Stock Code: 3323

CELXPERT ENERGY CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements with Independent Auditors' Review Report

For the Nine Months Ended September 30, 2024 and 2023

Address: No.128, Gong 5th Rd., Longtan Dist., Taoyuan City, Taiwan (R.O.C.)
TEL: (03) 489-9054

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Independent Auditors' Review Report

To the Board of Directors of Celxpert Energy Corporation:

Foreword

We have reviewed the consolidated financial statements of Celxpert Energy Corporation and its subsidiaries ("the Group"), which comprise the consolidated balance sheets as of September 30, 2024 and 2023, the consolidated statements of comprehensive income for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, changes in equity and cash flows for the periods from January 1 to September 30, 2024 and 2023, and notes to the consolidated financial statements, including a summary of material accounting policies. It is the responsibility of the management to prepare and ensure fair presentation of consolidated financial statements in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the version of IAS 34 - "Interim Financial Reporting" approved and published by the Financial Supervisory Commission. Our responsibility as auditor is to form a conclusion based on our review.

Applicability

We, the auditors, have performed the review in accordance with Standards on Review Engagements No. 2410 - "Financial Statement Review." The procedures executed in our review of consolidated financial statements include inquiry (mainly with employees responsible for financial and accounting affairs), analysis and other review-related processes. The scope of financial statement review is significantly smaller than a financial statement audit, therefore we may not be able to detect all material issues through the steps we have taken, and are therefore unable to provide an audit opinion.

Conclusion

Based on the outcome of our review, none of the material disclosures of the consolidated financial statements mentioned above exhibited any misstatement that did not conform with Regulations Governing the Preparation of Financial Reports by Securities Issuers or the version of IAS 34 - "Interim Financial Reporting" approved by the Financial Supervisory Commission, or compromised the fair view of the consolidated financial position of Celxpert Energy Corporation and subsidiaries as of September 30, 2024 and 2023, consolidated business performance for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, and cash flow for periods from January 1 to September 30, 2024 and 2023.

The engagement partners on the audit resulting in this independent auditors’ report are Hsin, Yu-Ting and Wang, I-Wen.

KPMG
Taipei, Taiwan (Republic of China)
November 8, 2024

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and its cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such consolidated financial statements are those generally accepted and applied in the Republic of China.

The independent auditors’ report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors’ report and consolidated financial statements, the Chinese version shall prevail.

CELXPERT ENERGY CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

As of September 30, 2024, December 31, 2023, and September 30, 2023

(In Thousands of New Taiwan Dollars)

		September 30, 2024		December 31, 2023		September 30, 2023	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (note 6(a))	$ 1,514,587	27.9	1,600,116	30.4	1,405,903	22.3
1120	Current financial assets at fair value through other comprehensive income (note 6(b))	31,080	0.6	30,321	0.6	27,307	0.4
1140	Current contract assets (note 6(p))	2,780	-	-	-	639	-
1170	Accounts receivable, net (notes 6(c) and 6(p))	1,550,846	28.5	1,594,760	30.3	2,370,589	37.6
1200	Other receivables	4,071	0.1	2,924	-	3,406	0.1
1310	Inventories (note 6(d))	916,927	16.9	845,019	16.1	1,329,726	21.1
1410	Prepayments and other current assets	33,783	0.6	27,620	0.6	33,380	0.5
1476	Other current financial assets (note 6(a))	745,539	13.7	455,946	8.7	425,730	6.7
		4,799,613	88.3	4,556,706	86.7	5,596,680	88.7
	Non-current assets:						
1510	Non-current financial assets at fair value through profit or loss (note 6(i))	-	-	760	-	1,080	-
1600	Property, plant and equipment (note 6(e))	507,546	9.3	566,747	10.8	609,948	9.7
1755	Right-of-use assets (note 6(f))	26,557	0.5	31,756	0.6	34,631	0.6
1780	Intangible assets	5,556	0.1	6,704	0.1	5,013	0.1
1840	Deferred tax assets	78,132	1.5	78,132	1.5	47,237	0.7
1975	Non-current net defined benefit assets	-	-	-	-	1,799	-
1900	Other non-current assets (note 8)	17,011	0.3	16,437	0.3	14,883	0.2
		634,802	11.7	700,536	13.3	714,591	11.3
	Total assets	**$ 5,434,415**	**100.0**	**5,257,242**	**100.0**	**6,311,271**	**100.0**

		September 30, 2024		December 31, 2023		September 30, 2023	
	Total liabilities and equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (note 6(g))	$ 480,903	8.8	563,082	10.7	668,547	10.6
2130	Current contract liabilities (note 6(p))	83,469	1.5	12,106	0.2	65,481	1.0
2170	Notes and accounts payable	1,303,343	24.0	995,965	18.9	1,830,826	29.0
2200	Other payables	172,937	3.2	259,094	4.9	252,271	4.0
2230	Current tax liabilities	51,460	1.0	55,056	1.1	60,118	1.0
2280	Current lease liabilities (note 6(j))	8,376	0.2	8,223	0.2	8,539	0.1
2300	Other current liabilities	49,606	0.9	56,107	1.1	54,787	0.9
		2,150,094	39.6	1,949,633	37.1	2,940,569	46.6
	Non-current liabilities:						
2530	Bonds payable (note 6(i))	350,939	6.4	330,871	6.3	323,949	5.1
							4.8
2540	Long-term borrowings (note 6(h))	400,000	7.4	400,000	7.6	300,000	
2560	Noncurrent tax liabilities	20,773	0.4	50,267	1.0	61,118	1.0
2570	Deferred tax liabilities	628	-	628	-	538	-
							0.3
2580	Non-current lease liabilities (note 6(j))	11,466	0.2	17,033	0.3	19,008	
			0.1				0.1
2600	Other non-current liabilities (note 6(e))	3,425		5,564	0.1	6,555	
2640	Non-current net defined benefit liabilities	1,012	-	1,018	-	-	-
		788,243	14.5	805,381	15.3	711,168	11.3
	Total liabilities	2,938,337	54.1	2,755,014	52.4	3,651,737	57.9
	Equities:						
	Equity attributable to owners of parent (note 6(m)):						
3110	Ordinary share capital	883,059	16.3	883,059	16.8	883,059	14.0
3200	Capital surplus	860,721	15.8	860,717	16.4	860,717	13.6
3310	Legal reserves	378,829	7.0	378,829	7.2	378,829	6.0
3350	Unappropriated retained earnings	266,040	4.9	330,283	6.3	473,320	7.5
3400	Other equity interest	45,995	0.8	32,066	0.6	46,456	[illegible]
	Total equity attributable to owners of parent	2,434,644	44.8	2,484,954	47.3	2,642,381	41.8
	Non-controlling interests:						
36XX	Non-controlling interests	61,434	1.1	17,274	0.3	17,153	0.3
	Total equity	2,496,078	45.9	2,502,228	47.6	2,659,534	42.1
	Total liabilities and equity	**$ 5,434,415**	**100.0**	**5,257,242**	**100.0**	**6,311,271**	**100.0**

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

Chairman: Shih-Ming Huang **General Manager: Shih-Ming Huang** **Accounting Supervisor: Chien-Yu Lin**

CELXPERT ENERGY CORPORATION AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the Three Months Ended September 30, 2024 and 2023
and the Nine Month Ended September 30, 2024 and 2023

(In Thousands of New Taiwan Dollars)

