

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
SEPTEMBER 30, 2022 AND 2021

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' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Clevo Co.

PWCR 22000173

Introduction

We have reviewed the accompanying consolidated balance sheets of Clevo Co. and subsidiaries (the "Group") as at September 30, 2022 and 2021, and the related consolidated statements of comprehensive income for the three months and nine months then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Statement of Auditing Standards No. 65, "Review of Financial Information Performed by the Independent Auditor of the Entity" in the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for qualified conclusion

As explained in Notes 4(3) and 6(5), the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using equity method were not reviewed by independent auditors. Total assets of these subsidiaries (including investments accounted for using equity method) amounted to NT\$13,786,332 thousand and NT\$13,946,791 thousand, constituting 14% and 15% of the consolidated total assets as at September 30, 2022 and 2021, respectively, total liabilities amounted to NT\$1,982,262 thousand and NT\$1,913,336 thousand, both constituting 4% of the consolidated total liabilities as at September 30, 2022 and 2021, respectively, and total comprehensive income (including

share of other comprehensive (loss) income of associates and joint ventures accounted for using equity method) amounted to (NT\$89,936) thousand, NT\$28,773 thousand, (NT\$54,491) thousand and NT\$171,206 thousand, constituting(14%), 22%, (2%) and 17% of the consolidated total comprehensive (loss) income for the three months and nine months then ended, respectively.

Qualified conclusion

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and investments accounted for using equity method been reviewed by independent auditors as described in the *Basis for qualified conclusion* section above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at September 30, 2022 and 2021, and of its consolidated financial performance and its consolidated cash flows for the three months and six months then ended and its consolidated cash flows for the six months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed by the Financial Supervisory Commission.

Wu, Han-Chi

For and on Behalf of PricewaterhouseCoopers, Taiwan

November 10, 2022

Liang, Hua-Ling

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 of 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’ 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 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.

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2022, DECEMBER 31, 2021 AND SEPTEMBER 30, 2021
(Expressed in thousands of New Taiwan dollars)
(The balance sheets as of September 30, 2022 and 2021 are reviewed, not audited)

ASSETS		Notes	September 30, 2022		December 31, 2021		September 30, 2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 6,452,362	7	\$ 3,816,041	4	\$ 1,947,659	2
1110	Financial assets at fair value	6(2)						
	through profit or loss - current		2,395,392	2	2,530,073	3	2,006,070	2
1136	Financial assets at amortised	6(1) and 8						
	cost - current		3,835	-	3,912	-	119,782	-
1170	Accounts receivable, net	6(3)	3,151,497	3	3,426,401	4	3,763,277	4
1220	Current income tax assets		282	-	274	-	270	-
130X	Inventories	6(4)	3,631,218	4	4,693,977	5	5,911,789	6
1460	Non-current assets or disposal	6(11)						
	groups classified as held for							
	sale, net		523,117	1	-	-	-	-
1470	Other current assets	6(1), 7 and 8	1,306,454	1	1,383,409	1	745,998	1
11XX	Total current assets		<u>17,464,157</u>	<u>18</u>	<u>15,854,087</u>	<u>17</u>	<u>14,494,845</u>	<u>15</u>
Non-current assets								
1535	Financial assets at amortised	6(1) and 8						
	cost - non-current		25,623	-	24,318	-	25,733	-
1550	Investments accounted for	6(5)						
	using equity method, net		2,958,263	3	2,649,192	3	3,529,990	4
1600	Property, plant and equipment	6(6) and 8	2,602,634	3	2,533,892	3	4,132,381	4
1755	Right-of-use assets	6(7), 7 and 8	4,366,257	5	4,158,671	5	4,309,123	5
1760	Investment property, net	6(9) and 8	63,686,367	67	62,408,602	68	63,690,833	68
1780	Intangible assets	6(10)	61,482	-	18,423	-	20,420	-
1840	Deferred income tax assets	6(29)	496,528	-	387,328	-	614,365	1
1990	Other non-current assets	6(1)(12) and 8	3,939,222	4	3,259,614	4	3,194,928	3
15XX	Total non-current assets		<u>78,136,376</u>	<u>82</u>	<u>75,440,040</u>	<u>83</u>	<u>79,517,773</u>	<u>85</u>
1XXX	Total assets		<u>\$ 95,600,533</u>	<u>100</u>	<u>\$ 91,294,127</u>	<u>100</u>	<u>\$ 94,012,618</u>	<u>100</u>

(Continued)

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2022, DECEMBER 31, 2021 AND SEPTEMBER 30, 2021
(Expressed in thousands of New Taiwan dollars)
(The balance sheets as of September 30, 2022 and 2021 are reviewed, not audited)

LIABILITIES AND EQUITY		Notes	September 30, 2022		December 31, 2021		September 30, 2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current liabilities								
2100	Short-term borrowings	6(13)	\$ 3,606,437	4	\$ 4,746,423	5	\$ 7,293,793	8
2130	Contract liabilities - current	6(22)	174,329	-	88,153	-	351,074	-
2150	Notes payable		58,954	-	10,124	-	1,087	-
2170	Accounts payable		2,196,652	2	2,393,963	3	2,740,332	3
2180	Accounts payable - related parties	7	212,318	-	347,988	-	309,925	-
2200	Other payables		1,236,618	1	1,364,019	2	1,388,025	2
2230	Current income tax liabilities		361,435	1	378,031	-	109,017	-
2250	Provisions for liabilities - current	6(17)	58,523	-	58,523	-	53,523	-
2280	Lease liabilities	6(7) and 7	119,811	-	62,634	-	22,708	-
2320	Long-term liabilities, current portion	6(15)	5,590,315	6	3,798,480	4	4,079,520	4
2399	Other current liabilities	7	991,555	1	512,461	1	444,513	1
21XX	Total current liabilities		14,606,947	15	13,760,799	15	16,793,517	18
Non-current liabilities								
2530	Corporate bonds payable	6(14)	5,000,000	5	5,000,000	6	5,000,000	6
2540	Long-term borrowings	6(15)	19,665,875	21	17,871,867	20	18,149,437	19
2570	Deferred tax liabilities	6(29)	12,497,744	13	12,002,907	13	12,320,048	13
2580	Lease liabilities - non-current	6(7) and 7	257,010	1	221,390	-	106,833	-
2670	Other non-current liabilities	6(5) and 7	1,212,613	1	1,126,740	1	1,120,771	1
25XX	Total non-current liabilities		38,633,242	41	36,222,904	40	36,697,089	39
2XXX	Total liabilities		53,240,189	56	49,983,703	55	53,490,606	57
Equity attributable to owners of parent								
	Share capital	6(18)						
3110	Ordinary share		6,322,630	7	6,497,630	7	6,497,630	7
	Capital surplus	6(19)						
3200	Capital surplus		56,461	-	73,478	-	73,478	-
	Retained earnings	6(20)						
3310	Legal reserve		2,210,652	2	1,908,529	2	1,908,529	2
3320	Special reserve		35,190,635	37	35,684,459	39	37,224,886	40
3350	Unappropriated retained earnings		2,442,187	2	3,149,950	3	998,349	1
	Other equity interest							
3400	Other equity interest	6(21)	(3,033,020)	(3)	(4,628,787)	(5)	(5,135,088)	(6)
3500	Treasury shares	6(18)	(829,201)	(1)	(1,374,835)	(1)	(1,045,772)	(1)
31XX	Total equity attributable to owners of parent		42,360,344	44	41,310,424	45	40,522,012	43
3XXX	Total equity		42,360,344	44	41,310,424	45	40,522,012	43
	Significant contingent liabilities and unrecognised contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	TOTAL LIABILITIES AND EQUITY		\$ 95,600,533	100	\$ 91,294,127	100	\$ 94,012,618	100

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

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)
(REVIEWED, NOT AUDITED)

	Items	Notes	Three months ended September 30				Nine months ended September 30			
			2022		2021		2022		2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Sales revenue	6(22) and 7	\$ 5,758,297	100	\$ 7,362,340	100	\$ 16,972,919	100	\$ 19,337,541	100
5000	Operating costs	6(4)(27)(28) and 7	(4,536,877)	(79)	(5,977,571)	(81)	(13,162,088)	(78)	(15,369,845)	(79)
5900	Net operating margin		<u>1,221,420</u>	<u>21</u>	<u>1,384,769</u>	<u>19</u>	<u>3,810,831</u>	<u>22</u>	<u>3,967,696</u>	<u>21</u>
	Operating expenses	6(27)(28)								
6100	Selling expenses		(311,906)	(5)	(328,095)	(4)	(844,830)	(5)	(893,401)	(5)
6200	General and administrative expenses		(337,442)	(6)	(357,188)	(5)	(891,846)	(5)	(986,307)	(5)
6300	Research and development expenses		(176,844)	(3)	(187,325)	(3)	(483,363)	(3)	(460,515)	(2)
6450	Impairment loss determined in accordance with IFRS 9	12(2)	(6,076)	-	(7,960)	-	(36,655)	-	(10,408)	-
6000	Total operating expenses		<u>(832,268)</u>	<u>(14)</u>	<u>(880,568)</u>	<u>(12)</u>	<u>(2,256,694)</u>	<u>(13)</u>	<u>(2,350,631)</u>	<u>(12)</u>
6900	Operating profit		<u>389,152</u>	<u>7</u>	<u>504,201</u>	<u>7</u>	<u>1,554,137</u>	<u>9</u>	<u>1,617,065</u>	<u>9</u>
	Non-operating income and expenses									
7100	Interest income	6(23)	14,568	-	7,310	-	20,045	-	26,797	-
7010	Other income	6(24)	31,371	1	44,883	1	184,872	1	144,452	1
7020	Other gains and losses	6(25)	138,423	2	238,525	3	68,655	1	180,193	1
7050	Finance costs	6(26) and 7	(198,265)	(3)	(155,916)	(2)	(525,079)	(3)	(485,212)	(3)
7060	Share of profit (loss) of associates and joint ventures accounted for using equity method	6(5)	(164,760)	(3)	(1,656)	-	(276,266)	(2)	92,910	-
7000	Total non-operating income and expenses		<u>(178,663)</u>	<u>(3)</u>	<u>133,146</u>	<u>2</u>	<u>(527,773)</u>	<u>(3)</u>	<u>(40,860)</u>	<u>(1)</u>
7900	Profit before income tax		<u>210,489</u>	<u>4</u>	<u>637,347</u>	<u>9</u>	<u>1,026,364</u>	<u>6</u>	<u>1,576,205</u>	<u>8</u>
7950	Income tax expense	6(29)	(152,748)	(3)	(139,760)	(2)	(343,986)	(2)	(370,107)	(2)
8200	Profit for the period		<u>\$ 57,741</u>	<u>1</u>	<u>\$ 497,587</u>	<u>7</u>	<u>\$ 682,378</u>	<u>4</u>	<u>\$ 1,206,098</u>	<u>6</u>
	Other comprehensive income									
	Components of other comprehensive income that will be reclassified to profit or loss									
8361	Financial statements translation differences of foreign operations	6(21)	\$ 539,469	9	(\$ 349,797)	(5)	\$ 1,526,110	9	(\$ 196,644)	(1)
8370	Share of other comprehensive income (loss) of associates and joint ventures accounted for under equity method	6(21)	38,206	1	(18,475)	-	87,071	-	(13,041)	-
8399	Income tax relating to the components of other comprehensive income	6(21)(29)	(7,641)	-	3,695	-	(17,414)	-	2,608	-
8360	Other comprehensive income (loss) that will be reclassified to profit or loss		<u>570,034</u>	<u>10</u>	<u>(364,577)</u>	<u>(5)</u>	<u>1,595,767</u>	<u>9</u>	<u>(207,077)</u>	<u>(1)</u>
8300	Total other comprehensive income (loss) for the period		<u>\$ 570,034</u>	<u>10</u>	<u>(\$ 364,577)</u>	<u>(5)</u>	<u>\$ 1,595,767</u>	<u>9</u>	<u>(\$ 207,077)</u>	<u>(1)</u>
8500	Total comprehensive income for the period		<u>\$ 627,775</u>	<u>11</u>	<u>\$ 133,010</u>	<u>2</u>	<u>\$ 2,278,145</u>	<u>13</u>	<u>\$ 999,021</u>	<u>5</u>
	Profit attributable to:									
8610	Owners of the parent		<u>\$ 57,741</u>	<u>1</u>	<u>\$ 497,587</u>	<u>7</u>	<u>\$ 682,378</u>	<u>4</u>	<u>\$ 1,206,098</u>	<u>6</u>
	Comprehensive income attributable to:									
8710	Owners of the parent		<u>\$ 627,775</u>	<u>11</u>	<u>\$ 133,010</u>	<u>2</u>	<u>\$ 2,278,145</u>	<u>13</u>	<u>\$ 999,021</u>	<u>5</u>
	Earnings per share (in dollars)	6(30)								
9750	Basic earnings per share		<u>\$ 0.10</u>		<u>\$ 0.84</u>		<u>\$ 1.17</u>		<u>\$ 2.03</u>	
9850	Diluted earnings per share		<u>\$ 0.10</u>		<u>\$ 0.83</u>		<u>\$ -</u>		<u>\$ -</u>	

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

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)
(REVIEWED, NOT AUDITED)

		Equity attributable to owners of the parent										
		Capital Reserves			Retained Earnings			Other Equity Interest				
			Total capital surplus, additional paid-in capital	Capital surplus, treasury share transactions	Capital surplus, donated assets received			Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Asset revaluation increment	Treasury shares	Total equity
	Notes	Ordinary share				Legal reserve	Special reserve					
<u>Nine months ended September 30, 2021</u>												
		\$ 6,697,630	\$ 57,998	\$ 37,866	\$ -	\$ 1,831,206	\$ 36,717,272	\$ 1,118,868	(\$ 4,948,933)	\$ 20,922	(\$ 1,653,691)	\$ 39,879,138
		-	-	-	-	-	-	1,206,098	-	-	-	1,206,098
	6(21)	-	-	-	-	-	-	-	(207,077)	-	-	(207,077)
		-	-	-	-	-	-	1,206,098	(207,077)	-	-	999,021
	6(20)											
		-	-	-	-	77,323	-	(77,323)	-	-	-	-
		-	-	-	-	-	507,614	(507,614)	-	-	-	-
		-	-	-	-	-	-	(373,358)	-	-	-	(373,358)
		-	-	-	983	-	-	-	-	-	-	983
		(200,000)	(1,731)	(37,866)	-	-	-	(368,322)	-	-	607,919	-
		-	-	16,228	-	-	-	-	-	-	-	16,228
		\$ 6,497,630	\$ 56,267	\$ 16,228	\$ 983	\$ 1,908,529	\$ 37,224,886	\$ 998,349	(\$ 5,156,010)	\$ 20,922	(\$ 1,045,772)	\$ 40,522,012
<u>Nine months ended September 30, 2022</u>												
		\$ 6,497,630	\$ 56,267	\$ 16,228	\$ 983	\$ 1,908,529	\$ 35,684,459	\$ 3,149,950	(\$ 4,628,787)	\$ -	(\$ 1,374,835)	\$ 41,310,424
		-	-	-	-	-	-	682,378	-	-	-	682,378
	6(21)	-	-	-	-	-	-	-	1,595,767	-	-	1,595,767
		-	-	-	-	-	-	682,378	1,595,767	-	-	2,278,145
	6(20)											
		-	-	-	-	302,123	-	(302,123)	-	-	-	-
		-	-	-	-	-	(493,824)	493,824	-	-	-	-
		-	-	-	-	-	-	(1,285,752)	-	-	-	(1,285,752)
	6(18)	(175,000)	(1,516)	(73,028)	-	-	-	(296,090)	-	-	545,634	-
		-	-	-	727	-	-	-	-	-	-	727
		-	-	56,800	-	-	-	-	-	-	-	56,800
		\$ 6,322,630	\$ 54,751	\$ -	\$ 1,710	\$ 2,210,652	\$ 35,190,635	\$ 2,442,187	(\$ 3,033,020)	\$ -	(\$ 829,201)	\$ 42,360,344

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

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)
(REVIEWED, NOT AUDITED)

	Notes	Nine months ended September 30 2022	2021
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 1,026,364	\$ 1,576,205
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(6)(7)(27)	229,888	193,553
Amortisation	6(10)(27)	9,848	8,160
Expected credit loss	12(2)	36,655	10,408
Net loss on financial assets (liabilities) mandatorily measured at fair value through profit or loss	6(2)(25)	266,209	3,593
Interest expense	6(26)	525,079	485,212
Interest income	6(23)	(20,045)	(26,797)
Dividend income	6(24)	(49,210)	(33,935)
Share of loss (profit) of associates and joint ventures accounted for using the equity method	6(5)	276,266	(92,910)
(Gain) loss on disposal of property, plant and equipment	6(25)	(3,461)	1,003
Loss on disposal of intangible assets	6(25)	-	2,882
(Gain) loss on disposal of investments	6(25)	(29,578)	6,802
Impairment loss on non-financial assets	6(11)(25)	58,292	-
Loss (gain) from adjustment of investment properties at fair value	6(9)(25)	103,484	(262,941)
Gain from lease modification	6(7)(25)	(1,057)	-
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets measured at fair value through profit or loss		17,584	(427,918)
Accounts receivable, net		237,678	(1,517,217)
Inventories		1,059,692	(1,526,603)
Capitalisation of interest (inventories)	6(4)	(8,595)	(22,599)
Other current assets		83,546	189,427
Changes in operating liabilities			
Contract liabilities		105,325	236,648
Notes payable		48,830	(11,007)
Accounts payable		(197,311)	884,877
Accounts payable - related parties		(135,670)	67,751
Other payables		(155,454)	(18,558)
Other current liabilities		(77,532)	(31,643)
Other non-current liabilities		41,716	(7,344)
Cash inflow (outflow) generated from operations		3,448,543	(312,951)
Interest received		20,180	27,977
Dividends received		48,970	33,139
Interest paid		(531,227)	(499,826)
Income taxes paid		(344,698)	(292,031)
Net cash flows from (used in) operating activities		2,641,768	(1,043,692)

(Continued)

CLEVO CO. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)
(REVIEWED, NOT AUDITED)

	Notes	Nine months ended September 30	
		2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of property, plant and equipment	6(31)	(\$ 116,711)	(\$ 105,342)
Proceeds from disposal of property, plant and equipment	6(31)	22,788	5,852
(Increase) decrease in refundable deposits		(49,117)	13,684
Acquisition of intangible assets	6(10)	(52,500)	(796)
Acquisition of investment properties	6(31)	(56,876)	(114,247)
Proceeds from disposal of investment properties	6(9)	1,959	5,759
Acquisition of inventments accounted for using equity method		(490,000)	-
Interest paid (capitalisation of interest)	6(9)	(81,303)	(112,227)
Decrease in financial assets at amortised cost - current		77	694,331
(Increase) decrease in financial assets at amortised cost - non-current		(1,305)	103
Increase in other non-current assets		(81,793)	(118,248)
Increase in restricted bank deposits - current		(6,486)	-
(Increase) decrease in restricted bank deposits - non-current		(61,313)	5,765
Advance receipts from disposal of property, plant and equipment	6(11)	556,625	-
Prepayment for investments	6(12)	(100,000)	-
Net cash flows (used in) from investing activities		(515,955)	274,634
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from short-term borrowings		41,708,936	44,001,196
Repayments of short-term borrowings		(42,879,556)	(43,552,942)
Increase in other payables - related parties		-	257,331
Proceeds from long-term borrowings		34,345,457	26,015,545
Repayments of long-term borrowings		(31,066,591)	(28,434,208)
Decrease in guarantee deposit		(33,159)	(35,720)
Payments of lease liabilities	6(32)	(71,269)	(14,273)
Payment of cash dividends	6(20)	(1,228,952)	(357,130)
Net cash flows from (used in) financing activities		774,866	(2,120,201)
Changes in exchange rate		(264,358)	(81,133)
Net increase (decrease) in cash and cash equivalents		2,636,321	(2,970,392)
Cash and cash equivalents at beginning of period		3,816,041	4,918,051
Cash and cash equivalents at end of period		<u>\$ 6,452,362</u>	<u>\$ 1,947,659</u>

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

CLEVO CO. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

(REVIEWED, NOT AUDITED)

1. HISTORY AND ORGANISATION

Clevo Co. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in the design, manufacture and sales of VDUs, computers and peripheral devices, and the leasing business of Buynow.

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

These consolidated financial statements were authorised for issuance by the Board of Directors on November 10, 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 2022 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
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 IFRSs 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.

(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 2023 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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.

(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
Amendments to IFRS 16, 'Lease liability in a sale and leaseback'	January 1, 2024
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, 2024
Amendments to IAS 1, 'Non-current liabilities with covenants'	January 1, 2024

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" and the International Accounting Standard 34, 'Interim financial reporting' as endorsed by the FSC.

(2) Basis of preparation

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

- (a) Financial (including derivative instruments) at fair value through profit or loss.
 - (b) Investment property measured at fair value.
 - (c) Defined benefit liabilities recognised 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 judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement 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 recognised 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 recognised in profit or loss. All amounts previously recognised 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 recognised 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:

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
The Company	CLEVO COMPUTER SINGAPORE PTE LTD.	Investment	100	100	100	(Note 1)
The Company	CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	Investment	100	100	100	
The Company	KAPOK COMPUTER (SAMOA) CORPORATION	Investment	100	100	100	
The Company	Kapok Computer Co., Ltd.	Computers and computer peripherals business	100	100	100	(Note 1)
The Company	Clevo Investment Co., Ltd.	Investment	100	100	100	(Note 1)
The Company	BUYNOW ON-LINE HOLDING CORPORATION	Investment	100	100	100	(Note 1)
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GLOBAL CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (HANGZHOU) CORPORATION	Investment	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (ZHENGZHOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GROUP (CHANGSHA) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (NANCHANG) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (GUANGZHOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	FLYING WOLF INVESTMENT LIMITED	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (XIAMEN) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GROUP (XIAN) CORPORATION	Investment	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (CHANGCHUN) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GROUP (QINGDAO) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (WUXI) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (HARBIN) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	FLYING INTERNATIONAL INVESTMENT LIMITED	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (CHONGQING) LIMITED	Investment	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (DAQING) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (ZIBO) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (BEIJING) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (YANCHENG) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	SKILL DEVELOP INTERNATIONAL LIMITED	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (YINGKOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (ANSHAN) CORPORATION	Investment	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (HUIZHOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (GUIYANG) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (TAIZHOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (DEZHOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (LUOYANG) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	SMARTER CAPITAL LIMITED	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (FUJIAN QUANZHOU) CORPORATION	Investment	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (JINZHOU) CORPORATION	Investment	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	Clevo (China) Investment Co., Ltd.	Investment in companies primarily engaged in research and development and advisory service	100	100	100	
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (SHANTOU) CORPORATION	Investment	100	100	100	
BUYNOW ON-LINE HOLDING CORPORATION	BUYNOW ON-LINE LIMITED	Investment	100	100	100	(Note 1)
SKILL DEVELOPMENT INTERNATIONAL LIMITED	WELL ASIA INVESTMENT LIMITED	Investment	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
CLEVO COMPUTER SINGAPORE PTE LTD.	BUYNOW (CHENGDU) CORPORATION	Investment	100	100	100	
CLEVO COMPUTER SINGAPORE PTE LTD.	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals and services for related electronic products	100	100	100	
CLEVO COMPUTER SINGAPORE PTE LTD.	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals and services for related electronic products	100	100	100	
CLEVO COMPUTER SINGAPORE PTE LTD.	Qingdao Buynow Technology Industry Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals. Display, advisory and after-sales service of digital products. Property management of self-owned buildings	8.82	8.82	8.82	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW GROUP (QINGDAO) CORPORATION	Qingdao Buynow Technology Industry Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals. Display, advisory and after-sales service of digital products. Property management of self-owned buildings	20.59	20.59	20.59	(Note 2)
KAPOK COMPUTER (SAMOA) CORPORATION	Kapok Computer (Kunshan) Co., Ltd.	Manufacturing, sale, research and development and maintenance service of computer, notebook, tablet, information and communication products and computer components	100	100	100	
BUYNOW GLOBAL CORPORATION	Shanghai Buynow Electronic Information Co., Ltd.	Rental of the display venues of computer and related electronic products; information consultation; maintenance services; property management	21.21	21.21	21.21	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW GLOBAL CORPORATION	Quality Trust Property Management Co., Ltd.	Property management, advisory of real estate, building leasing, housekeeping service, parking lot service, car wash service and business service	100	100	100	
BUYNOW GLOBAL CORPORATION	Kunshan Kaishuo Trading Co., Ltd.	Mechanical equipment and accessories, wire and cable, air conditioning equipment, building and decoration material, lighting equipment, kitchen appliance, water cleaner, pipeline and accessories, fire safety equipment, compressor and accessories, wholesale of elevators and appliances, import and export and advisory services	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (HANGZHOU) CORPORATION	Buynow (Hangzhou) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	100	100	100	
BUYNOW GROUP (XIAN) CORPORATION	Buynow (Xian) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	100	100	100	
BUYNOW GROUP (CHANGSHA) CORPORATION	Changsha Hungyu Business Management Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	100	100	100	
BUYNOW (ZHENGZHOU) CORPORATION	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (NANCHANG) CORPORATION	Buynow (Nanchang) Industry Co., Ltd.	Self-owned property management and leasing. Manufacturing, sale, research and development of computer software and hardware and digital products	38.29	38.29	100	(Note 4)
BUYNOW (GUANGZHOU) CORPORATION	Buynow (Guangzhou) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	100	100	100	
BUYNOW (XIAMEN) CORPORATION	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	100	100	100	
BUYNOW (CHANGCHUN) CORPORATION	Buynow (Changchun) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	95.24	95.24	95.24	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
FLYING WOLF INVESTMENT LIMITED	Buynow (Changchun) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	4.76	4.76	4.76	(Note 2)
FLYING WOLF INVESTMENT LIMITED	Buynow Electronic Information (Shenyang) Co., Ltd.	Research and development of computers and computer peripherals and electronic products, and advisory of economic information	100	100	100	
FLYING WOLF INVESTMENT LIMITED	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computer software and digital products	28.57	28.57	28.57	(Note 2)
BUYNOW (WUXI) CORPORATION	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computer software and digital products	71.43	71.43	71.43	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (HARBIN) CORPORATION	Buynow (Harbin) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computer software and digital products	100	100	100	
BUYNOW (CHENGDU) CORPORATION	Buynow (Chengdu) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	100	100	100	
FLYING INTERNATIONAL INVESTMENT LIMITED	Tianjin Buynow Electronic Information Co., Ltd.	Development, production and sales of computer hardware and software and electronic digital technology products	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (CHONGQING) LIMITED	Buynow (Chongqing) Industry Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals (not including electronic publishing), shopping mall management, wholesale and retail of electronic products, property management and parking lot service	100	100	100	
BUYNOW ON-LINE LIMITED	Shanghai Buynow Online Information Technology Co., Ltd.	Wholesale and retail, import and export, and after-sales service of household appliances, computer and computer components, communication equipment, electrical devices, office supplies and complementary products; development, technology transfer, advisory, service and training of Internet, computer software and hardware and communication equipment	64.56	100	100	(Note 1 、 Note 5)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (DAQING) CORPORATION	Daqing Buynow Electronic Information Corporation	Manufacturing, retail and wholesale of computers and computer peripherals, and electronic information shopping mall management	100	100	100	
WELL ASIA INVESTMENT LIMITED	Guangdong Buynow Real Estate Management Co., Ltd.	Self-owned property management and leasing. Manufacturing, sale, research and development of computer software and hardware and digital products	65	65	65	(Note 2)
BUYNOW (ZIBO) CORPORATION	Zibo Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products. Advisory of business management, leasing of self-owned buildings, parking lot management, shopping mall management and property management	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (BEIJING) CORPORATION	Beijing Clevo Investment Management Consultant Co., Ltd.	Business advisory of investment management, wholesale agency of electronic products, import and export of goods and property management	76	76	76	(Note 2)
BUYNOW (YANCHENG) CORPORATION	Buynow (Yancheng) Electronic Information Technology Development Co. Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	100	100	100	
BUYNOW (HUIZHOU) CORPORATION	Buynow Electronic Information (Huizhou) Co., Ltd.	Manufacturing, sale, research and development and after-sales service of computers and computer peripherals; property management of buildings	40	40	40	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (YINGKOU) CORPORATION	Yingkou Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	100	100	100	
BUYNOW (ANSHAN) CORPORATION	Anshan Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	100	100	100	
BUYNOW (GUIYANG) CORPORATION	Guiyang Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (TAIZHOU) CORPORATION	Taizhou Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	100	100	100	
SMARTER CAPITAL LIMITED	BUYNOW SZ. CORPORATION	Investment	100	100	100	
BUYNOW SZ. CORPORATION	Suzhou Jinzuo Industry Co., Ltd.	Business affairs and property management business	100	100	100	
BUYNOW (DEZHOU) CORPORATION	Dezhou Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	48.6	48.6	48.6	(Note 3)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (LUOYANG) CORPORATION	Luoyang Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	100	100	100	
BUYNOW (FUJIAN QUANZHOU) CORPORATION	Quanzhou Buynow Industry Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
BUYNOW (JINZHOU) CORPORATION	Buynow (Jinzhou) Industry Co., Ltd.	Manufacturing of computer software and hardware and consumer electronic products; Business management advisory services and shopping mall management	100	100	100	
BUYNOW (SHANTOU) CORPORATION	Shantou Buynow Mall Co., Ltd.	Investment in companies primarily engaged in research and development and advisory service	100	100	100	
Kapok Computer (Kunshan) Co., Ltd.	Kunshan Kaiming Trading Co., Ltd.	Provide market management services for operators of laptop computer, tablet, desktop computer, palmtop computer, information and communication products and computer components	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Shanghai Buynow Electronic Information Co., Ltd.	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Provide market management services for operators of electronic products	100	100	100	
Shanghai Buynow Electronic Products Market Management Co., Ltd.	Shanghai Huihei Advertisement Co., Ltd.	Advertising design and marketing	100	100	100	
Shanghai Buynow Electronic Products Market Management Co., Ltd.	Shanghai Huizhuan Restaurant Management Co., Ltd.	Catering business management	80	80	80	(Note 2)
Quality Trust Property Management Co., Ltd.	Wuxi Quntai Property Management Co., Ltd.	Property management, advisory of real estate, building leasing, housekeeping service, parking lot service, car wash service and business service	100	100	100	

