inc.	1999/4/10	3F., No. 36, Ln. 66, Ruiguang Rd., Neihu Dist., Taipei City	80,000	E-commerce company operating B2C and O2O businesses
Genuine C&C Holding Inc. (Seychelles)	2011/6/22	No.4,Franky Building, Providence Industrial Estate, Mahe, Seychelles	USD 6,500 thousand	Holding Company
Peng Yu (Shanghai) Digital Technology Co., Ltd.	2014/5/30	Rm 517, 5F., No. 88, Taigu Rd, China (Shanghai) Pilot Free Trade Zone	RMB 22,500 thousand	Sales of electronics products
Trigold Holdings (Hong Kong) Co., Ltd.	2017/11/6	UNITS 07-11, 15/F CDW BLDG 388 CASTLE PEAK RD TSUEN WAN HONG KONG	HKD 155,200 thousand	Holding Company

Name	Date of Incorporation	Address	Capital Stock	Business Activities
GENUINE C&C Inc.	1988/11/30	No. 36, Ln. 66, Ruiguang Rd., Neihu Dist., Taipei City	795,695	Sales of computer and its peripherals
Peng Yu International Ltd.	2017/3/28	UNITS 07-11, 15/F CDW BLDG 388 CASTLE PEAK RD TSUEN WAN HONG KONG	USD 10 thousand	Sales of electronic/electrical products
Trigolduo (Shanghai) Industrial Development Ltd.	2019/1/31	Rm 701, No. 37, Aly. 1555, Jin Sha Jiang West Rd, Jiading Dist., Shanghai, China	RMB 20,000 thousand	Children's indoor theme park
Trigold Tongle (Shanghai) Industrial Development Ltd.	2019/3/25	F302, No. 1569, Mu Dan Jiang Lu, Baoshan Dist., Shanghai, China	RMB 1,500 thousand	Children's indoor theme park
WPG Vietnam Company Limited	2019/10/25	22 Street 16, Tan Hung, Him Lam District 7, Ho Chi Minh City Vietnam	USD 100 thousand	Agent and sales of electronic/electrical components
LaaS Holdings (Samoa) Limited	2020/06/02	Portcullis Chambers, P.O.BOX 1225, Apia, Samoa	USD 40,060 thousand	Holding Company
LaaS Holdings (HK) Limited	2020/06/30	806-807, 8/F, One Pacific Place, 88 Queensway, Hong Kong	USD 40,050 thousand	Holding Company
LaaS Holdings (Dongguan) Supply Chain Management Limited	2020/08/02	Room 701, Block 5, No.2 Bao Shui Huan Road, Shatian Town, Dongguan City, Guangdong Province	USD 40,000 thousand	Smart warehousing value-added service industry
PENG YU TRIGOLD Limited (Note5)	2021/1/6	UNITS 07-11, 15/F CDW BLDG 388 CASTLE PEAK RD TSUEN WAN HONG KONG	HKD 2,000 thousand	Sales of electronic/electrical products

Note 1: WPG EMEA B.V. was established in March 2021.

Note 2：World Peace International (BVI) Ltd., the name was amended in November 2021.

Note 3：AIO Components Company Limited completed liquidation and dissolution in July 2021.

Note 4：Dstar Electronic Company Limited completed liquidation and dissolution in June 2021.

Note 5：PENG YU TRIGOLD Limited was established in January 2021.

8.1.3 Shareholders in Common of WPG and Its Subsidiaries with Deemed Control and Subordination: None.

8.1.4 Business Scope of WPG and Its Subsidiaries: The businesses scope of WPG and its Subsidiaries includes electronic component distribution, holding companies, general investment business, and information software service business, etc.