		July to September, 2024		July to September, 2023		January to September, 2024		January to September, 2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	**Operating revenues** (note 6(p))	$ 1,449,129	100.0	1,856,960	100.0	4,090,556	100.0	5,632,820	100.0
5110	**Operating costs** (notes 6(d), 6(k) and 12)	1,309,097	90.3	1,667,741	89.8	3,735,067	91.3	5,243,001	93.1
5900	**Gross profit from operations**	140,032	9.7	189,219	10.2	355,489	8.7	389,819	6.9
6000	**Operating expenses** (notes 6(k), 7 and 12):								
6100	Selling expenses	24,539	1.7	35,551	1.9	80,434	2.0	110,670	2.0
6200	Administrative expenses	78,207	5.4	81,515	4.4	226,920	5.5	235,574	4.1
6300	Research and development expenses	48,122	3.3	55,995	3.0	131,008	3.2	151,502	2.7
6450	(Gains on reversal of) expected credit losses (note 6(c))	4	-	244	-	50	-	(2,535)	-
		150,872	10.4	173,305	9.3	438,412	10.7	495,211	8.8
6900	**Net operating (loss) income**	(10,840)	(0.7)	15,914	0.9	(82,923)	(2.0)	(105,392)	(1.9)
	Non-operating income and expenses:								
7100	Interest income	5,858	0.4	2,419	0.1	24,153	0.6	11,884	0.2
7190	Other income	6,754	0.5	3,180	0.2	11,545	0.2	18,900	0.3
7050	Financial costs (notes 6(i) and 6(j))	(17,313)	(1.2)	(19,790)	(1.1)	(50,114)	(1.2)	(51,628)	(0.9)
7630	Foreign exchange (losses) gains, net (note 6(s))	2,207	0.1	18,648	1.0	54,705	1.3	33,743	0.6
7635	Gains (losses) on financial assets at fair value through profit or loss (note 6(i))	(80)	-	(2,720)	(0.1)	(760)	-	(3,360)	-
7590	Other expenses (note 6(r))	(254)	-	(34,609)	(1.9)	(1,836)	-	(41,566)	(0.7)
		(2,828)	(0.2)	(32,872)	(1.8)	37,693	0.9	(32,027)	(0.5)
7900	**Net loss before tax**	(13,668)	(0.9)	(16,958)	(0.9)	(45,230)	(1.1)	(137,419)	(2.4)
7950	**Less: Income tax expenses (benefits)** (note 6(l))	(1,699)	(0.1)	6,008	0.3	10,891	0.3	(8,138)	(0.1)
8200	**Current net loss**	(11,969)	(0.8)	(22,966)	(1.2)	(56,121)	(1.4)	(129,281)	(2.3)
8300	**Other comprehensive income:**								
8360	**Items that may be reclassified subsequently to profit or loss**								
8361	Exchange differences on translation of foreign financial statements	(4,007)	(0.3)	19,273	1.0	14,105	0.4	12,376	0.2
8367	Unrealized losses from investments in debt instruments measured at fair value through other comprehensive income	1,393	0.1	(1,730)	(0.1)	(176)	-	(4,791)	(0.1)
8399	Less: Income tax related to components of other comprehensive income that may be reclassified to profit or loss	-	-	-	-	-	-	-	-
		(2,614)	(0.2)	17,543	0.9	13,929	0.4	7,585	0.1
8300	**Other comprehensive (loss) income for the current period**	(2,614)	(0.2)	17,543	0.9	13,929	0.4	7,585	0.1
8500	**Total comprehensive (loss) income for the current period**	**$ (14,583)**	**(1.0)**	**(5,423)**	**(0.3)**	**(42,192)**	**(1.0)**	**(121,696)**	**(2.2)**
	Current net (loss) profit attributable to:								
8610	Owners of parent	$ (15,620)	(1.1)	(23,515)	(1.2)	(63,942)	(1.6)	(129,995)	(2.3)
8620	Non-controlling interests	3,651	0.3	549	-	7,821	0.2	714	-
		$ (11,969)	**(0.8)**	**(22,966)**	**(1.2)**	**(56,121)**	**(1.4)**	**(129,281)**	**(2.3)**
	Total comprehensive (loss) income attributable to:								
8710	Owners of parent	$ (18,234)	(1.3)	(5,972)	(0.3)	(50,013)	(1.2)	(122,410)	(2.2)
8720	Non-controlling interests	3,651	0.3	549	-	7,821	0.2	714	-
		$ (14,583)	**(1.0)**	**(5,423)**	**(0.3)**	**(42,192)**	**(1.0)**	**(121,696)**	**(2.2)**
	Losses per share (note 6(o))								
9750	**Basic losses per share (in NT dollars)**	**$**	**(0.18)**		**(0.29)**		**(0.72)**		**(1.61)**
9850	**Diluted losses per share (in NT dollars)**	**$**	**(0.18)**		**(0.29)**		**(0.72)**		**(1.61)**

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

Chairman: Shih-Ming Huang General Manager: Shih-Ming Huang Accounting Supervisor: Chien-Yu Lin

CELXPERT ENERGY CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the Nine Months Ended September 30, 2024 and 2023

(In Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent										
			Retained earnings			Other equity items					
	Ordinary share capital	Capital surplus	Legal reserves	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets at fair value through other comprehensive income (FVOCI)	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance on January 1, 2023	$ 803,059	640,924	356,678	745,943	1,102,621	38,871	-	38,871	2,585,475	16,421	2,601,896
Current net (loss) income	-	-	-	(129,995)	(129,995)	-	-	-	(129,995)	714	(129,281)
Other comprehensive (loss) income for the current period	-	-	-	-	-	12,376	(4,791)	7,585	7,585	-	7,585
Total comprehensive (loss) income for the current period	-	-	-	(129,995)	(129,995)	12,376	(4,791)	7,585	(122,410)	714	(121,696)
Appropriation and distribution of retained earnings:											
Legal reserves appropriated	-	-	22,151	(22,151)	-	-	-	-	-	-	-
Cash dividends of ordinary shares	-	-	-	(120,459)	(120,459)	-	-	-	(120,459)	-	(120,459)
Cash capital increase	80,000	131,200	-	-	-	-	-	-	211,200	-	211,200
Equity component of convertible bonds issued	-	84,201	-	-	-	-	-	-	84,201	-	84,201
Changes in ownership interests in a subsidiary	-	-	-	(18)	(18)	-	-	-	(18)	18	-
Share-based payment transaction	-	4,392	-	-	-	-	-	-	4,392	-	4,392
Balance on September 30, 2023	**$ 883,059**	**860,717**	**378,829**	**473,320**	**852,149**	**51,247**	**(4,791)**	**46,456**	**2,642,381**	**17,153**	**2,659,534**
Balance on January 1, 2024	$ 883,059	860,717	378,829	330,283	709,112	33,843	(1,777)	32,066	2,484,954	17,274	2,502,228
Current net (loss) income	-	-	-	(63,942)	(63,942)	-	-	-	(63,942)	7,821	(56,121)
Other comprehensive (loss) income for the current period	-	-	-	-	-	14,105	(176)	13,929	13,929	-	13,929
Total comprehensive (loss) income for the current period	-	-	-	(63,942)	(63,942)	14,105	(176)	13,929	(50,013)	7,821	(42,192)
Changes in ownership interests in a subsidiary	-	-	-	(301)	(301)	-	-	-	(301)	301	-
Share-based payments	-	4	-	-	-	-	-	-	4	38	42
Increase/ decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	36,000	36,000
Balance on September 30, 2024	**$ 883,059**	**860,721**	**378,829**	**266,040**	**644,869**	**47,948**	**(1,953)**	**45,995**	**2,434,644**	**61,434**	**2,496,078**

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

Chairman: Shih-Ming Huang **General Manager: Shih-Ming Huang** **Accounting Supervisor: Chien-Yu Lin**

CELXPERT ENERGY CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Nine Months Ended September 30, 2024 and 2023

(In Thousands of New Taiwan Dollars)

