

**TAIWAN HOPAX CHEMS.MFG.CO.,LTD.**  
**2024 Six Months Consolidated Financial Statements**

Unit: NT\$ thousand

<b>Balance Sheet</b>			
Accounting Title	2024/6/30	2023/12/31	2023/6/30
Current assets			
Cash and cash equivalents	715,524	641,038	595,657
Current financial assets at fair value through profit or loss	26	4,725	263
Current financial assets at amortised cost	44,051	57,890	42,298
Notes receivable, net	136,793	156,076	189,258
Accounts receivable, net	1,014,223	799,098	892,833
Other receivables	12,506	10,308	20,776
Current tax assets	9	6	0
Current inventories	1,323,587	1,280,996	1,245,178
Prepayments	55,693	39,549	58,440
Other current assets	22,079	24,982	18,395
Total current assets	3,324,491	3,014,668	3,063,098
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	86,175	92,491	80,072
Property, plant and equipment	2,652,989	2,666,512	2,675,666
Right-of-use assets	109,740	110,701	110,543
Investment property, net	8,201	8,356	8,510
Deferred tax assets	138,690	143,084	139,985
Other non-current assets	87,786	43,339	62,843
Total non-current assets	3,083,581	3,064,483	3,077,619
Total assets	6,408,072	6,079,151	6,140,717
Current liabilities			
Current borrowings	680,000	375,000	441,192
Current financial liabilities at fair value through profit or loss	8,282	304	16,029
Current contract liabilities	47,301	53,154	40,891
Notes payable	215,850	156,020	168,350
Accounts payable	233,379	263,751	198,290
Other payables	475,699	317,525	490,756
Current tax liabilities	63,406	82,223	45,581
Current lease liabilities	4,085	4,317	3,924
Other current liabilities	460,250	708,320	457,471
Total current liabilities	2,188,252	1,960,614	1,862,484
Non-current liabilities			
Non-current portion of non-current borrowings	137,237	208,333	561,667
Non-current provisions	4,819	4,789	5,573
Deferred tax liabilities	104,429	98,734	99,124
Non-current lease liabilities	8,738	10,723	10,663
Other non-current liabilities	64,049	64,748	79,030
Total non-current liabilities	319,272	387,327	756,057
Total liabilities	2,507,524	2,347,941	2,618,541

Unit: NT\$ thousand

<b>Balance Sheet</b>			
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,734,903	1,734,903	1,734,903
Total Share Capital	1,734,903	1,734,903	1,734,903
Capital surplus			
Total capital surplus	627,972	627,972	627,972
Retained earnings			
Legal reserve	462,934	418,584	418,584
Special reserve	352,143	316,196	316,196
Unappropriated retained earnings (accumulated deficit)	1,015,217	985,698	790,141
Total retained earnings	1,830,294	1,720,478	1,524,921
Other equity interest			
Total other equity interest	-292,621	-352,143	-365,620
Total equity attributable to owners of parent	3,900,548	3,731,210	3,522,176
Total equity	3,900,548	3,731,210	3,522,176
Total liabilities and equity	6,408,072	6,079,151	6,140,717
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0

Unit: NT\$ thousand

<b>Income Statement</b>				
<b>Accounting Title</b>	<b>2024/2nd</b>	<b>2023/2nd</b>	<b>2024/01/01 To 2024/06/30</b>	<b>2023/01/01 To 2023/06/30</b>
Total operating revenue	1,230,851	1,140,786	2,433,598	2,344,882
Total operating costs	820,139	861,104	1,658,202	1,695,248
Gross profit (loss) from operations	410,712	279,682	775,396	649,634
Gross profit (loss) from operations	410,712	279,682	775,396	649,634
Operating expenses				
Selling expenses	90,809	83,215	175,037	162,414
Administrative expenses	61,746	59,888	116,797	115,537
Research and development expenses	36,610	37,679	73,760	77,524
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	88	-634	640	-1,376
Total operating expenses	189,253	180,148	366,234	354,099
Net operating income (loss)	221,459	99,534	409,162	295,535
Non-operating income and expenses				
Total interest income	4,280	2,027	6,049	3,052
Total other income	3,055	4,256	4,458	9,695
Other gains and losses, net	2,657	10,685	4,110	2,899
Finance costs, net	5,660	8,186	11,288	17,968
Total non-operating income and expenses	4,332	8,782	3,329	-2,322
Profit (loss) from continuing operations before tax	225,791	108,316	412,491	293,213
Total tax expense (income)	43,045	-2,481	85,812	45,269
Profit (loss) from continuing operations	182,746	110,797	326,679	247,944
Profit (loss)	182,746	110,797	326,679	247,944
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	3,456	4,353	-7,740	15,836
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	1,130	5,617	-1,000	5,520
Components of other comprehensive income that will not be reclassified to profit or loss	2,326	-1,264	-6,740	10,316
Exchange differences on translation	13,309	-72,534	66,556	-53,022
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-1,415	1,436	294	6,718
Components of other comprehensive income that will be reclassified to profit or loss	14,724	-73,970	66,262	-59,740
Other comprehensive income, net	17,050	-75,234	59,522	-49,424
Total comprehensive income	199,796	35,563	386,201	198,520
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	182,746	110,797	326,679	247,944
Comprehensive income, attributable to owners of parent	199,796	35,563	386,201	198,520
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	1.05	0.64	1.88	1.43
Total basic earnings per share	1.05	0.64	1.88	1.43
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	1.03	0.62	1.83	1.39
Total diluted earnings per share	1.03	0.62	1.83	1.39