8.1.5 Rosters of Directors, Supervisors, and Presidents of WPG's Subsidiaries

December 31, 2021

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
World Peace Industrial Co., Ltd.	Chairman Chairman/President Director Director Director Supervisor	Mike Chang (Representative of WPG Holdings Limited) Hsu Chu Hung (Representative of WPG Holdings Limited) Simon Huang (Representative of WPG Holdings Limited) Eric Ho (Representative of WPG Holdings Limited) Michael Chen (Representative of WPG Holdings Limited) Cliff Yuan (Representative of WPG Holdings Limited)	WPG holds 1,742,000,000 shares	100.00%
Silicon Application Corporation	Chairman Director Chairman/CEO Director Director Supervisor	K.Y. Chen (Representative of WPG Holdings Limited) Simon Huang (Representative of WPG Holdings Limited) Chen Ming-Chi (Representative of WPG Holdings Limited) Mike Chang (Representative of WPG Holdings Limited) Lin Yu-Sheng (Representative of WPG Holdings Limited) Cliff Yuan (Representative of WPG Holdings Limited)	WPG holds 608,000,000 shares	100.00%
Asian Information Technology Inc.	Chairman Director Director Director Director Supervisor	Hsu Ming-Jen (Representative of WPG Holdings Limited) Mike Chang (Representative of WPG Holdings Limited) Hsu Yu-Kun (Representative of WPG Holdings Limited) Simon Huang (Representative of WPG Holdings Limited) Vincent Lin(Representative of WPG Holdings Limited) Cliff Yuan(Representative of WPG Holdings Limited)	WPG holds 560,700,000 shares	100.00%
Yosun Industrial Corporation	Chairman Director Director Director Director Supervisor	K.D. Tsung (Representative of WPG Holdings Limited) Simon Huang (Representative of WPG Holdings Limited) Mike Chang(Representative of WPG Holdings Limited) Mitchell Ho(Representative of WPG Holdings Limited) Chang Chih-Wen (Representative of WPG Holdings Limited) Cliff Yuan (Representative of WPG Holdings Limited)	WPG holds 362,074,400 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
WPG Electronics Ltd.	Chairman Director Director Supervisor	Simon Huang (Representative of WPG Holdings Limited) Yang Tsung-Po (Representative of WPG Holdings Limited) Frank Yeh (Representative of WPG Holdings Limited) Cliff Yuan (Representative of WPG Holdings Limited)	WPG holds 3,920,000 shares	100.00%
WPG Korea Co., Ltd.	Representative Director Director Director Supervisor	Kwak, Choong-Pyo Simon Huang Chai Kim Yin Cliff Yuan	WPG holds 2,235,894 shares	100.00%
WPG International (CI) Limited	Director Director	Simon Huang Cliff Yuan	WPG holds 150,282,520 shares	100.00%
WPG Investment Co., Ltd.	Chairman Director Director Supervisor	Simon Huang (Representative of WPG Holdings Limited) Cliff Yuan (Representative of WPG Holdings Limited) Lucia Tai (Representative of WPG Holdings Limited) Chiu Chin-Chuan (Representative of WPG Holdings Limited)	WPG holds 210,000,000 shares	100.00%
Trigold Holdings Limited	Chairman/President Director Director Director Independent Director Independent Director Independent Director	Simon Huang (WPG Holdings Limited) Yeh Chi-Tung K.D. Tsung (WPG Holdings Limited) Benson Chang (WPG Holdings Limited) Guo,Cing-Huei Chen, Shih-Chieh Chen Wei-Shen	WPG holds 59,195,189 shares	58.86%
WPG EMEA B.V(Note 2)	Director Director Director	Chai Kim Yin van den Dolder, Meine Cliff Yuan	WPG Holding Limited holds 5,000,000 shares	100.00%
AECO Technology Co., Ltd.	Chairman Director Director Supervisor	Hsu Chu Hung (Representative of World Peace Industrial Co., Ltd.) Michael Chen (Representative of World Peace Industrial Co., Ltd.) Eric Ho (Representative of World Peace Industrial Co., Ltd.) Yao Su-Mei (Representative of World Peace Industrial Co., Ltd.)	World Peace holds 94,600,000 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
WPI Investment Holding (BVI) Company Ltd.	Director Director	World Peace Industrial Co., Ltd. Mike Chang	World Peace holds 83,179,435 shares	100.00%
WPI International (SouthAsia) Pte.Ltd. (Note 3)	Director Director Director	Mike Chang I.J. Hsu Chai Kim Yin	World Peace holds 34,196,393 shares	100.00%
Longview Technology Inc.	Chairman/President Director Director Supervisor	Hsu Chu Hung (Representative of World Peace Industrial Co., Ltd.) Eric Ho (Representative of World Peace Industrial Co., Ltd.) Michael Chen (Representative of World Peace Industrial Co., Ltd.) Yao Su-Mei (Representative of World Peace Industrial Co., Ltd.)	World Peace holds 33,900,000 shares	100.00%