	January to September, 2024	January to September, 2023
Cash flows from (used in) operating activities:		
Current net loss before tax	$ (45,230)	(137,419)
Adjustments:		
Adjustments to reconcile (loss) profit :		
Depreciation	114,216	129,315
Amortization	2,980	3,920
(Gains on reversal of) expected credit impairment	50	(2,535)
Net losses on financial assets at fair value through profit or loss	760	3,360
Interest expense	50,114	51,628
Interest income	(24,153)	(11,884)
Share-based payments	42	4,392
Others	(167)	(709)
Total adjustments to reconcile (loss) profit	143,842	177,487
Changes in operating assets and liabilities:		
Increase in contract assets	(2,780)	(639)
Decrease in accounts receivable	43,864	523,037
Decrease (increase) in other receivables	(961)	1,720
Decrease (increase) in inventories	(71,908)	412,819
Decrease (increase) in prepayments and other current assets	(10,256)	6,524
Increase in current contract liabilities	71,363	34,181
Increase in accounts payable	307,378	207,190
Decrease in other payables and other current liabilities	(92,848)	(91,657)
Increase in net defined benefit liabilities/ assets	(6)	(286)
Total changes in operating assets and liabilities	243,846	1,092,889
Cash inflow generated from operations	342,458	1,132,957
Interest received	23,671	11,322
Interest paid	(29,361)	(43,618)
Income taxes paid	(39,786)	(26,410)
Net cash flows from operating activities	296,982	1,074,251
Cash flows from (used in) investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	-	(32,098)
Acquisition of property, plant and equipment	(36,327)	(38,893)
Proceeds from disposal of property, plant and equipment	72	41
Decrease (increase) in refundable deposits	(538)	3,282
Acquisition of intangible assets	(1,184)	(3,248)
Acquisition of right-of-use assets	(903)	(907)
Increase in other current financial assets	(289,593)	(415,043)
Others	(117)	-
Net cash flows used in investing activities	(328,590)	(486,866)
Cash flows from (used in) financing activities:		
Decrease in short-term borrowings	(87,850)	(96,853)
Proceeds from issuance of convertible bonds	-	395,820
Proceeds from long-term borrowings	100,000	100,000
Repayments of long-term borrowings	(100,000)	(800,000)
Payment of lease liabilities	(6,874)	(6,812)
Cash dividend paid	-	(120,459)
Cash capital increase	-	211,200
Change in non-controlling interests	36,000	-
Net cash flows used in financing activities	(58,724)	(317,104)
Effect of exchange rate changes on cash and cash equivalents	4,803	4,615
Net increase (decrease) in cash and cash equivalents	(85,529)	274,896
Cash and cash equivalents at beginning of period	1,600,116	1,131,007
Cash and cash equivalents at end of period	**$ 1,514,587**	**1,405,903**

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

Chairman: Shih-Ming Huang General Manager: Shih-Ming Huang Accounting Supervisor: Chien-Yu Lin

CELXPERT ENERGY CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

For the Nine Months Ended September 30, 2024 and 2023

(Expressed in thousands of New Taiwan Dollars, Unless Otherwise Specified)

(I) Company history

Celxpert Energy Corporation (the "Company") was incorporated on November 20, 1997 and registered under the Ministry of Economic Affairs, R.O.C. The major business activities of the Company are manufacturing, processing and trading of battery packs and power supply related products for the 3C industry. Please refer to note 4(b) for related information about the primary business activities of the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities").

(II) Approval date and procedures of the consolidated financial statements

These consolidated financial statements were authorized for issuance by the Board of Directors on November 8, 2024.

(III) New standards, amendments and interpretations adopted

1. The impact of the International Financial Reporting Standards ("IFRSs") endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted

   The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

   - Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"
   - Amendments to IAS 1 "Non-current Liabilities with Covenants"
   - Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"
   - Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"

2. The impact of IFRS issued by the FSC but not yet effective

   The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2025, would not have a significant impact on its consolidated financial statements:

   - Amendments to IAS 21 "Lack of Exchangeability"

3. The impact of IFRS issued by IASB but not yet endorsed by the FSC

   Below is a list of standards and interpretations amended and announced by International Accounting Standards Board (IASB) that are yet to be approved by FSC but may be relevant to the Group:

New or revised standards	Key amendments	Effective date of IASB announcement
IFRS 18 "Presentation and Disclosure in Financial Statements"	The new standards introduced three types of income, expense, and loss as well as two income statement subtotals and one footnote on management-defined performance measure. These three amendments and enhancements provide guidelines on how financial statement information can be classified to provide users with better and more consistent information, and will affect all companies. • More structured income statement: The existing standards allow companies to present business outcomes using different formats, which makes it difficult for investors to compare financial performance across companies. The new standards introduce a more structured income statement along with a newly defined subtotal of "operating profit" and the need to classify all income, expenses, and losses into three different categories based on the company's main business activities. • Management-defined performance measure (MPM): The new standards define the concept of MPM and require companies to explain in a financial statement footnote how each MPM provides useful information, how it is calculated, and how it can be reconciled with the amounts recognized according to IFRS/IAS. • More detailed classification: The new standards provide guidelines on how companies can improve the grouping of information in financial statements. These guidelines also address whether information should be included in the main statements or presented in footnotes.	January 1, 2027

The Group continues to evaluate how revisions of the above standards and interpretations affect its financial position and business performance. Outcomes of these assessments will be disclosed upon completion.

The Group does not expect other new and amended standards listed below, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"
- IFRS 17 "Insurance Contracts" and amendments to IFRS 17 "Insurance Contracts"
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures"
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards

(IV) Summary of material accounting policies

1. Statement of compliance

These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as "the Regulations") and the version of International Accounting Standards No. 34 - "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission, R.O.C. The consolidated financial statements do not necessarily include all the information to be disclosed in full-year consolidated financial statements that are prepared in accordance with FSC-approved IFRS, IAS, and interpretations thereof (collectively referred to as "FSC-approved IFRS/IAS" below).

Except for the matters explained below, the interim consolidated financial statements were prepared using the same material accounting policies as the 2023 consolidated financial statements. Please see note 4 of the 2023 consolidated financial statements for more details.

2. Basis of consolidation

List of subsidiaries in the consolidated financial statements:

Name of investor	Name of subsidiary	Principal activities	Percentage of ownership		
			September 30, 2024	**December 31, 2023**	**September 30, 2023**
The Company	Celxpert Holdings Limited (BVI) (CHL)	Foreign investment holding	100%	100%	100%
〃	PT. Celxpert Energy Indonesia (Celxpert (Indonesia))	Manufacturing, processing, and sales of battery packs and power supply related products	100%	100%	100%
〃	Keelgoal Energy Co., Ltd. (Keelgoal Energy)	Research and development and trading of lithium battery packs, energy storage systems and others	65.65% (Note 2)	85.15% (Note 2)	85.15% (Note 2)
CHL	Advance Smart Industrial Limited (BVI) (ASIL)	Import and export trade	100%	100%	100%
〃	Celxpert Energy (H.K.) Limited (CHK)	Foreign investment holding	100%	100%	100%
〃	Celxpert Energy International Limited (SAMOA) (CEIL)	Foreign investment holding	100% (Note 1)	100% (Note 1)	100% (Note 1)
〃	Creative Power Enterprises Inc. (CPEI)	Foreign investment holding	100%	100%	100%
CHK	Celxpert (Kunshan) Energy Co., Ltd. (Celxpert (Kunshan))	Manufacturing and trading of battery parts and battery packs	100%	100%	100%
CPEI	Celxpert (Nantong) Energy Corporation Ltd. (Celxpert (Nantong))	Manufacturing and trading of battery parts and battery packs	100%	100%	100%

Note 1: The registration procedures have been completed, and no capital has been injected yet.

