

**Advanced Ceramic X Corporation**  
**Balance Sheets**  
**December 31, 2023 and 2022**  
**(Expressed in Thousands of New Taiwan Dollars)**

		<u>December 31, 2023</u>		<u>December 31, 2022</u>				<u>December 31, 2023</u>		<u>December 31, 2022</u>	
<b>Assets</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>			<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Current Assets :</b>						<b>Liabilities and Equity</b>					
1100	Cash and Cash Equivalents (Note 6(1))	\$ 445,258	11	596,367	14	2170	Accounts Payable	\$ 59,141	1	30,109	1
1170	Notes and Accounts Receivable, Net (Note 6(2))	155,975	4	216,164	5	2201	Salary and Bonus Payable	118,533	3	135,251	3
1180	Receivables from Related Parties (Note 6(2) and 7)	103,155	2	66,209	2	2213	Payables to Contractors and Equipment	16,842	-	32,535	1
1310	Inventories (Note 6(3))	139,208	3	186,008	5	2230	Income Tax Payable (Note 6(8))	152,465	4	130,392	3
1476	Other Current Financial Assets (Note 6(1))	852,950	20	322,836	8	2399	Other Current Liabilities (Note 6(6) and (11))	<u>166,634</u>	<u>4</u>	<u>164,858</u>	<u>4</u>
1479	Other Current Assets	<u>17,811</u>	<u>1</u>	<u>15,679</u>	<u>-</u>			<u>513,615</u>	<u>12</u>	<u>493,145</u>	<u>12</u>
		<u>1,714,357</u>	<u>41</u>	<u>1,403,263</u>	<u>34</u>	<b>Noncurrent Liabilities :</b>					
<b>Noncurrent Assets :</b>						2560	Current Tax Liabilities – Noncurrent (Note 6(8))	64,060	2	80,499	2
1600	Property, Plant and Equipment (Note 6(4) and 8)	2,437,365	58	2,707,740	65	2600	Other Noncurrent Liabilities	<u>20,616</u>	<u>-</u>	<u>19,333</u>	<u>-</u>
1780	Intangible Assets (Note 6(5))	2,911	-	2,941	-			<u>84,676</u>	<u>2</u>	<u>99,832</u>	<u>2</u>
1840	Deferred Tax Assets (Note 6(8))	18,151	1	17,687	1	<b>Total Liabilities</b>		<u>598,291</u>	<u>14</u>	<u>592,977</u>	<u>14</u>
1975	Net Defined Benefit Asset- Noncurrent (Note 6(7))	6,955	-	6,514	-	<b>Equity (Note 6(9)) :</b>					
1980	Other Noncurrent Financial Assets	810	-	1,210	-	3100	Capital Stock	690,162	16	690,162	17
1990	Other Noncurrent Assets	<u>6,788</u>	<u>-</u>	<u>7,847</u>	<u>-</u>	3200	Capital Surplus	573,532	14	573,532	14
		<u>2,472,980</u>	<u>59</u>	<u>2,743,939</u>	<u>66</u>	3300	Retained Earnings	<u>2,325,352</u>	<u>56</u>	<u>2,290,531</u>	<u>55</u>
<b>Total Assets</b>		<u><b>\$ 4,187,337</b></u>	<u><b>100</b></u>	<u><b>4,147,202</b></u>	<u><b>100</b></u>	<b>Total Equity</b>		<u>3,589,046</u>	<u>86</u>	<u>3,554,225</u>	<u>86</u>
						<b>Total Liabilities and Equity</b>		<u><b>\$ 4,187,337</b></u>	<u><b>100</b></u>	<u><b>4,147,202</b></u>	<u><b>100</b></u>

**Advanced Ceramic X Corporation**  
**Statements of Comprehensive Income**  
**Years Ended December 31, 2023 and 2022**  
(Expressed in Thousands of New Taiwan Dollars)

		<b>2023</b>		<b>2022</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
4000	<b>Net Revenue</b> (Note 6(11) and 7)	\$ 1,488,195	100	1,465,282	100
5000	<b>Cost of Sales</b> (Note 6(3) and (12))	909,757	61	933,242	64
	<b>Gross Profit</b>	578,438	39	532,040	36
	<b>Operating Expenses</b> (Note 6(12) and 7) :				
6100	Selling and Distribution Expenses	26,683	2	27,843	2
6200	General and Administrative Expenses	112,938	8	113,228	8
6300	Research and Development Expenses	94,514	6	94,447	6
6450	Gains on Expected Credit Impairment (Note 6(2))	(235)	-	(2,766)	-
		233,900	16	232,752	16
	<b>Gross Profit from Operations</b>	344,538	23	299,288	20
	<b>Non-Operating Income and Expenses :</b>				
7101	Interest Income	19,586	2	6,518	1
7190	Other Income	614	-	392	-
7210	Gains on Disposal of Property, Plant and Equipment, Net	809	-	720	-
7230	Foreign Exchange Gains (Losses), Net	(9,005)	(1)	41,911	3
		12,004	1	49,541	4
7900	<b>Profit Before Income Tax</b>	356,542	24	348,829	24
7950	<b>Less : Income Tax Expense</b> (Note 6(8))	74,103	5	73,476	5
8200	<b>Net Income</b>	282,439	19	275,353	19
8300	<b>Other Comprehensive Income :</b>				
8310	<b>Components of Other Comprehensive Income that Will Not Be Reclassified to Profit or Loss</b>				
8311	Gains on Remeasurements of Defined Benefit Plans (Note 6(7))	150	-	5,032	-
8300	<b>Other Comprehensive Income, Net of Tax</b>	150	-	5,032	-
8500	<b>Total Comprehensive Income</b>	<u>\$ 282,589</u>	<u>19</u>	<u>280,385</u>	<u>19</u>
	<b>Earnings Per Share (Expressed in Dollars)</b> (Note 6(10))				
9750	Basic Earnings Per Share	<u>\$ 4.09</u>		<u>3.99</u>	
9850	Diluted Earnings Per Share	<u>\$ 4.09</u>		<u>3.98</u>	