WPI International (Hong Kong) Limited	Director Director Director	Eric Ho Hsu Chu Hung Michael Chen	WPI Investment holds 4,053,564,000 shares	100.00%
World Peace International Pte Ltd	Director Director	Chai Kim Yin Mike Chang	World Peace Int'l (BVI) holds 248,632,599 shares	100.00%
Genuine C&C (Indochina) Pte. Ltd.	Director Director Director	Tan Yew Teck Tan Sze Chuarn Chai Kim Yin	World Peace Int'l holds 5,359,370 shares	80.00%
World Peace International (South Asia) Pte Ltd.	Director Director Director	Tan Yew Teck Chai Kim Yin Mike Chang	World Peace Int'l holds 34,314,692 shares	100.00%
World Peace International (India) Pvt., Ltd.	Director Director Director Director	Chai Kim Yin Rick Tan Jason Saw Kashinath Karekar	World Peace Int'l (SA) holds 3,575,058 shares	100.00%
WPG C&C Computers and Peripheral (India) Private Limited	Director Director Director	Tan Sze Chuarn Rajeev Bajpai Chai Kim Yin	World Peace Int'l SA holds 48,420,000 shares World Peace Int'l holds 5,000 shares	99.00% 1.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
WPG C&C (Malaysia) Sdn Bhd	Director Director Director Director	Tan Sze Chuarn Chai Kim Yin Wendy Tiong Siew Ling Hia Bun Ching	World Peace Int'l SA holds 11,250,000 shares	100%
WPG C&C (Thailand) Co., Ltd.	Director Director Director	Chai Kim Yin Tan Sze Chuarn Sopanarat Sintavanon	1,000 shares 1,000 shares 360,000 shares Lumphuan Srisurat(staff) 150,000 shares World Peace Int'l SA holds 488,000 shares	 0.10% 0.10% 36.00% 15.00% 48.80%
WPG C&C Limited	Director Director Director	Ho Hsiang Chou Hsu Chu Hung Chen Ting Tsung	World Peace Int'l (HK) Ltd. holds 6,500,000 shares	100.00%
WPG C&C Shanghai Co., Ltd.	Chairman/Legal Representative Director Director Supervisor	Tsao Tai-Sun Simon Huang Chung Pei-Yuan Tsao Chun-Chieh	－(Note 1)	WPG TRIGOLD (HK) Ltd. holds 100.00%
AIO Components Co., Ltd. (Note 4)	Director Director Director	Yao Su-Mei HSU Chu Hung Yu Cheng Chang	World Peace Int'l (HK) Ltd. holds 1,361,688 shares	100.00%
Long-Think International Co., Ltd.	Chairman Director Director Supervisor	Hsu Chu Hung (Representative of Longview Technology Inc.) Eric Ho (Representative of Longview Technology Inc.) Michael Chen (Representative of Longview Technology Inc.) Yao Su-Mei (Representative of Longview Technology Inc.)	Longview Technology Inc. holds 4,000,000 shares	100.00%
Longview Technology GC Limited	Director	Hsu Chu Hung	Longview Technology Inc. holds 11,300,000 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
Long-Think International (Hong Kong) Limited	Director Director Director	Hsu Chu Hung Ho Hsiang Chou Chen Ting Tsung	Longview Technology GC holds 780,000,000 shares	100.00%
Silicon Application (BVI) Corporation	Chairman	K.Y. Chen	Silicon Application Corporation holds 22,000,000 shares	100.00%
Silicon Application Co., Ltd.	Director Director Director	K.Y. Chen Su Tein Jye Chen Ming-Chih	Silicon Application (BVI) Corporation holds 100,000,000 shares	100.00%
Dstar Electronic Company Limited (Note 5)	Director Director Director	K.Y. Chen Su Tein Jye Chen Ming-Chih	Silicon Application Corporation holds 6,000,000 shares	100.00%
Win-Win Systems Ltd.	Chairman	K.Y. Chen	Silicon Application Corporation holds 765,000 shares	100.00%
SAC Components (South Asia) Pte. Ltd.	Director Director Director Director	K.Y. Chen Chen Ming Chih Tan Yew Teck Chai Kim Yin	Silicon Application Corporation holds 3,500,000 shares	100.00%
Pernas Electronics Co., Ltd.	Chairman Director Director Supervisor	K.Y. Chen (Representative of Silicon Application Corporation) Chen Ming-Chi (Representative of Silicon Application Corporation) Wu Yung-Chang (Representative of Silicon Application Corporation) Lin Yu-Sheng (Representative of Silicon Application Corporation)	Silicon Application Corporation holds 73,500,000 shares	100.00%
Everwiner Enterprise Co., Ltd.	Chairman Director Director Supervisor	K.Y. Chen (Representative of Pernas Electronics Co., Ltd) Chen Ming-Chi (Representative of Pernas Electronics Co., Ltd) Wu Yung-Chang (Representative of Pernas Electronics Co., Ltd) Lin Yu-Sheng (Representative of Pernas Electronics Co., Ltd)	Pernas Electronics Co., Ltd. holds 28,000,000 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
Apache Communication Inc.	Chairman Director Director Supervisor	Hsu Ming-Jen (Representative of Asian Information Technology Inc.) Vincent Lin (Representative of Asian Information Technology Inc.) Hsu Yu-Kun (Representative of Asian Information Technology Inc.) Huang Shu-Pin (Representative of Asian Information Technology Inc.)	Asian Information Technology Inc. holds 219,300,000 shares	100.00%