Note 2: Keelgoal Energy conducted a cash capital increase in April 2024. The Company did not subscribe according to the original holding ratio, resulting in a decrease in our shareholding from 85.15% to 65.65%, and retained earnings were adjusted and reduced by NTD301 thousand.

3. Classification of current and non-current assets and liabilities

An asset is classified as current under one of the following criteria, and all other assets are classified as non-current by the Group.

(1) It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;

(2) It is held primarily for the purpose of trading;

(3) It is realized within twelve months after the reporting period; or

(4) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

A liability is classified as current under one of the following criteria, and all other liabilities are classified as non-current by the Group.

(1) It is expected to be settled in its normal operating cycle;

(2) It is held primarily for the purpose of trading;

(3) It is due to be settled within twelve months after the reporting period; or

(4) At the end of the reporting period, there is no right to defer the settlement of the liability for at least twelve months after the reporting period.

4. Income taxes

The Group measures and discloses income tax expenses for the interim period according to section B12 of IAS 34 - "Interim Financial Reporting."

Income tax expense is measured by multiplying interim profit before tax with the management's best estimate of effective tax rate for the year. The entirety of the result is recognized as income tax expense for the current period.

Where income tax expense is recognized directly in equity or other comprehensive income, the amount is measured using the temporary differences between asset/liability figures presented for financial reporting purpose and asset/liability figures used for taxation basis and the tax rate applicable at the time when assets/liabilities are expected to be realized/settled.

5. Employee benefits

Interim pension costs in a defined benefit plan are calculated from the beginning until the end of the interim period using the actuarial pension cost rate determined as of the reporting date of the previous year, and adjusted for major market changes, plan curtailments, settlements, and other one-time events that took place after the reporting date.

(V) Significant accounting assumptions and judgments, and major sources of estimation uncertainty

The management is required to make certain judgments, estimates, and assumptions when preparing consolidated financial statements that comply with FSC-approved IAS 34 - "Interim Financial Reporting." These judgments, estimates, and assumptions may affect the types of accounting policies adopted and amounts of asset, liability, income, and expense reported. Actual results may differ from these estimates.

The accounting policies and major sources of uncertainty to significant judgments, estimates, and assumptions involved in the preparation of the consolidated financial statements were identical to note 5 of the 2023 consolidated financial statements.

(VI) Explanation of significant accounts

There was no significant difference in the explanation of significant accounts between the current consolidated financial statements and the 2023 consolidated financial statements, except for the matters discussed below. Please refer to note 6 of the 2023 consolidated financial statements for more details.

1. Cash and cash equivalents

	September 30, 2024	December 31, 2023	September 30, 2023
Petty cash and cash on hand	$ 677	905	1,175
Checking accounts and demand deposits	1,463,910	1,230,751	1,349,728
Time deposits	50,000	368,460	55,000
	$ 1,514,587	**1,600,116**	**1,405,903**

As of September 30, 2024, December 31, 2023, and September 30, 2023, the time deposits with maturities over three months from the acquisition date amounted to NTD745,116 thousand, NTD455,769 thousand, and NTD425,730 thousand, respectively. These time deposits are recorded as other current financial assets.

Please refer to note 6(s) for the interest rate risk and sensitivity analysis of the financial assets and liabilities of the Group.

2. Financial assets at fair value through other comprehensive income (FVOCI)

	September 30, 2024	December 31, 2023	September 30, 2023
Debt investments at fair value through other comprehensive income:			
Corporate bonds	**$ 31,080**	**30,321**	**27,307**

(1) Debt investments at fair value through other comprehensive income

The Group has assessed that the following securities were held within a business model whose objective was achieved by both collecting contractual cash flows and trading securities. Therefore, they have been classified as financial assets at fair value through other comprehensive income.

A. The Group acquired 30-year USD corporate bonds of Taiwan Semiconductor Manufacturing Co., Ltd (TSMC), with a consideration of NTD32,098 thousand in January 2023. The bonds have a coupon rate of 4.5%, with interest that is payable semiannually, and will mature in April 2052.

(2) For the credit risk and market risk, please refer to note 6(s).

(3) The Group did not provide any financial assets at fair value through other comprehensive income as collaterals for its loans.

3. Accounts receivable

	September 30, 2024	December 31, 2023	September 30, 2023
Accounts receivable - measured at amortized cost	$ 1,551,023	1,594,887	2,371,037
Less: Loss allowance	(177)	(127)	(448)
	$ 1,550,846	**1,594,760**	**2,370,589**

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for its receivables. In order to measure the expected credit losses, accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, included the experience of historical credit loss and reasonable forecast of future economic conditions. The loss allowances were determined as follows:

	September 30, 2024		
Credit rating	**Gross carrying amount**	**Weighted-average loss rate**	**Loss allowance**
A	$ 635,427	0.001%	6
B	836,277	0.005%	42
C	67,501	0.100%	68
D	11,818	0.514%	61
	$ 1,551,023		**177**

	December 31, 2023		
Credit rating	**Gross carrying amount**	**Weighted-average loss rate**	**Loss allowance**
A	$ 379,259	0.001%	4
B	1,146,685	0.005%	57
C	4,376	0.100%	4
D	64,567	0.095%	62
	$ 1,594,887		**127**

	September 30, 2023		
Credit rating	**Gross carrying amount**	**Weighted-average loss rate**	**Loss allowance**
A	$ 622,851	0.001%	6
B	1,633,519	0.005%	82
C	3,942	0.100%	4
D	110,725	0.322%	356
	$ 2,371,037		**448**

The aging analysis of accounts receivable was as follows:

	September 30, 2024	**December 31, 2023**	**September 30, 2023**
Current	$ 1,549,699	1,594,771	2,329,374
1 to 30 days overdue	1,109	88	38,564
31 to 60 days overdue	-	28	-
61 to 90 days overdue	-	-	3,099
91 to 120 days overdue	215	-	-
	$ 1,551,023	**1,594,887**	**2,371,037**

The movements in the allowance for impairment loss were as follows:

	January to September, 2024	**January to September, 2023**
Beginning balance	$ 127	2,983
(Gain on reversal of) impairment loss recognized	50	(2,535)
Ending balance	**$ 177**	**448**

As of September 30, 2024, December 31, 2023, and September 30, 2023, the Group did not provide any notes or accounts receivable as collateral for its loans.

4. Inventories

		September 30, 2024	December 31, 2023	September 30, 2023
Raw materials	$	469,591	358,950	588,473
Work in progress		43,886	23,875	38,624
Finished goods		403,450	462,194	702,629
	$	**916,927**	**845,019**	**1,329,726**

(1) The details of inventory related operating costs and expenses were as follows:

		July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Write down (reversal) of inventories	$	(7,663)	4,700	(17,977)	18,199
Unallocated production overheads		7,078	4,695	22,217	19,684
Inventory obsolescence		-	16	1	8,415
	$	**(585)**	**9,411**	**4,241**	**46,298**

The Group wrote down inventory to the net realizable value and recognized write-down losses on the inventory. Furthermore, due to the sale of slow-moving inventory, the net asset value of inventory recovered, resulting in the recognition of gains on reversal of inventory write-down.

(2) As of September 30, 2024, December 31, 2023, and September 30, 2023,the Group did not provide any inventories as collateral for its loans.