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Wuxi Buynow Electronic Market Co., Ltd.	Leasing of facility, market management service, catering management, property management, parking lot management	100	100	100	
Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	12.5	12.5	12.5	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Guangzhou) Electronic Information Co., Ltd.	Guangdong Buynow Real Estate Management Co., Ltd.	Self-owned property management and leasing. Manufacturing, sale, research and development of computer software and hardware and digital products	35	35	35	(Note 2)
Buynow (Guangzhou) Electronic Information Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	Manufacturing, sale, research and development and after-sales service of computers and computer peripherals; property management of buildings	60	60	60	(Note 2)
Clevo (China) Investment Co., Ltd.	Shanghai Huizhuan Restaurant Management Co., Ltd.	Catering business management	20	20	20	(Note 2)
Clevo (China) Investment Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Rental of the display venues of computer and related electronic products; information consultation; maintenance services; property management	78.79	78.79	78.79	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Clevo (China) Investment Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	Rental of the display venues of computer and related electronic products; information consultation; maintenance services; property management	70.59	70.59	70.59	(Note 2)
Clevo (China) Investment Co., Ltd.	Shanghai Buynow Online Information Technology Co., Ltd.	Manufacturing, retail and wholesale of computers and computer peripherals, and electronic information shopping mall management	35.44	-	-	(Note 5)
Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	12.5	12.5	12.5	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Zhengzhou) Electronic Information Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	12.5	12.5	12.5	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Changchun) Industry Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	12.5	12.5	12.5	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Nanchang) Industry Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	25	25	25	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Hangzhou) Electronic Information Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	12.5	12.5	12.5	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Tianjin Buynow Electronic Information Co., Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	12.5	12.5	12.5	(Note 2)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Changchun) Industry Co., Ltd.	Beijing Clevo Investment Management Consultant Co., Ltd.	Business advisory of investment management, wholesale agency of electronic products, import and export of goods and property management	12.39	12.39	12.39	(Note 2)
Buynow (Zhengzhou) Electronic Information Co., Ltd.	Beijing Clevo Investment Management Consultant Co., Ltd.	Business advisory of investment management, wholesale agency of electronic products, import and export of goods and property management	11.61	11.61	11.61	(Note 2)
Buynow (Chengdu) Electronic Information Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	12.85	12.85	12.85	(Note 3)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Buynow (Zhengzhou) Electronic Information Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	12.85	12.85	12.85	(Note 3)
Guangdong Buynow Real Estate Management Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	12.85	12.85	12.85	(Note 3)
Buynow (Changchun) Industry Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	12.85	12.85	12.85	(Note 3)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Dezhou Buynow Electronic Information Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	15.43	15.43	-	(Note 4)
Buynow (Harbin) Industry Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	12.34	12.34	-	(Note 4)
Clevo (China) Investment Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	9.26	9.26	-	(Note 4)

Investor	Name of subsidiaries	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Anshan Buynow Electronic Information Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	9.26	9.26	-	(Note 4)
Shanghai Buynow Electronic Information Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	7.71	7.71	-	(Note 4)
Shantou Buynow Mall Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	7.71	7.71	-	(Note 4)

Note 1: The financial statements of the entity as of and for the nine months ended September 30, 2022 and 2021 were not reviewed by the independent auditors as the entity did not meet the definition of a significant subsidiary.

Note 2: The parent company of the Group held 100% of the shares in these subsidiaries, and the subsidiaries were included in the consolidated financial statements.

Note 3: On May 17, 2021, Dezhou Buynow Electronic Information Co., Ltd. increased its capital, and consequently, the ownership percentage held by Buynow (Dezhou) Corporation decreased from 100% to 48.6%; the ownership percentage held by Buynow (Chengdu) Electronic Information Co., Ltd., Buynow (Zhengzhou) Electronic Information Co., Ltd., Guangdong Buynow Real Estate Management Co., Ltd. and Buynow (Changchun) Industry Co., Ltd. increased from 0% to 12.85%. The parent company of the Group held 100% of the shares in the subsidiary, and the subsidiary was included in the consolidated financial statements.

Note 4: On November 19, 2021, Buynow (Nanchang) Industry Co., Ltd. increased its capital. Consequently, the equity interest held by Buynow (Nanchang) Corporation decreased from 100% to 38.29% as new shareholders subscribed to the capital increase as follows: Dezhou Buynow Electronic Information Co., Ltd. holding 15.43% equity interest, Buynow (Harbin) Industry Co., Ltd. holding 12.34% equity interest, Clevo (China) Investment Co., Ltd. and Anshan Buynow Electronic Information Co., Ltd. each holding 9.26% equity interest, and Shanghai Buynow Electronic Information Co., Ltd. and Shantou Buynow Mall Co., Ltd. each holding 7.71% equity interest. The parent company of the Group held 100% of the shares in the subsidiary, and the subsidiary was included in the consolidated financial statements.

Note 5: On July 14, 2022, Shanghai Buynow Online Information Technology Co., Ltd. increased its capital. Consequently, the equity interest held by BUYNOW ON-LINE LIMITED decreased from 100% to 64.56%; the equity interest held by Clevo (China) Investment Co., Ltd. increased from 0% to 35.44%. The parent company of the Group held 100% of the shares in the subsidiary, and the subsidiary was included in the consolidated financial statements.

C. Subsidiaries not included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
The Company	Clevo France Sarl	Design and sale of computers and computer peripherals	100	100	100	(Note)

Note: As CLEVO FRANCE SARL has ceased operations, there was no outstanding balance in its balance sheet as of September 30, 2022, December 31, 2021 and September 30, 2021 and income statement accounts for the nine months ended September 30, 2022 and 2021.

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: None.

(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 the Group's 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 recognised 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 recognised 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 recognised 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 recognised 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 other foreign exchange gains and losses based on the nature of those transactions 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, associates and joint arrangements 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 recognised in other comprehensive income.
- (b) When the foreign operation partially disposed of or sold is an associate or joint arrangement, 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 or joint arrangement after losing significant influence over the former foreign associate, or losing joint control of the former joint arrangement, 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, 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.

(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 extended unconditionally to more than twelve months after the balance sheet date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

(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.
- B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value and recognises the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair

value, and recognises the gain or loss in profit or loss.

- D. The Group recognises 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 amortized cost

- A. Financial assets at amortized cost are those that meet all of the following criteria:
- (a) The objective of the Group's business model is achieved by collecting contractual cash flows.
 - (b) The assets' contractual cash flows represent solely payments of principal and interest.
- B. On a regular way purchase or sale basis, financial assets at amortized cost are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. Interest income from these financial assets is included in finance income using the effective interest method. A gain or loss is recognised in profit or loss when the asset is derecognised or impaired.
- D. 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.

(9) Accounts receivable

- A. Accounts receivable entitle the Group a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term accounts receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(10) Impairment of financial assets

For debt instruments measured at fair value through other comprehensive income and financial assets at amortized cost including accounts receivable that have a significant financing component and lease receivables, at each reporting date, the Group recognises the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognises 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 recognises the impairment provision for lifetime ECLs.

(11) Derecognition of financial assets

The Group derecognises 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.

(12) Leasing arrangements (lessor) - operating leases

Lease income from an operating lease (net of any incentives given to the lessee) is recognised in profit or loss on a straight-line basis over the lease term.

(13) Inventories

- A. Inventories, including construction in progress, buildings and land held for sale, are measured at acquired cost and capitalise borrowing costs incurred during the period of construction.
- B. The lands use rights of house construction and the superficies rights of acquiring specific lands the Group acquired for construction development and leasing are in accordance with paragraph 6 and 8 of IAS 2, therefore, the acquired costs of land use rights are recognised as inventories.
- C. The cost of the computers and peripheral products is determined using the weighted-average method. The cost of finished goods and work in progress comprises raw materials, direct labor, other direct costs and relating production overheads (allocated based on normal operating capacity). It excludes borrowing costs.
- D. Inventories are stated at the lower of cost and net realizable value. 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 the estimated cost of completion and the estimated costs necessary to make the sale.

(14) Non-current assets (or disposal groups) held for sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction rather than through continuing use, and a sale is considered highly probable. They are stated at the lower of carrying amount and fair value less costs to sell.

(15) 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 recognised at cost.
- B. The Group's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised 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 recognise 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 of the associate and such changes do not affect the Group's ownership percentage of the associate, the Group recognises change in ownership interests in the associate in 'capital surplus' in proportion to its ownership.
- D. 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. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised 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 recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately in accordance with the aforementioned approach.

(16) Investment accounted for using equity method - joint ventures

- A. Investment in joint arrangements are classified as joint ventures based on its contractual rights and obligations.

- B. Investment accounted for using equity method - joint ventures

The Group accounts for its interest in a joint venture using equity method. Unrealized profits and losses arising from the transactions between the Group and its joint venture are eliminated to the extent of the Group's interest in the joint venture. However, when the transaction provides evidence of a reduction in the net realizable value of current assets or an impairment loss, all such losses shall be recognised immediately. When the Group's share of losses in a joint venture equals or exceeds its interest in the joint venture together with any other unsecured receivables, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the joint venture.

(17) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalised.
- B. Subsequent costs are included in the asset's carrying amount or recognised 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 derecognised. 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	2 ~50 years
Machinery and equipment	3 ~ 5 years
Molding equipment	1 ~ 3 years
Computer and communication equipment	3 ~ 5 years
Transportation equipment	1 ~ 5 years
Office equipment	3 ~ 5 years
Other equipment	3 ~ 5 years
Leasehold improvements	5 ~30 years

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

A. Leases are recognised 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 recognised 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 fixed payments, less any lease incentives receivable.

The Group subsequently measures the lease liability at amortized cost using the interest method and recognises interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognised 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; and
- (c) Any initial direct costs incurred by the lessee.

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 recognised as an adjustment to the right-of-use asset.

(19) Investment property

A. The investment property is to earn rental revenue or for capital appreciation or both instead of non-owner-occupied property held by the Group.

B. The Group acquired the specific land superficies and its right to use of the constructed buildings on the land. Due to the development of the construction plans, the Group leased the land as the investing properties and recognised the acquired historical cost of the land use rights as the basis.

- C. An investment property is stated initially at its cost and measured subsequently using the fair value model. A gain or loss arising from a change in the fair value of investment property is recognised in profit or loss, which was recognised in other gains and losses.

(20) Intangible assets

A. Computer software

Computer software is stated at cost and amortized on a straight-line basis over its estimated useful life of 1 to 10 years.

B. Goodwill

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

(21) 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 recognised 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 recognising 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 recognised.
- B. The recoverable amounts of goodwill are evaluated periodically. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. Impairment loss of goodwill previously recognised 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. Each unit or group of units to which the goodwill is allocated represents the lowest level within the entity at which the goodwill is monitored for internal management purposes. Goodwill is monitored at the operating segment level.

(22) Borrowings

- A. Borrowings comprise long-term and short-term bank borrowings and other long-term and short-term loans. Borrowings are recognised 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 recognised 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 recognised 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 capitalised as a pre-payment for

liquidity services and amortized over the period of the facility to which it relates.

(23) Notes and accounts 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 notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(24) Bonds payable

Ordinary corporate bonds issued by the Group are initially recognised at fair value less transaction costs. Any difference between the proceeds (net of transaction costs) and the redemption value is presented as an addition to or deduction from bonds payable, which is amortized to profit or loss over the period of bond circulation using the effective interest method as an adjustment to 'finance costs'.

(25) Derecognition of financial liabilities

A financial liability is derecognised when the obligation specified in the contract is either discharged or cancelled or expires.

(26) 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 recognised amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(27) Non-hedging derivatives

Non-hedging derivatives are initially recognised 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 recognised in profit or loss.

(28) Provisions

Warranty provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, and it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation on the balance sheet date, which is discounted using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to passage of time is recognised as interest expense. Provisions are not recognised for future operating losses.

(29) 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 recognised as expense in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognised as pension expense when they are due on an accrual basis. Prepaid contributions are recognised 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 recognised 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 high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability; when there is no deep market in high-quality corporate bonds, the Group uses interest rates of government bonds (at the balance sheet date) instead.
- ii. Remeasurements arising on defined benefit plans are recognised in other comprehensive income in the period in which they arise and are recorded as retained earnings.
- iii. Past service costs are recognised immediately in profit or loss.
- iv. Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

C. Employees' compensation and directors' and supervisors' remuneration

Employees' compensation and directors' and supervisors' remuneration are recognised as expense and liability, 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 paid by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(30) Income tax

- A. The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or items recognised directly in equity, in which cases the tax is recognised 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 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 recognised, 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 recognised 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, unrecognised and recognised 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 recognised 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.
- F. A deferred tax asset shall be recognised for the carryforward of unused tax credits resulting from acquisitions of equipment or technology, research and development expenditures and equity investments to the extent that it is possible that future taxable profit will be available against which the unused tax credits can be utilized.
- G. The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.
- H. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognises the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognised outside profit or loss is recognised in other comprehensive income or equity while the effect of the change on items recognised in profit or

loss is recognised in profit or loss.

(31) Share capital

- A. Ordinary shares are classified as equity.
- B. Where the Company repurchases the Company's equity share capital that has been issued, the consideration paid, including any directly attributable incremental costs (net of income taxes) is deducted from equity attributable to the Company's equity holders. Where such shares are subsequently reissued, the difference between their book value and any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the Company's equity holders.

(32) 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.

(33) Revenue recognition

A. Sales of goods

- (a) The Group designs, manufactures and sells a range of video display devices, computers and peripheral products. Sales are recognised when control of the products has transferred, being when the products are delivered to the customer, the customer has full discretion over the channel and price to sell the products, 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) The computers are often sold with volume discounts based on aggregate sales over a 12-month period. Revenue from these sales is recognised based on the price specified in the contract, net of the estimated volume discounts and sales discounts and allowances. Accumulated experience is used to estimate and provide for the volume discounts and sales discounts and allowances, using the expected value method, and revenue is only recognised 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 recognised for expected volume discounts and sales discounts and allowances payable to customers in relation to sales made until the end of the reporting period. The sales usually are made with a credit term of 30 days to 120 days. As the time interval between the transfer of committed goods or service and the payment of customer does not exceed one year, the Group does not adjust the transaction price to reflect the time value of money.
- (c) The Group's obligation to provide a refund for faulty products under the standard warranty

terms is recognised as a provision.

- (d) A receivable is recognised 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.

B. Booth rental revenue

The Group held investment properties to earn rentals, and lease revenue is recognised on a straight-line basis over the lease term.

C. Land development and resale

- (a) The Group develops and sells residential properties. Revenue is recognised when control over the property has been transferred to the customer. The properties have generally no alternative use for the Group due to contractual restrictions. However, an enforceable right to payment does not arise until legal title has passed to the customer. Therefore, revenue is recognised at a point in time when the legal title has passed to the customer.
- (b) The revenue is measured at an agreed upon amount under the contract. The consideration is due when legal title has been transferred.

D. Hotel revenue

- (a) The main services the Group provides are food services and accommodations.
- (b) Food services revenue is recognised at a point in time when the products are sold to the customers and the payments are charged immediately. The Group's sales policy offers customers the rights of return within a certain time period. The estimate of sales return is evaluated with expected method based on historical experiences at the time of sale, and accumulated revenue the Group recognised shall not be reversed in the following years according to historical experiences. The validity of this assumption and estimated amount of returns are reassess at each reporting date.
- (c) The accommodations revenue is recognised on a straight-line basis throughout the period of stay of the customer. The customer pays at the time specified in the payment schedule.

E. Incremental costs of obtaining a contract

Given that the contractual period lasts less than one year, the Group recognises the incremental costs of obtaining a contract as an expense when incurred although the Group expects to recover those costs.

(34) Government grants

Government grants are recognised at their fair value only when there is reasonable assurance that the Group will comply with any conditions attached to the grants and the grants will be received. Government grants are recognised in profit or loss on a systematic basis over the periods in which the Group recognises expenses for the related costs for which the grants are intended to compensate. Government grants related to property, plant and equipment are recognised as non-current liabilities and are amortized to profit or loss over the estimated useful lives of the related assets using the straight-line method.

(35) 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, has been identified as the Board of Directors that makes strategic decisions.

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

Investment property

The Group uses a portion of the property for its own use and another portion to earn rentals or for capital appreciation. When these portions cannot be sold separately and cannot be leased out separately under a finance lease, the property is classified as investment property only if the own-use portion accounts for an insignificant part of the property.

(2) Critical accounting estimates and assumptions

A. Evaluation of inventories

As inventories are stated at the lower of cost and net realizable value, the Group must determine the net realizable value of inventories on balance sheet date using judgements and estimates. Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realizable value. Such an evaluation of inventories is principally based on the demand for the products within the specified period in the future. Therefore, there might be material changes to the evaluation.

As of September 30, 2022, the carrying amount of inventories was \$3,631,218.

B. Investment property measured at fair value

The Group assesses the fair value of investment property based on the professional judgement of appraiser, and determines the future cash flows of the investment property, discount rate and the future possible income and expenses arising from the assets depending on how assets are utilized and industrial characteristics. Any changes of economic circumstances or estimates due to the change of Group strategy might cause material effect in the amount of investment property measured at fair value.

As of September 30, 2022, the carrying amount of investment property was \$63,686,367.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Cash on hand and revolving funds	\$ 1,840	\$ 3,089	\$ 1,884
Checking accounts and demand deposits	2,640,608	3,713,115	1,942,227
Time deposits	3,809,914	99,837	3,548
	<u>\$ 6,452,362</u>	<u>\$ 3,816,041</u>	<u>\$ 1,947,659</u>

- 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. Time deposits pledged to others as collateral for borrowings and those with maturity over three months totaling \$29,458, \$28,230 and \$145,515 were classified as ‘financial assets at amortized cost’ as of September 30, 2022, December 31, 2021 and September 30, 2021, respectively.
- C. Demand deposits pledged to others as collateral for borrowings amounting to \$71,883, \$65,397 and \$0 were classified as ‘other current assets’ as of September 30, 2022, December 31, 2021 and September 30, 2021, respectively.
- D. Demand deposits pledged to others as collateral for bonds payable amounting to \$1,079,862, \$1,018,549 and \$1,016,955 were classified as ‘other non-current assets’ as of September 30, 2022, December 31, 2021 and September 30, 2021, respectively.

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

<u>Assets items</u>	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 785,731	\$ 913,241	\$ 602,899
Beneficiary certificates	1,210,419	982,801	916,381
Derivative instruments	23,858	2,727	2,632
Valuation adjustment	375,384	631,304	484,158
	<u>\$ 2,395,392</u>	<u>\$ 2,530,073</u>	<u>\$ 2,006,070</u>

A. Amounts recognised in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

		Three months ended September 30	
		2022	2021
Financial assets mandatorily measured at fair value through profit or loss			
Equity instruments	\$	16,828	(\$ 31,757)
Beneficiary certificates	(	31,214)	(21,951)
Derivative instruments		15,903	2,632
	\$	<u>1,517</u>	<u>(\$ 51,076)</u>
		Nine months ended September 30	
		2022	2021
Financial assets mandatorily measured at fair value through profit or loss			
Equity instruments	(\$	160,527)	(\$ 54,341)
Beneficiary certificates	(	97,235)	34,884
Derivative instruments		21,131	9,062
	(\$	<u>236,631</u>	<u>(\$ 10,395)</u>

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

		September 30, 2022	
		Contract amount (notional principal)	Contract period
<u>Derivative financial liabilities</u>			
Current items:			
Foreign exchange swap	USD \$	<u>13,000</u>	2022/08/05-2022/11/09
		December 31, 2021	
		Contract amount (notional principal)	Contract period
<u>Derivative financial liabilities</u>			
Current items:			
Forward foreign exchange contracts	USD \$	<u>9,000</u>	2021/09/10~2022/09/14
		September 30, 2021	
		Contract amount (notional principal)	Contract period
<u>Derivative financial liabilities</u>			
Current items:			
Forward foreign exchange contracts	USD \$	<u>9,000</u>	2021/09/10~2022/09/14

Forward foreign exchange contracts / Foreign exchange swaps

The Group entered into forward foreign exchange contracts and foreign exchange swaps to sell or buy foreign currency to hedge exchange rate risk of foreign currency and earn the exchange rate spread. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

C. The Group has no financial assets at fair value through profit or loss pledged to others.

D. Information on the fair value and price risk of financial assets at fair value through profit or loss is provided in Notes 12(2) and (3).

(3) Accounts receivable

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Accounts receivable	\$ 3,233,244	\$ 3,470,290	\$ 3,805,394
Less: Allowance for uncollectible accounts	(81,747)	(43,889)	(42,117)
	<u>\$ 3,151,497</u>	<u>\$ 3,426,401</u>	<u>\$ 3,763,277</u>

A. The ageing analysis of accounts receivable and notes receivable that were past due but not impaired is as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Not past due	\$ 2,009,783	\$ 2,232,041	\$ 2,741,305
Up to 30 days	902,433	1,071,075	848,118
31 to 90 days	167,225	68,487	84,126
91 to 180 days	49,226	35,704	69,509
Over 180 days	104,577	62,983	62,336
	<u>\$ 3,233,244</u>	<u>\$ 3,470,290</u>	<u>\$ 3,805,394</u>

The above ageing analysis was based on past due date.

B. As of September 30, 2022, December 31, 2021, September 30, 2021 and January 1, 2021, the balances of receivables from contracts with customers amounted to \$3,233,244, \$3,470,290, \$3,805,394 and \$2,288,178, respectively.

C. The Group has no accounts receivable pledged to others.

D. As at September 30, 2022, December 31, 2021 and September 30, 2021, 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 accounts receivable was \$3,151,497, \$3,246,401 and \$3,763,277, respectively.

E. The Group has taken out credit insurance on accounts receivable from some of the main clients. The Group will get compensation based on the agreements.