Henshen Electric Trading Co., Ltd.	Chairman Director Director Supervisor	Hsu Ming-Jen (Representative of Asian Information Technology Inc.) Vincent Lin (Representative of Asian Information Technology Inc.) Hsu Yu-Kun (Representative of Asian Information Technology Inc.) Huang Shu-Pin (Representative of Asian Information Technology Inc.)	Asian Information Technology Inc. holds 10,000,000 shares	100.00%
Frontek Technology Corporation	Chairman Director Director Supervisor	Hsu Ming-Jen (Representative of Asian Information Technology Inc.) Vincent Lin (Representative of Asian Information Technology Inc.) Hsu Yu-Kun (Representative of Asian Information Technology Inc.) Huang Shu-Pin (Representative of Asian Information Technology Inc.)	Asian Information Technology Inc. holds 214,563,352 shares	100.00%
Fame Hall International Co., Ltd	Director Director	Hsu Yu-Kun Huang Shu-Pin	Asian Information Technology Inc. holds 4,703,107 shares	100.00%
Frontek International Limited	Director Director	Hsu Yu-Kun Huang Shu-Pin	Frontek Technology Corporation holds 2,970,000 shares	100.00%
Gather Technology Incorporation Limited	Director Director Director	Hsu Ming-Jen Hsu Yu-Kun Vincent Lin	1 share Frontek International Limited holds 22,799,999 shares	— 100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
AIT Japan Inc.	Director Director Director Director Supervisor	Hsu Yu-Kun Hsu Ming-Jen Huang Kuo-Chen Masafumi Nakano Huang Shu-Pin	Fame Hall International Co., Ltd holds 6,001 shares	100.00%
Richpower Electronic Devices Co., Ltd.	Chairman/President Director Director Supervisor	K.D. Tsung (Representative of Yosun Industrial Corporation) Wu Sheng-Ming (Representative of Yosun Industrial Corporation) Chang Chih-Wen (Representative of Yosun Industrial Corporation) Liu Hung-An (Representative of Yosun Industrial Corporation)	Yosun Industrial Corporation holds 85,000,000 shares	100.00%
Sertek Incorporated	Chairman/President Director Director Supervisor	K.D. Tsung (Representative of Yosun Industrial Corporation) Chang Chih-Wen (Representative of Yosun Industrial Corporation) Chiang Chun-Hui (Representative of Yosun Industrial Corporation) Liu Hung-An (Representative of Yosun Industrial Corporation)	Yosun Industrial Corporation holds 94,828,100 shares	100.00%
Sertek Limited	Director Director	K.D. Tsung Chang Chih-Wen	Sertek Ltd. holds 19,500,000 shares	100.00%
Suntop Investments Limited	Director	K.D. Tsung (Representative of Yosun Industrial Corporation)	Yosun Industrial Corporation holds 50,700,000 shares	100.00%
Richpower Electronic Devices Co., Limited	Director Director	K.D. Tsung Ho, Peng-Hsiung	Richpower Electronic Devices Co., Ltd. holds 63,000,000 shares	100.00%
Richpower Electronic Devices Pte., Ltd.	Director Director	Ho, Peng-Hsiung Chai Kim Yin	Richpower Electronic Devices Co., Ltd holds 10,000 shares	100.00%
Yosun Hong Kong Corp. Ltd.	Director Director	K.D. Tsung Chang Chih-Wen	Suntop Investments holds 295,270,000 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
Yosun Singapore Pte Ltd.	Director Director Director	K.D. Tsung Chai Kim Yin Tan Yew Teck	Suntop Investments holds 20,600,000 shares	100.00%
Yosun Shanghai Corp. Ltd.	Chairman/Legal Representative Director Director	Chen Chien-Chung Wu Yu-Jie Wang Tai An	－(Note 1)	Yosun HK holds 100.00%
Yosun South China Corp. Ltd.	Chairman/Legal Representative Director Director	Ou Tung-Kuan Liang Kuo-Chen Li Tao-Jui	－(Note 1)	Yosun HK holds 100.00%
Apache Communication Inc.(B.V.I.)	Director	WPG Korea Co., Ltd.	WPG Korea holds 2,795,000 shares	100.00%
Apache Korea Corp.	Representative Director Director Director Supervisor	CP Kwak KJ Jung James Park Gang Li	Apache Communication Inc. holds 210,982 share	100.00%
WPG International (Hong Kong) Limited	Director Director	Simon Huang Cliff Yuan	WPG International (CI) holds 717,238,341 shares	100.00%
WPG Americas Inc.	Director Director Director Director Director	Yao Su-Mei Mike Chang Simon Huang I.J. Hsu Richard J. Davis	World Peace Int'l holds 6,100,000 shares World Peace Int'l (HK) Ltd. holds 4,000,000 shares WPG International (CI) holds 224,000,000 shares	2.60% 1.71% 95.69%
WPG Cloud Service Ltd.	Director Director Director	Simon Huang Mike Chang Frank Yeh	WPG International (CI) holds 2,157,130 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