5. Property, plant and equipment

Details of change in property, plant, and equipment of the Group:

	Land	Buildings and construction	Machinery and equipment	Office, transportation equipment and others	Construction in progress and equipment pending inspection	Total
Cost:						
Balance on January 1, 2024	$ 46,636	633,538	712,897	137,835	95,157	1,626,063
Addition	-	1,115	7,804	9,324	17,589	35,832
Disposal	-	-	(13,489)	(2,010)	-	(15,499)
Reclassifications	-	3,352	9,980	236	(16,830)	(3,262)
Effect of movements in exchange rates	-	17,743	19,046	4,543	3,685	45,017
Balance on September 30, 2024	**$ 46,636**	**655,748**	**736,238**	**149,928**	**99,601**	**1,688,151**
Balance on January 1, 2023	$ 46,636	643,102	708,190	132,299	107,253	1,637,480
Addition	-	2,566	10,171	7,932	13,600	34,269
Disposal	-	(6,016)	(20,878)	(5,024)	-	(31,918)
Reclassifications	-	1,102	18,265	2,679	(22,739)	(693)
Effect of movements in exchange rates	-	8,302	8,018	2,117	1,724	20,161
Balance on September 30, 2023	**$ 46,636**	**649,056**	**723,766**	**140,003**	**99,838**	**1,659,299**
Depreciation:						
Balance on January 1, 2024	$ -	418,567	537,210	103,539	-	1,059,316
Depreciation for the period	-	31,024	61,900	13,451	-	106,375
Disposal	-	-	(13,424)	(2,008)	-	(15,432)
Effect of movements in exchange rates	-	12,797	13,891	3,658	-	30,346
Balance on September 30, 2024	**$ -**	**462,388**	**599,577**	**118,640**	**-**	**1,180,605**
Balance on January 1, 2023	$ -	386,276	468,660	91,320	-	946,256
Depreciation for the period	-	33,012	74,884	13,570	-	121,466
Disposal	-	(6,016)	(20,268)	(4,627)	-	(30,911)
Effect of movements in exchange rates	-	5,769	5,165	1,606	-	12,540
Balance on September 30, 2023	**$ -**	**419,041**	**528,441**	**101,869**	**-**	**1,049,351**
Carrying amount:						
January 1, 2024	**$ 46,636**	**214,971**	**175,687**	**34,296**	**95,157**	**566,747**
September 30, 2024	**$ 46,636**	**193,360**	**136,661**	**31,288**	**99,601**	**507,546**
January 1, 2023	**$ 46,636**	**256,826**	**239,530**	**40,979**	**107,253**	**691,224**
September 30, 2023	**$ 46,636**	**230,015**	**195,325**	**38,134**	**99,838**	**609,948**

(1) The Group received a government grant of CNY2,100 thousand for factory renovation project in 2021, which was presented as deferred income (under other non-current liabilities), and recognized as non-operating income on a systematic basis based on the useful life of the asset.

(2) As of September 30, 2024, December 31, 2023, and September 30, 2023, the Group did not provide any property, plant and equipment as collaterals for its loans.

6. Right-of-use assets

The Group leases many assets including leasehold land, buildings, and other equipment. Information about leases for which the Group is a lessee is presented below:

	Right-of-use of land	Buildings and construction	Other equipment	Total
Cost:				
Balance on January 1, 2024	$ 8,323	35,788	5,372	49,483
Addition	-	2,092	271	2,363
Reduction	-	(2,370)	(405)	(2,775)
Effect of movements in exchange rates	348	(862)	-	(514)
Balance on September 30, 2024	**$ 8,671**	**34,648**	**5,238**	**48,557**
Balance on January 1, 2023	$ 8,464	27,205	7,051	42,720
Addition	-	10,482	2,628	13,110
Reduction	-	(1,070)	(3,867)	(4,937)
Effect of movements in exchange rates	164	(786)	-	(622)
Balance on September 30, 2023	**$ 8,628**	**35,831**	**5,812**	**50,271**
Depreciation:				
Balance on January 1, 2024	$ 1,559	13,973	2,195	17,727
Depreciation for the period	240	6,315	1,286	7,841
Reduction	-	(2,370)	(405)	(2,775)
Effect of movements in exchange rates	69	(862)	-	(793)
Balance on September 30, 2024	**$ 1,868**	**17,056**	**3,076**	**22,000**
Balance on January 1, 2023	$ 1,268	7,635	4,580	13,483
Depreciation for the period	237	6,131	1,481	7,849
Reduction	-	(1,070)	(3,867)	(4,937)
Effect of movements in exchange rates	31	(786)	-	(755)
Balance on September 30, 2023	**$ 1,536**	**11,910**	**2,194**	**15,640**
Carrying amount:				
January 1, 2024	**$ 6,764**	**21,815**	**3,177**	**31,756**
September 30, 2024	**$ 6,803**	**17,592**	**2,162**	**26,557**
January 1, 2023	**$ 7,196**	**19,570**	**2,471**	**29,237**
September 30, 2023	**$ 7,092**	**23,921**	**3,618**	**34,631**

7. Short-term borrowings

The details of short-term borrowings were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Credit loans	$ 480,903	563,082	668,547
Unused credit lines	$ 3,252,947	3,755,563	3,558,083
Range of interest rates	1.65%~6.91%	1.95%~6.91%	2.16%~6.69%

As of September 30, 2024, December 31, 2023, and September 30, 2023, the Group did not provide any assets as collaterals for its bank borrowings and credit limits.

8. Long-term borrowings

The details of long-term borrowings were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured bank loans	$ 400,000	400,000	300,000
Less: Current portion	-	-	-
Total	$ 400,000	400,000	300,000
Unused credit lines	$ 1,600,000	1,600,000	1,700,000
Range of interest rates	1.99%~2.476%	1.95%~2.28%	1.83%~2.28%
Maturity period	2025.12~2026.9	2025.3~2025.12	2024.8~2025.6

(1) Additions or deductions of borrowings

The Group borrowed new loans amounting to NTD100,000 thousand, NTD0 thousand, NTD100,000 thousand and NTD100,000 thousand for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, respectively. Repayment of borrowings (including early settlement) amounted to NTD100,000 thousand, NTD150,000 thousand, NTD100,000 thousand and NTD800,000 thousand for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, respectively.

(2) The Group did not provide any assets as collaterals for bank borrowings and credit limits.

(3) For information on the Group's interest risk and liquidity risk, please refer to note 6(s).

9. Bonds payable

(1) The Group issued the third domestic unsecured convertible bonds at 100% of the par value, with a total amount of NTD400,000 thousand on June 2, 2023.

(2) The details of bonds payable were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Total convertible bonds issued	$ 400,000	400,000	400,000
Unamortized discounted bonds payable	(49,061)	(69,129)	(76,051)
Balance of bonds payable at the reporting date	**$ 350,939**	**330,871**	**323,949**
Embedded derivative - call options, presented as non-current financial assets at fair value through profit or loss	**$ -**	**760**	**1,080**
Equity component - conversion options, presented as capital surplus - share options	**$ 84,201**	**84,201**	**84,201**

	July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Embedded derivative instruments - gains (losses) resulting from remeasurement of call option at fair value, presented as gains (losses) on financial assets at fair value through profit or loss	**$ (80)**	**(2,720)**	**(760)**	**(3,360)**
Interest expense	**$ 6,821**	**5,815**	**20,068**	**7,890**

The Group did not issue, recall, or repay corporate bonds between January 1 and September 30, 2024. Please refer to note 6(j) of the 2023 consolidated financial statements for more information.

(3) As of September 30, 2024, December 31, 2023, and September 30, 2023, the Group did not provide any corporate bonds payable as collateral for its loans.

(4) For information on the Group's liquidity risk, please refer to note 6(s).

10. Lease liabilities

The details of lease liabilities were as follows:

		September 30, 2024	December 31, 2023	September 30, 2023
Current	$	8,376	8,223	8,539
Non-current	$	11,466	17,033	19,008

For the maturity analysis, please refer to note 6(s).