**Advanced Ceramic X Corporation**  
**Statements of Changes in Equity**  
**Years Ended December 31, 2023 and 2022**  
**(Expressed in Thousands of New Taiwan Dollars)**

	Common Stock	Capital Surplus	Retained Earnings		Capital Surplus
			Legal Reserve	Undistributed Earnings	Subtotal
<b>Balance at January 1, 2022</b>	<u>\$ 690,162</u>	<u>573,532</u>	<u>863,694</u>	<u>1,698,581</u>	<u>2,562,275</u>
Net income in 2022	-	-	-	275,353	275,353
Other Comprehensive Income, Net of Tax	-	-	-	5,032	5,032
Total Comprehensive Income for the Year	-	-	-	280,385	280,385
Appropriation and Distribution of 2021 Earnings :					
Legal Reserve	-	-	102,671	(102,671)	-
Cash Dividends	-	-	-	(552,129)	(552,129)
<b>Balance at December 31, 2022</b>	<u><b>\$ 690,162</b></u>	<u><b>573,532</b></u>	<u><b>966,365</b></u>	<u><b>1,324,166</b></u>	<u><b>2,290,531</b></u>
Net income in 2023	\$ -	-	-	282,439	282,439
Other Comprehensive Income, Net of Tax	-	-	-	150	150
Total Comprehensive Income for the Year	-	-	-	282,589	282,589
Appropriation and Distribution of 2022 Earnings :					
Legal Reserve	-	-	28,039	(28,039)	-
Cash Dividends	-	-	-	(247,768)	(247,768)
<b>Balance at December 31, 2023</b>	<u><b>\$ 690,162</b></u>	<u><b>573,532</b></u>	<u><b>994,404</b></u>	<u><b>1,330,948</b></u>	<u><b>2,325,352</b></u>
					<u><b>3,589,046</b></u>

**Advanced Ceramic X Corporation**  
**Statements of Cash Flows**  
**Years Ended December 31, 2023 and 2022**  
**(Expressed in Thousands of New Taiwan Dollars)**

	<u>2023</u>	<u>2022</u>
<b>Cash Flows from Operating Activities :</b>		
Income Before Income Tax	\$ 356,542	348,829
Adjustments for :		
Depreciation Expense	367,806	362,017
Amortization Expense	4,359	3,774
Expected Credit Gain	(235)	(2,766)
Interest Income	(19,586)	(6,518)
Gain on Disposal of Property, Plant and Equipment, Net	(809)	(720)
Provision (Reversal) for Inventory Obsolescence and Devaluation Loss	<u>(11,588)</u>	<u>31,713</u>
Total Adjustments to Reconcile Profit	<u>339,947</u>	<u>387,500</u>
Changes in Operating Assets and Liabilities :		
Notes and Accounts Receivable	60,797	35,907
Receivables from Related Parties	(37,319)	240,722
Inventories	58,388	101,226
Other Operating Current Assets	(2,132)	6,062
Net Defined Benefit Assets	(291)	(632)
Accounts Payable	29,032	(2,665)
Other Operating Current Liabilities	(14,942)	(84,041)
Other Noncurrent Liabilities	<u>1,283</u>	<u>1,284</u>
Total Net Changes in Operating Assets and Liabilities	<u>94,816</u>	<u>297,863</u>
Cash Inflow Generated from Operations	791,305	1,034,192
Interest Received	19,172	6,157
Income Taxes Paid	<u>(68,933)</u>	<u>(26,834)</u>
<b>Net Cash Flows from Operating Activities</b>	<u>741,544</u>	<u>1,013,515</u>
<b>Cash Flows from Investing Activities :</b>		
Acquisition of Property, Plant and Equipment	(113,124)	(208,889)
Proceeds from Disposal of Property, Plant and Equipment	809	720
Decrease in Guarantee Deposits	400	36
Acquisition of Intangible Assets	(1,000)	(1,000)
Increase in Other Noncurrent Assets	(529,700)	(106,600)
Increase in Prepaid of Equipment	<u>(2,270)</u>	<u>(1,296)</u>
<b>Net Cash Flows Used in Investing Activities</b>	<u>(644,885)</u>	<u>(317,029)</u>
<b>Cash Flows from Financing Activities :</b>		
Cash Dividends	<u>(247,768)</u>	<u>(552,129)</u>
<b>Net Cash Flows Used in Financing Activities</b>	<u>(247,768)</u>	<u>(552,129)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(151,109)	144,357
<b>Cash and Cash Equivalents at the Beginning of Period</b>	<u>596,367</u>	<u>452,010</u>
<b>Cash and Cash Equivalents at the End of Period</b>	<u><u>\$ 445,258</u></u>	<u><u>596,367</u></u>