WPG Gain Tune Ltd.	Director Director Director	Mike Chang Frank Yeh Cliff Yuan	WPG International (CI) Ltd holds 77,500,000 shares	100.00%
WPG Electronics (Hong Kong) Ltd.	Director Director Director	Simon Huang Jao Shih-Wei Mike Chang	WPG International (HK) holds 234,081,858 shares	100.00%
WPG China Inc.	Director/Legal Representative Director Director Supervisor	Jao Shih-Wei Simon Huang Mike Chang Cliff Yuan	－(Note 1)	WPG International (HK) holds 100%
WPG China (SZ) Inc.	Director/Legal Representative Director Director Supervisor	Jao Shih-Wei Simon Huang Mike Chang Cliff Yuan	－(Note 1)	WPG International (HK) holds 100%
WPG South Asia Pte. Ltd.	Director Director Director	Tan Say Chong Chai Kim Yin Simon Huang	WPG International (CI) holds 21,133,600 shares	100.00%
WPG Malaysia Sdn Bhd	Director Director Director Director	Chai Kim Yin Hia Bun Ching Tan Say Chong Wong Boon Hee	WPG South Asia holds 1,010,800 shares	100.00%
WPG (Thailand) Co., Ltd.	Director Director	Chai Kim Yin Sopanarat Sintavanon	WPG South Asia holds 40,451 shares Chai Kim Yin holds 5,186 shares Soponarat Sintavanon (staff) holds 31,116 shares Lumphuan Srisurat (staff) holds 21,781 shares Tan Say Chong holds 5,186 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
WPG India Electronics Pvt Ltd	Director Director Director	Chai Kim Yin Tan Say Chong Karekar Kashinath Arvind	WPG South Asia holds 15,909,990 shares WPG Malaysia Sdn. Bhd. holds 10 shares	99.99% 0.01%
WPG Electronics (Philippines) Inc.	Director Director Director Director Director	Tan Say Chong Nelissa Senido Eulalio R. Villanueva Aquino, Eduardo Jr. Chai Kim Yin	100 shares 2,000 shares 2,000 shares 2,000 shares 100 shares WPG South Asia holds 3,800 shares	1.00% 20.00% 20.00% 20.00% 1.00% 38.00%
WPG Vietnam Company Limited	Director Director Director	Chai Kim Yin Tan Say Chong Hia Bun Ching	50,000 shares 49,000 shares 1,000 shares WPG South Asia holds 100,000 shares	50.00% 49.00% 1.00%
WPG SCM Ltd.	Director Director	Chai Kim Yin Mike Chang	WPG South Asia Pte. Ltd holds 12,800,000 shares	100.00%
Teco Enterprise Holding (BVI) Co., Ltd.	Director	Hsu Chu Hung	TECO holds 12,610,000 shares	100.00%
AECO Electronic Co., Ltd.	Director Director	Hsu Chu Hung Chung Pei-Yuan	Teco Enterprise Holding(BVI) holds 98,280,000 shares	100.00%
Hoban Inc.	Chairman Director Director Supervisor	Yeh Chi-Tung (Representative of GENUINE C&C Inc.) Chuang Chung-Lin (Representative of GENUINE C&C Inc.) Hsieh Ming-Shan (Representative of GENUINE C&C Inc.) Tsao Chun-Chieh (Representative of GENUINE C&C Inc.)	GENUINE C&C Inc. holds 8,000,000 shares	100.00%
Genuine C&C Holding Inc. (Seychelles)	Director Director	Simon Huang Yeh Chi-Tung	GENUINE C&C Inc. holds 6,500,000 shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
Peng Yu (Shanghai) Digital Technology Co., Ltd.	Chairman/Legal Representative Director Director Supervisor	Tsao Tai-Sun (Representative of Triglod (Hong Kong) Company Limited) Simon Huang (Representative of Triglod (Hong Kong) Company Limited) Chung Pei-Yuan (Representative of Triglod (Hong Kong) Company Limited) Tsao Chun-Chieh (Representative of Triglod (Hong Kong) Company Limited)	—(Note 1)	Triglod (Hong Kong) Company Limited holds 100%
Trigold (Hong Kong) Company Limited	Director Director	Simon Huang Tsao Chun-Chieh	Trigold Holdings Limited holds 130,200,000 shares	100.00%
GENUINE C&C Inc.	Chairman/President Director Director Director Director Supervisor	Representative of Trigold Holdings Limited: Yeh Chi-Tung Representative of Trigold Holdings Limited: Simon Huang Representative of Trigold Holdings Limited: Benson Chang Representative of Trigold Holdings Limited: Yeh Kung Tung Representative of Trigold Holdings Limited: Gawain Chang Representative of Trigold Holdings Limited: Tsao Chun-Chieh	Trigold Holdings Limited holds 79,569,450 shares	100.00%
Peng Yu International Ltd.	Director Director	Yeh Chih-Shu Tsao Tai-Sun	Peng Yu (Shanghai) Digital Technology Co., Ltd. holds 10,000 shares	100.00%
Trigold (Shanghai) Industrial Development Ltd.	Chairman Director Director Supervisor	Chung Pei-Yuan Simon Huang Wang Jung-Mao Tsao Chun-Chieh	—(Note 1)	Triglod (Hong Kong) Company Limited holds 70%
Trigold Tongle (Shanghai) Industrial Development Ltd.	Chairman Director Director Supervisor	Li Hsiang Chung Pei-Yuan Liu Ching Ku Han-Wen	—(Note 1)	Trigolduo (Shanghai) Industrial Development Ltd. holds 100%
LaaS Holdings (Samoa) Limited	Director Director	Simon Huang Cliff Yuan	WPG Investment Co., Ltd. holds 40,060,000shares	100.00%