F. Information related to credit risk of accounts receivable is provided in Note 12(2).

(4) Inventories

September 30, 2022			
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 1,467,880	(\$ 87,158)	\$ 1,380,722
Semi-finished goods	81,711	(8,377)	73,334
Work in progress	189,087	-	189,087
Finished goods	61,549	(322)	61,227
Merchandise inventory	5,780	-	5,780
	<u>1,806,007</u>	<u>(95,857)</u>	<u>1,710,150</u>
Buildings and land held for sale	2,202,552	(281,484)	1,921,068
	<u>\$ 4,008,559</u>	<u>(\$ 377,341)</u>	<u>\$ 3,631,218</u>
December 31, 2021			
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 2,688,736	(\$ 70,557)	\$ 2,618,179
Semi-finished goods	133,279	(5,035)	128,244
Finished goods	6,945	(30)	6,915
Merchandise inventory	33,334	(4,621)	28,713
	<u>2,862,294</u>	<u>(80,243)</u>	<u>2,782,051</u>
Buildings and land held for sale	1,413,828	(271,625)	1,142,203
Construction in progress	769,723	-	769,723
	<u>\$ 5,045,845</u>	<u>(\$ 351,868)</u>	<u>\$ 4,693,977</u>
September 30, 2021			
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 3,657,453	(\$ 59,530)	\$ 3,597,923
Semi-finished goods	106,047	(5,689)	100,358
Work in progress	142,258	-	142,258
Finished goods	18,962	(129)	18,833
Merchandise inventory	46,017	-	46,017
Inventory in transit	6,073	-	6,073
	<u>3,976,810</u>	<u>(65,348)</u>	<u>3,911,462</u>
Buildings and land held for sale	1,473,404	(214,443)	1,258,961
Construction in progress	741,366	-	741,366
	<u>\$ 6,191,580</u>	<u>(\$ 279,791)</u>	<u>\$ 5,911,789</u>

A. The cost of inventories recognised as expense for the three months and nine months ended September 30, 2022 and 2021 was \$4,536,877, \$5,977,571, \$13,162,088 and \$15,369,845, respectively, including the amount of \$1,360, \$87,128, \$35,528 and \$82,303, respectively, that the Group wrote down inventories from cost to net realizable value accounted for as cost of goods

sold.

B. The capitalised borrowing costs for the three months and nine months ended September 30, 2022 and 2021 were \$0, \$8,750, \$8,595 and \$22,599, respectively, and the capitalised rates were 0%~5.03%, 0%~5.03%, 0%~5.03% and 0%~5.03%, respectively.

C. The Group has no inventory pledged to others.

(5) Investments accounted for using equity method

	September 30, 2022	December 31, 2021	September 30, 2021
Associates:			
Chicony Square (Wuhan) Inc.	\$ 1,480,948	\$ 1,500,494	\$ 2,402,265
Chicony Square (Cayman) Inc.	-	121,505	97,767
Chicony Chengdu International Inc.	43,865	59,897	56,576
Joint ventures:			
TAIPEI TWIN CORPORATION	943,259	967,296	973,382
Tua Tiann Co., Ltd.	490,191	-	-
	<u>\$ 2,468,072</u>	<u>\$ 2,649,192</u>	<u>\$ 3,529,990</u>
Other non-current liabilities			
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Chicony Square (Cayman) Inc.	<u>\$ 43,651</u>	<u>\$ -</u>	<u>\$ -</u>

A. Associates:

(a) The basic information of the associates that are material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Method of measurement
		September 30, 2022	December 31, 2021	September 30, 2021		
Chicony Square (Wuhan) Inc.	China (Note 2)	30%	30%	30%	Significant influence associate	Equity method
Chicony Square (Cayman) Inc.	China (Note 3)	30%	30%	30%	Significant influence associate	Equity method
Chicony Chengdu International Inc.	China (Note 2)	3.75% (Note 1)	3.75% (Note 1)	3.75% (Note 1)	Significant influence associate	Equity method

Note 1: The Group held 30% of shares in these subsidiaries.

Note 2: The registration is British Virgin Islands, and the principal place of business is China.

Note 3: The registration is Cayman Islands, and the principal place of business is China.

(b)The summarised financial information of the associates that are material to the Group is as follows:

Balance sheet

	Chicony Square (Wuhan) Inc.		
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Current assets	\$ 2,085,489	\$ 1,996,774	\$ 384,396
Non-current assets	4,685,944	4,631,864	7,644,963
Current liabilities	(1,834,940)	(1,626,991)	(21,809)
Total net assets	<u>\$ 4,936,493</u>	<u>\$ 5,001,647</u>	<u>\$ 8,007,550</u>
Carrying amount of the associate	<u>\$ 1,480,948</u>	<u>\$ 1,500,494</u>	<u>\$ 2,402,265</u>
	Chicony Square (Cayman) Inc.		
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Current assets	\$ 2,143	\$ 1,888	\$ 1,918
Non-current assets	2,515,904	2,698,329	2,627,418
Current liabilities	(282,074)	(219,574)	(217,320)
Non-current liabilities	(2,381,475)	(2,075,625)	(2,086,125)
Total net assets	<u>(\$ 145,502)</u>	<u>\$ 405,018</u>	<u>\$ 325,891</u>
Carrying amount of the associate	<u>(\$ 43,651)</u>	<u>\$ 121,505</u>	<u>\$ 97,767</u>
	Chicony Chengdu International Inc.		
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Current assets	\$ 34	\$ 30	\$ 30
Non-current assets	1,169,695	1,597,232	1,508,671
Total net assets	<u>\$ 1,169,729</u>	<u>\$ 1,597,262</u>	<u>\$ 1,508,701</u>
Carrying amount of the associate	<u>\$ 43,865</u>	<u>\$ 59,897</u>	<u>\$ 56,576</u>

Statement of comprehensive income

	Chicony Square (Wuhan) Inc.	
	Three months ended September 30	
	2022	2021
(Loss) profit for the period from continuing operations	(\$ 177,581)	\$ 3,529
Other comprehensive income (loss), net of tax	96,929	(50,906)
Total comprehensive loss	(\$ 80,652)	(\$ 47,377)

	Chicony Square (Wuhan) Inc.	
	Nine months ended September 30	
	2022	2021
(Loss) profit for the period from continuing operations	(\$ 302,945)	\$ 173,359
Other comprehensive income (loss), net of tax	237,791	(36,316)
Total comprehensive (loss) income	(\$ 65,154)	\$ 137,043

	Chicony Square (Cayman) Inc.	
	Three months ended September 30	
	2022	2021
(Loss) profit for the period from continuing operations	(\$ 375,015)	\$ 9,266
Other comprehensive income (loss), net of tax	28,715	(9,345)
Total comprehensive loss	(\$ 346,300)	(\$ 79)

	Chicony Square (Cayman) Inc.	
	Nine months ended September 30	
	2022	2021
(Loss) profit for the period from continuing operations	(\$ 596,661)	\$ 164,888
Other comprehensive income (loss), net of tax	46,140	(6,266)
Total comprehensive (loss) income	(\$ 550,521)	\$ 158,622

	Chicony Chengdu International Inc.	
	Three months ended September 30	
	2022	2021
(Loss) profit for the period from continuing operations	(\$ 305,748)	\$ 11,024
Other comprehensive income (loss), net of tax	13,696	(10,645)
Total comprehensive (loss) income	(\$ 292,052)	\$ 379

	Chicony Chengdu International Inc.	
	Nine months ended September 30	
	2022	2021
(Loss) profit for the period from continuing operations	(\$ 477,983)	\$ 189,465
Other comprehensive income (loss), net of tax	50,450	(7,103)
Total comprehensive (loss) income	(\$ 427,533)	\$ 182,362

B. Joint ventures

(a) The basic information of the joint venture that is material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Method of measurement
		September 30, 2022	December 31, 2021	September 30, 2021		
TAIPEI TWIN CORPORATION	New Taipei City	50%	50%	50%	Financial investment	Equity method
Tua Tiann Co., Ltd.	Taipei City	24.5%	-	-	Financial investment	Equity method

(b) The summarized financial information of the joint venture that is material to the Group is as follows:

Balance sheet

	TAIPEI TWIN CORPORATION		
	September 30, 2022	December 31, 2021	September 30, 2021
Cash and cash equivalents	\$ 288,996	\$ 1,155,430	\$ 1,195,503
Other current assets	242,484	4,793	3,928
Total current assets	\$ 531,480	\$ 1,160,223	\$ 1,199,431
Non-current assets	2,680,812	954,743	778,131
Total assets	\$ 3,212,292	\$ 2,114,966	\$ 1,977,562
Current liabilities	(\$ 185,774)	(\$ 180,375)	(\$ 30,799)
Non-current liabilities	(940,000)	-	-
Total liabilities	(\$ 1,125,774)	(\$ 180,375)	(\$ 30,799)
Total net assets	\$ 2,086,518	\$ 1,934,591	\$ 1,946,763
Share in joint venture's net assets	\$ 1,043,259	\$ 967,296	\$ 973,382
Carrying amount of the joint venture	\$ 1,043,259	\$ 967,296	\$ 973,382

Statement of comprehensive income

		TAIPEI TWIN CORPORATION	
		Three months ended September 30	
		2022	2021
Other operating expenses	(\$	21,079)	(\$ 11,220)
Depreciation and amortisation	(	489)	(69)
Interest income		404	725
Other gains and losses		-	-
Loss before income tax	(	21,164)	(10,564)
Income tax expense		-	-
Loss, net of tax	(\$	21,164)	(\$ 10,564)
Total comprehensive loss	(\$	21,164)	(\$ 10,564)
Dividends received from joint venture	\$	-	\$ -

		TAIPEI TWIN CORPORATION	
		Nine months ended September 30	
		2022	2021
Other operating expenses	(\$	49,370)	(\$ 29,327)
Depreciation and amortisation	(	1,024)	(251)
Interest income		2,320	1,566
Other gains and losses		-	503
Loss before income tax	(	48,074)	(27,509)
Income tax expense		-	-
Loss, net of tax	(\$	48,074)	(\$ 27,509)
Total comprehensive loss	(\$	48,074)	(\$ 27,509)
Dividends received from joint venture	\$	-	\$ -

The Company and EPOQUE CORPORATION participated in the land development project of Taipei City Western District Gateway Project-Taipei Main Station Special Zone C1/D1 (Eastern Part) to jointly establish TAIPEI TWIN CORPORATION. The investments amounting to \$1 billion from both the Company and EPOQUE CORPORATION account for 50% of the total investment and the shareholding ratio is 50% for each. TAIPEI TWIN CORPORATION will be jointly controlled by both parties based on the joint venture agreement.

- (c) The summarized financial information of the joint venture that is material to the Group is as follows:

Balance sheet

	Tua Tiann Co. Ltd.
	September 30, 2022
Cash and cash equivalents	\$ 679,820
Other current assets	808
Total current assets	\$ 680,628
Non-current assets	1,320,180
Total assets	\$ 2,000,808
Current liabilities	(\$ 27)
Total liabilities	(\$ 27)
Total net assets	\$ 2,000,781
Share in joint venture's net assets	\$ 490,191
Carrying amount of the joint venture	\$ 490,191

Statement of comprehensive income

	Tua Tiann Co. Ltd.
	Three months ended September 30
Other operating expenses	(\$ 9)
Other gains and losses	790
Profit before income tax	781
Income tax expense	-
Profit, net of tax	\$ 781
Total comprehensive income	\$ 781
Dividends received from joint venture	\$ -

	Tua Tiann Co. Ltd.
	Nine months ended September 30
Other operating expenses	(\$ 9)
Other gains and losses	790
Profit before income tax	781
Income tax expense	-
Profit, net of tax	\$ 781
Total comprehensive income	\$ 781
Dividends received from joint venture	\$ -

The Company, KINDOM DEVELOPMENT CO., LTD. and HUA TAI INVESTMENT CORPORATION participated in the land development project of Taipei City Project-Taipei Main Station Special Zone E1/E2 to jointly establish Tua Tiann Co., Ltd. The capital contributions of the three parties account for 24.5%, 51% and 24.5% of the total capital and equity of the joint venture company. Tua Tiann Co. Ltd. will be jointly controlled by the three

parties based on the joint venture agreement.

- C. The amounts of the associates accounted for under the equity method recognised by the Group were based on the financial statements of each associate that were not reviewed by independent auditors for the corresponding periods. For the three months and nine months ended September 30, 2022 and 2021, the Group recognised share of profit and other comprehensive income of associates amounting to (\$134,195), (\$16,436), (\$206,609) and \$82,477, respectively. On September 30, 2022 and 2021, the investments accounted for under the equity method amounted to \$2,958,263 and \$3,529,990, respectively. On December 31, 2021, the amounts of associates accounted for under the equity method recognised by the Group were based on the financial statements of each associate that were audited by independent auditors for the corresponding period. The related investments accounted for under the equity method amounted to \$2,649,192.

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(6) Property, plant and equipment

2022

	Buildings and structures	Machinery and equipment	Molding equipment	Computers and communication equipment	Transportation equipment	Office equipment	Leasehold improvements	Other equipment	Construction in progress and equipment to be inspected	Total
<u>At January 1</u>										
Cost	\$ 2,051,630	\$ 535,600	\$ 15,168	\$ 68,800	\$ 24,738	\$ 97,532	\$ 68,614	\$ 18,036	\$ 728,429	\$ 3,608,547
Accumulated depreciation and impairment	(715,985)	(142,261)	(6,443)	(51,396)	(19,105)	(82,792)	(46,069)	(10,604)	-	(1,074,655)
	<u>\$ 1,335,645</u>	<u>\$ 393,339</u>	<u>\$ 8,725</u>	<u>\$ 17,404</u>	<u>\$ 5,633</u>	<u>\$ 14,740</u>	<u>\$ 22,545</u>	<u>\$ 7,432</u>	<u>\$ 728,429</u>	<u>\$ 2,533,892</u>
Opening net book amount as at January 1	\$ 1,335,645	\$ 393,339	\$ 8,725	\$ 17,404	\$ 5,633	\$ 14,740	\$ 22,545	\$ 7,432	\$ 728,429	\$ 2,533,892
Additions	17,507	7,791	780	2,625	374	650	75,100	24,000	33	128,860
Reclassifications	20,870	2,432	-	(27)	-	501	(111)	774	172	24,611
Disposals	(15,780)	(529)	-	(375)	(548)	(1,504)	(94)	(497)	-	(19,327)
Depreciation charge	(75,509)	(34,730)	(1,870)	(4,137)	(937)	(1,183)	(20,343)	(3,251)	-	(141,960)
Net exchange differences	40,515	11,780	264	419	155	447	681	202	22,095	76,558
Closing net book amount as at September 30	<u>\$ 1,323,248</u>	<u>\$ 380,083</u>	<u>\$ 7,899</u>	<u>\$ 15,909</u>	<u>\$ 4,677</u>	<u>\$ 13,651</u>	<u>\$ 77,778</u>	<u>\$ 28,660</u>	<u>\$ 750,729</u>	<u>\$ 2,602,634</u>
<u>At September 30</u>										
Cost	\$ 2,169,740	\$ 557,596	\$ 10,406	\$ 70,382	\$ 21,154	\$ 97,265	\$ 133,562	\$ 40,768	\$ 750,729	\$ 3,851,602
Accumulated depreciation and impairment	(846,492)	(177,513)	(2,507)	(54,473)	(16,477)	(83,614)	(55,784)	(12,108)	-	(1,248,968)
	<u>\$ 1,323,248</u>	<u>\$ 380,083</u>	<u>\$ 7,899</u>	<u>\$ 15,909</u>	<u>\$ 4,677</u>	<u>\$ 13,651</u>	<u>\$ 77,778</u>	<u>\$ 28,660</u>	<u>\$ 750,729</u>	<u>\$ 2,602,634</u>

2021

	Land	Buildings and structures	Machinery and equipment	Molding equipment	Computers and communication equipment	Transportation equipment	Office equipment	Leasehold improvements	Other equipment	Construction in progress and equipment to be inspected	Total
<u>At January 1</u>											
Cost	\$ 186,563	\$ 3,111,643	\$ 660,477	\$ 10,903	\$ 68,864	\$ 24,165	\$ 163,013	\$ 47,857	\$ 42,435	\$ 1,589,055	\$ 5,904,975
Accumulated depreciation and impairment	-	(801,151)	(134,140)	(8,751)	(54,302)	(19,362)	(123,078)	(34,191)	(18,414)	-	(1,193,389)
	<u>\$ 186,563</u>	<u>\$ 2,310,492</u>	<u>\$ 526,337</u>	<u>\$ 2,152</u>	<u>\$ 14,562</u>	<u>\$ 4,803</u>	<u>\$ 39,935</u>	<u>\$ 13,666</u>	<u>\$ 24,021</u>	<u>\$ 1,589,055</u>	<u>\$ 4,711,586</u>
Opening net book amount as at January 1	\$ 186,563	\$ 2,310,492	\$ 526,337	\$ 2,152	\$ 14,562	\$ 4,803	\$ 39,935	\$ 13,666	\$ 24,021	\$ 1,589,055	\$ 4,711,586
Additions	-	340	6,262	9,231	3,984	2,742	1,485	7,686	1,446	11,398	44,574
Reclassifications	-	(348,501)	(96,586)	-	(52)	-	(19,117)	(809)	(13,878)	18,719	(460,224)
Disposals	-	-	(102)	-	(260)	(460)	(4,399)	(1,448)	(186)	-	(6,855)
Depreciation charge	-	(90,727)	(34,038)	(1,977)	(3,555)	(1,194)	(2,494)	(2,667)	(2,596)	-	(139,248)
Net exchange differences	-	(8,635)	(2,068)	(8)	(51)	(20)	(158)	(55)	(81)	(6,396)	(17,472)
Closing net book amount as at September 30	<u>\$ 186,563</u>	<u>\$ 1,862,969</u>	<u>\$ 399,805</u>	<u>\$ 9,398</u>	<u>\$ 14,628</u>	<u>\$ 5,871</u>	<u>\$ 15,252</u>	<u>\$ 16,373</u>	<u>\$ 8,726</u>	<u>\$ 1,612,776</u>	<u>\$ 4,132,361</u>
<u>At September 30</u>											
Cost	\$ 186,563	\$ 2,603,318	\$ 531,417	\$ 16,705	\$ 66,466	\$ 24,477	\$ 96,952	\$ 54,466	\$ 21,310	\$ 1,612,796	\$ 5,214,470
Accumulated depreciation and impairment	-	(740,349)	(131,612)	(7,307)	(51,838)	(18,606)	(81,700)	(38,093)	(12,584)	-	(1,082,089)
	<u>\$ 186,563</u>	<u>\$ 1,862,969</u>	<u>\$ 399,805</u>	<u>\$ 9,398</u>	<u>\$ 14,628</u>	<u>\$ 5,871</u>	<u>\$ 15,252</u>	<u>\$ 16,373</u>	<u>\$ 8,726</u>	<u>\$ 1,612,796</u>	<u>\$ 4,132,381</u>

- A. Refer to Note 6(9) D for the amount of borrowing costs capitalized as part of unfinished construction and the range of the interest rates for the three months and nine months ended September 30, 2022 and 2021.
- B. The significant components of the Group's buildings and structures, including main construction, steel structure, and related equipment of underground mezzanine are depreciated over 2 to 15 years.
- C. Information about the property, plant, and equipment that were pledged to others as collateral is provided in Note 8.

(7) Leasing arrangements - lessee

A. The Group leases various assets including land use right and office. Rental contracts are typically made for periods of 5 to 50 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 amount of right-of-use assets and the depreciation charge are as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 4,111,282	\$ 4,018,889	\$ 4,187,455
Office	254,975	139,782	121,668
	<u>\$ 4,366,257</u>	<u>\$ 4,158,671</u>	<u>\$ 4,309,123</u>

	<u>Three months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 12,168	\$ 11,774
Office	21,996	6,071
	<u>\$ 34,164</u>	<u>\$ 17,845</u>

	<u>Nine months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 36,405	\$ 35,982
Office	51,523	18,323
	<u>\$ 87,928</u>	<u>\$ 54,305</u>

C. For the three months and nine months ended September 30, 2022 and 2021, the additions to right-of-use assets were \$0, \$0, \$175,634 and \$32,110, respectively.

D. The information on profit and loss accounts related to lease contracts is as follows:

	<u>Three months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 2,326	\$ 1,704
Expense on short-term lease contracts	\$ 4,026	\$ 3,329
Gain on lease modification	\$ 97	\$ -

	<u>Nine months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 6,617	\$ 5,286
Expense on short-term lease contracts	\$ 10,703	\$ 9,405
Gain on lease modification	\$ 1,057	\$ -

- E. For the three months and nine months ended September 30, 2022 and 2021, the Group's total cash outflow for leases were \$35,474, \$10,555, \$88,589 and \$28,964, respectively.
- F. The Group sold the building located on No. 129, Xingde Rd., Sanchong Dist., New Taipei City in the amount of \$4,100,000 on November 29, 2021. The Group leased back certain floors of the building sold for a lease term of 4 years, and this lease agreement does not include extension or purchase clauses. The rental payments for each year are \$47,500, \$47,500, \$48,925 and \$50,393, respectively.
- G. Buynow (Xian), Guiyang Buynow, Yinkou Buynow, Dezhou Buynow, Buynow (Jinzhou) and Kapok (Kunshan) acquired the land use right from their respective local government agencies for a period of 40 to 50 years. Except for the land use right of Kapok (Kunshan) which is for factory land use (As of September 30, 2022, the amount was \$19,904), others are for shopping mall land use.
- H. Guiyang Buynow and Yinkou Buynow entered into the state-owned construction land use right assignment contracts for the years ended December 31, 2014 and 2013 with their local government agencies. The total consideration was RMB 327,101, of which RMB 306,538 was paid and RMB 20,563 remains unpaid as of September 30, 2022. As of September 30, 2022, the transfer of property rights has not yet been completed.

(8) Leasing arrangements - lessor

- A. The Group leases various assets classified as investment property. Rental contracts are typically made for periods of 1 and 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.
- B. For the three months and nine months ended September 30, 2022 and 2021, the Group recognised rent income on investment property in the amount of \$645,483, \$658,425, \$1,914,965 and \$1,981,846, respectively, based on the operating lease agreement, which does not include variable lease payments.
- C. The maturity analysis of the lease payments under the operating leases is as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
2021	\$ -	\$ -	\$ 130,541
2022	150,071	349,816	432,765
2023	625,777	353,397	385,223
2024	647,570	359,046	364,545
2025	666,664	368,193	372,554
2026	697,905	364,092	362,548
2027	706,424	350,821	346,630
2028 and after	6,111,957	1,030,282	1,017,973
	<u>\$ 9,606,368</u>	<u>\$ 3,175,647</u>	<u>\$ 3,412,779</u>

(9) Investment property

	2022	2021
At January 1	\$ 62,408,602	\$ 63,638,847
Additions from subsequent expenditures	71,039	40,006
Disposals	(1,959)	(5,759)
Reclassifications	(581,409)	-
Net (losses) gains from fair value adjustment	(103,484)	262,941
Net exchange differences	1,893,578	(245,202)
At September 30	<u>\$ 63,686,367</u>	<u>\$ 63,690,833</u>

A. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	Three months ended September 30	
	2022	2021
Rental income from investment property	<u>\$ 645,843</u>	<u>\$ 658,425</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>\$ 246,963</u>	<u>\$ 256,863</u>
Direct operating expenses arising from the investment property that did not generate rental income during the period	<u>\$ 20,275</u>	<u>\$ 16,713</u>
	Nine months ended September 30	
	2022	2021
Rental income from investment property	<u>\$ 1,914,965</u>	<u>\$ 1,981,846</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>\$ 676,276</u>	<u>\$ 708,097</u>
Direct operating expenses arising from the investment property that did not generate rental income during the period	<u>\$ 63,709</u>	<u>\$ 55,440</u>

B. Measurement of investment property at fair value

The fair value of the investment property held by the Group as at September 30, 2022, December 31, 2021 and September 30, 2021 was \$63,686,367, \$62,408,602 and \$63,690,833, respectively, which was valued by independent appraisers. Valuations were made using the income approach which is categorized within Level 3 in the fair value hierarchy. Key assumptions are as follows:

- (a) Investment property is mainly divided into Taiwan-computer segment and China-Buynow Plaza. Currently, the lease terms of investment property for different segments are: approximately 16 years (from 2022 to 2038) for Buynow (Changsha); 20 years (from 2022 to 2042) for Buynow (Nanchang); 20 years (from 2008 to 2028) for Beijing Clevo Investment; 18 years (from 2016 to 2034) for Buynow (Quanzhou); 10 years (from 2017 to 2027) for

Suzhou Jinzuo; 6 to 20 years (from 2019 to 2040) for Buynow (Anshan); 15 years (from 2019 to 2034) for Luoyang Buynow, and 1 year for the remaining segments. The comparison information between local rent and similar objective property rent is provided in the ‘Summary of fair value disclosure on investment property’ (referred herein as “the following table”).

- (b) Movements of average occupancy rates in the prior year and earnings in prior years are provided in the following table.
- (c) The Group adopts the discounted cash flow analysis under income approach. The estimation process of the appraisal method is subject to the determination of the annual rent growth rate range using the comparison information between local rent and similar objective property rent, and takes into consideration vacancy loss to estimate net rent income over the next ten years as future cash inflow and discounted to the date of appraisal with the discount rate described in (d). In addition, considering the ending balance of disposal value of the objective property is calculated based on the operating revenue over the next year starting from the disposal date to estimated remaining lives of the use right at the disposal date, which will be capitalised based on the estimated discount rate and annual rent growth rate as well as discounted to the appraisal date. The market value is calculated based on the ending disposal value plus the present value of rent for each period.

Future cash outflow consists of expenses directly and necessarily related to leasing such as property management fees, utilities and promotion costs; and operating expenses necessarily related to operations (i.e. repair expenses), taxes, insurance fees, and capital expenditures. The rates of changes used in the estimation of future movements are in accordance with the rent growth rate used in the imputed rent income.

- (d) The information on the range of discount rates is provided in the following table. The discount rates are determined to take into consideration the interest rate of time deposits or government bonds, as well as the Group’s liquidity, risk, value-added and degree of difficulty of management.
- (e) The fair values of investment property under construction at the appraisal date and income estimation process were first determined by considering the growth of rent income under the forecast market conditions when the construction was completed, and were discounted using expected rental growth rate and vacancy loss to the appraisal date with a 10-year estimation period. Subsequently, the aforementioned discounted values reduced the necessary engineering costs and expenses incurred from appraisal date to expected completion date plus the discounted estimated salvage values.
- (f) The appraisal reports adopted by the Group are co-certified by the real estate appraisers, Charlie Yang and Jia-Hui Chen from Cushman & Wakefield Limited (referred herein as “Cushman & Wakefield”) and Cushman & Wakefield Limited (HK). The appraisal dates are January 1, 2022 and 2021. The financial statements as of September 30, 2022 and 2021 continued to use certain investment properties appraisal reports as of January 1, 2022 and 2021, the reasonableness of

which has been reasonably assessed by Charlie Yang, a real estate appraiser of Cushman & Wakefield, and Jia-Hui Chen, a real estate appraiser of Cushman & Wakefield Limited (HK), who jointly issued a review opinion report.