The amounts recognized in profit or loss were as follows:

		July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Interest on lease liabilities	$	87	115	281	351
Expenses relating to short-term leases	$	215	215	644	686
Variable lease payments not included in the measurement of lease liabilities	$	256	279	790	1,119
Expense relating to leases of low-value assets, excluding short-term leases of low-value assets	$	2	2	7	7

The amounts recognized in the consolidated statements of cash flows were as follows:

		January to September, 2024	January to September, 2023
Total cash outflow for leases	$	8,596	8,975

(1) Building leases

The Group leases buildings for its office space and car park; lease tenor ranges from one to six years.

(2) Other leases

The Group leases office equipment and transportation equipment; lease tenor ranges from two to five years.

The Group also leases office equipment and video equipment with lease tenor of less than one year. These leases are short-term leases or leases of low-value assets. The Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

11. Employee benefits

(1) Defined benefit plans

No significant market change, plan curtailment, settlement, or other one-time event occurred after the financial reporting date of the previous year. For this reason, the Company adopted the pension cost determined through actuarial means as of December 31, 2023 and 2022, to measure and disclose pension cost for the interim period.

Related expenses recognized for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, were NTD90 thousand, NTD0 thousand, NTD294 thousand and NTD36 thousand, respectively.

(2) Defined contribution plans

The Company and domestic Group entities recognized pension costs incurred from contributions to the Bureau of Labor Insurance totaling NTD3,457 thousand, NTD3,664 thousand, NTD10,536 thousand and NTD10,930 thousand for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, respectively.

(3) The other subsidiaries included in the consolidated financial statements

The sum of pension expenses and basic pension recognized for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, was NTD3,519 thousand, NTD4,181 thousand, NTD10,654 thousand and NTD13,296 thousand, respectively.

12. Income taxes

(1) Income tax expenses (benefits)

A. Details of Group income tax expense (benefit):

	July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Current income tax expense (benefit)				
Current period	$ (1,701)	6,008	10,272	(10,654)
Additional tax on unappropriated retained earnings	-	-	253	3,945
Adjustment for prior periods	2	-	366	(1,429)
Income tax expenses (benefits)	**$ (1,699)**	**6,008**	**10,891**	**(8,138)**

(2) The income tax of the Group shall be reported separately by each Group entity according to the laws of the respective registering countries and cannot be consolidated for reporting purposes.

(3) Profit-seeking enterprise income tax returns of the Company and Keelgoal Energy have been certified by the tax authority up to 2020 and 2022, respectively.

13. Capital and other equity

There was no significant change in the Group's other equity items for the periods from January 1 to September 30, 2024 and 2023, except for the matters discussed below. Please refer to note 6(n) of the 2023 consolidated financial statements for more information.

(1) Ordinary share capital

On March 10, 2023, the Company's Board of Directors resolved to issue 8,000 thousand new shares with a par value of NTD10 per share. The new shares were issued at NTD26.4 per share, and total proceeds raised amounted to NTD211,200 thousand. 15% of the total number of shares issued were reserved for subscription by employees, with September 12, 2023 being the base date for the capital increase. The relevant statutory registration procedures have been completed, and all issued shares were paid up upon issuance.

(2) Capital surplus

The details of capital surplus of the Group were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Additional paid-in capital	$ 723,600	723,600	723,600
Cash issue reserved for employee subscription	4,392	4,392	4,392
Capital surplus from redemption of convertible bonds－treasury shares	46	46	46
Capital surplus from the recognition of equity items related to the buyback of convertible bonds	48,478	48,478	48,478
Issuance of convertible bonds	84,201	84,201	84,201
Others	4	-	-
	$ 860,721	**860,717**	**860,717**

(3) Earnings appropriation and dividend policy

In accordance with the Company's Articles of Incorporation, if there are earnings in the annual financial statements of the Company, the Director's remuneration and employee benefits shall be provided first, and after being approved for distribution by the Board of Directors, the income taxes shall be paid, and then set aside the legal reserves at 10% of the remaining earnings. However, if the accumulated legal reserves equal to the Company's paid-in capital, this limit shall not apply. In addition, a special reserve of the same amount as the reduction in shareholders' equity items that occurred in the current year shall be allocated. When the reduction in shareholders' equity items is reversed, a portion of it may be transferred to the current year's earning distribution. If there are still earnings, along with undistributed earnings accumulated from the previous year, the Board of Directors shall prepare a proposal for profit distribution, and when issuing new shares, it shall be submitted to the shareholders' meeting for approval of distribution.

In accordance with the provisions of Paragraph 5 of Article 240 of The Company Act, the Company authorized the Board of Directors to distribute all or part of the dividends and bonuses or all or part of the legal reserves and capital surplus as stipulated in Paragraph 1 of Article 241 of The Company Act in the form of cash distribution with the presence of more than two-thirds of the directors and the resolution of more than half of the directors, and report to the shareholders' meeting.

The industry to which the Company belongs is currently in a growth stage. The dividend distribution policy should take into account factors such as the Company's current and future investment environment, capital requirements, domestic and international competition, and capital budgeting, while considering shareholders' interests, balancing dividends, and the Company's long-term financial planning. The Board of Directors shall formulate a distribution proposal each year under the law and report in a shareholders' meeting. The Company may consider factors such as financial, business, and operational performance when determining the dividend distribution. If the Company has earnings available for distribution in the current year, the general principle is to allocate an amount not less than 30% of the current year net profit after tax for dividends, and the cash dividends to be distributed are expected to account for at least 50% of total dividends for shareholders.

A. Earnings distribution

On March 10, 2023, the earnings distribution plan on cash dividends for the year ended 2022 was resolved in a Board of Directors' meeting. On June 15, 2023, the distribution of other earnings for the year ended 2022 was resolved in a shareholders' meeting. The relevant earnings distributions to shareholders were as follows:

	2022	
	Payout per share (in NT dollars)	**Amount**
Dividends distributed to ordinary shareholders:		
Cash	$ 1.5	**120,459**

On March 15, 2024, no cash dividends were planned to be distributed due to a net loss after tax for the year ended 2023 was resolved in a Board of Directors' meeting. On June 13, 2024, the distribution of other earnings for the year ended 2023 was resolved in a shareholders' meeting.

Related information on owners' dividends resolved in shareholders' meeting can be accessed through the Market Observation Post System website.

14. Share-based payments

(1) The Company's cash capital increase through share-based payments.

A. On March 10, 2023, the Company issued new shares through the resolution of the Board of Directors to increase capital in cash, while reserving 15% of the new shares, amounting to 1,200 thousand shares, to be preemptively subscribed by the employees, and the actual number of shares subscribed by the employees was 1,112 thousand shares.

	September 30, 2023
	Cash issue reserved for employee subscription
Grant date	August 10, 2023
Number of shares granted	1,112 thousand shares
Eligible Recipients	Limited to employees of the Company and its subsidiaries.
Vesting conditions	Instantly vested

B. Fair value at grant date

The Company provides the following information regarding the fair value of share-based payments as of the grant date:

	2023.8.10
	Cash issue reserved for employee subscription
Fair value at grant date	NTD6.75
Stock price on grant date	NTD33.15
Exercise Price	NTD26.4
Duration of Stock Options (Years)	Instantly vested

C. The expenses incurred by the Company from January 1 to September 30, 2023, due to share-based payments amounted to NTD 4,392 thousand.

(2) The Company's subsidiary, Keelgoal Energy Co., Ltd., resolved at a board meeting on March 12, 2024, to conduct a cash capital increase by issuing new shares, reserving a portion of the shares for subscription by the group’s employees, of which the number of shares subscribed by Keelgoal Energy’s employees was 302 thousand shares, while the number of shares subscribed by the parent company’s employees was 124 thousand shares. The share-based payment is estimated using the Black-Scholes option pricing model to determine its fair value as of the date of grant. The input values for the model are as follows:

	January to September, 2024
Grant date	April 30, 2024
Number of shares granted	450 thousand shares
Vesting conditions	Instantly vested
Fair value at grant date	NTD12.1
Subscription price	NTD12
Expected volatility	25.12%
Risk-free interest rate	1.26%

Keelgoal Energy has allocated a cash capital increase for employee subscriptions, resulting in a base compensation expense of NTD0 thousand and NTD30 thousand for the shares generated for the periods from July 1 to September 30, 2024 and from January 1 to September 30, 2024, respectively. Additionally, due to the aforementioned cash capital increase, the parent company allocated a base compensation expense of NTD0 thousand and NTD12 thousand for the shares subscribed by the parent company's employees for the periods from July 1 to September 30, 2024 and from January 1 to September 30, 2024.