Name of Company	Title	Name or Representative	Shareholding	
			Shares	%
LaaS Holdings (HK) Limited	Director Director	Simon Huang Cliff Yuan	LaaS Holdings (Samoa) Limited holds 40,050,000shares	100.00%
LaaS Holdings(Dongguan)Supply Chain Management Limited	Director and Legal Representative Director Director Supervisor	Jao Shih-Wei Simon Huang Frank Yeh Cliff Yuan	－(Note1)	LaaS Holdings (HK) Limited holds 100.00%
PENG YU TRIGOLD Limited (Note 6)	Director Director	Simon Huang Tsao Tai-Sun	WPG TRIGOLD (Hong Kong) Limited holds 2,000,000 shares	100.00%

Note 1: The limited company has not issued shares and is not applicable.

Note 2: WPG EMEA B.V. was established in March 2021.

Note 3：The name of World Peace International (BVI) Ltd. was amended in November 2021.

Note 4：AIO Components Company Limited completed liquidation and dissolution in July 2021.

Note 5：Dstar Electronic Company Limited completed liquidation and dissolution in June 2021.

Note 6：PENG YU TRIGOLD Limited was established in January 2021.

8.1.6 Operational Highlights of WPG Subsidiaries

December 31, 2021 Unit: NT$ thousands

Name	Currency	Capital Stock	Asset	Liabilities	Net Worth	Net Revenues	Operating Profit (Loss)	Net Income	Earnings per Share after Tax (NT$)
World Peace Industrial Co., Ltd.	NTD	17,420,000	68,416,323	42,424,674	25,991,649	138,303,797	615,072	4,242,362	2.44
Silicon Application Corp.	NTD	6,080,000	37,707,086	30,348,891	7,358,195	90,261,482	1,429,949	1,276,708	2.10
Asian Information Technology Inc.	NTD	5,607,000	17,131,778	11,270,656	5,861,122	39,147,838	516,295	1,373,132	2.45
Yosun Industrial Corp.	NTD	3,620,744	21,222,783	12,950,064	8,272,719	38,453,626	194,923	1,275,169	3.52
WPG Electronics Ltd.	NTD	39,200	120,785	74,481	46,304	167,902	6,668	5,074	1.29

Name	Currency	Capital Stock	Asset	Liabilities	Net Worth	Net Revenues	Operating Profit (Loss)	Net Income	Earnings per Share after Tax (NT$)
WPG Korea Co.,Ltd.	NTD	260,785	2,137,006	1,552,767	584,239	10,574,095	67,613	1,905	0.85
WPG International (CI) Limited	NTD	4,159,820	7,383,467	30,874	7,352,593	—	(264)	1,605,221	10.68
WPG Investment Co., Ltd.	NTD	2,100,000	2,116,979	247	2,116,732	—	(1,972)	(200,467)	(0.95)
Trigold Holdings Limited	NTD	1,005,695	2,261,745	258,742	2,003,003	451,294	404,691	392,114	4.55
WPG EMEA B.V.	NTD	138,400	120,132	3,016	117,116	327	(20,709)	(21,536)	(4.31)
AECO Technology Co., Ltd.	NTD	946,000	1,001,489	62,210	939,279	1,978	(2,097)	5,350	0.06
TECO Enterprise Holding (BVI)	NTD	349,045	745,664	—	745,664	—	—	7,648	0.61
AECO Electronic Co., Ltd.	NTD	348,796	744,879	(671)	745,550	—	(818)	7,648	0.08
WPI Investment Holding (BVI)	NTD	2,302,407	22,814,306	653	22,813,653	—	(290)	3,651,782	43.90
WPI International (South Asia) Pte.Ltd.	NTD	946,556	1,016,775	286	1,016,489	—	(708)	(695)	0.00
Longview Technology Inc.	NTD	339,000	574,431	92,787	481,644	(17,771)	(5,445)	(3,524)	(0.10)
WPI International (HK) Ltd.	NTD	2,930,557	67,981,647	45,298,955	22,682,692	268,116,135	4,833,798	3,497,415	0.86
World Peace International Pte Ltd	NTD	841,195	878,205	1,304	876,901	—	(1,118)	(7,306)	(0.03)
Genuine C&C (IndoChina) Pte. Ltd.	NTD	138,400	223,572	29,378	194,194	321,175	8,122	7,692	1.44
World Peace International (South Asia) Pte Ltd	NTD	602,704	10,400,601	7,053,572	3,347,029	27,057,126	151,620	123,633	3.60
World Peace International (India) Pvt., Ltd.	NTD	1,326	84,746	53,042	31,704	173,210	(35,836)	11,956	3.34
WPG C&C Computers and Peripheral (India) Private Limited	NTD	179,612	902,189	657,198	244,991	2,455,385	99,496	63,040	1.30
WPG C&C (Malaysia) Sdn Bhd	NTD	74,649	71,368	12,713	58,655	319,477	6,936	10,025	0.89