Summary of fair value disclosure on investment property:

Nine months ended September 30, 2022		Buynow plaza	
Comparative information between local rent and similar objective property rent (dollar/square or square meter/month)		\$84~\$5,000	
Movements of earnings in the prior year		\$5,761~\$259,714	
Average occupancy rates		89%	
Nine months ended September 30, 2021		Computer segment	Buynow plaza
Comparative information between local rent and similar objective property rent (dollar/square or square meter/month)		\$724~\$900	\$91~\$4,667
Movements of earnings in the prior year		\$78,231	\$3,969~\$275,032
Average occupancy rates		100%	89%
Discount rate	September 30, 2022	December 31, 2021	September 30, 2021
-Computer segment	-	-	2.85%
-Buynow plaza	4.75%~6.75%	4.75%~6.75%	4.75%~6.75%

C. The fair value information about the investment property is provided in Note 12(3).

D. Amount of borrowing costs capitalised as part of unfinished construction, investment property and long-term lease prepayments and the range of the interest rates for such capitalisation are as follows:

	Nine months ended September 30	
	2022	2021
Amount capitalised	\$81,303	\$112,227
Range of the interest rates for capitalisation	3.70%~5.30%	3.00%~5.68%

E. Information about the investment property that was pledged to others as collateral is provided in Note 8.

(10) Intangible assets

	2022		
	Software	Goodwill	Total
<u>At January 1</u>			
Cost	\$ 8,088	\$ 10,335	\$ 18,423
At January 1	\$ 8,088	\$ 10,335	\$ 18,423
Additions-acquired separately	52,500	-	52,500
Amortisation charge	(9,848)	-	(9,848)
Net exchange differences	93	314	407
At September 30	\$ 50,833	\$ 10,649	\$ 61,482
<u>At September 30</u>			
Cost	\$ 50,833	\$ 10,649	\$ 61,482
	2021		
	Software	Goodwill	Total
<u>At January 1</u>			
Cost	\$ 20,452	\$ 10,253	\$ 30,705
At January 1	\$ 20,452	\$ 10,253	\$ 30,705
Additions-acquired separately	796	-	796
Disposals	(2,882)	-	(2,882)
Amortisation charge	(8,160)	-	(8,160)
Net exchange differences	3	(42)	(39)
At September 30	\$ 10,209	\$ 10,211	\$ 20,420
<u>At September 30</u>			
Cost	\$ 10,209	\$ 10,211	\$ 20,420

Goodwill arose from Buynow segment of the Group.

Details of amortization on intangible assets are as follows:

	Three months ended September 30	
	2022	2021
Administrative expenses	\$ 671	\$ 1,253
Research and development expenses	4,391	1,431
	\$ 5,062	\$ 2,684

	Nine months ended September 30	
	2022	2021
Administrative expenses	\$ 2,778	\$ 3,662
Research and development expenses	7,070	4,498
	<u>\$ 9,848</u>	<u>\$ 8,160</u>

(11) Non-current assets held for sale

The assets related to investment property of Quanzhou Buynow Mall Co., Ltd. (part of Buynow plaza segment) have been reclassified as disposal group held for sale following the approval of the Group's Board of Directors on September 23, 2022. The completion date for the transaction is expected by end of 2022. As of September 30, 2022, the assets of the disposal group held for sale amounted to \$523,117. The payments received in advance for the disposal of investment property amounted to \$556,625.

A. Assets of disposal group held for sale:

	September 30, 2022
Investment property	\$ 581,409
Accumulated impairment	(58,292)
	<u>\$ 523,117</u>

B. Impairment loss of \$58,292 was recognised in other gains and losses as a result of the remeasurement of the disposal group held for sale at the lower of its carrying amount or fair value less costs to sell. Information relating to fair value is provided in Note 12(3).

(12) Other non-current assets

	September 30, 2022	December 31, 2021	September 30, 2021
Prepayments for construction	\$ 2,337,166	\$ 1,961,414	\$ 1,855,706
Restricted bank deposits	1,079,862	1,018,549	1,016,955
Prepayments for investments	100,000	-	-
(Note)			
Guarantee deposits paid	93,057	43,161	31,369
Others	329,137	236,490	290,898
	<u>\$ 3,939,222</u>	<u>\$ 3,259,614</u>	<u>\$ 3,194,928</u>

Note: Represents prepayment for the capital increase of TAIPEI TWIN CORPORATION.

(13) Short-term borrowings

Type of borrowings	September 30, 2022	Interest rate range	Collateral
Bank borrowings			
Secured borrowings	\$ 89,448	4.10%	Investment property
Unsecured borrowings	3,516,989	0.92%~2.75%	Promissory note
	<u>\$ 3,606,437</u>		

Type of borrowings	December 31, 2021	Interest rate range	Collateral
Bank borrowings			
Secured borrowings	\$ 129,787	4.15%	Investment property
Unsecured borrowings	4,616,636	0.57%~1.00%	Promissory note
	<u>\$ 4,746,423</u>		
Type of borrowings	September 30, 2021	Interest rate range	Collateral
Bank borrowings			
Secured borrowings	\$ 128,237	4.15%	Investment property
Unsecured borrowings	7,165,556	0.62%~1.00%	Promissory note
	<u>\$ 7,293,793</u>		

(14) Bonds payable

	September 30, 2022	December 31, 2021	September 30, 2021
Secured bonds payable	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>

A. On August 22, 2019, Clevo Co. issued the first domestic secured bonds of \$5,000,000, as approved by the regulatory authority. As of September 30, 2022, the outstanding bonds payable was \$5,000,000.

B. The terms of the secured bonds are as follows:

Type of Bonds	Issuance date	Period	Amount	Coupon rate	Payment term	Security
Secured bonds payable	2019/8/26	5 years	\$5,000,000	Not exceeding fixed rate of 0.8%	Principal is due at maturity. Interest is paid annually at simple interest rate.	Authorise Taiwan Cooperative Bank to execute corporate bond guarantee according to the guarantee agreement.

(15) Long-term borrowings

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	September 30, 2022
Unsecured borrowings	Borrowing period is from June 13, 2022 to December 17, 2026; interest is payable monthly, principal is payable at maturity date	0.99%~1.55%	Promissory note	\$ 8,750,000
Unsecured borrowings	Borrowing period is from December 28, 2018 to December 28, 2023; interest is payable monthly, principal is payable in installments	1.67%~1.80%	Promissory note	4,400,000
Unsecured borrowings	Borrowing period is from December 28, 2021 to December 28, 2023; interest is payable quarterly, principal is payable at maturity date	2.10%~2.35%	Promissory note	559,495
				<hr/>
				13,709,495
Secured borrowings	Borrowing period is from August 18, 2018 to August 17, 2028; interest is payable quarterly, principal is payable in installments	4.80%	Property, plant and equipment and investment property	1,319,352
Secured borrowings	Borrowing period is from June 8, 2015 to June 4, 2026; interest is payable monthly, principal is payable in installments	4.55%~4.95%	Investment property	3,677,238
Secured borrowings	Borrowing period is from December 28, 2021 to March 29, 2027; interest is payable quarterly, principal is payable in installments	2.1%~3.97%	Investment property	2,383,733
Secured borrowings	Borrowing period is from December 6, 2019 to December 6, 2026; interest is payable quarterly, principal is payable at maturity date	4.4%~5.05%	Investment property	3,880,140
Secured borrowings	Borrowing period is from December 28, 2021 to December 28, 2023; interest is payable quarterly, principal is payable at maturity date	2.10%	Right-of-use assets and property, plant and equipment	286,232
				<hr/>
				11,546,695
				25,256,190
Less: Current portion of long-term loans				(5,590,315)
				<hr/>
				\$ 19,665,875

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	December 31, 2021
Unsecured borrowings	Borrowing period is from March 19, 2021 to December 17, 2026; interest is payable monthly, principal is payable at maturity date	0.52%~1.05%	Promissory note	\$ 6,750,000
Unsecured borrowings	Borrowing period is from December 28, 2018 to December 28, 2023; interest is payable monthly, principal is payable in installments	1.18%~1.80%	Promissory note	4,800,000
Unsecured borrowings	Borrowing period is from December 28, 2021 to December 28, 2023; interest is payable quarterly, principal is payable at maturity date	0.58%~0.67%	Promissory note	398,012
				<u>11,948,012</u>
Secured borrowings	Borrowing period is from June 22, 2020 to January 28, 2022; interest is payable monthly, principal is payable at maturity date	4.90%	Investment property	12,501
Secured borrowings	Borrowing period is from August 18, 2018 to August 17, 2028; interest is payable quarterly, principal is payable in installments	5.15%	Property, plant and equipment and investment property	1,367,325
Secured borrowings	Borrowing period is from June 8, 2015 to June 4, 2026; interest is payable monthly, principal is payable in installments	4.77%~5.32%	Investment property	3,574,919
Secured borrowings	Borrowing period is from October 31, 2019 to December 6, 2026; interest is payable quarterly, principal is payable in installments	4.70%~5.30%	Investment property	4,025,874
Secured borrowings	Borrowing period is from December 28, 2021 to December 28, 2023; interest is payable quarterly, principal is payable at maturity date	0.58%~0.67%	Investment property	646,553
Secured borrowings	Borrowing period is from December 28, 2021 to December 28, 2023; interest is payable quarterly, principal is payable at maturity date	0.67%	Right-of-use assets and property, plant and equipment	95,163
				<u>9,722,335</u>
				21,670,347
Less: Current portion of long-term loans				(3,798,480)
				<u>\$ 17,871,867</u>

Type of borrowings	Borrowing period and repayment term	Interest rate range	Collateral	September 30, 2021
Unsecured borrowings	Borrowing period is from March 19, 2021 to June 17, 2022; interest is payable monthly, principal is payable at maturity date	0.52%~1.13%	Promissory note	\$ 6,350,000
Unsecured borrowings	Borrowing period is from December 28, 2018 to December 28, 2023; interest is payable monthly, principal is payable in installments	1.18%~1.797%	Promissory note	5,200,000
Unsecured borrowings	Borrowing period is from April 17, 2020 to April 16, 2022; interest is payable quarterly, principal is payable at maturity date	0.73%	Promissory note	112,558
				<hr/>
				11,662,558
Secured borrowings	Borrowing period is from March 20, 2018 to March 20, 2023; interest is payable monthly, principal is payable at maturity date	1.05%	Property, plant and equipment and investment property	1,250,000
Secured borrowings	Borrowing period is from June 22, 2020 to January 28, 2022; interest is payable monthly, principal is payable at maturity date	4.90%	Investment property	12,352
Secured borrowings	Borrowing period is from August 18, 2018 to August 17, 2028; interest is payable quarterly, principal is payable in installments	5.30%	Property, plant and equipment and investment property	1,350,988
Secured borrowings	Borrowing period is from June 8, 2015 to June 4, 2026; interest is payable monthly, principal is payable in installments	4.77%~5.25%	Investment property	3,789,367
Secured borrowings	Borrowing period is from October 31, 2019 to December 6, 2026; interest is payable quarterly, principal is payable in installments	4.75%~5.30%	Investment property	3,331,909
Secured borrowings	Borrowing period is from April 17, 2020 to April 16, 2022; interest is payable quarterly, principal is payable at maturity date	0.729%~0.732%	Investment property	668,340
Secured borrowings	Borrowing period is from April 17, 2020 to April 16, 2022; interest is payable quarterly, principal is payable at maturity date	0.729%~0.732%	Right-of-use assets and property, plant and equipment	163,443
				<hr/>
				10,566,399
				22,228,957
Less: Current portion of long-term loans				(4,079,520)
				<hr/>
				\$ 18,149,437

(16) Pensions

A. Defined benefit pension plans

- (a) The Company has a defined benefit pension plan in accordance with the Labor Standards Act, 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 Act. 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 insufficient 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 contributions for the deficit by next March.
- (b) For the aforementioned pension plan, the Group recognised pension costs of \$2,436, \$0, \$7,129 and \$0 for the three months and nine months ended September 30, 2022 and 2021, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2023 amount to \$9,485.

B. Defined contribution plans

- (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 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 Company's China subsidiaries have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People's Republic of China (PRC) are based on a certain percentage of the employees' monthly salaries and wages. Other than the monthly contributions, the Group has no further obligations.
- (c) The pension costs under the defined contribution pension plans of the Group for the three months and nine months ended September 30, 2022 and 2021 were \$8,747, \$8,935, \$26,538 and \$26,740, respectively.

(17) Provisions

	Warranty	
	2022	2021
At January 1	\$ 58,523	\$ 53,523
Additional provisions	63,689	59,735
Used during the period	(63,689)	(59,735)
At September 30	<u>\$ 58,523</u>	<u>\$ 53,523</u>

Analysis of total provisions:

	September 30, 2022	December 31, 2021	September 30, 2021
Current	<u>\$ 58,523</u>	<u>\$ 58,523</u>	<u>\$ 53,523</u>

The Group provides warranties on computer products sold. Provision for warranty is estimated based on historical warranty data of computer products.

(18) Share capital

- A. As of September 30, 2022, the Company's authorised capital was \$9,000,000 and the paid-in capital was \$6,322,630, consisting of 632,263 thousand shares with a par value of \$10 (in dollars) per share. The foregoing includes 20 million shares reserved for employee stock options with a par value of \$10 (in dollars) per share, which the Board of Directors are authorised to issue depending on actual demand.

Movements in the number of the Company's ordinary shares outstanding are as follows:

	2022	2021
At January 1	585,216	595,216
Shares retired	-	-
At September 30	<u>585,216</u>	<u>595,216</u>

B. Treasury shares

- (a) Reason for share reacquisition and movements in the number of the Company's treasury shares are as follows:

Name of company holding the shares	Reason for reacquisition	September 30, 2022	
		Number of shares	Carrying amount
The Company	To be reissued to employees	20,000 thousand	\$ 625,713
Subsidiary-Kapok Computer	Long-term investment	16,966 thousand	95,306
Subsidiary-Clevo Investment	Long-term investment	10,081 thousand	108,182

Name of company holding the shares	Reason for reacquisition	December 31, 2021	
		Number of shares	Carrying amount
The Company	To be reissued to employees	37,500 thousand	\$ 1,171,347
Subsidiary-Kapok Computer	Long-term investment	16,966 thousand	95,306
Subsidiary-Clevo Investment	Long-term investment	10,081 thousand	108,182

Name of company holding the shares	Reason for reacquisition	September 30, 2021	
		Number of shares	Carrying amount
The Company	To be reissued to employees	27,500 thousand	\$ 842,284
Subsidiary-Kapok Computer	Long-term investment	16,966 thousand	95,306
Subsidiary-Clevo Investment	Long-term investment	10,081 thousand	108,182

- (b) Pursuant to the R.O.C. Securities and Exchange Act, the number of shares bought back as treasury share should not exceed 10% of the number of the Company's issued and outstanding shares and the amount bought back should not exceed the sum of retained earnings, paid-in capital in excess of par value and realized capital surplus.
- (c) Pursuant to the R.O.C. Securities and Exchange Act, treasury shares should not be pledged as collateral and is not entitled to dividends before it is reissued.
- (d) Pursuant to the R.O.C. Securities and Exchange Act, treasury shares should be reissued to the employees within three years from the reacquisition date and shares not reissued within the five-year period are to be retired. Treasury shares to enhance the Company's credit rating and the stockholders' equity should be retired within six months of acquisition.

(19) Capital surplus

Pursuant to the R.O.C. Company Act, 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 Act requires that the amount of capital surplus to be capitalised 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.

(20) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve. However, when the legal reserve amounts to the authorised capital, this shall not apply. Additionally, the Group shall special reserve in accordance with related regulations. If the balance of the special reserve is insufficient compared

to the total of the cumulative amount of the net increase in fair value of investment property and the cumulative amount of other deductions from equity in preceding period, an additional amount shall be set aside as special reserve from the after-tax net profit for the period plus items other than after-tax net profit for the period. If there is a surplus, the Board of Directors shall propose for the reversal of the excess amount of the special reserve to be approved by the shareholders. The Board of Directors is authorised to distribute all or part of dividends, bonuses, legal reserve and capital surplus in the form of cash by approval of more than half of directors present at a meeting attended by more than two thirds of the directors, and such distribution shall also be reported at the shareholders' meeting.

- B. The Company belongs to high tech and electronics industry. As the Company operates in a volatile business environment and is in the stable growth stage, the residual dividend policy is adopted taking into consideration the Company's financial structure, operating results and future expansion plans, based on vision of industrial development, capital expenditure demand, sound financial plan and to protect the rights and interests of investors. In accordance with the dividend policy, cash dividends shall account for at least 10% of the total dividends distributed.
- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
- D. Special reserve
 - (a) 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.
 - (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Jin-Guan-Zheng-Fa-Zi Letter No. 1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.
 - (c) According to Jin-Guan-Zheng-Fa-Zi Letter No. 1030006415, dated March 18, 2014, investment properties are initially and subsequently measured using the fair value model. Changes in value due to appreciation as of December 31, 2013 are reflected in the increase in Appropriated Retained Earnings. The Company will recognise the reversal of earnings if subsequently disposed or the investment properties decrease.

E. The appropriations of 2021 and 2020 earnings as resolved by the shareholders on June 15, 2022 and August 26, 2021 are as follows:

	2021		2020	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 302,123		\$ 77,323	
Set aside				
(reversal of)				
special reserve	(493,824)		507,614	
Cash dividends	1,285,752	\$ 2.1	373,358	\$ 0.6
	<u>\$ 1,094,051</u>		<u>\$ 958,295</u>	

The above appropriations of 2021 and 2020 earnings are the same with those approved by the Board of Directors on March 28, 2022 and March 26, 2021, respectively.

(21) Other equity items

	2022	
	Currency translation	Total
At January 1	(\$ 4,628,787)	(\$ 4,628,787)
Currency translation differences:		
–Group	1,526,110	1,526,110
–Associates	87,071	87,071
–Tax on associates	(17,414)	(17,414)
At September 30	<u>(\$ 3,033,020)</u>	<u>(\$ 3,033,020)</u>

	2021		
	Currency translation	Revaluation	Total
At January 1	(\$ 4,948,933)	\$ 20,922	(\$ 4,928,011)
Currency translation differences:			
–Group	(196,644)	-	(196,644)
–Associates	(13,041)	-	(13,041)
–Tax on associates	2,608	-	2,608
At September 30	<u>(\$ 5,156,010)</u>	<u>\$ 20,922</u>	<u>(\$ 5,135,088)</u>

(22) Operating revenue

	Three months ended September 30	
	2022	2021
Revenue from contracts with customers		
-Sales revenue of computer products	\$ 4,945,108	\$ 6,371,327
-Sales revenue of computer peripherals	60,681	98,203
-Land development and resale	-	99,200
-Other revenue	107,025	153,932
Others-rental revenue	645,483	639,678
	<u>\$ 5,758,297</u>	<u>\$ 7,362,340</u>
	Nine months ended September 30	
	2022	2021
Revenue from contracts with customers		
-Sales revenue of computer products	\$ 14,320,978	\$ 16,379,906
-Sales revenue of computer peripherals	363,073	235,793
-Land development and resale	24,117	374,467
-Hotel revenue	-	2,858
-Other revenue	349,786	415,091
Others-rental revenue	1,914,965	1,929,426
	<u>\$ 16,972,919</u>	<u>\$ 19,337,541</u>

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods over time and at a point in time in the following major product lines and geographical regions:

Three months ended September 30, 2022	Computer Segment	Buynow Plaza			
	Computer products	Land development and resale	Computer peripherals	Others	Total
Total segment revenue	\$ 8,553,509	\$ -	\$ 60,681	\$ 107,025	\$ 8,721,215
Inter-segment revenue	(3,608,401)	-	-	-	(3,608,401)
Revenue from external customer contracts	<u>\$ 4,945,108</u>	<u>\$ -</u>	<u>\$ 60,681</u>	<u>\$ 107,025</u>	<u>\$ 5,112,814</u>
At a point in time	<u>\$ 4,945,108</u>	<u>\$ -</u>	<u>\$ 60,681</u>	<u>\$ 107,025</u>	<u>\$ 5,112,814</u>
Three months ended September 30, 2021	Computer Segment	Buynow Plaza			
	Computer products	Land development and resale	Computer peripherals	Others	Total
Total segment revenue	\$ 10,768,466	\$ 99,200	\$ 235,793	\$ 16,342	\$ 11,119,801
Inter-segment revenue	(4,397,139)	-	-	-	(4,397,139)
Revenue from external customer contracts	<u>\$ 6,371,327</u>	<u>\$ 99,200</u>	<u>\$ 235,793</u>	<u>\$ 16,342</u>	<u>\$ 6,722,662</u>
At a point in time	<u>\$ 6,371,327</u>	<u>\$ 99,200</u>	<u>\$ 235,793</u>	<u>\$ 16,342</u>	<u>\$ 6,722,662</u>

Nine months ended September 30, 2022	Computer Segment	Buynow Plaza			
	Computer products	Land development and resale	Computer peripherals	Others	Total
Total segment revenue	\$ 24,473,225	\$ 24,117	\$ 363,073	\$349,786	\$ 25,210,201
Inter-segment revenue	(10,152,247)	-	-	-	(10,152,247)
Revenue from external customer contracts	<u>\$ 14,320,978</u>	<u>\$ 24,117</u>	<u>\$ 363,073</u>	<u>\$349,786</u>	<u>\$ 15,057,954</u>
At a point in time	<u>\$ 14,320,978</u>	<u>\$ 24,117</u>	<u>\$ 363,073</u>	<u>\$349,786</u>	<u>\$ 15,057,954</u>

	Computer Segment	Buynow Plaza				
Nine months ended September 30, 2021	Computer products	Land development and resale	Hotel accommodations revenue	Computer peripherals	Others	Total
Total segment revenue	\$ 27,863,508	\$ 374,467	\$ 2,858	\$ 235,793	\$415,091	\$28,891,717
Inter-segment revenue	(11,483,602)	-	-	-	-	(11,483,602)
Revenue from external customer contracts	<u>\$ 16,379,906</u>	<u>\$ 374,467</u>	<u>\$ 2,858</u>	<u>\$ 235,793</u>	<u>\$415,091</u>	<u>\$17,408,115</u>
At a point in time	\$ 16,379,906	\$ 374,467	\$ -	\$ 235,793	\$415,091	\$17,405,257
Over time	-	-	2,858	-	-	2,858
	\$ 16,379,906	\$ 374,467	\$ 2,858	\$ 235,793	\$415,091	\$17,408,115

B. The Group derives hotel accommodations revenue from Hyatt Place Luoyang that was managed by Buynow (Zhengzhou) Electronic Information Co., Ltd. Luoyang Branch. Hyatt Place Luoyang has ceased operations on January 31, 2021.

C. Contract liabilities

The Group has recognised the following revenue-related contract liabilities:

	September 30, 2022	2021	September 30, 2021	January 1, 2021
Contract liabilities:				
Contract liabilities –				
Advance				
sales receipts	\$ 143,517	\$ 45,890	\$ 258,087	\$ 67,608
Contract liabilities –				
Advance				
real estate receipts	<u>30,812</u>	<u>42,263</u>	<u>92,987</u>	<u>112,028</u>
	<u>\$ 174,329</u>	<u>\$ 88,153</u>	<u>\$ 351,074</u>	<u>\$ 179,636</u>

D. Revenue recognised that was included in the contract liability balance at the beginning of the period

	Three months ended September 30	
	2022	2021
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Advance sales receipts	\$ 6,300	\$ -
Advance real estate receipts	-	2,971
	<u>\$ 6,300</u>	<u>\$ 2,971</u>
	Nine months ended September 30	
	2022	2021
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Advance sales receipts	\$ 39,049	\$ 67,608
Advance real estate receipts	19,149	65,210
	<u>\$ 58,198</u>	<u>\$ 132,818</u>

(23) Interest income

	Three months ended September 30	
	2022	2021
Interest income from bank deposits	<u>\$ 14,568</u>	<u>\$ 7,310</u>
	Nine months ended September 30	
	2022	2021
Interest income from bank deposits	<u>\$ 20,045</u>	<u>\$ 26,797</u>

(24) Other income

	Three months ended September 30	
	2022	2021
Dividend income	\$ 13,463	\$ 5,762
Rent income	1,040	18,747
Other income	16,868	20,374
	<u>\$ 31,371</u>	<u>\$ 44,883</u>

	Nine months ended September 30	
	2022	2021
Dividend income	\$ 49,210	\$ 33,935
Rent income	2,914	52,420
Other income	132,748	58,097
	<u>\$ 184,872</u>	<u>\$ 144,452</u>

(25) Other gains and losses

	Three months ended September 30	
	2022	2021
Foreign exchange gains (losses)	\$ 285,983	(\$ 6,413)
Fee expense arising from financial liabilities not at fair value through profit or loss	(875)	(800)
Gain on disposals of property, plant and equipment	4,399	1,377
Gain (losses) on financial assets at fair value through profit or loss	26,573	(51,192)
Fee expense arising from trust and fiduciary services	(1,835)	-
(Losses) gains on fair value adjustment, investment property	(89,618)	301,698
(Losses) gains on disposals of investments	(25,056)	116
Miscellaneous expenses	(2,953)	(6,261)
Gains arising from lease modifications	97	-
Impairment loss recognised in profit or loss, non-current assets held for sale	(58,292)	-
	<u>\$ 138,423</u>	<u>\$ 238,525</u>

	Nine months ended September 30	
	2022	2021
Foreign exchange gains (losses)	\$ 482,558	(\$ 21,666)
Losses on disposals of intangible assets	-	(2,882)
Fee expense arising from financial liabilities not at fair value through profit or loss	(2,625)	(6,106)
Gain (losses) on disposals of property, plant and equipment	3,461	(1,003)
Losses on financial assets (liabilities) at fair value through profit or loss	(266,209)	(3,593)
Fee expense arising from trust and fiduciary services	(7,606)	-
(Losses) gains on fair value adjustment, investment property	(103,484)	262,941
Gains (losses) on disposals of investments	29,578	(6,802)
Miscellaneous expenses	(9,783)	(40,696)
Gains arising from lease modifications	1,057	-
Impairment loss recognised in profit or loss, non-current assets held for sale	(58,292)	-
	<u>\$ 68,655</u>	<u>\$ 180,193</u>

(26) Finance costs

	Three months ended September 30	
	2022	2021
Bank borrowings	\$ 224,363	\$ 198,476
Less: Capitalisation of qualifying assets	(28,424)	(42,560)
	195,939	155,916
Interest expense on lease liabilities	2,326	-
Interest expense	<u>\$ 198,265</u>	<u>\$ 155,916</u>

	Nine months ended September 30	
	2022	2021
Bank borrowings	\$ 608,360	\$ 620,038
Less: Capitalisation of qualifying assets	(89,898)	(134,826)
	518,462	485,212
Interest expense on lease liabilities	6,617	-
Interest expense	<u>\$ 525,079</u>	<u>\$ 485,212</u>

(27) Expenses by nature

	Three months ended September 30	
	2022	2021
Employee benefit expense	\$ 538,610	\$ 623,463
Depreciation charges on property, plant and equipment	58,081	46,523
Depreciation charges on right-of-use assets	34,164	17,845
Amortisation charges on intangible assets	5,062	2,684
Operating costs and expenses	<u>\$ 635,917</u>	<u>\$ 690,515</u>

	Nine months ended September 30	
	2022	2021
Employee benefit expense	\$ 1,573,985	\$ 1,684,234
Depreciation charges on property, plant and equipment	141,960	139,248
Depreciation charges on right-of-use assets	87,928	54,305
Amortisation charges on intangible assets	9,848	8,160
Operating costs and expenses	<u>\$ 1,813,721</u>	<u>\$ 1,885,947</u>

(28) Employee benefit expense

	Three months ended September 30	
	2022	2021
Wages and salaries	\$ 453,434	\$ 527,558
Labour and health insurance fees	16,959	16,986
Pension costs	11,183	8,935
Other personnel expenses	57,034	70,404
	<u>\$ 538,610</u>	<u>\$ 623,883</u>

	Nine months ended September 30	
	2022	2021
Wages and salaries	\$ 1,316,022	\$ 1,420,434
Labour and health insurance fees	44,411	44,331
Pension costs	33,667	26,740
Other personnel expenses	179,885	193,149
	<u>\$ 1,573,985</u>	<u>\$ 1,684,654</u>

- A. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year shall be distributed as employees' compensation and directors' and supervisors' remuneration. The ratio shall be 5%~15% for employees' compensation and shall not be higher than 1% for directors' and supervisors' remuneration.
- B. For the three months and nine months ended September 30, 2022 and 2021, employees' compensation were accrued at \$40,000, \$33,000, \$100,000 and \$125,000, respectively; while

directors' and supervisors' remuneration were accrued at \$4,500, \$5,000, \$9,000 and \$13,000, respectively. The aforementioned amounts were recognised in salary expenses.