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Notes to the Consolidated Financial Statements (Continued)

15. Losses per share

Calculation of the Group's basic and diluted losses per share is explained below:

	July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Basic losses per share (in NT dollars)				
Net loss attributable to ordinary shareholders of the Company	**$ (15,620)**	**(23,515)**	**(63,942)**	**(129,995)**
Weighted-average number of outstanding ordinary shares (in thousands)	**88,306**	**81,958**	**88,306**	**80,863**
	$ (0.18)	**(0.29)**	**(0.72)**	**(1.61)**
Diluted losses per share (in NT dollars)				
Net loss attributable to ordinary shareholders of the Company (diluted)	**$ (15,620)**	**(23,515)**	**(63,942)**	**(129,995)**
Weighted-average number of outstanding ordinary shares (in thousands)	88,306	81,958	88,306	80,863
Dilutive effect of potential ordinary shares				
Employees' stock remuneration	-	-	-	-
Convertible bonds	-	-	-	-
Weighted-average number of outstanding ordinary shares (after adjusting for dilutive effect of potential ordinary shares)(in thousands)	**88,306**	**81,958**	**88,306**	**80,863**
	$ (0.18)	**(0.29)**	**(0.72)**	**(1.61)**

(1) The Company's convertible corporate bonds had no dilutive effect for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023.

(2) The Company incurred net losses after tax for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023, and there were no potential ordinary shares with dilutive effect.

16. Revenue from contracts with customers

(1) Disaggregation of revenue

	July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Primary geographical markets:				
Taiwan	$ 503,247	460,295	1,242,576	1,247,872
Mainland China	788,649	1,263,648	2,364,395	3,864,275
Others	157,233	133,017	483,585	520,673
	$ 1,449,129	**1,856,960**	**4,090,556**	**5,632,820**
Major products:				
Lithium battery packs	$ 1,442,365	1,849,303	4,065,998	5,594,637
Construction income and others	6,764	7,657	24,558	38,183
	$ 1,449,129	**1,856,960**	**4,090,556**	**5,632,820**

(2) Contract balances

	September 30, 2024	December 31, 2023	September 30, 2023
Accounts receivable	$ 1,551,023	1,594,887	2,371,037
Less: Loss allowance	(177)	(127)	(448)
	$ 1,550,846	**1,594,760**	**2,370,589**
Contract assets - Engineering of Energy Storage	**$ 2,780**	**-**	**639**
Contract liabilities - Advanced receipts	**$ 83,469**	**12,106**	**65,481**

For the details of accounts receivable and loss allowance, please refer to note 6(c).

NTD8,371 thousand and NTD7,676 thousand of the opening balance of contract liabilities as of January 1, 2024 and 2023, were recognized as income for the periods from January 1 to September 30, 2024 and 2023, respectively.

Changes in contract asset and contract liability were mainly attributed to differences between the timing at which the Company is deemed to have fulfilled its obligations by delivering merchandise or service to customers and the timing at which payment is collected from customers.

17. Remuneration of employees and directors

In accordance with the articles of the Company, if the Company is making profit for the year, the Company should appropriate 3%~12% as remuneration to employees and remuneration to directors not exceeding 3%. However, if the Company has accumulated deficits, the profits shall first be offset against any deficit. The aforementioned employee remuneration may be distributed in shares or in cash to employees of subsidiaries who meet specific conditions; the method of distribution is determined by the Board of Directors.

The Company incurred losses before tax for the periods from January 1 to September 30, 2024 and 2023, and no employee or director remuneration was allocated.

The Company incurred losses before tax in 2023, and no employee or director remuneration was allocated. The Company allocated NTD32,908 thousand of employee remuneration and NTD7,372 thousand of director remuneration for 2022, and the actual amount paid on a later date was indifferent from the amount allocated. More information can be found on the Market Information Post System.

18. Other expenses

The details of certain expenses for the Group for the periods from July 1 to September 30, 2024 and 2023 and from January 1 to September 30, 2024 and 2023 are as follows:

	July to September, 2024	**July to September, 2023**	**January to September, 2024**	**January to September, 2023**
Losses from compensation	$ -	34,431	-	40,219
Others	254	178	1,836	1,347
	$ 254	**34,609**	**1,836**	**41,566**

19. Financial instruments

There was no significant change in the fair value of the Group's financial instruments or credit risk, liquidity risk, and market risk exposures arising from use of financial instruments, except for the matters discussed below. Please refer to note 6(t) of the 2023 consolidated financial statements for more information.

(1) Credit risk

For credit risk exposure of accounts receivables, please refer to note 6(c).

Financial assets measured at amortized cost include other receivables and time deposits; investments in debt instruments measured at fair value through other comprehensive income include debt securities issued by listed companies. The financial assets mentioned above are deemed to be of low risk, therefore allowances are made based on 12-month expected credit loss.

As the counter parties and the performing parties of the Group's bank deposits and fixed income investments are banks with good credits or financial institutions with investment grade and above, these are considered to have low credit risk.

Changes in loss allowance for the periods from January 1 to September 30, 2024 and 2023, were as follows:

	Other receivables	
	January to September, 2024	**January to September, 2023**
Beginning balance	$ 2,261	2,261
The amount written off for the year due to inability to recover.	(2,261)	-
Ending balance	**$ -**	**2,261**

(2) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments:

	Contractual cash flows	Within a year	1-5 years
September 30, 2024			
Non-derivative financial liabilities:			
Short-term borrowings	$ (491,555)	(491,555)	-
Accounts payable	(1,303,343)	(1,303,343)	-
Other payables	(172,937)	(172,937)	-
Lease liabilities (including current portion)	(20,400)	(8,642)	(11,758)
Long-term borrowings	(415,795)	(9,103)	(406,692)
Bonds payable	(400,000)	-	(400,000)
	$ (2,804,030)	**(1,985,580)**	**(818,450)**
December 31, 2023			
Non-derivative financial liabilities:			
Short-term borrowings	$ (572,669)	(572,669)	-
Accounts payable	(995,965)	(995,965)	-
Other payables	(259,094)	(259,094)	-
Lease liabilities (including current portion)	(26,082)	(8,573)	(17,509)
Long-term borrowings	(414,409)	(8,501)	(405,908)
Bonds payable	(400,000)	-	(400,000)
	$ (2,668,219)	**(1,844,802)**	**(823,417)**
September 30, 2023			
Non-derivative financial liabilities:			
Short-term borrowings	$ (675,282)	(675,282)	-
Accounts payable	(1,830,826)	(1,830,826)	-
Other payables	(252,271)	(252,271)	-
Lease liabilities (including current portion)	(28,479)	(8,919)	(19,560)
Long-term borrowings	(309,233)	(6,331)	(302,902)
Bonds payable	(400,000)	-	(400,000)
	$ (3,496,091)	**(2,773,629)**	**(722,462)**

The Group does not expect that the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(3) Currency risk

A. Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

	September 30, 2024			December 31, 2023			September 30, 2023		
	Foreign currency	**Exchange rate**	**NTD**	**Foreign currency**	**Exchange rate**	**NTD**	**Foreign currency**	**Exchange rate**	**NTD**
Financial assets									
Monetary items									
USD	$ 59,519	USD/NTD =31.65	1,883,776	73,417	USD/NTD =30.705	2,254,269	80,556	USD/NTD = 32.270	2,599,542
USD	2,462	USD/CNY =7.0074	77,922	1,109	USD/CNY =7.0961	34,052	1,421	USD/CNY = 7.3092	45,856
Financial liabilities									
Monetary items									
USD	54,836	USD/NTD =31.65	1,735,559	44,274	USD/NTD =30.705	1,359,433	70,467	USD/NTD = 32.270	2,273,970
USD	6,330	USD/CNY =7.0074	200,345	6,289	USD/CNY =7.0961	193,104	6,316	USD/CNY = 7.3092	203,817

B. Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, financial assets at fair value through other comprehensive income, short-term borrowings, accounts payable, and other payables that are denominated in foreign currencies. If foreign currency weakened/strengthened against NTD and CNY by 5% as of September 30, 2024 and 2023, while all other factors remained unchanged, the impact on losses before tax for the periods from January 1 to September 30, 2024 and 2023, would be as follows. Figures for the two periods are analyzed using the same basis.