Name	Currency	Capital Stock	Asset	Liabilities	Net Worth	Net Revenues	Operating Profit (Loss)	Net Income	Earnings per Share after Tax (NT$)
WPG C&C (Thailand) Co., Ltd.	NTD	21,243	125,588	92,243	33,346	365,682	19,216	14,996	15.00
WPG C&C Limited	NTD	179,920	253,959	305	253,654	(2)	(1,416)	1,867	0.29
WPG C&C Shanghai Co., Ltd.	NTD	213,136	1,554,540	1,015,288	539,252	4,291,525	184,333	175,536	Note 1
Long-Think International Co., Ltd.	NTD	40,000	47,798	3,608	44,190	(1,656)	(1,086)	(1,181)	(0.30)
Longview Technology GC Limited	NTD	312,784	513,678	—	513,678	—	(132)	4,516	0.40
Long-Think International (Hong Kong) Ltd.	NTD	276,822	513,919	285	513,634	(66)	(544)	4,647	0.01
Silicon Application (BVI) Co., Ltd.	NTD	608,960	1,607,433	—	1,607,433	—	—	27,385	1.24
Silicon Application Co., Ltd.	NTD	390,390	1,651,060	53,567	1,597,493	103,130	(42,179)	21,037	0.21
Win-Win Systems Ltd.	NTD	21,175	23,901	—	23,901	—	—	(17)	(0.02)
SAC Components (South Asia) Pte. Ltd.	NTD	96,880	112,382	6,921	105,461	56,284	(20)	(228)	(0.07)
Pernas Electronics Co., Ltd.	NTD	735,000	3,883,390	2,479,427	1,403,963	7,241,228	98,637	384,224	5.23
Everwiner Enterprise Co., Ltd.	NTD	280,000	2,804,719	2,091,756	712,963	6,012,128	251,368	193,787	6.92
Apache Communication Inc.	NTD	2,193,000	7,003,604	4,643,836	2,359,768	35,635,139	484,137	344,128	1.57
Henshen Electric Trading Co., Ltd.	NTD	100,000	450,825	334,852	115,973	1,122,405	3,733	1,581	0.16
Frontek Technology Corporation	NTD	2,145,634	12,513,327	10,507,865	2,005,462	32,521,272	520,679	440,231	2.05
Fame Hall International Co., Ltd.	NTD	130,182	253,221	—	253,221	—	(126)	7,494	1.59
Frontek International Limited	NTD	82,210	120,542	—	120,542	—	(114)	3,022	1.02
Gather Technology Incorporation Limited	NTD	80,917	145,200	33,929	111,271	298,059	3,445	3,119	0.14

Name	Currency	Capital Stock	Asset	Liabilities	Net Worth	Net Revenues	Operating Profit (Loss)	Net Income	Earnings per Share after Tax (NT$)
AIT Japan Inc.	NTD	72,162	295,800	76,277	219,523	464,725	(11,259)	7,426	1,237.38
Richpower Electronic Devices Co., Ltd.	NTD	850,000	9,349,108	7,165,297	2,183,811	14,825,916	310,346	405,561	4.77
Sertek Inc.	NTD	948,281	4,017,081	2,535,645	1,481,436	13,712,620	234,189	168,967	1.78
Sertek Ltd.	NTD	69,206	74,419	42	74,377	—	(47)	722	0.04
Suntop Investments Limited	NTD	1,403,376	5,211,839	—	5,211,839	—	(243)	364,067	7.18
Richpower Electronic Devices Co., Limited	NTD	223,587	5,771,113	3,342,622	2,428,490	18,361,233	217,000	177,815	2.82
Richpower Electronic Devices Pte., Ltd.	NTD	2,046	211,902	553	211,349	—	(314)	2,033	203.32
Yosun Hong Kong Corp Ltd.	NTD	1,076,128	14,283,385	9,899,159	4,384,226	46,801,027	315,277	252,757	0.86
Yosun Singapore Pte Ltd.	NTD	421,476	1,787,530	1,343,511	444,019	7,240,672	148,226	125,519	6.09
Yosun Shanghai Corp Ltd	NTD	213,136	377,614	3,594	374,020	10,334	(147)	6,231	Note 1
Yosun South China Corp. Ltd.	NTD	119,024	218,324	4,562	213,762	—	(136)	4,646	Note 1
Apache Communication Inc.(B.V.I.)	NTD	77,366	80,956	—	80,956	—	—	2,212	0.79
Apache Korea Corp.	NTD	24,608	70,220	19	70,201	—	(242)	2,203	10.44
WPG International (Hong Kong)	NTD	2,551,334	5,335,860	11,033	5,324,827	—	(105)	1,210,046	1.69
WPG Americas Inc.	NTD	1,829,648	7,360,570	6,300,813	1,059,757	17,698,099	343,741	323,452	1.38
WPG Cloud Service Ltd.	NTD	59,709	39,492	175	39,317	—	(811)	(821)	(0.38)
WPG Gain Tune Ltd.	NTD	27,680	29,694	999	28,695	—	(1,349)	(1,351)	(0.02)
WPG Electronics (Hong Kong) Ltd.	NTD	830,757	14,234,773	13,679,628	555,145	25,289,561	59,162	51,149	0.22