For the nine months ended September 30, 2022, the employees' compensation and directors' and supervisors' remuneration were estimated and accrued based on 5%~15% and not higher than 1% of distributable profit of current year, respectively.

Employees' compensation and directors' and supervisors' remuneration for 2021 as resolved by the Board of Directors were in agreement with those amounts recognised in the 2021 financial statements.

Information about employees' compensation and directors' and supervisors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

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(29) Income tax

A. Income tax expense

(a) Components of income tax expense:

		Three months ended September 30	
		2022	2021
Current tax:			
Current tax on profits for the period	\$	115,777	\$ 47,497
Tax on undistributed surplus earnings	(	8,120)	-
Prior year income tax overestimation		-	(1,691)
Total current tax		107,657	45,806
Deferred tax:			
Origination and reversal of temporary differences		45,091	93,954
Total deferred tax		45,091	93,954
Income tax expense	\$	152,748	\$ 139,760
		Nine months ended September 30	
		2022	2021
Current tax:			
Current tax on profits for the period	\$	296,177	\$ 215,104
Tax on undistributed surplus earnings		36,963	-
Prior year income tax overestimation	(	21,529)	(1,691)
Total current tax		311,611	213,413
Deferred tax:			
Origination and reversal of temporary differences		32,375	156,694
Total deferred tax		32,375	156,694
Income tax expense	\$	343,986	\$ 370,107

(b) The income tax (charge)/credit relating to components of other comprehensive income is as follows:

		Three months ended September 30	
		2022	2021
Currency translation differences	(\$	7,641)	\$ 3,695
		Nine months ended September 30	
		2022	2021
Currency translation differences	(\$	17,414)	\$ 2,608

B. The Company's income tax returns through 2020 have been assessed and approved by the Tax Authority.

(30) Earnings per share

Three months ended September 30, 2022			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 57,741</u>	<u>585,216</u>	<u>\$ 0.10</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 57,741	585,216	
Assumed conversion of all dilutive potential ordinary shares			
Employees' bonus	<u>-</u>	<u>3,185</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 57,741</u>	<u>588,401</u>	<u>\$ 0.10</u>
Three months ended September 30, 2021			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 497,587</u>	<u>595,216</u>	<u>\$ 0.84</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 497,587	595,216	
Assumed conversion of all dilutive potential ordinary shares			
Employees' bonus	<u>-</u>	<u>4,371</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 497,587</u>	<u>599,587</u>	<u>\$ 0.83</u>

Nine months ended September 30, 2022			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 682,378</u>	<u>585,216</u>	<u>\$ 1.17</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 682,378	585,216	
Assumed conversion of all dilutive potential ordinary shares			
Employees' bonus	<u>-</u>	<u>5,030</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 682,378</u>	<u>590,246</u>	<u>\$ 1.16</u>
Nine months ended September 30, 2021			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 1,206,098</u>	<u>595,216</u>	<u>\$ 2.03</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,206,098	595,216	
Assumed conversion of all dilutive potential ordinary shares			
Employees' bonus	<u>-</u>	<u>5,343</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 1,206,098</u>	<u>600,559</u>	<u>\$ 2.01</u>

(31) Supplemental cash flow information

A. Investing activities with partial cash payments

	Nine months ended September 30	
	2022	2021
Acquisition of property, plant and equipment	\$ 128,860	\$ 44,574
Add: Opening balance of payable	263,725	386,727
Ending balance of prepayment	11,785	3,980
Less: Ending balance of payable	(283,763)	(300,511)
Opening balance of prepayment	(3,896)	(3,139)
Capitalisation of interest	-	(26,289)
Cash paid during the period	<u>\$ 116,711</u>	<u>\$ 105,342</u>
Acquisition of investment property	\$ 71,039	\$ 40,006
Add: Opening balance of payable	31,257	88,173
Less: Ending balance of payable	(45,420)	(13,932)
Cash paid during the period	<u>\$ 56,876</u>	<u>\$ 114,247</u>
Proceeds from disposal of property, plant and equipment	\$ 22,778	\$ 5,852
Add: Opening balance of receivable	-	-
Less: Ending balance of receivable	-	-
Cash received during the period	<u>\$ 22,778</u>	<u>\$ 5,852</u>

B. Financing activities with no cash flow effects

	Nine months ended September 30	
	2022	2021
Cash dividends	\$ 1,285,752	\$ 373,358
Less: Received cash dividends from the parent company	(56,800)	(16,228)
Cash paid during the period	<u>\$ 1,228,952</u>	<u>\$ 357,130</u>

(32) Changes in liabilities from financing activities

2022					
	Short-term borrowings	Long-term borrowings	Bonds payable	Lease liabilities	Liabilities from financing activities-gross
At January 1	\$4,746,423	\$21,670,347	\$5,000,000	\$ 284,024	\$ 31,700,794
Changes in cash flow from financing activities	(1,170,620)	3,278,866	-	(71,269)	2,036,977
Impact of changes in foreign exchange rate	30,634	306,977	-	(18,185)	319,426
Changes in other non-cash items	-	-	-	182,251	182,251
At September 30	<u>\$3,606,437</u>	<u>\$25,256,190</u>	<u>\$5,000,000</u>	<u>\$ 376,821</u>	<u>\$ 34,239,448</u>
2021					
	Short-term borrowings	Long-term borrowings	Bonds payable	Lease liabilities	Liabilities from financing activities-gross
At January 1	\$ 6,856,140	\$ 24,690,915	\$ 5,000,000	\$ 112,268	\$ 36,659,323
Changes in cash flow from financing activities	448,254	(2,418,663)	-	(14,273)	(1,984,682)
Impact of changes in foreign exchange rate	(10,601)	(43,295)	-	(5,850)	(59,746)
Changes in other non-cash items	-	-	-	37,396	37,396
At September 30	<u>\$ 7,293,793</u>	<u>\$ 22,228,957</u>	<u>\$ 5,000,000</u>	<u>\$ 129,541</u>	<u>\$ 34,652,291</u>

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Company</u>
Kent Hsu	Chairman
Chicony Electronics (Suzhou) Co., Ltd.	Other related party
Chicony Power Technology Co., Ltd.	Other related party
Honghui Real Estate Company	Other related party
Chicony Dalu Enterprise (Chengdu) Co., Ltd.	Associate
Chicony Square (Wuhan) Inc.	Associate
Chicony Industry (Wuhan) Co., Ltd.	Associate
Chicony Square (Wuhan) Inc.	Associate
Chicony Square (Cayman) Inc.	Associate
Epoque Corporation	Same chairman
Hon Hui Si Yuan Co., Ltd.	Same chairman
HUA TAI INVESTMENT CORPORATION	Same chairman
Taipei Twin Corporation	Entity with joint control over this entity
Tua Tiann Co., Ltd.	Entity with joint control over this entity

(2) Significant related party transactions

A. Operating revenue

	<u>Three months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
Sales of goods:		
-Entity with joint control over this entity	\$ -	\$ -
Sales of services:		
-Other related parties	1,671	1,188
-Associates	-	35
	<u>\$ 1,671</u>	<u>\$ 1,223</u>
	<u>Nine months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
Sales of goods:		
-Entity with joint control over this entity	\$ 501	\$ 466
Sales of services:		
-Other related parties	3,338	3,619
-Associates	-	70
	<u>\$ 3,839</u>	<u>\$ 4,155</u>

The Group (Buynow (China)) offered the services to related parties.

B. Purchases

	Three months ended September 30	
	2022	2021
Purchases of goods:		
-Other related parties	\$ 151,827	\$ 264,940
	Nine months ended September 30	
	2022	2021
Purchases of goods:		
-Other related parties	\$ 604,180	\$ 760,874

The purchases of the Group's subsidiary, Kapok Computer (Kunshan), from other related parties are unique. Accordingly, the purchase prices are incomparable and payment terms are the same with third parties, which are within 1 ~ 5 months.

C. Payables to related parties

	September 30, 2022	December 31, 2021	September 30, 2021
Accounts payable:			
-Chicony Electronics (Suzhou) Co., Ltd.	\$ 157,174	\$ 237,004	\$ 223,519
-Chicony Power Technology Co., Ltd.	55,144	110,984	86,406
	\$ 212,318	\$ 347,988	\$ 309,925

The payables to related parties arise mainly from purchase transactions. The payables bear no interest.

D. Other receivables from related parties (shown as other current assets)

	September 30, 2022	December 31, 2021	September 30, 2021
Other receivables - dividends:			
-Chicony SQUARE (WUHAN) INC.	\$ 548,881	\$ 478,389	\$ -

The receivables from related parties arise mainly from dividends received from investments accounted for using the equity method. The receivables are unsecured in nature and bear no interest.

E. Loans from related parties

Loans from related parties

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Shown as other current liabilities - others:			
Chicony Dalu Enterprise (Chengdu) Co., Ltd.	\$ -	\$ -	\$ 171,554
Honghui Real Estate Company	-	-	85,777
Shown as other non-current liabilities - others:			
CHICONY SQUARE (CAYMAN) INC.	447,717	390,218	392,192
	<u>\$ 447,717</u>	<u>\$ 390,218</u>	<u>\$ 649,523</u>

The loans from associates are payable at maturity within 1~5 years after the loan is made and carry interest at 0% and 0%~5.68% per annum for the years ended December 31, 2022 and 2021, respectively. The amount of interest payable (recognised as other payables) as of September 30, 2022, December 31, 2021 and September 30, 2021 were \$0, \$0 and \$1,834, respectively. Additionally, interest expense recognised for the three months and nine months ended September 30, 2022 and 2021 were \$0, \$627, \$0 and \$3,536, respectively.

F. Lease transactions - lessee

(a) The Group leased buildings from Hon Hui Si Yuan Co., Ltd. and Honghui Real Estate Company in February 2022 and January 2021. Rental contracts are typically made for a period of 3~5 years. The lease is subject to IFRS 16 as the usage of lease was included in the operating plan. Rents are paid to Hon Hui Si Yuan Co., Ltd. and Honghui Real Estate Company at the beginning and end of the month.

(b) Acquisition of right-of-use assets:

	<u>Nine months ended September 30</u>	
	<u>2022</u>	<u>2021</u>
Hon Hui Si Yuan Co., Ltd.	<u>\$ 175,634</u>	<u>\$ -</u>

(c) Lease liabilities

(i) Outstanding balance:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Hon Hui Si Yuan Co., Ltd.	\$ 149,152	\$ -	\$ -
Honghui Real Estate Company	<u>30,499</u>	<u>41,517</u>	<u>44,849</u>
	<u>\$ 179,651</u>	<u>\$ 41,517</u>	<u>\$ 44,849</u>

(ii) Interest expense

		Three months ended September 30	
		2022	2021
Hon Hui Si Yuan Co., Ltd.	\$	561	\$ -
Honghui Real Estate Company		416	592
	\$	<u>977</u>	<u>\$ 592</u>
		Nine months ended September 30	
		2022	2021
Hon Hui Si Yuan Co., Ltd.	\$	1,068	\$ -
Honghui Real Estate Company		1,396	1,930
	\$	<u>2,464</u>	<u>\$ 1,930</u>

G. Others

- (a) The joint guarantor and co-issuer of the guarantee notes of bank borrowings is Kent Hsu for the nine months ended September 30, 2022 and 2021.
- (b) The Company and EPOQUE CORPORATION participated in the land development project of Taipei City Western District Gateway Project-Taipei Main Station Special Zone C1/D1 (Eastern Part) to jointly establish TAIPEI TWIN CORPORATION. The related information is provided in Note 6(5).
- (c) The Company was approved by the board of directors on July 15, 2022. The company, KINDOM DEVELOPMENT CO., LTD. (leader) and HUA TAI INVESTMENT CORPORATION participated in the land development project of Taipei City Project-Taipei Main Station Special Zone E1/E2 to jointly establish Tua Tiann Co., Ltd. The related information is provided in Note 6(5).

(3) Key management compensation

		Three months ended September 30	
		2022	2021
Salaries and other short-term employee benefits	\$	61,981	\$ 61,220
Post-employment benefits		313	311
	\$	<u>62,294</u>	<u>\$ 61,531</u>
		Nine months ended September 30	
		2022	2021
Salaries and other short-term employee benefits	\$	93,703	\$ 95,913
Post-employment benefits		937	932
	\$	<u>94,640</u>	<u>\$ 96,845</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged asset	Book value			Purpose
	September 30, 2022	December 31, 2021	September 30, 2021	
Financial assets at amortised cost (current and non-current)	\$ 29,458	\$ 28,230	\$ 145,515	STANDBY L/C, long-term and short-term borrowings
Restricted bank deposits - current	71,883	65,397	-	Short-term borrowings
Restricted bank deposits - non-current	1,079,862	1,018,549	1,016,955	Corporate bonds payable and long term borrowings
Property, plant and equipment (non-depreciated balance)	1,158,079	1,195,560	2,647,289	Long-term borrowings
Investment property and right-of-use asset	53,981,267	52,344,330	52,976,967	Long-term and short-term borrowings
	<u>\$ 56,320,549</u>	<u>\$ 54,652,066</u>	<u>\$ 56,786,726</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. As of September 30, 2022, December 31, 2021 and September 30, 2021, the Company issued guarantee notes amounting to \$23,930,559, \$22,710,525 and \$22,724,945, respectively, for bank repayment and forward exchange trading.

B. On December 28, 2018, the Company entered into a syndicated loan agreement with 9 banks including Taiwan Cooperative Bank amounting to \$6,000,000 and provided equal amount of guarantee notes. The Company and the Chairman of the Group are the joint guarantors and co-issuers of the guarantee notes.

C. As of September 30, 2022, December 31, 2021 and September 30, 2021, the Group's total contract prices for signed construction contracts amounted to \$5,710,360, \$8,491,448 and \$8,218,199, of which \$5,122,961, \$7,667,993 and \$7,518,342 were paid and \$587,399, \$823,455 and \$699,857 remain unpaid, respectively.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

12. OTHERS

(1) Capital 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 sell assets to reduce debt. The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including 'current and non-current borrowings' as shown in the consolidated balance sheet) less cash and cash equivalents. Total capital is calculated as 'equity' as shown in the consolidated balance sheet plus net debt.

During the nine months ended September 30, 2022, the Group's strategy, which was unchanged from 2021, was to maintain the gearing ratio within 40% to 60%. The gearing ratios at September 30, 2022, December 31, 2021 and September 30, 2021 were as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Total borrowings	\$ 33,862,627	\$ 31,416,770	\$ 34,522,750
Less: Cash and cash equivalents	(6,452,362)	(3,816,041)	(1,947,659)
Net debt	27,410,265	27,600,729	32,575,091
Total equity	42,360,344	41,310,424	40,522,012
Total capital	<u>\$ 69,770,609</u>	<u>\$ 68,911,153</u>	<u>\$ 73,097,103</u>
Gearing ratio	39%	40%	45%

(2) Financial instruments

A. Financial instruments by category

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss	\$ 2,395,392	\$ 2,530,073	\$ 2,006,070
Financial assets at amortised cost	11,561,694	8,925,923	7,037,138
	<u>\$ 13,957,086</u>	<u>\$ 11,455,996</u>	<u>\$ 9,043,208</u>
<u>Financial liabilities</u>			
Financial liabilities at amortised cost	\$ 38,690,849	\$ 36,576,456	\$ 39,995,532
Lease liability	<u>\$ 376,821</u>	<u>\$ 284,024</u>	<u>\$ 129,541</u>

Note: Financial assets at amortised cost include cash and cash equivalents, accounts receivable, other receivables, guarantee deposits paid, time deposits unqualified as cash equivalents and restricted bank deposits; financial liabilities at amortised cost include short-term borrowings, accounts payable (including related parties), notes payable, other payables (including related parties), corporate bonds payable, long-term borrowings (including current portion), guarantee deposits received and long-term accounts payable to related parties.

B. Financial risk management policies

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 and foreign currency option contracts are used to hedge certain exchange rate risk, and interest rate swaps are used to fix variable future cash flows.

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 functional currency, primarily with respect to the USD and RMB. Foreign exchange risk arises from future commercial transactions and recognised 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 purchases.
- iii. The Group hedges foreign exchange rate by using forward exchange contracts. However, the Group does not adopt hedging accounting. Details of financial assets 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 subsidiaries' functional currency: RMB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

September 30, 2022			
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 333,888	31.75	\$ 10,600,944
USD:RMB	31,218	7.10	990,766
RMB:NTD	4,483	4.47	20,039
<u>Investments accounted for using the equity method</u>			
USD:NTD	46,651	31.75	1,481,162
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	57,848	31.75	1,836,674
USD:RMB	113,080	7.10	3,588,820
December 31, 2021			
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 279,233	27.68	\$ 7,729,169
USD:RMB	2,283	6.38	63,214
RMB:NTD	3,653	4.34	15,854
<u>Investments accounted for using the equity method</u>			
USD:NTD	60,762	27.68	1,681,896
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	26,043	27.68	720,870
USD:RMB	225,156	6.38	6,234,390

September 30, 2021			
Foreign currency			
	amount		Book value
	(In thousands)	Exchange rate	(NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 270,681	27.82	\$ 7,530,345
USD:RMB	3,251	6.49	90,515
RMB:NTD	3,650	4.29	15,659
<u>Investments accounted for</u>			
<u>using the equity method</u>			
USD:NTD			
<u>Financial liabilities</u>	91,898	27.82	2,556,608
<u>Monetary items</u>			
USD:NTD	78,382	27.82	2,180,587
USD:RMB	241,549	6.49	6,725,231

- 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 three months and nine months ended September 30, 2022 and 2021 amounted to \$285,983, (\$6,413), \$482,558, and (\$21,666), respectively.
- vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

Nine months ended September 30, 2022			
Sensitivity analysis			
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 84,808	\$ -
USD:RMB	1%	7,926	-
RMB:NTD	1%	160	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	14,693	-
USD:RMB	1%	28,711	-

Nine months ended September 30, 2021

Sensitivity analysis			
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 60,243	\$ -
USD:RMB	1%	724	-
RMB:NTD	1%	125	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	17,445	-
USD:RMB	1%	53,802	-

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. 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. The Group's investments in equity securities comprise shares and open-end funds 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 nine months ended September 30, 2022 and 2021 would have increased/decreased by \$22,940 and \$19,233, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss.

Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from long-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. During the nine months ended September 30, 2022 and 2021, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars, US dollars and RMB dollars.
- ii. The Group's borrowings are measured at amortized cost. The borrowings are periodically contractually repriced and to that extent are also exposed to the risk of future changes in market interest rates.
- iii. If the borrowing interest rate had increased/decreased by 1% with all other variables held constant, profit, net of tax for the nine months ended September 30, 2022 and 2021 would have decreased/increased by \$224,155 and \$230,923, 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 debt instruments stated at amortized cost.
- ii. According to the Group's credit policy, each local entity in the Group 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.
- iii. Individual risk limits are set based on internal or external ratings in accordance with limits set by the credit department. The utilization of credit limits is regularly monitored.
- iv. For banks and financial institutions, only independently rated parties with a best rating are accepted.
- v. The Group adopts the following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition:
 - (i) If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
 - (ii) For investments in bonds that are traded over the counter, if any external credit rating agency rates these bonds as investment grade, the credit risk of these financial assets is low.
- vi. The Group adopts the assumption under IFRS 9, that is, the default occurs when the contract payments are past due over 90 days.
- vii. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
 - (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganization due to their financial difficulties;
 - (ii) The disappearance of an active market for that financial asset because of financial difficulties;
 - (iii) Default or delinquency in interest or principal repayments;
 - (iv) Adverse changes in national or regional economic conditions that are expected to cause a default.
- viii. The Group classifies customer's accounts receivable in accordance with customer types. The Group applies the modified approach using the provision matrix to estimate expected credit loss.
- ix. 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. On September 30, 2022, December 31, 2021 and September 30, 2021, the Group had no written-off financial assets that are still under recourse procedures.

- x. The Group used the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable, contract assets and lease payments receivable. On September 30, 2022, December 31, 2021 and September 30, 2021, the provision matrix is as follows:

September 30, 2022	Not past due	1~90 days past due	91~180 days past due
Expected loss rate	0.03%~8.21%	0.08%~47.88%	10.45%~70.85%
Total book value	\$ 2,009,783	\$ 1,069,658	\$ 49,226
Loss allowance	930	4,591	7,084
	181~270 days past due	Over 270 days	Total
Expected loss rate	82.06%~100%	100.00%	
Total book value	\$ 47,500	\$ 57,077	\$ 3,233,244
Loss allowance	12,065	57,077	81,747
December 31, 2021	Not past due	1~90 days past due	91~180 days past due
Expected loss rate	0.04%~6.83%	0.06%~38.38%	7.59%~57.31%
Total book value	\$ 2,232,041	\$ 1,139,562	\$ 35,704
Loss allowance	715	2,422	965
	181~270 days past due	Over 270 days	Total
Expected loss rate	63.46%~100%	100%	
Total book value	\$ 27,646	\$ 35,337	\$ 3,470,290
Loss allowance	4,450	35,337	43,889
September 30, 2021	Not past due	1~90 days past due	91~180 days past due
Expected loss rate	0.04%~7.32%	0.06%~37.16%	7.59%~48.23%
Total book value	\$ 2,741,305	\$ 932,244	\$ 69,509
Loss allowance	871	2,383	3,699
	181~270 days past due	Over 270 days	Total
Expected loss rate	62.45%~100%	100%	
Total book value	\$ 28,177	\$ 34,159	\$ 3,805,394
Loss allowance	1,005	34,159	42,117

- xi. Movements in relation to the Group applying the modified approach to provide loss

allowance for accounts receivable is as follows:

	2022	2021
	<u>Accounts receivable</u>	<u>Accounts receivable</u>
At January 1	\$ 43,889	\$ 39,268
Provision for impairment	36,655	10,408
Effect of foreign exchange	1,203	(7,559)
At September 30	<u>\$ 81,747</u>	<u>\$ 42,117</u>

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- 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.

September 30, 2022	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
<u>Non-derivative financial liabilities</u>				
Lease liability	\$ 130,607	\$ 127,481	\$ 103,454	\$ 73,572
Bonds payable	40,000	5,036,055	-	-
Long-term borrowings (including current portion)	5,748,299	10,804,022	6,968,816	2,448,798
Guarantee deposits received	-	640,033	-	-
Long-term accounts payable to related parties	-	-	447,717	-

December 31, 2021	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
<u>Non-derivative financial liabilities</u>				
Lease liability	\$ 69,969	\$ 70,390	\$ 116,958	\$ 74,465
Bonds payable	40,000	40,000	5,025,973	-
Long-term borrowings (including current portion)	3,889,462	9,473,343	7,984,000	903,020
Guarantee deposits received	-	653,375	-	-
Long-term accounts payable to related parties	-	340,218	-	-

September 30, 2021	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
<u>Non-derivative financial liabilities</u>				
Lease liability	\$ 28,799	\$ 29,216	\$ 42,789	\$ 74,582
Bonds payable	40,000	40,000	5,036,055	-
Long-term borrowings (including current portion)	4,186,884	8,595,058	8,370,384	1,661,651
Guarantee deposits received	-	641,210	-	-
Long-term accounts payable to related parties	-	392,192	-	-

Except for the abovementioned, the non-derivative financial liabilities of the Group are all expiring within one year.

- iii. The Group does not expect the maturity date will be early, or the actual amount will be different.

(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: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks and beneficiary certificates 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 or indirectly. The fair value of the Group's investment in off-the-run beneficiary certificates, bank debentures bonds and derivative instruments is included in Level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in investment property is included in Level 3.

B. Financial instruments not measured at fair value

The carrying amounts of cash and cash equivalents, accounts receivable, other receivables, financial assets at amortised cost, short-term borrowings, notes payable, accounts payable (including related parties), other payables, corporate bonds payable, long-term borrowings (including current portion) and long-term accounts payable to related parties financial liabilities are approximate to their fair values.