**2024/06/30 Statement of Stockholders' Equity**

Unit: NT\$ thousand

Accounting Title	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,734,903	1,734,903	627,972	418,584	316,196	985,698	1,720,478	-324,324	-27,819	-352,143		3,731,210		3,731,210
Legal reserve appropriated	0	0	0	44,350	0	-44,350	0	0	0	0		0		0
Special reserve appropriated	0	0	0	0	35,947	-35,947	0	0	0	0		0		0
Cash dividends of ordinary share	0	0	0	0	0	-216,863	-216,863	0	0	0		-216,863		-216,863
Profit (loss)	0	0	0	0	0	326,679	326,679	0	0	0		326,679		326,679
Other comprehensive income	0	0	0	0	0	0	0	66,262	-6,740	59,522		59,522		59,522
Total comprehensive income	0	0	0	0	0	326,679	326,679	66,262	-6,740	59,522		386,201		386,201
Total increase (decrease) in equity	0	0	0	44,350	35,947	29,519	109,816	66,262	-6,740	59,522		169,338		169,338
Equity at end of period	1,734,903	1,734,903	627,972	462,934	352,143	1,015,217	1,830,294	-258,062	-34,559	-292,621		3,900,548		3,900,548

**2023/06/30 Statement of Stockholders' Equity**

Unit: NT\$ thousand

Accounting Title	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,734,903	1,734,903	627,972	357,664	328,708	830,021	1,516,393	-275,842	-40,354	-316,196		3,563,072		3,563,072
Legal reserve appropriated	0	0	0	60,920	0	-60,920	0	0	0	0		0		0
Reversal of special reserve	0	0	0	0	-12,512	12,512	0	0	0	0		0		0
Cash dividends of ordinary share	0	0	0	0	0	-239,416	-239,416	0	0	0		-239,416		-239,416
Profit (loss)	0	0	0	0	0	247,944	247,944	0	0	0		247,944		247,944
Other comprehensive income	0	0	0	0	0	0	0	-59,740	10,316	-49,424		-49,424		-49,424
Total comprehensive income	0	0	0	0	0	247,944	247,944	-59,740	10,316	-49,424		198,520		198,520
Total increase (decrease) in equity	0	0	0	60,920	-12,512	-39,880	8,528	-59,740	10,316	-49,424		-40,896		-40,896
Equity at end of period	1,734,903	1,734,903	627,972	418,584	316,196	790,141	1,524,921	-335,582	-30,038	-365,620		3,522,176		3,522,176

Unit: NT\$ thousand

<b>Statements of Cash Flows</b>		
<b>Accounting Title</b>	<b>2024/01/01 To2024/06/30</b>	<b>2023/01/01 To2023/06/30</b>
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	412,491	293,213
Profit (loss) before tax	412,491	293,213
Depreciation expense	145,769	150,240
Amortization expense	3,476	3,727
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	640	-1,376
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	23,897	20,347
Interest expense	11,288	17,968
Interest income	-6,049	-3,052
Loss (gain) on disposal of property, plan and equipment	3,533	1,256
Impairment loss on non-financial assets	0	3,082
Reversal of impairment loss on non-financial assets	-1,587	0
Other adjustments to reconcile profit (loss)	30	38
Total adjustments to reconcile profit (loss)	180,997	192,230
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair va	7,643	8,946
Decrease (increase) in notes receivable	19,283	92,040
Decrease (increase) in accounts receivable	-216,042	132,404
Decrease (increase) in other receivable	-2,009	10,987
Decrease (increase) in inventories	-41,372	254,297
Decrease (increase) in prepayments	-16,144	5,030
Decrease (increase) in other current assets	2,903	6,264
Total changes in operating assets	-245,738	509,968
Increase (decrease) in financial liabilities held for trading	-18,863	-13,495
Increase (decrease) in contract liabilities	-5,853	-20,630
Increase (decrease) in notes payable	48,112	-84,827
Increase (decrease) in accounts payable	-30,372	-140,830
Increase (decrease) in other payable	-61,013	-103,052
Increase (decrease) in other current liabilities	-284	-154
Increase (decrease) in net defined benefit liability	-629	1,128
Total changes in operating liabilities	-68,902	-361,860
Total changes in operating assets and liabilities	-314,640	148,108
Total adjustments	-133,643	340,338
Cash inflow (outflow) generated from operations	278,848	633,551
Interest received	5,860	3,052
Interest paid	-9,980	-17,711
Income taxes refund (paid)	-93,643	-71,853
Net cash flows from (used in) operating activities	181,085	547,039
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	-1,424	0
Proceeds from disposal of financial assets at amortised cost	13,839	44,143
Acquisition of property, plant and equipment	-117,611	-150,762
Proceeds from disposal of property, plant and equipment	39	451
Increase in refundable deposits	-14,017	0
Decrease in refundable deposits	0	84
Acquisition of use-of-right assets	-692	-740

Unit: NT\$ thousand

<b>Statements of Cash Flows</b>		
Increase in other non-current assets	-1,756	-940
Net cash flows from (used in) investing activities	-121,622	-107,764
Cash flows from (used in) financing activities		
Increase in short-term loans	305,000	0
Decrease in short-term loans	0	-145,816
Proceeds from long-term debt	142,237	220,000
Repayments of long-term debt	-463,333	-445,793
Decrease in guarantee deposits received	-70	-221
Payments of lease liabilities	-2,217	-1,371
Net cash flows from (used in) financing activities	-18,383	-373,201
Effect of exchange rate changes on cash and cash equivalents	33,406	-18,740
Net increase (decrease) in cash and cash equivalents	74,486	47,334
Cash and cash equivalents at beginning of period	641,038	548,323
Cash and cash equivalents at end of period	715,524	595,657
Cash and cash equivalents reported in the statement of financial position	715,524	595,657