Name	Currency	Capital Stock	Asset	Liabilities	Net Worth	Net Revenues	Operating Profit (Loss)	Net Income	Earnings per Share after Tax (NT$)
WPG China Inc.	NTD	1,613,190	11,899,546	8,471,331	3,428,215	25,330,194	(522,288)	848,153	Note 1
WPG China (SZ) Inc.	NTD	131,313	5,529,030	4,353,435	1,175,595	12,339,799	(1,120,899)	305,399	Note 1
WPG South Asia Pte. Ltd.	NTD	433,192	1,912,481	1,226,156	686,325	2,129,349	2,270	34,993	1.66
WPG Malaysia Sdn Bhd	NTD	6,707	38,518	17,213	21,305	54,144	3,238	2,353	2.33
WPG (Thailand) Co., Ltd.	NTD	8,557	34,625	14,085	20,540	28,460	402	800	7.71
WPG India Electronics Pvt Ltd	NTD	59,018	96,795	13,421	83,374	27,783	7,882	7,362	0.46
WPG Electronics (Philippines) Inc.	NTD	547	5,773	1,027	4,746	—	(4,041)	1,806	180.56
WPG Vietnam Company Limited	NTD	2,768	2,531	35	2,496	—	(156)	(192)	(0.96)
WPG SCM Ltd.	NTD	45,423	2,566,618	2,006,083	560,535	5,225,910	36,288	40,978	3.20
Hoban Inc.	NTD	80,000	18,202	28,580	(10,378)	115,432	(13,548)	(13,541)	(1.69)
Genuine C&C Holding Inc. (Seychelles)	NTD	179,920	127,929	—	127,929	—	(27)	2,411	0.37
Peng Yu (Shanghai) Digital Technology Co., Ltd.	NTD	97,740	176,654	331	176,323	53,373	(1,664)	5,570	Note 1
Trigold (Hong Kong) Company Limited	NTD	550,805	1,019,714	161	1,019,553	—	(624)	243,626	1.57
GENUINE C&C Inc.	NTD	795,695	3,597,461	2,373,040	1,224,421	10,716,439	221,173	175,085	2.20
Peng Yu International Ltd.	NTD	277	310,760	79,964	230,796	2,293,811	79,774	64,379	6,437.89
Trigolduo (Shanghai) Industrial Development Ltd.	NTD	86,880	150,379	117,959	32,420	51,749	(12,102)	(16,184)	Note 1
Trigold Tongle (Shanghai) Industrial Development Ltd.	NTD	6,516	25,525	32,107	(6,582)	11,563	(2,681)	(4,175)	Note 1

Name	Currency	Capital Stock	Asset	Liabilities	Net Worth	Net Revenues	Operating Profit (Loss)	Net Income	Earnings per Share after Tax (NT$)
LaaS Holdings (Samoa) Limited	NTD	1,108,861	866,174	—	866,174	—	(38)	(259,392)	(6.48)
LaaS Holdings (HK) Limited	NTD	1,108,584	866,026	89	865,937	—	(105)	(259,354)	(6.48)
LaaS Holdings(Dongguan)Supply Chain Management Limited	NTD	1,107,200	2,342,910	1,478,247	864,663	159,495	(203,279)	(259,249)	Note 1
PENG YU TRIGOLD Limited	NTD	55,360	1,403,161	1,335,681	67,480	3,346,441	18,448	12,259	6.13

Note 1: The limited company has not issued shares and is not applicable.

Note 2: Filled in accordance with the financial information of the individual statements audited by the appointed accountant.

Note 3: The exchange rates of various foreign currencies to Taiwanese currency are the exchange rates of the Bank of Taiwan at the end of the year on December 31, 2021: USD exchange rate 27.68, HKD exchange rate 3.549, KRW exchange rate 0.023327; exchange rate of USD to RMB at the end of year, on December 31, 2021, is 6.37201, and the average exchange rate in 2021 are: USD exchange rate 27.99827, HKD exchange rate 3.601, and KRW exchange rate, 0.024469; the average exchange rate of USD to RMB in 2021 is 6.450896.

8.1.7 Consolidated Financial Statements of Subsidiaries: Please refer to pages 129 to 269 for details.

8.1.8 Relationship with the Controlling Company: The Company is not an affiliate and thus not applicable.

8.2 Private Placement Securities in the Most Recent Year and as of the Date of this Annual Report: None.

8.3 Status of the Company's Common Shares Acquired, Disposed of, and Held by Subsidiaries in the Most Recent Year and as of the Date of this Annual Report: None.

8.4 Other Necessary Supplement: None.

8.5 Any Events in the Most Recent Year and as of the Date of this Annual Report that Had Significant Impacts on Shareholders' Right or Security Prices as Stated in Item 3 Paragraph 2 of Article 36 of Securities and Exchange Law of Taiwan:

Please refer to the important resolutions of the Shareholders' Meeting and the Board of Directors for the most recent year and up to the date of this annual report: Please refer to page 62 for details.

The Benchmark of Distribution