C. 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 at September 30, 2022, December 31, 2021 and September 30, 2021 is as follows:

(a) The related information on the nature of the assets and liabilities is as follows:

<u>September 30, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 935,006	\$ -	\$ -	\$ 935,006
Forward foreign exchange contracts	-	23,858	-	23,858
Beneficiary certificates	78,178	1,358,350	-	1,436,528
Investment property (Note 1)	-	-	63,686,367	63,686,367
<u>Non-Recurring fair value measurements</u>				
Non-current assets held for sale (Note 2)	-	-	523,117	523,117
	<u>\$1,013,184</u>	<u>\$ 1,382,208</u>	<u>\$ 64,209,484</u>	<u>\$ 66,604,876</u>
<u>December 31, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 1,104,878	\$ -	\$ -	\$ 1,104,878
Forward foreign exchange contracts	-	2,727	-	2,727
Beneficiary certificates	69,400	1,353,068	-	1,422,468
Investment property (Note 1)	-	-	62,408,602	62,408,602
	<u>\$ 1,174,278</u>	<u>\$ 1,355,795</u>	<u>\$ 62,408,602</u>	<u>\$ 64,938,675</u>
<u>September 30, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 743,234	\$ -	\$ -	\$ 743,234
Forward foreign exchange contracts	-	2,632	-	2,632
Beneficiary certificates	106,441	1,153,763	-	1,260,204
Investment property (Note 1)	-	-	63,690,833	63,690,833
	<u>\$ 849,675</u>	<u>\$ 1,156,395</u>	<u>\$ 63,690,833</u>	<u>\$ 65,696,903</u>

Note 1: Investment property measured at fair value.

Note 2: Under IFRS 5, assets held for sale must be measured at fair value less costs to sell when the fair value less the cost to sell is lower than the carrying amount.

(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	Open-end fund
Market quoted price	Closing price	Net asset value

- ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date (i.e. yield curves on the Taipei Exchange, average commercial paper interest rates quoted from Reuters).
- iii. When assessing non-standard and low-complexity financial instruments, for example, debt instruments without active market, interest rate swap contracts, foreign exchange swap contracts and options, 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. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. 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, for example, model risk or liquidity risk and etc. 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.

D. For the nine months ended September 30, 2022 and 2021, there was no transfer between Level 1 and Level 2.

- E. The movement of Level 3 of investment property for the nine months ended September 30, 2022 and 2021 is provided in Note 6(9).
- F. For the nine months ended September 30, 2022 and 2021, there was no transfer into or out from Level 3.
- G. Financial and Administrative segment is in charge of valuation procedures for fair value measurements being categorised within Level 3 (investment property), which is based on the valuation methods and assumptions announced by the Financial Supervisory Commission, Securities and Futures Bureau or through outsourced appraisal performed by the external valuer. The Group sets up valuation policies, valuation processes, and rules for measuring fair value of investment property and ensures compliance with the related requirements in IFRS.
- 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 September 30, 2022	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Investment property	\$ 63,686,367	Income approach of discounted cash flow method	Long-term rent revenue growth rate and discount rate	(Note)	The higher the long- term rent revenue growth rate, the higher the fair value; The higher the discount rate, the lower the fair value

	Fair value at December 31, 2021	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Investment property	\$ 62,408,602	Income approach of discounted cash flow method	Long-term rent revenue growth rate and discount rate	(Note)	The higher the long- term rent revenue growth rate, the higher the fair value; The higher the discount rate, the lower the fair value

	Fair value at September 30, 2021	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Investment property	\$ 63,690,833	Income approach of discounted cash flow method	Long-term rent revenue growth rate and discount rate	(Note)	The higher the long- term rent revenue growth rate, the higher the fair value; The higher the discount rate, the lower the fair value

Note: The range of long-term rent revenue growth rate is (10%)~20%; the range of discount rate is provided in Note 6(9).

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

The disclosures of investee companies were based on financial statements reviewed by independent auditors and the following transactions with subsidiaries were eliminated when preparing the consolidated financial statements. The following disclosure information is for reference only.

- A. Loans to others: Refer to table 1.
- B. Provision of endorsements and guarantees to others: Refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 3.
- D. Acquisition or sale of the same security with the accumulated cost exceeding \$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: Refer to table 4.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 5.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 6.
- I. Trading in derivative instruments undertaken during the reporting periods: As of September 30, 2022, the Group's open interest derivative instruments amounted to \$23,858. The Group recognised net profit amounting to \$46,540 on derivative instruments for the nine months ended September 30, 2022.
- J. Significant inter-company transactions during the reporting period: Refer to table 7.

(2) Information on investees

Names, locations, and other information of investee companies (not including investees in Mainland China): Refer to table 8.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 9.

B. Ceiling on investments in Mainland China: Refer to table 9.

C. Significant transactions, price, payment term and unrealized gain or loss, either directly or indirectly through a third area, with investee companies in the Mainland Area:

Significant sales (purchases), property transactions, accounts receivable (payable), provision of endorsements and guarantees from notes or provides collaterals and accommodation of funds for the nine months ended September 30, 2022, either directly or indirectly through a third area, with investee companies in the Mainland Area are provided in Notes 13(1) A, B, E, G, H, J.

(4) Major shareholders information

Major shareholders information: Refer to table 10.

14. SEGMENT INFORMATION

(1) General information

Management has determined the reportable operating segments based on the reports reviewed by the chief operating decision maker-Board of Directors that are used to make strategic decisions.

The Group's main operating businesses are manufacturing and trading of computer and computer peripherals; research and development, production, and sales of computer software and hardware; after-sales services for aforementioned products and property management. The product features and manufacturing procedures are different so that its marketing and selling ways are different. The chief operating decision-maker operates various businesses from the perspective of different products. Currently, businesses are mainly divided into computer segment, Buynow Plaza and other segments, of which computer segment and Buynow Plaza are the reportable segments.

(2) Segment information

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	Computer Segment	Buynow Plaza	Others	Total
<u>Three months ended September 30, 2022</u>				
Revenue from external customers	\$ 4,945,108	\$ 813,189	\$ -	\$ 5,758,297
Inter-segment revenue	3,608,401	-	-	3,608,401
Total segment revenue	<u>\$ 8,553,509</u>	<u>\$ 813,189</u>	<u>\$ -</u>	<u>\$ 9,366,698</u>
External-segment income (loss) (before tax)	<u>\$ 386,086</u>	<u>(\$ 176,295)</u>	<u>\$ 698</u>	<u>\$ 210,489</u>
Segment income (loss) (after tax)	<u>\$ 322,054</u>	<u>(\$ 265,011)</u>	<u>\$ 698</u>	<u>\$ 57,741</u>

<u>Three months ended September 30, 2021</u>	Computer			
	Segment	Buynow Plaza	Others	Total
Revenue from external customers	\$ 6,371,327	\$ 991,013	\$ -	\$ 7,362,340
Inter-segment revenue	4,397,139	-	-	4,397,139
Total segment revenue	<u>\$ 10,768,466</u>	<u>\$ 991,013</u>	<u>\$ -</u>	<u>\$ 11,759,479</u>
External-segment income (loss) (before tax)	<u>\$ 609,418</u>	<u>\$ 30,188</u>	<u>(\$ 2,260)</u>	<u>\$ 637,346</u>
Segment income (loss) (after tax)	<u>\$ 502,725</u>	<u>(\$ 2,878)</u>	<u>(\$ 2,260)</u>	<u>\$ 497,587</u>
<u>Nine months ended September 30, 2022</u>	Computer			
	Segment	Buynow Plaza	Others	Total
Revenue from external customers	\$ 14,320,978	\$ 2,650,952	\$ 989	\$ 16,972,919
Inter-segment revenue	10,152,247	-	-	10,152,247
Total segment revenue	<u>\$ 24,473,225</u>	<u>\$ 2,650,952</u>	<u>\$ 989</u>	<u>\$ 27,125,166</u>
External-segment income (loss) (before tax)	<u>\$ 934,870</u>	<u>\$ 97,890</u>	<u>(\$ 6,396)</u>	<u>\$ 1,026,364</u>
Segment income (loss) (after tax)	<u>\$ 794,803</u>	<u>(\$ 106,029)</u>	<u>(\$ 6,396)</u>	<u>\$ 682,378</u>
<u>Nine months ended September 30, 2021</u>	Computer			
	Segment	Buynow Plaza	Others	Total
Revenue from external customers	\$ 16,379,906	\$ 2,956,743	\$ 892	\$ 19,337,541
Inter-segment revenue	11,483,602	-	(892)	11,482,710
Total segment revenue	<u>\$ 27,863,508</u>	<u>\$ 2,956,743</u>	<u>\$ -</u>	<u>\$ 30,820,251</u>
External-segment income (before tax)	<u>\$ 1,135,329</u>	<u>\$ 439,275</u>	<u>\$ 1,600</u>	<u>\$ 1,576,204</u>
Segment income (after tax)	<u>\$ 932,432</u>	<u>\$ 272,066</u>	<u>\$ 1,600</u>	<u>\$ 1,206,098</u>

(3) Reconciliation for segment income (loss)

Sales between segments are carried out at arm's length. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that in the statement of comprehensive income.

A reconciliation of reportable segment income or loss to the income/(loss) before tax from continuing operations for the three months and nine months ended September 30, 2022 and 2021 is provided as follows:

Revenue	Three months ended September 30	
	2022	2021
Reportable segments revenue	\$ 9,366,698	\$ 11,759,479
Other segments revenue	-	-
Elimination of intersegment revenue	(3,608,401)	(4,397,139)
Total revenue	<u>\$ 5,758,297</u>	<u>\$ 7,362,340</u>

Revenue	Nine months ended September 30	
	2022	2021
Reportable segments revenue	\$ 27,124,177	\$ 30,820,251
Other segments revenue	989	-
Elimination of intersegment revenue	(10,152,247)	(11,482,710)
Total revenue	<u>\$ 16,972,919</u>	<u>\$ 19,337,541</u>

Income/(Loss)	Three months ended September 30	
	2022	2021
Reportable segments income (after tax)	\$ 57,043	\$ 499,847
Other segments income (loss) (after tax)	698	(2,260)
Elimination of intersegment transactions	-	-
Income after tax from continuing operations	<u>\$ 57,741</u>	<u>\$ 497,587</u>

Income/(Loss)	Nine months ended September 30	
	2022	2021
Reportable segments income (after tax)	\$ 688,774	\$ 1,204,498
Other segments (loss) income (after tax)	(6,396)	1,600
Elimination of intersegment transactions	-	-
Income after tax from continuing operations	<u>\$ 682,378</u>	<u>\$ 1,206,098</u>

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CLEVO CO. and Subsidiaries
Loans to others
Nine months ended September 30, 2022

Table 1

Expressed in thousands of NTD
(Except as otherwise indicated)

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2022 (Note 3)	Balance at September 30, 2022 (Note 8)	Actual amount drawn down	Interest rate range	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short- term financing (Note 6)	Allowance for doubtful account	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Name	Value			
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Changsha Hungyu Business Management Co., Ltd.	Other receivables - related parties - current	Yes	\$ 106,667	\$ 106,667	\$ 106,667	5.00%	2	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 16,944,138	\$ 42,360,344	Note 8
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	262,664	262,664	262,664	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	Other receivables - related parties - current	Yes	35,779	13,417	13,417	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	47,407	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	218,030	176,436	176,436	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	142,222	142,222	142,222	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	15,653	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow (Hangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	35,779	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	417,275	417,275	417,275	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Other receivables - related parties - current	Yes	17,890	17,890	17,890	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Other receivables - related parties - current	Yes	17,890	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	114,717	98,169	98,169	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	Other receivables - related parties - current	Yes	134,530	127,821	127,821	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Guangdong Buynow Real Estate Management Co., Ltd.	Other receivables - related parties - current	Yes	28,176	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Clevo (China) Investment Co., Ltd.	Other receivables - related parties - current	Yes	167,715	167,715	167,715	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	329,392	320,447	320,447	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	53,669	53,669	53,669	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Quanzhou Buynow Industry Co., Ltd.	Other receivables - related parties - current	Yes	46,960	16,548	16,548	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	35,779	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	Other receivables - related parties - current	Yes	432,705	432,705	432,705	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2022 (Note 3)	Balance at September 30, 2022 (Note 8)	Actual amount drawn down	Interest rate range	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short- term financing (Note 6)	Allowance for doubtful account	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Name	Value			
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	\$ 168,386	\$ 168,386	\$ 168,386	3.70%	2	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 16,944,138	\$ 42,360,344	Note 8
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	31,754	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	34,885	32,649	32,649	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Other receivables - related parties - current	Yes	330,734	196,562	196,562	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Guangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	175,765	175,765	175,765	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	Other receivables - related parties - current	Yes	175,855	175,855	175,855	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	664,464	664,464	664,464	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Daqing Buynow Electronic Information Corporation	Other receivables - related parties - current	Yes	100,182	100,182	100,182	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	91,237	91,237	91,237	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Shantou Buynow Mall Co., Ltd.	Other receivables - related parties - current	Yes	510,390	496,973	496,973	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Clevo (China) Investment Co., Ltd.	Other receivables - related parties - current	Yes	178,896	178,896	178,896	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Yingkou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	84,976	84,976	84,976	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	445,004	445,004	445,004	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	199,469	199,469	199,469	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	566,653	566,653	566,653	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Kunshan Kaishuo Trading Co., Ltd.	Other receivables - related parties - current	Yes	178,896	178,896	178,896	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	268,344	268,344	268,344	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Buynow (Hangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	159,665	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Buynow(Guangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	65,521	65,521	65,521	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Other receivables - related parties - current	Yes	33,543	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	266,689	266,689	266,689	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	64,045	64,045	64,045	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	78,267	72,677	72,677	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
5	Buynow (Nanchang) Industry Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	134,261	134,261	134,261	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8

Table 1, Page 2

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2022 (Note 3)	Balance at September 30, 2022 (Note 8)	Actual amount drawn down	Interest rate range	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short- term financing (Note 6)	Allowance for doubtful account	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Name	Value			
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Changsha Hungyu Business Management Co., Ltd.	Other receivables - related parties - current	Yes	\$ 97,364	\$ 97,364	\$ 97,364	3.70%	2	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 16,944,138	\$ 42,360,344	Note 8
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	83,366	70,396	70,396	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Clevo (China) Investment Co., Ltd.	Other receivables - related parties - current	Yes	93,920	93,920	93,920	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	103,402	103,402	103,402	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	49,196	49,196	49,196	1.65%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	107,338	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Quanzhou Buynow Industry Co., Ltd.	Other receivables - related parties - current	Yes	45,797	4,472	4,472	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Changsha Hungyu Business Management Co., Ltd.	Other receivables - related parties - current	Yes	126,345	126,345	126,345	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	175,765	169,057	169,057	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Yingkou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	120,039	120,039	120,039	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	59,259	52,551	52,551	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Buynow(Guangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	70,485	70,485	70,485	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	204,612	195,668	195,668	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Daqing Buynow Electronic Information Corporation	Other receivables - related parties - current	Yes	128,760	123,394	123,394	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
9	Buynow (Changchun) Industry Co., Ltd.	Buynow (Xian) Industry Co., Ltd	Other receivables - related parties - current	Yes	199,022	183,368	183,368	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
9	Buynow (Changchun) Industry Co., Ltd.	Buynow (Chongqing) Industry Co., Ltd.	Other receivables - related parties - current	Yes	4,472	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
9	Buynow (Changchun) Industry Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	48,302	48,302	48,302	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
9	Buynow (Changchun) Industry Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	22,362	8,945	8,945	1.65%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
9	Buynow (Changchun) Industry Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	35,779	22,362	22,362	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
9	Buynow (Changchun) Industry Co., Ltd.	Quanzhou Buynow Industry Co., Ltd.	Other receivables - related parties - current	Yes	17,890	17,890	17,890	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
10	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	79,072	79,072	79,072	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2022 (Note 3)	Balance at September 30, 2022 (Note 8)	Actual amount drawn down	Interest rate range	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short- term financing (Note 6)	Allowance for doubtful account	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Name	Value			
10	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	\$ 206,849	\$ 190,301	\$ 190,301	5.00%	2	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 16,944,138	\$ 42,360,344	Note 8
10	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Suzhou Jinzuo Industry Co., Ltd.	Other receivables - related parties - current	Yes	22,362	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
11	Quality Trust Property Management Co., Ltd	Qingdao Buynow Technology Industry Co., Ltd.	Other receivables - related parties - current	Yes	18,784	16,548	16,548	3.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
11	Quality Trust Property Management Co., Ltd	Daqing Buynow Electronic Information Corporation	Other receivables - related parties - current	Yes	225,185	206,401	206,401	3.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
11	Quality Trust Property Management Co., Ltd	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	5,367	-	-	3.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Buynow (Xian) Industry Co., Ltd	Other receivables - related parties - current	Yes	226,751	226,751	226,751	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	Other receivables - related parties - current	Yes	287,352	280,643	280,643	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Guangdong Buynow Real Estate Management Co., Ltd.	Other receivables - related parties - current	Yes	67,086	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	24,598	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	186,088	186,088	186,088	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	26,834	26,834	26,834	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
13	Wuxi Quntai Property Management Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	27,282	27,282	27,282	3.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
14	Beijing Kaiye Electronic Technology Co., Ltd.	Clevo (China) Investment Co., Ltd.	Other receivables - related parties - current	Yes	22,362	22,362	22,362	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
15	Buynow (Chongqing) Industry Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	74,689	47,855	47,855	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Buynow (Hangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	133,725	133,725	133,725	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	84,081	84,081	84,081	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	Other receivables - related parties - current	Yes	288,872	254,435	254,435	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	202,689	73,437	73,437	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	327,827	305,465	305,465	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	212,081	212,081	212,081	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
16	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Shanghai Huizhuan Restaurant Management Co., Ltd.	Other receivables - related parties - current	Yes	32,201	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2022 (Note 3)	Balance at September 30, 2022 (Note 8)	Actual amount drawn down	Interest rate range	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short- term financing (Note 6)	Allowance for doubtful account	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Name	Value			
17	Tianjin Buynow Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	\$ 161,454	\$ 161,454	\$ 161,454	3.70%	2	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 16,944,138	\$ 42,360,344	Note 8
17	Tianjin Buynow Electronic Information Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	Other receivables - related parties - current	Yes	63,508	63,508	63,508	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
17	Tianjin Buynow Electronic Information Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	Other receivables - related parties - current	Yes	286,055	254,748	254,748	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
17	Tianjin Buynow Electronic Information Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	154,495	154,495	154,495	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
17	Tianjin Buynow Electronic Information Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	4,472	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
17	Tianjin Buynow Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	98,348	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
18	Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Beijing Kaiye Electronic Technology Co., Ltd.	Other receivables - related parties - current	Yes	22,362	22,362	22,362	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
18	Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Daqing Buynow Electronic Information Corporation	Other receivables - related parties - current	Yes	31,307	31,307	31,307	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
18	Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Shantou Buynow Mall Co., Ltd.	Other receivables - related parties - current	Yes	274,382	274,382	274,382	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
18	Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	353,320	353,320	353,320	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
18	Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	25,269	25,269	25,269	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
19	Beijing Clevo Investment Management Consultant Co.,Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	Other receivables - related parties - current	Yes	309,266	284,221	284,221	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
19	Beijing Clevo Investment Management Consultant Co.,Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	Other receivables - related parties - current	Yes	309,043	309,043	309,043	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	361,325	361,325	361,325	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	Other receivables - related parties - current	Yes	44,724	44,724	44,724	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Buynow(Guangzhou) Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	75,092	66,147	66,147	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	Other receivables - related parties - current	Yes	73,616	14,356	14,356	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	Other receivables - related parties - current	Yes	19,634	-	-	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Clevo (China) Investment Co., Ltd.	Other receivables - related parties - current	Yes	33,543	33,543	33,543	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	250,007	245,535	245,535	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	102,865	102,865	102,865	1.65%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	251,125	203,494	203,494	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2022 (Note 3)	Balance at September 30, 2022 (Note 8)	Actual amount drawn down	Interest rate range	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short- term financing (Note 6)	Allowance for doubtful account	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
													Name	Value			
20	Guangdong Buynow Real Estate Management Co., Ltd.	Quanzhou Buynow Industry Co., Ltd.	Other receivables - related parties - current	Yes	\$ 101,523	\$ 10,018	\$ 10,018	3.70%	2	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 16,944,138	\$ 42,360,344	Note 8
20	Guangdong Buynow Real Estate Management Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	Other receivables - related parties - current	Yes	252,691	252,691	252,691	3.70%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Other receivables - related parties - current	Yes	35,779	-	-	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	Other receivables - related parties - current	Yes	76,031	76,031	76,031	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Guangdong Buynow Real Estate Management Co., Ltd.	Other receivables - related parties - current	Yes	102,418	-	-	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Clevo (China) Investment Co., Ltd.	Other receivables - related parties - current	Yes	83,634	-	-	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	646,977	646,977	646,977	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Suzhou Jinzuo Industry Co., Ltd.	Other receivables - related parties - current	Yes	324,473	324,473	324,473	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
21	Shantou Buynow Mall Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	104,654	97,498	97,498	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
22	Clevo (China) Investment Co., Ltd.	Shanghai Buynow Online Information Technology Co., Ltd.	Other receivables - related parties - current	Yes	11,628	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
22	Clevo (China) Investment Co., Ltd.	Shanghai Huizhuan Restaurant Management Co., Ltd.	Other receivables - related parties - current	Yes	1,118	-	-	0.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
23	Dezhou Buynow Electronic Information Co., Ltd.	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Other receivables - related parties - current	Yes	62,614	-	-	5.00%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8
24	Kunshan Kaishuo Trading Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	Other receivables - related parties - current	Yes	113,957	113,957	113,957	4.50%	2	-	Additional operating capital	-	-	-	16,944,138	42,360,344	Note 8

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

- (1) The Company is ‘0’.
- (2) The subsidiaries are numbered in order starting from ‘1’.

Note 2: Fill in the name of account in which the loans are recognised, such as receivables–related parties, current account with stockholders, prepayments, temporary payments, etc.

Note 3: Fill in the maximum outstanding balance of loans to others during the nine months ended September 30, 2022.

Note 4: The nature of loans :

- (1) Related to business transactions is"1".
- (2) short-term financing is "2".

Note 5: In accordance with the Article 4 of the Company's "Procedures for Provision of Loans" the limit on the loans to a party with business transactions is lower than the amount occurred between the creditor and borrower in the current year when nature of the loan is related to business transactions.

Note 6: Fill in purpose of loan when nature of loan is for short-term financing, for example, repayment of loan, acquisition of equipment, working capital, etc.

Note 7: According to the Company’s “Procedures for Provision of Loans”

- (1) The ceiling on loans granted by the Company to other shall not be more than 40% of the Company's net assets.
- (2) The limit on loans granted by the Company to a single party shall not be more than 30% of the Company's net assets.

Note 8:According to the Subsidiaries' “Procedures for Provision of Loans”

- (1) The limit on loans granted by a subsidiary to a single party in which the Company directly and indirectly holds 100% of the voting shares shall not be more than 40% of the Company's net assets.
- (2) The ceiling on loans to others in which the Company directly and indirectly holds 100% of the voting shares shall not be more than 100% of the Company's net assets.
- (3) The ceiling on loans to others in which the Company directly and indirectly holds 100% of the voting shares limit to other single party is 40% of the subsidiary's net assets.

Note 9: The amounts of funds to be loaned to others which have been approved by the board of directors of a public company in accordance with Article 14, Item 1 of the “Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies” should be included in its published balance of loans to others at the end of the reporting period to reveal the risk of loaning the public company bears, even though they have not yet been appropriated. However, this balance should exclude the loans repaid when repayments are done subsequently to reflect the risk adjustment.

In addition, if the board of directors of a public company has authorized the chairman to loan funds in instalments or in revolving within certain lines and within one year in accordance with Article 14, Item 2 of the “Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies”, the published balance of loans to others at the end of the reporting period should also include these lines of loaning approved by the board of directors, and these lines of loaning should not be excluded from this balance even though the loans are repaid subsequently, for taking into consideration they could be loaned again thereafter.

CLEVO CO. and Subsidiaries
Provision of endorsements and guarantees to others
Nine months ended September 30, 2022

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

No. (Note 1)	Endorser/guarantor	Party being endorsed/ guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 3)	Maximum outstanding endorsement/ guarantee amount as of September 30, 2022 (Note 4)	Outstanding endorsement/ guarantee amount at September 30, 2022 (Note 5)	Actual amount drawn down (Note 6)	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 (Note 3)	Provision of endorsements/ guarantees by parent company to subsidiary (Note 7)	Provision of endorsements/ guarantees by subsidiary to parent company (Note 7)	Provision of endorsements/ guarantees to the party in Mainland China (Note 7)	Footnote
		Company name	Relationship with the investor (Note 2)											
1	Changsha Hungyu Business Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	\$ 42,360,344	\$ 788,931	\$ 788,931	\$ 671,343	\$ 788,931	1.86	\$ 42,360,344	N	N	Y	-
2	Buynow (Hangzhou) Electronic Information Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	3	42,360,344	178,896	178,896	143,117	-	0.42	42,360,344	N	N	Y	-
2	Buynow (Hangzhou) Electronic Information Co., Ltd.	Buynow (Chongqing) Industry Co., Ltd.	3	42,360,344	353,320	353,320	308,596	-	0.83	42,360,344	N	N	Y	-
2	Buynow (Hangzhou) Electronic Information Co., Ltd.	Guangdong Buynow Real Estate Management Co., Ltd.	3	42,360,344	134,172	-	-	-	0.32	42,360,344	N	N	Y	-
2	Buynow (Hangzhou) Electronic Information Co., Ltd.	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	3	42,360,344	134,172	134,172	133,278	134,172	0.32	42,360,344	N	N	Y	-
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	3	42,360,344	1,118,100	849,756	276,443	849,756	2.64	42,360,344	N	N	Y	-
4	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	3	42,360,344	1,610,064	1,610,064	1,319,358	1,610,064	3.80	42,360,344	N	N	Y	-
4	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	42,360,344	788,931	788,931	671,343	-	1.86	42,360,344	N	N	Y	-
5	Buynow Electronic Information (Shenyang) Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	42,360,344	1,118,100	1,118,100	894,480	1,118,100	2.64	42,360,344	N	N	Y	-
6	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Quanzhou Buynow Industry Co., Ltd.	3	42,360,344	268,344	-	-	-	0.63	42,360,344	N	N	Y	-
7	Zibo Buynow Electronic Information Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	42,360,344	205,730	205,730	164,584	205,730	0.49	42,360,344	N	N	Y	-
7	Zibo Buynow Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	42,360,344	138,644	138,644	124,780	138,644	0.33	42,360,344	N	N	Y	-
8	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Guangdong Buynow Real Estate Management Co., Ltd.	3	42,360,344	447,240	447,240	89,448	447,240	1.06	42,360,344	N	N	Y	-
8	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	3	42,360,344	429,350	429,350	407,883	429,350	1.01	42,360,344	N	N	Y	-
9	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Kapok Computer (Kunshan) Co., Ltd.	3	42,360,344	869,944	869,944	796,087	869,944	2.05	42,360,344	N	N	Y	-
10	Buynow (Chongqing) Industry Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	3	42,360,344	178,896	178,896	143,117	178,896	0.42	42,360,344	N	N	Y	-
11	Buynow (Changchun) Industry Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	3	42,360,344	313,068	313,068	275,947	313,068	0.74	42,360,344	N	N	Y	-
11	Buynow (Changchun) Industry Co., Ltd.	Buynow (Fujian) Electronic Technology Development Co., Ltd.	3	42,360,344	161,006	161,006	143,117	161,006	0.38	42,360,344	N	N	Y	-
12	Guangdong Buynow Real Estate Management Co., Ltd.	Kapok Computer (Kunshan) Co., Ltd.	3	42,360,344	2,381,475	1,587,650	1,587,650	1,587,650	5.62	42,360,344	N	N	Y	-
13	Buynow (Harbin) Industry Co., Ltd.	Suzhou Jinzuo Industry Co., Ltd.	3	42,360,344	402,516	402,516	201,258	402,516	0.95	42,360,344	N	N	Y	-
14	Tianjin Buynow Electronic Information Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	42,360,344	1,118,100	1,118,100	-	1,118,100	2.64	42,360,344	N	N	Y	-

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

(1) The Company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following six categories; fill in the number of category each case belongs to:

(1) Having business relationship.

(2) The endorser/guarantor parent company owns directly more than 50% voting shares of the endorsed/guaranteed subsidiary.

(3) The Endorser/guarantor parent company and its subsidiaries jointly own more than 50% voting shares of the endorsed/ guaranteed company.

(4) The endorsed/guaranteed parent company directly or indirectly owns more than 50% voting shares of the endorser/guarantor subsidiary.

(5) Mutual guarantee of the trade as required by the construction contract.

(6) Due to joint venture, all shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.

Note 3: In accordance with Company's procedures of endorsements and guarantees, limit on the Company's total guarantee amount is 200% of the Company's net assets, and the limit on endorsement/guarantee to a single party is 100% of the aforementioned total amount. The limit on total guarantee amount and the endorsement/guarantee to a single party of the subsidiaries owned directly or indirectly 100% voting shares by the Company are both 200% of the Company's net assets. The limit on total guarantee amount and the endorsement/guarantee to a single party of the subsidiaries owned directly or indirectly 100% voting shares by the Company are both 200% of the Company's net assets.

Note 4: Fill in the year-to-date maximum outstanding balance of endorsements/guarantees provided as of the reporting period.

Note 5: Once endorsement/guarantee contracts or promissory notes are signed/issued by the endorser/guarantor company to the banks, the endorser/guarantor company bears endorsement/guarantee liabilities. And all other events involve endorsements and guarantees should be included in the balance of outstanding endorsements and guarantees.

Note 6: Fill in the actual amount of endorsements/guarantees used by the endorsed/guaranteed company.

Note 7: Fill in 'Y' for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

Note 8: The limit on the Company and the subsidiaries' total endorsement/guarantee amount is 300% of the Company's net assets.

Note 9: The limit on endorsement/guarantee to a single party of the Company and the subsidiaries is 100% of the Company's net assets.

Note 10: When the total guarantee amount of the Company and the subsidiaries reached 50% of the Company's net assets, it is necessary to explain the necessity and reasonableness at the shareholders' meeting.

Note 11: In accordance with Article 5 of the Company's procedures of endorsements and guarantees, due to the endorsement of the business relationship, the limit on endorsement/guarantee to a single party due to business relationship shall not exceed the limit mentioned in Note 3 and the actual sales amount between of the single enterprise and the guarantee company within the last year.

CLEVO CO. and Subsidiaries
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)
Nine months ended September 30, 2022

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

Securities held by	Marketable securities (Note 1)	Relationship with the securities issuer (Note 2)	General ledger account	Ending Balance				Footnote (Note 4)
				No. of shares	Book value (Note 3)	(%)	Fair Value	
	Stock							
Clevo Co.	CHICONY ELECTRONICS CO., LTD.	Same chairman as the Company	Financial assets at fair value through profit or loss - current	4,697,000	\$ 387,033	0.62%	\$ 387,033	-
Clevo Co.	Eson Precision Ind. Co., Ltd.	-	Financial assets at fair value through profit or loss - current	91,000	5,478	0.05%	5,478	-
Clevo Co.	Swancor Holding Co., LTD.	-	Financial assets at fair value through profit or loss - current	46,000	4,324	0.01%	4,324	-
Clevo Co.	ALLTOP TECHNOLOGY CO., LTD.	-	Financial assets at fair value through profit or loss - current	78,000	10,725	0.13%	10,725	-
Clevo Co.	LARGAN Precision Co.,Ltd	-	Financial assets at fair value through profit or loss - current	3,000	5,025	0.00%	5,025	-
Clevo Co.	KING SLIDE WORKS CO.,LTD	-	Financial assets at fair value through profit or loss - current	9,000	4,257	0.01%	4,257	-
Clevo Co.	CTBC FINANCIAL HOLDING CO., LTD.	-	Financial assets at fair value through profit or loss - current	2,195,000	43,571	0.01%	43,571	-
Clevo Co.	TaiMed Biologics Inc.	-	Financial assets at fair value through profit or loss - current	6,000	383	0.00%	383	-
Clevo Co.	SERCOMM CORP.	-	Financial assets at fair value through profit or loss - current	108,000	8,510	0.04%	8,510	-
Clevo Co.	CHUNG-HSIN ELECTRIC & MACHINERY MFG. CORP.	-	Financial assets at fair value through profit or loss - current	102,000	5,804	0.02%	5,804	-
Clevo Co.	E INK HOLDINGS INC.	-	Financial assets at fair value through profit or loss - current	49,000	10,388	0.00%	10,388	-
Clevo Co.	TSEC CORPORATION	-	Financial assets at fair value through profit or loss - current	50,000	1,815	0.01%	1,815	-
Clevo Co.	AUO Corporation	-	Financial assets at fair value through profit or loss - current	1,092,989	16,067	0.01%	16,067	-
Clevo Co.	Alchip Technologies, Limited	-	Financial assets at fair value through profit or loss - current	6,000	5,202	0.01%	5,202	-
Clevo Co.	DELTA ELECTRONICS, INC.	-	Financial assets at fair value through profit or loss - current	13,000	3,289	0.00%	3,289	-
Clevo Co.	Taiwan Semiconductor Manufacturing Co., Ltd.	-	Financial assets at fair value through profit or loss - current	13,000	5,486	0.00%	5,486	-
Clevo Co.	Mega Financial Holding Company Ltd.	-	Financial assets at fair value through profit or loss - current	94,000	2,928	0.00%	2,928	-
Clevo Co.	TONG HSING ELECTRONIC INDUSTRIES ,LTD.	-	Financial assets at fair value through profit or loss - current	24,000	3,984	0.01%	3,984	-
Clevo Co.	Anji Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	207,000	9,108	0.18%	9,108	-
Clevo Co.	Taiwan Hon Chuan Enterprise Co., Ltd.	-	Financial assets at fair value through profit or loss - current	39,000	3,268	0.01%	3,268	-
Clevo Co.	Sports Gear Co., Ltd.	-	Financial assets at fair value through profit or loss - current	70,000	5,572	0.04%	5,572	-
Clevo Co.	GIGA-BYTE TECHNOLOGY CO., LTD.	-	Financial assets at fair value through profit or loss - current	52,000	4,592	0.01%	4,592	-
Clevo Co.	BOE Technology Group Co., Ltd.	-	Financial assets at fair value through profit or loss - current	200,000	2,925	0.00%	2,925	-
Clevo Co.	HOTA INDUSTRIAL MFG. CO., LTD.	-	Financial assets at fair value through profit or loss - current	2,000	183	0.00%	183	-
Clevo Co.	MAXIGEN BIOTECH INC.	-	Financial assets at fair value through profit or loss - current	144,000	5,839	0.19%	5,839	-
Clevo Co.	Universal Microwave Technology,Inc.	-	Financial assets at fair value through profit or loss - current	16,000	2,240	0.03%	2,240	-
Clevo Co.	ACTRON TECHNOLOGY CORPORATION	-	Financial assets at fair value through profit or loss - current	83,000	12,824	0.09%	12,824	-
Clevo Co.	Alexander Marine Co., Ltd.	-	Financial assets at fair value through profit or loss - current	35,000	9,345	0.04%	9,345	-
Clevo Co.	ASPEED TECHNOLOGY INC.	-	Financial assets at fair value through profit or loss - current	1,000	1,780	0.00%	1,780	-
Clevo Co.	CUB ELECPARTS INC.	-	Financial assets at fair value through profit or loss - current	73,000	12,191	0.06%	12,191	-
Clevo Co.	Lotus Pharmaceutical Co.,Ltd.	-	Financial assets at fair value through profit or loss - current	38,000	6,175	0.01%	6,175	-
Clevo Co.	Gudeng Precision Industrial Co., LTD	-	Financial assets at fair value through profit or loss - current	11,000	3,102	0.01%	3,102	-
Clevo Co.	NETRONIX,INC.	-	Financial assets at fair value through profit or loss - current	58,000	3,364	0.07%	3,364	-
Clevo Co.	Getac Holdings Corporation	-	Financial assets at fair value through profit or loss - current	81,000	3,422	0.01%	3,422	-
Clevo Co.	Tripod Technology Corporation	-	Financial assets at fair value through profit or loss - current	120,000	11,208	0.02%	11,208	-
Clevo Co.	PCL TECHNOLOGIES,INC.	-	Financial assets at fair value through profit or loss - current	200,000	23,200	0.29%	23,200	-
Clevo Co.	Global Unichip Corp.	-	Financial assets at fair value through profit or loss - current	8,000	4,712	0.01%	4,712	-
Clevo Co.	Foxconn Industrial Internet Co., Ltd.	-	Financial assets at fair value through profit or loss - current	1,760,000	67,065	0.01%	67,065	-
Clevo Co.	Andes Technology Corporation	-	Financial assets at fair value through profit or loss - current	10,000	3,945	0.02%	3,945	-
Clevo Co.	Accton Technology Corp.	-	Financial assets at fair value through profit or loss - current	17,000	4,633	0.00%	4,633	-
Clevo Co.	FORTUNE ELECTRIC CO.,LTD	-	Financial assets at fair value through profit or loss - current	60,000	2,496	0.02%	2,496	-
Clevo Co.	LuxNet Corporation	-	Financial assets at fair value through profit or loss - current	217,000	7,400	0.16%	7,400	-

Securities held by	Marketable securities (Note 1)	Relationship with the securities issuer (Note 2)	General ledger account	Ending Balance				Footnote (Note 4)
				No. of shares	Book value (Note 3)	(%)	Fair Value	
Clevo Co.	Aerospace Industrial Development Corporation	-	Financial assets at fair value through profit or loss - current	294,000	\$ 9,937	0.03%	\$ 9,937	-
Clevo Co.	TAIWAN BUSINESS BANK, LTD.	-	Financial assets at fair value through profit or loss - current	8,530,699	107,487	0.11%	107,487	-
Clevo Co.	Far EasTone Telecommunications Co., Ltd.	-	Financial assets at fair value through profit or loss - current	56,000	4,054	0.00%	4,054	-
Clevo Co.	IBASE TECHNOLOGY INC.	-	Financial assets at fair value through profit or loss - current	92,000	6,136	0.05%	6,136	-
Clevo Co.	Zhen Ding Technology Holding Limited	-	Financial assets at fair value through profit or loss - current	380,000	40,280	0.04%	40,280	-
Clevo Co.	United Renewable Energy Co., Ltd.	-	Financial assets at fair value through profit or loss - current	240,000	5,172	0.00%	5,172	-
Clevo Co.	HON HAI PRECISION IND. CO., LTD.	-	Financial assets at fair value through profit or loss - current	63,000	6,426	0.00%	6,426	-
Clevo Co.	POYA International Co., Ltd.	-	Financial assets at fair value through profit or loss - current	10,000	3,935	0.01%	3,935	-
	Beneficiary certificate							-
Clevo Co.	Greater China Multi-Strategy Fund	-	Financial assets at fair value through profit or loss - current	78,788	412,877	-	412,877	-
Clevo Co.	Invesco 3 to 6 Year Maturity Emerging Market Bond Fund Acc	-	Financial assets at fair value through profit or loss - current	1,500,000	13,367	-	13,367	-
Clevo Co.	Cathay Global Autonomous and Electric Vehicles ETF	-	Financial assets at fair value through profit or loss - current	3,000,000	35,310	-	35,310	-
Clevo Co.	President ICE FactSet Asia Semiconductor Net Total Return Index	-	Financial assets at fair value through profit or loss - current	5,000,000	26,500	-	26,500	-
Clevo Co.	SinoPac Taiwan Superior Dividend Highlight Stocks ETF	-	Financial assets at fair value through profit or loss - current	400,000	5,568	-	5,568	-
	Stock							-
Kapok Computer Co., Ltd.	CHICONY ELECTRONICS CO., LTD.	Same chairman as the Company	Financial assets at fair value through profit or loss - current	40,862	3,367	0.01%	3,367	-
Kapok Computer Co., Ltd.	CLEVO CO.	The Company	Financial asset measured at fair value through other comprehensive income- non-current	16,966,596	532,751	2.68%	532,751	-
	Stock							-
Clevo Investment Co., Ltd.	CHICONY ELECTRONICS CO., LTD.	Same chairman as the Company	Financial assets at fair value through profit or loss - current	162,072	13,355	0.02%	13,355	-
Clevo Investment Co., Ltd.	CLEVO CO.	The Company	Financial asset measured at fair value through other comprehensive income- non-current	10,080,669	316,533	1.59%	316,533	-
	Beneficiary certificate							-
Clevo Investment Co., Ltd.	Yuanta Taiwan High-yield Leading Company Fund	-	Financial assets at fair value through profit or loss - current	1,000,000	10,800	-	10,800	-
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	UG Hidden Dragon Special Opportunity Fund	-	Financial assets at fair value through profit or loss - current	147,988	373,081	-	373,081	-
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	Greater China Multi-Strategy Fund	-	Financial assets at fair value through profit or loss - current	403,145	269,776	-	269,776	-
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	Greater China Multi-Strategy Fund	-	Financial assets at fair value through profit or loss - current	19,711	103,291	-	103,291	-
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	KGI Next Generation Multi-Asset Fund	-	Financial assets at fair value through profit or loss - current	384,911	105,476	-	105,476	-
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BlackRock Global Funds - ESG Multi Asset Fund	-	Financial assets at fair value through profit or loss - current	37,879	57,444	-	57,444	-
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	AB SICAV I-American Growth Portfolio	-	Financial assets at fair value through profit or loss - current	5,657	23,039	-	23,039	-

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities.

Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

Note 3: 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 amortised cost deducted by accumulated impairment for the marketable securities not measured at

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions

CLEVO CO. and Subsidiaries
Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more
Nine months ended September 30, 2022

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

Real estate acquired by	Real estate acquired	Transaction date or date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below:				Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
							Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount			
Buynow (Xian) Industry Co., Ltd.	Construction in Progress, Prepayments and Land Use Right	2005~third Quarter of 2022	\$ 1,631,924	\$ 1,153,565	Xi'an Xinxiaozhai Old Village Reconstruction and Construction Development Co., Ltd. etc.	-	-	-	-	\$ -	Mutual agreement	Department store; under construction	-
Yingkou Buynow Electronic Information Co., Ltd.	Construction in Progress and Land Use Right	Second Quarter of 2011~third Quarter of 2022	769,597	745,537	Bureau of Land and Resources of Yingkou City etc.	-	-	-	-	-	Mutual agreement	Department store; under construction	-
Guiyang Buynow Electronic Information Co., Ltd.	Construction in Progress and Land Use Right	Fourth Quarter of 2011~third Quarter of 2022	1,508,715	1,442,274	Guiyang Municipal Bureau of Land and Resources etc.	-	-	-	-	-	Mutual agreement	Department store; under construction	-
Buynow (Jinzhou) Industry Co., Ltd.	Buildings and Land Held for Sale, Construction in Progress and Land Use Right	Second Quarter of 2013~third Quarter of 2022	1,800,124	1,781,585	Jinzhou Municipal Bureau of Land and Resources etc.	-	-	-	-	-	Mutual agreement	Department store; under construction	-

Note 1: The appraisal result should be presented in the 'Basis or reference used in setting the price' column if the real estate acquired should be appraised pursuant to the regulations.

Note 2: Paid-in capital referred to herein is the paid-in capital of parent company. In the case that shares were issued with no par value or a par value other than NT\$10 per share, the 20 % of paid-in capital shall be replaced by 10% of equity attributable to owners of the parent in the calculation.

Note 3: Date of the event referred to herein is the date of contract signing date, date of payment, date of execution of a trading order, date of title transfer, date of board resolution, or other date that can confirm the counterparty and the monetary amount of the transaction, whichever is earlier.

CLEVO CO. and Subsidiaries
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
Nine months ended September 30, 2022

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Compared to third party transactions (Note 1)		Notes/accounts receivable (payable)		Footnote (Note 2)
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit Price	Credit term	Balance at September 30, 2022	Percentage of total notes/accounts receivable (payable)	
Clevo Co.	Kapok Computer (Kunshan) Co., Ltd.	The Company's ultimate parent company	Purchases	\$ 10,261,955	63.64%	30 days after monthly billings and offset between creditor's rights and debt obligation. Prepayment is allowed when there is a fund requirement.	The selling price is reduced by 5%~15%. However, it can be adjusted according to market conditions.	1~5 months for normal customers due to fund requirements.	\$ (954,159)	67.89%	-
Clevo Co.	Kapok Computer (Kunshan) Co., Ltd.	The Company's ultimate parent company	Sales	(3,363,185)	19.03%	180 days	The goods are not sold to other customers, so the prices cannot be compared.	1~2 months for normal customers due to fund requirements.		-	-
Kapok Computer (Kunshan) Co., Ltd.	Clevo Co.	The Company as the ultimate parent company	Sales	(10,261,955)	99.98%	30 days after monthly billings	It is the only customer, so the price cannot be compared.	-	954,159	99.30%	-
Kapok Computer (Kunshan) Co., Ltd.	Clevo Co.	The Company as the ultimate parent company	Purchases	3,363,185	40.90%	180 days	It is the only supplier, so the price cannot be compared.	-	-	-	-

Note 1: If terms of related-party transactions are different from third-party transactions, explain the differences and reasons in the 'Unit price' and 'Credit term' columns.

Note 2: In case related-party transaction terms involve advance receipts (prepayments) transactions, explain in the footnote the reasons, contractual provisions, related amounts, and differences in types of transactions compared to third-party transactions.

Note 3: Paid-in capital referred to herein is the paid-in capital of parent company. In the case that shares were issued with no par value or a par value other than NT\$10 per share, the 20 % of paid-in capital shall be replaced by 10% of equity attributable to owners of the parent in the calculation.

CLEVO CO. and Subsidiaries
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
Nine months ended September 30, 2022

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 30, 2022 (Note 1)	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Kapok Computer (Kunshan) Co., Ltd.	Clevo Co.	The transaction object is a subsidiary of the company.	\$ 954,159	28.68	-	Reclassified to other receivables - related parties - current	\$ 839,898	\$ -

Note 1: Fill in separately the balances of accounts receivable–related parties, notes receivable–related parties, other receivables–related parties....

Note 2: Paid-in capital referred to herein is the paid-in capital of parent company. In the case that shares were issued with no par value or a par value other than NT\$10 per share, the 20 % of paid-in capital shall be replaced by 10% of equity attributable to owners of the parent in the calculation.

CLEVO CO. and Subsidiaries

Significant inter-company transactions during the reporting period

Nine months ended September 30, 2022

Table 7

Expressed in thousands of NTD

(Except as otherwise indicated)

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)
0	Clevo Co.	Kapok Computer (Kunshan) Co., Ltd.	1	Purchases	\$ 10,261,955	The selling price is reduced by 5%~15%. However, it can be adjusted according to market conditions. The payment period is 30 days after monthly billings.	60.46%
0	Clevo Co.	Kapok Computer (Kunshan) Co., Ltd.	1	Sales	3,363,185	It is the only customer, so the price cannot be compared. The payment period is 180 days.	19.82%
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Changsha Hungyu Business Management Co., Ltd.	3	Other receivables - related parties - current	106,667	5.00%	0.11%
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	262,664	5.00%	0.27%
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	176,436	5.00%	0.18%
1	Buynow (Hangzhou) Electronic Information Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	142,222	5.00%	0.15%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	417,275	3.70%	0.44%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	98,169	3.70%	0.10%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	3	Other receivables - related parties - current	127,821	3.70%	0.13%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Clevo (China) Investment Co., Ltd.	3	Other receivables - related parties - current	167,715	3.70%	0.18%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	320,447	3.70%	0.34%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	53,669	3.70%	0.06%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Buynow (Fujian) Electronic Technology Development Co., Ltd.	3	Receivables - related parties	61,785	-	0.06%
2	Buynow (Chengdu) Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	75,385	-	0.08%
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	3	Other receivables - related parties - current	432,705	3.70%	0.45%
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Other receivables - related parties - current	168,386	3.70%	0.18%
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Receivables - related parties	68,360	-	0.07%
3	Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Buynow (Xian) Industry Co., Ltd.	3	Receivables - related parties	56,582	-	0.06%
4	Kapok Computer (Kunshan) Co., Ltd.	Clevo Co.	3	Accounts receivable - related parties	954,159	-	1.00%
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Nanchang) Industry Co., Ltd.	3	Other receivables - related parties - current	196,562	4.50%	0.21%

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)
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Guangzhou) Electronic Information Co., Ltd.	3	Other receivables - related parties - current	\$ 175,765	4.50%	0.18%
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Xian) Industry Co., Ltd	3	Other receivables - related parties - current	175,855	4.50%	0.18%
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Other receivables - related parties - current	664,464	4.50%	0.70%
4	Kapok Computer (Kunshan) Co., Ltd.	Daqing Buynow Electronic Information Corporation	3	Other receivables - related parties - current	100,182	4.50%	0.10%
4	Kapok Computer (Kunshan) Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	91,237	4.50%	0.10%
4	Kapok Computer (Kunshan) Co., Ltd.	Shantou Buynow Mall Co., Ltd.	3	Other receivables - related parties - current	496,973	4.50%	0.52%
4	Kapok Computer (Kunshan) Co., Ltd.	Clevo (China) Investment Co., Ltd.	3	Other receivables - related parties - current	178,896	4.50%	0.19%
4	Kapok Computer (Kunshan) Co., Ltd.	Yingkou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	84,976	4.50%	0.09%
4	Kapok Computer (Kunshan) Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	445,004	4.50%	0.47%
4	Kapok Computer (Kunshan) Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	199,469	4.50%	0.21%
4	Kapok Computer (Kunshan) Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	566,653	4.50%	0.59%
4	Kapok Computer (Kunshan) Co., Ltd.	Kunshan Kaishuo Trading Co., Ltd.	3	Other receivables - related parties - current	178,896	4.50%	0.19%
4	Kapok Computer (Kunshan) Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	3	Other receivables - related parties - current	268,344	4.50%	0.28%
5	Buynow (Nanchang) Industry Co., Ltd.	Buynow(Guangzhou) Electronic Information Co., Ltd.	3	Other receivables - related parties - current	65,521	5.00%	0.07%
5	Buynow (Nanchang) Industry Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	266,689	5.00%	0.28%
5	Buynow (Nanchang) Industry Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	64,045	5.00%	0.07%
5	Buynow (Nanchang) Industry Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	72,677	5.00%	0.08%
5	Buynow (Nanchang) Industry Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	3	Other receivables - related parties - current	134,261	5.00%	0.14%
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Changsha Hungyu Business Management Co., Ltd.	3	Other receivables - related parties - current	97,364	3.70%	0.10%
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Other receivables - related parties - current	70,396	3.70%	0.07%
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Clevo (China) Investment Co., Ltd.	3	Other receivables - related parties - current	93,920	3.70%	0.10%
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	103,402	3.70%	0.11%
6	Buynow (Zhengzhou) Electronic Information Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Receivables - related parties	50,813	-	0.05%
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Changsha Hungyu Business Management Co., Ltd.	3	Other receivables - related parties - current	126,345	3.70%	0.13%
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd	3	Other receivables - related parties - current	169,057	3.70%	0.18%
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Yingkou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	120,039	3.70%	0.13%
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	52,551	3.70%	0.05%

Table 7, Page 2

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)
7	Buynow Electronic Information (Shenyang) Co., Ltd.	Yingkou Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	\$ 87,280	-	0.09%
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Buynow (Guangzhou) Electronic Information Co., Ltd.	3	Other receivables - related parties - current	70,485	3.70%	0.07%
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Other receivables - related parties - current	195,668	3.70%	0.20%
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Daqing Buynow Electronic Information Corporation	3	Other receivables - related parties - current	123,394	3.70%	0.13%
8	Buynow (Fujian) Electronic Technology Development Co., Ltd.	Daqing Buynow Electronic Information Corporation	3	Receivables - related parties	52,060	-	0.05%
9	Buynow (Changchun) Industry Co., Ltd.	Buynow (Xian) Industry Co., Ltd	3	Other receivables - related parties - current	183,368	3.70%	0.19%
10	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Other receivables - related parties - current	79,072	5.00%	0.08%
10	Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	190,301	5.00%	0.20%
11	Quality Trust Property Management Co., Ltd	Daqing Buynow Electronic Information Corporation	3	Other receivables - related parties - current	206,401	3.00%	0.22%
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Buynow (Xian) Industry Co., Ltd	3	Other receivables - related parties - current	226,751	3.70%	0.24%
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Buynow (Harbin) Industry Co., Ltd.	3	Other receivables - related parties - current	280,643	3.70%	0.29%
12	Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	186,088	3.70%	0.19%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Buynow (Hangzhou) Electronic Information Co., Ltd.	3	Other receivables - related parties - current	133,725	5.00%	0.14%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	84,081	5.00%	0.09%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	3	Other receivables - related parties - current	254,435	5.00%	0.27%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	73,437	5.00%	0.08%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	305,465	5.00%	0.32%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	3	Other receivables - related parties - current	212,081	5.00%	0.22%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	3	Receivables - related parties	110,827	-	0.12%
13	Shanghai Buynow Electronic Products Market Management Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	76,765	-	0.08%
14	Tianjin Buynow Electronic Information Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	161,454	3.70%	0.17%
14	Tianjin Buynow Electronic Information Co., Ltd.	Buynow (Xian) Industry Co., Ltd	3	Other receivables - related parties - current	63,508	3.70%	0.07%
14	Tianjin Buynow Electronic Information Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	3	Other receivables - related parties - current	254,748	3.70%	0.27%
14	Tianjin Buynow Electronic Information Co., Ltd.	Zibo Buynow Electronic Information Co., Ltd	3	Other receivables - related parties - current	154,495	3.70%	0.16%
14	Tianjin Buynow Electronic Information Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	3	Receivables - related parties	57,698	-	0.06%
14	Tianjin Buynow Electronic Information Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	64,752	-	0.07%
15	Buynow (Yancheng) Electronic Information Technology Development Co. Ltd.	Shantou Buynow Mall Co., Ltd.	3	Other receivables - related parties - current	274,382	0.00%	0.29%

Table 7, Page 3

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)
15	Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	\$ 353,320	0.00%	0.37%
16	Beijing Clevo Investment Management Consultant Co., Ltd.	Qingdao Buynow Technology Industry Co., Ltd.	3	Other receivables - related parties - current	284,221	5.00%	0.30%
16	Beijing Clevo Investment Management Consultant Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	3	Other receivables - related parties - current	309,043	5.00%	0.32%
16	Beijing Clevo Investment Management Consultant Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	3	Receivables - related parties	50,433	-	0.05%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	361,325	3.70%	0.38%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Buynow (Guangzhou) Electronic Information Co., Ltd.	3	Other receivables - related parties - current	66,147	3.70%	0.07%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	245,535	3.70%	0.26%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Dezhou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	102,865	1.65%	0.11%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	203,494	3.70%	0.21%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Buynow (Jinzhou) Industry Co., Ltd.	3	Other receivables - related parties - current	252,691	3.70%	0.26%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	151,930	-	0.16%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Luoyang Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	66,353	-	0.07%
17	Guangdong Buynow Real Estate Management Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	90,031	-	0.09%
18	Shantou Buynow Mall Co., Ltd.	Buynow Electronic Information (Huizhou) Co., Ltd.	3	Other receivables - related parties - current	76,031	4.50%	0.08%
18	Shantou Buynow Mall Co., Ltd.	Anshan Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	646,977	4.50%	0.68%
18	Shantou Buynow Mall Co., Ltd.	Suzhou Jinzuo Industry Co., Ltd.	3	Other receivables - related parties - current	324,473	4.50%	0.34%
18	Shantou Buynow Mall Co., Ltd.	Taizhou Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	97,498	4.50%	0.10%
19	Kunshan Kaishuo Trading Co., Ltd.	Shanghai Buynow Electronic Information Co., Ltd.	3	Other receivables - related parties - current	113,957	4.50%	0.12%
20	Buynow (Chongqing) Industry Co., Ltd.	Guiyang Buynow Electronic Information Co., Ltd.	3	Receivables - related parties	65,647	-	0.07%

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; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to total operating revenues or total assets, it is computed based on period-end balance of transaction to total assets for balance sheet accounts and based on accumulated transaction amount for the period to total operating

Note 4: The Company may decide to disclose or not to disclose transaction details in this table based on the Materiality Principle.

CLEVO CO. and Subsidiaries
Information on investees
Nine months ended September 30, 2022

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2022			Net profit (loss) of the investee for the nine months ended September 30, 2022 (Note 2(2))	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2(3))	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	No. of shares	Ownership (%)	Book value			
Clevo Co.	CLEVO COMPUTER SINGAPORE PTE LTD.	Singapore	Investment	\$ 420,061	\$ 420,061	22,325,453	100.00	\$ 7,891,495	\$ 104,442	\$ 104,442	The subsidiary of the Company
Clevo Co.	CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	Cayman Islands	Investment	15,754,974	15,754,974	369,370,000	100.00	43,711,558	(210,978)	(210,978)	The subsidiary of the Company
Clevo Co.	KAPOK COMPUTER (SAMOA) CORPORATION	Samoa	Investment	489,985	489,985	16,000,000	100.00	1,505,931	(485,525)	(485,456)	The subsidiary of the Company
Clevo Co.	BUYNOW ON-LINE HOLDING CORPORATION	Samoa	Investment	35,513	35,513	1,100,000	100.00	4,947	505	505	The subsidiary of the Company
Clevo Co.	Clevo Investment Co., Ltd.	Taiwan	Investment	140,000	140,000	14,000,000	100.00	78,397	14,774	(6,396)	The subsidiary of the Company
Clevo Co.	Kapok Computer Co., Ltd.	Taiwan	Design and sale of computers and computer peripherals	80,000	80,000	8,000,000	100.00	77,692	32,382	(3,248)	The subsidiary of the Company
Clevo Co.	Taipei Twin Corporation	Taiwan	Commercial real estate	1,000,000	1,000,000	1,000,000,000	50.00	943,259	(48,074)	(24,037)	Long-term equity investment accounted for using equity method
Clevo Co.	Tua Tiann Co., Ltd.	Taiwan	Commercial real estate	490,000	-	49,000,000	24.50	490,191	781	191	Long-term equity investment accounted for using equity method
CLEVO COMPUTER SINGAPORE PTE LTD.	BUYNOW (CHENGDU) CORPORATION	Samoa	Investment	278,468	278,468	7,000,000	100.00	3,572,552	32,368	32,368	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GLOBAL CORPORATION	British Virgin Islands	Investment	118,490	118,490	2,600,000	100.00	987,606	13,060	13,060	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (HANGZHOU) CORPORATION	British Virgin Islands	Investment	173,107	173,107	5,000,000	100.00	3,657,016	91,349	91,349	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (ZHENGZHOU) CORPORATION	Samoa	Investment	103,185	103,185	3,000,000	100.00	3,342,340	54,929	54,929	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GROUP (CHANGSHA)	British Virgin Islands	Investment	136,180	136,180	4,000,000	100.00	233,859	4,269	4,269	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (NANCHANG) CORPORATION	Samoa	Investment	104,484	104,484	3,000,000	100.00	1,244,775	44,985	44,985	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (GUANGZHOU) CORPORATION	Samoa	Investment	161,745	161,745	5,000,000	100.00	2,344,024	(1,529)	(1,529)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	FLYING WOLF INVESTMENT LIMITED	British Virgin Islands	Investment	96,141	96,141	3,000,000	100.00	3,255,691	56,604	56,604	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (XIAMEN) CORPORATION	Samoa	Investment	95,502	95,502	3,000,000	100.00	2,008,432	29,820	29,820	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GROUP (XIAN) CORPORATION	Samoa	Investment	96,543	96,543	3,000,000	100.00	885,297	26,252	26,252	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (CHANGCHUN) CORPORATION	Samoa	Investment	64,064	64,064	2,000,000	100.00	3,044,137	47,982	47,982	The Company as the ultimate parent company

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2022			Net profit (loss) of the investee for the nine months ended September 30, 2022 (Note 2(2))	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2(3))	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	No. of shares	Ownership (%)	Book value			
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW GROUP (QINGDAO) CORPORATION	Samoa	Investment	\$ 115,648	\$ 115,648	3,500,000	100.00	\$ 99,319	\$ 7,257	\$ 7,257	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (CHONGQING) LIMITED	Hong Kong	Investment	169,140	169,140	5,000,000	100.00	1,084,962	10,156	10,156	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	FLYING INTERNATIONAL INVESTMENT LIMITED	Samoa	Investment	178,968	178,968	3,000,000	100.00	2,408,896	22,571	22,571	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (WUXI) CORPORATION	Samoa	Investment	64,054	64,054	2,000,000	100.00	1,371,942	38,355	38,355	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (HARBIN) CORPORATION	Samoa	Investment	99,012	99,012	3,000,000	100.00	226,895	(64,561)	(64,561)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (DAQING) CORPORATION	Samoa	Investment	96,894	96,894	3,000,000	100.00	(111,349)	14,014	14,014	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (ZIBO) CORPORATION	Samoa	Investment	95,805	95,805	3,000,000	100.00	(164,336)	(9,246)	(9,246)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (BEIJING) CORPORATION	Samoa	Investment	244,256	244,256	6,000,000	100.00	1,974,880	42,481	42,481	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	SKILL DEVELOP INTERNATIONAL LIMITED	Samoa	Investment	581,916	581,916	9,350,000	100.00	5,256,292	18,702	18,702	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (YANCHENG) CORPORATION	Samoa	Investment	931,920	931,920	31,500,000	100.00	757,751	-	-	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (HUIZHOU) CORPORATION	Samoa	Investment	200,737	200,737	1,500,000	100.00	(103,623)	354	354	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (YINGKOU) CORPORATION	Samoa	Investment	434,082	434,082	15,000,000	100.00	424,531	(297)	(297)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (ANSHAN) CORPORATION	Samoa	Investment	1,119,393	1,119,393	38,000,000	100.00	878,557	(64,719)	(64,719)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (GUIYANG) CORPORATION	Samoa	Investment	301,236	301,236	10,000,000	100.00	265,971	(372)	(372)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	CHICONY SQUARE (WUHAN) INC.	British Virgin Islands	Investment	123,204	123,204	3,600,000	30.00	1,480,948	(302,945)	(90,884)	Long-term equity investment accounted for using equity method
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	CHICONY SQUARE (CAYMAN) INC.	Cayman Islands	Investment	86,886	86,886	3,000,000	30.00	(43,651)	(596,661)	(178,998)	Long-term equity investment accounted for using equity method
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (WUHAN) CORPORATION	Samoa	Investment	-	-	4,500,000	30.00	141,006	(48,824)	(14,647)	Long-term equity investment accounted for using equity method
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	CHICONY CHENGDU INTERNATIONAL INC.	British Virgin Islands	Investment	362,866	362,866	1,500,000	3.75	43,865	(477,983)	(17,924)	Long-term equity investment accounted for using equity method
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (TAIZHOU) CORPORATION	Samoa	Investment	505,786	505,786	17,000,000	100.00	323,753	35,187	35,187	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	SMARTER CAPITAL LIMITED	Samoa	Investment	1,013,693	1,013,693	14,900,000	100.00	1,045,414	8,632	8,632	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (DEZHOU) CORPORATION	Samoa	Investment	881,914	881,914	30,000,000	100.00	315,291	(83,164)	(83,164)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (LUOYANG) CORPORATION	Samoa	Investment	894,346	894,346	30,000,000	100.00	64,311	(120,591)	(120,591)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (FUJIAN QUANZHOU) CORPORATION	Samoa	Investment	446,195	446,195	15,000,000	100.00	136,126	(183,097)	(183,097)	The Company as the ultimate parent company
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (JINZHOU) CORPORATION	Samoa	Investment	448,081	448,081	15,000,000	100.00	59,666	(53,922)	(53,922)	The Company as the ultimate parent company

Table 8, Page 2

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2022			Net profit (loss) of the investee for the nine months ended September 30, 2022 (Note 2(2))	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2(3))	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	No. of shares	Ownership (%)	Book value			
CLEVO (CAYMAN ISLANDS) HOLDING COMPANY	BUYNOW (SHANTOU) CORPORATION	Samoa	Investment	\$ 578,224	\$ 578,224	19,200,000	100.00	\$ 495,839	\$ 24,329	\$ 24,329	The Company as the ultimate parent company
SKILL DEVELOP INTERNATIONAL LIMITED	WELL ASIA INVESTMENT LIMITED	Hong Kong	Investment	277,817	277,817	9,200,000	100.00	5,256,292	18,702	18,702	The Company as the ultimate parent company
SMARTER CAPITAL LIMITED	BUYNOW SZ. CORPORATION	Samoa	Investment	452,081	452,081	14,900,000	100.00	1,045,414	8,632	8,632	The Company as the ultimate parent company
BUYNOW ON-LINE HOLDING CORPORATION	BUYNOW ON-LINE LIMITED	Hong Kong	Investment	35,483	35,483	1,100,000	100.00	4,962	520	520	The Company as the ultimate parent company

Note 1: If a public company is equipped with an overseas holding company and takes consolidated financial report as the main financial report according to the local law rules, it can only disclose the information of the overseas holding company about the disclosure of related

Note 2: If situation does not belong to Note 1, fill in the columns according to the following regulations:

- (1) The columns of 'Investee', 'Location', 'Main business activities', 'Initial investment amount' and 'Shares held as at September 30, 2022' should fill orderly in the Company's (public company's) information on investees and every directly or indirectly controlled investee's
- (2) The 'Net profit (loss) of the investee for the nine months ended September 30, 2022' column should fill in amount of net profit (loss) of the investee for this period.
- (3) The 'Investment income (loss) recognised by the Company for the nine months ended September 30, 2022' column should fill in the Company (public company) recognised investment income (loss) of its direct subsidiary and recognised investment income (loss) of its

CLEVO CO. and Subsidiaries
Information on investments in Mainland China
Nine months ended September 30, 2022

Table 9

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, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	Net income of investee for the nine months ended September 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2)	Book value of investments in Mainland China as of September 30, 2022	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Buynow (Chengdu) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	\$ 278,468	(2)	\$ 278,468	\$ -	\$ -	\$ 278,468	\$ 32,368	100.00	\$ 32,368	\$ 3,572,552	\$ -	-
Buynow (Nanjing) Facility Leasing And Management Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals and services for related electronic products	58,159	(2)	37,522	-	-	37,522	24,757	100.00	24,757	2,036,532	-	-
Kalor Buynow (Heifei) Electronic Information Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals and services for related electronic products	69,491	(2)	-	-	-	-	43,812	100.00	43,812	2,378,802	-	-
Kapok Computer (Kunshan) Co., Ltd.	Manufacturing, sale, research and development and maintenance service of computer, notebook, tablet, information and communication products and computer components	238,599	(2)	238,599	-	-	238,599	(493,162)	100.00	(493,162)	1,498,122	-	-
Kunshan Kaiming Trading Co., Ltd.	Provide market management services for operators of laptop computer, tablet, desktop computer, palmtop computer, information and communication products and computer components	17,746	(3)	-	-	-	-	1,626	100.00	1,626	5,673	-	-
Chicony Industry (Wuhan) Co.,Ltd.	Research, development, production and sales of computer software and hardware, electronic products; sales services, non-staple food; coffee shop operations; venue rental	1,927,049	(2) CHICONY SQUARE (WUHAN) INC.	526,552	-	-	526,552	(83,828)	30.00	(25,148)	973,282	-	-
Wuhan Qunbai Industry Co., Ltd.	Research, development and sales of computer software, hardware and electronic products; sales services; venue retail	58,904	(2) CHICONY SQUARE (WUHAN) INC.	-	-	-	-	(15,536)	30.00	(4,661)	36,750	-	-
Chicony Square (Wuhan) Management Co., Ltd.	Sales of service and non-staple food; cafe operation; venue rental	14,414	(3)	-	-	-	-	5,006	24.99	1,251	7,471	-	-
Qunguang Industrial (Xian) Co., Ltd.	Research, development, production and sales of computer software and hardware, electronic products; sales services, nonstaple food; coffee shop operations; venue rental; catering services; parking lot management and retail	4,053,756	(3)	-	-	-	-	(277,005)	30.00	(83,102)	356,713	-	-
Buynow (Hangzhou) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	198,848	(2)	198,848	-	-	198,848	91,349	100.00	91,349	3,657,016	-	-
Shanghai Buynow Electronic Information Co., Ltd.	Rental of the display venues of computer and related electronic products; information consultation; maintenance services; property management	521,418	(2)(3)	56,778	-	-	56,778	4,755	100.00	4,755	3,229,562	-	-
Quality Trust Property Management Co., Ltd	Property management, advisory of real estate, building leasing, housekeeping service, parking lot service, car wash service and business service	24,975	(2)	21,645	-	-	21,645	14,423	100.00	14,423	277,230	-	-

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, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	Net income of investee for the nine months ended September 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2)	Book value of investments in Mainland China as of September 30, 2022	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Wuxi Quntai Property Management Co., Ltd.	Property management, advisory of real estate, building leasing, housekeeping service, parking lot service, car wash service and business service	\$ 2,402	(3)	\$ -	-	-	\$ -	\$ 1,578	100.00	\$ 1,578	\$ 31,364	\$ -	-
Shanghai Buynow Electronic Products Market Management Co., Ltd.	Provide market management services for operators of electronic products	504,484	(3)	-	-	-	-	39,339	100.00	39,339	4,896,998	-	-
Beijing Kaiye Electronic Technology Co., Ltd.	Technology-extension services, computer maintenance, public parking lot service for motorcycle, property management, business management, business management and advisory, business building leasing, wholesale of computer and computer peripherals, hardware electronic and daily appliance	359,053	(3)	-	-	-	-	33,725	100.00	33,725	(40,205)	-	-
Buynow (Nanchang) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	293,328	(2)(3)	119,297	-	-	119,297	117,484	100.00	117,484	3,250,914	-	-
Changsha Hungyu Business Management Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	119,297	(2)	119,297	-	-	119,297	4,269	100.00	4,269	233,859	-	-
Buynow (Zhengzhou) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	119,123	(2)	119,123	-	-	119,123	54,929	100.00	54,929	3,342,340	-	-
Buynow(Guangzhou) Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	198,670	(2)	198,670	-	-	198,670	(1,708)	100.00	(1,708)	2,342,632	-	-
Tianjin Buynow Electronic Information Co., Ltd.	Development, production and sales of computer hardware and software and electronic digital technology products	224,794	(2)	206,061	-	-	206,061	34,640	100.00	34,640	2,408,896	-	-
Beijing Clevo Investment Management Consultant Co.,Ltd.	Business advisory of investment management, wholesale agency of electronic products, import and export of goods and property management	305,459	(2)(3)	314,567	-	-	314,567	55,895	100.00	55,895	2,598,526	-	-
Buynow (Yancheng) Electronoc Information Technology Development Co. Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	942,511	(2)	942,511	-	-	942,511	-	100.00	-	757,750	-	-
Buynow (Xian) Industry Co., Ltd	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	116,528	(2)	116,528	-	-	116,528	26,252	100.00	26,252	885,297	-	-
Buynow (Fujian) Electronic Technology Development Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	119,117	(2)	119,117	-	-	119,117	29,820	100.00	29,820	2,008,432	-	-
Chicony Dalu Enterprise (Chengdu) Co., Ltd.	Developing and manufacturing computers, hardware, electronic products; production and sales of cosmetics and daily necessities; rental business	2,291,275	(2) CHICONY CHENGDU INTERNATIONAL INC.	687,382	-	-	687,382	(477,987)	30.00	(143,396)	350,909	-	-
Buynow Electronic Information (Shenyang) Co., Ltd.	Research and development of computers and computer peripherals and electronic products, and advisory of economic information	119,298	(2)	119,298	-	-	119,298	38,865	100.00	38,865	2,554,809	-	-

Table 9, Page 2

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, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	Net income of investee for the nine months ended September 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2)	Book value of investments in Mainland China as of September 30, 2022	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Guangdong Buynow Real Estate Management Co., Ltd.	Self-owned property management and leasing, manufacturing, sale, research and development of computer software and hardware and digital products	\$ 442,167	(2)(3)	\$ 363,300	-	-	\$ 363,300	\$ 28,752	100.00	\$ 28,752	\$ 8,085,896	\$ -	-
Buynow (Changchun) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and property management of buildings	81,539	(2)	77,656	-	-	77,656	50,381	100.00	50,381	3,196,280	-	-
Buynow (Wuhan) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computer software and digital products, and property management of buildings	468,580	(2) BUYNOW(WUHAN) CORPORATION	-	-	-	-	(48,824)	30.00	(14,647)	141,006	-	-
Qingdao Buynow Technology Industry Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals. Display, advisory and after-sales service of digital products. Property management of self-owned buildings	551,402	(2)(3)	133,021	-	-	133,021	35,246	100.00	35,246	482,367	-	-
Buynow (Wuxi) Electronic Technology Development Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computer software and digital products	106,622	(2)	76,158	-	-	76,158	53,697	100.00	53,697	1,920,681	-	-
Wuxi Buynow Electronic Market Co., Ltd.	Leasing of facility, market management service, catering management, property management, parking lot management	2,454	(3)	-	-	-	-	16	100.00	16	2,467	-	-
Buynow (Harbin) Industry Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products	111,364	(2)	111,364	-	-	111,364	(65,068)	100.00	(65,068)	222,959	-	-
Buynow (Chongqing) Industry Co., Ltd.	Manufacturing, sale, research and development of computers and computer peripherals (not including electronic publishing), shopping mall management, wholesale and retail of electronic products, property management and parking lot service	164,167	(2)	164,167	-	-	164,167	10,156	100.00	10,156	1,084,961	-	-
Shanghai Buynow Online Information Technology Co., Ltd.	Wholesale and retail, import and export, and after-sales service of household appliances, computer and computer components, communication equipment, electrical devices, office supplies and complementary products; development, technology transfer, advisory, service and training of Internet, computer software and hardware and communication equipment	48,158	(2)(3)	32,630	-	-	32,630	156	100.00	156	3,062	-	-
Daqing Buynow Electronic Information Corporation	Manufacturing, retail and wholesale of computers and computer peripherals, and electronic information shopping mall management	98,158	(2)	98,158	-	-	98,158	14,014	100.00	14,014	(111,349)	-	-
Buynow Electronic Information (Huizhou) Co., Ltd.	Manufacturing, sale, research and development and after-sales service of computers and computer peripherals; property management of buildings	120,115	(2)(3)	211,996	-	-	211,996	886	100.00	886	(259,057)	-	-
Shantou Buynow Mall Co., Ltd.	Investment in companies primarily engaged in research and development and advisory service	574,562	(2)	574,562	-	-	574,562	24,329	100.00	24,329	495,839	-	-

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, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	Net income of investee for the nine months ended September 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2)	Book value of investments in Mainland China as of September 30, 2022	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Zibo Buynow Electronic Information Co., Ltd	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products. Advisory of business management, leasing of self-owned buildings, parking lot management, shopping mall management and property management	\$ 98,012	(2)	\$ 98,012	-	-	\$ 98,012	(\$ 9,246)	100.00	(\$ 9,246)	(\$ 164,336)	\$ -	-
Yingkou Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	464,194	(2)	464,194	-	-	464,194	(297)	100.00	(297)	424,530	-	-
Anshan Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	1,150,017	(2)	1,150,017	-	-	1,150,017	(64,719)	100.00	(64,719)	878,557	-	-
Clevo (China) Investment Co., Ltd.	Investment in companies primarily engaged in research and development and advisory service	897,135	(2)	897,135	-	-	897,135	(40,423)	100.00	(40,423)	2,636,245	-	-
Guiyang Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	303,271	(2)	303,271	-	-	303,271	(372)	100.00	(372)	265,970	-	-
Taizhou Buynow Electronic Information Co., Ltd.	Manufacturing, sale, maintenance service, research and development of computers and computer peripherals and digital products, and advisory of business management	507,871	(2)	507,871	-	-	507,871	35,187	100.00	35,187	323,752	-	-
Suzhou Jinzuo Industry Co., Ltd.	Business affairs and property management business	480,460	(2)	1,008,954	-	-	1,008,954	8,632	100.00	8,632	1,045,414	-	-
Dezhou Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	1,748,220	(2)(3)	881,914	-	-	881,914	(171,119)	100.00	(171,119)	648,748	-	-
Luoyang Buynow Electronic Information Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	893,922	(2)	893,922	-	-	893,922	(120,591)	100.00	(120,591)	64,311	-	-
Quanzhou Buynow Industry Co., Ltd.	Research and development and maintenance service of computers and computer peripherals and electronic products; advisory service of business management and shopping mall management	446,195	(2)	446,195	-	-	446,195	(183,097)	100.00	(183,097)	136,126	-	-
Buynow (Jinzhou) Industry Co., Ltd.	Manufacturing of computer software and hardware and consumer electronic products, advisory of business management and shopping mall management	448,342	(2)	448,342	-	-	448,342	(53,922)	100.00	(53,922)	59,666	-	-

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, 2022	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	Net income of investee for the nine months ended September 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022 (Note 2)	Book value of investments in Mainland China as of September 30, 2022	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2021	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Kunshan Kaishuo Trading Co., Ltd.	Mechanical equipment and accessories, wire and cable, air conditioning equipment, building and decoration material, lighting equipment, kitchen appliance, water cleaner, pipeline and accessories, fire safety equipment, compressor and accessories, wholesale of elevators and appliances, import and export and advisory services	\$ 30,198	(2)	\$ 30,198	-	-	\$ 30,198	(\$ 2,387)	100.00	(\$ 2,387)	\$ 24,890	\$ -	-
Shanghai Huihei Advertisment Co., Ltd.	Advertising design and marketing	4,850	(3)	-	-	-	-	(244)	100.00	(244)	4,415	-	-
Shanghai Huizhuan Restaurant Management Co., Ltd.	Catering business management	22,884	(3)	-	-	-	-	37,049	100.00	37,049	3,544	-	-

Note 1: Investment methods are classified into the following three categories; fill in the number of category each case belongs to:
(1) Directly invest in a company in Mainland China.
(2) Through investing in an existing company in the third area, which then invested in the investee in Mainland China. For the investee in the third area of consolidated subsidiaries, please refer to Note 4(3)B. Others has been shown in the table.
(3) Others: Through investing in investees in the third areas, which then invested in the investee in Mainland China or were split.

Note 2: In the 'Investment income (loss) recognised by the Company for the nine months ended September 30, 2022, the amount recognised in the financial statements of the investee that were reviewed by its CPA.

Note 3: The numbers in this table are expressed in New Taiwan Dollars.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	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
Clevo Co.	\$ 13,393,300 (USD 421,680 thousand)	\$ 15,965,223 (USD 456,227 thousand)	\$ 25,416,206

Note 1: According to the MOEA Regulation No. 09704604680, "Regulations Governing the Permission of Investment or Technical Cooperation in Mainland Area", announced on August 29, 2008, limit on accumulated amount of investment in Mainland China is the higher of 60% of net assets and consolidated net assets. The ultimate limit of investment is 60% of the consolidated net worth. $(42,360,344 \times 60\% = 25,416,206)$

Note 2: It has been liquidated as of September 30, 2022, and has been approved to invest US\$4,120,000 by the Ministry of Economic Affairs.

Note 3: As of September 30, 2022, the capital increased by the earnings extension which has been approved by the Ministry of Economic Affairs for an investment of US\$30,426,900.

CLEVO CO. and Subsidiaries

Major shareholders information

Nine months ended September 30, 2022

Table 10

Name of major shareholders	Shares	
	Name of shares held	Ownership (%)
Kent Hsu	46,701,335	7.39%
Huatai Investment Co., Ltd.	37,326,144	5.90%
EPOQUE CORPORATION	33,567,888	5.31%
Fu-Chia Hsu	33,150,454	5.24%