	January to September, 2024	January to September, 2023
	Decrease (increase) in net loss before tax	**Decrease (increase) in net loss before tax**
USD (against the NTD)		
Strengthening 5%	$ 7,411	16,279
Weakening 5%	(7,411)	(16,279)
USD (against the CNY)		
Strengthening 5%	(6,121)	(7,898)
Weakening 5%	6,121	7,898

C. Foreign exchange gains and losses on monetary items

The exchange gain (loss) on monetary items of the Group (including realized and unrealized) is translated into the amount in the functional currency and the exchange rate information for translating to the functional currency of the parent company, NTD (i.e. the currency expressed in the consolidated financial statements), is as follows:

	July to September, 2024		July to September, 2023		January to September, 2024		January to September, 2023	
	Exchange gains and losses (thousands of foreign currency)	**Average exchange rate**	**Exchange gains and losses (thousands of foreign currency)**	**Average exchange rate**	**Exchange gains and losses (thousands of foreign currency)**	**Average exchange rate**	**Exchange gains and losses (thousands of foreign currency)**	**Average exchange rate**
NTD	$ (900)	-	18,196	-	49,354	-	37,128	-
CNY	695	CNY/NTD = 4.5045	101	CNY/NTD =4.3670	1,204	CNY/NTD =4.4428	(770)	CNY/NTD =4.3939

(4) Interest rate analysis

Please refer to the notes on liquidity risk management for the interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to the interest risk on the non-derivative financial instruments at the reporting date. Regarding the assets and liabilities with variable interest rates, the analysis is based on the assumption that the amount of assets and liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.25% when reporting to management internally, which also represents the Group management's assessment for the reasonably possible interest rate change.

If interest rate increased/decreased by 0.25% while all other variables remained unchanged, the Group's net losses before tax for the period from January 1 to September 30, 2024 and 2023 would have decreased/increased by NTD1,093 thousand and NTD714 thousand, respectively. This is primarily due to the Group's demand deposits and bank borrowings with variable interest rates.

(5) Fair Value

A. Types and fair value of financial instruments

The Group's financial assets and liabilities at fair value through profit or loss, and financial assets at fair value through other comprehensive income are measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, the disclosure of fair value information is not required:

	September 30, 2024				
		Fair Value			
	Carrying amount	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through other comprehensive income (FVOCI)					
Domestic bonds	$ 31,080	-	31,080	-	31,080
Financial assets at amortized cost					
Cash and cash equivalents	1,514,587	-	-	-	-
Accounts receivable, net	1,550,846	-	-	-	-
Other receivables	4,071	-	-	-	-
Other current financial assets	745,539	-	-	-	-
Other non-current financial assets	2,000	-	-	-	-
Refundable deposits (presented as other non-current financial assets)	14,951	-	-	-	-
	3,831,994				
	$ 3,863,074				
Financial liabilities measured at amortized cost:					
Short-term borrowings	$ 480,903	-	-	-	-
Accounts payable	1,303,343	-	-	-	-
Other payables	172,937	-	-	-	-
Bonds payable	350,939	-	-	386,240	386,240
Lease liabilities (including current portion)	19,842	-	-	-	-
Long-term borrowings	400,000	-	-	-	-
	$ 2,727,964				

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	December 31, 2023				
		Fair Value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
Derivative financial instruments-convertible bonds-embedded derivatives	$ 760	-	-	760	760
Financial assets at fair value through other comprehensive income (FVOCI)					
Domestic bonds	30,321	-	30,321	-	30,321
Financial assets at amortized cost					
Cash and cash equivalents	1,600,116	-	-	-	-
Accounts receivable, net	1,594,760	-	-	-	-
Other receivables	2,924	-	-	-	-
Other current financial assets	455,946	-	-	-	-
Other non-current financial assets	2,000	-	-	-	-
Refundable deposits (presented as other non-current financial assets)	14,413	-	-	-	-
	3,670,159				
	$ 3,701,240				
Financial liabilities measured at amortized cost:					
Short-term borrowings	$ 563,082	-	-	-	-
Accounts payable	995,965	-	-	-	-
Other payables	259,094	-	-	-	-
Bonds payable	330,871	-	-	377,640	377,640
Lease liabilities (including current portion)	25,256	-	-	-	-
Long-term borrowings	400,000	-	-	-	-
	$ 2,574,268				

	September 30, 2023				
		Fair Value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
Derivative financial instruments-convertible bonds-embedded derivatives	$ 1,080	-	-	1,080	1,080
Financial assets at fair value through other comprehensive income (FVOCI)					
Domestic bonds	27,307	-	27,307	-	27,307
Financial assets at amortized cost					
Cash and cash equivalents	1,405,903	-	-	-	-
Accounts receivable, net	2,370,589	-	-	-	-
Other receivables	3,406	-	-	-	-
Refundable deposits (presented as other non-current financial assets)	14,883	-	-	-	-
Other current financial assets	425,730	-	-	-	-
	4,220,511	-	-	-	-
	$ 4,248,898				
Financial liabilities measured at amortized cost:					
Short-term borrowings	$ 668,547	-	-	-	-
Accounts payable	1,830,826	-	-	-	-
Other payables	252,271	-	-	-	-
Bonds payable	323,949	-	-	374,800	374,800
Lease liabilities (including current portion)	27,547	-	-	-	-
Long-term borrowings	300,000	-	-	-	-
	$ 3,403,140				

B. Valuation technique for financial instruments measured at fair value

a. Non-derivative financial instruments

Financial instruments that are openly quoted in an active market will have fair value determined at the openly quoted price. Fair values of public-listed (OTC-traded) equity instruments and debt instruments openly quoted in active markets are determined using market prices quoted on major exchange and OTC center for actively traded government bonds.

Except for financial instruments traded in active markets, as described above, fair values of all other financial instruments are obtained either by applying valuation techniques or by making reference to counterparties' quotations. Fair value through valuation technique may be obtained by making reference to the prevailing fair value of financial instruments that share similar terms and characteristics or using valuation techniques such as the discounted cash flow method in conjunction with market information available as at the reporting date.

b. Derivative financial instruments are evaluated based on valuation models that are widely accepted by market users, such as the binomial options pricing model.

C. There was no transfer of fair value hierarchy for the periods from January 1 to September 30, 2024 and 2023.

D. Reconciliation of Level 3 fair values

	Fair value through profit or loss	
	Derivative financial instruments - convertible bonds	
January 1, 2024	$	760
Total profit or loss:		
Recognized in profit or loss		(760)
September 30, 2024	**$**	**-**
January 1, 2023	$	-
Issuance		4,440
Total profit or loss:		
Recognized in profit or loss		(3,360)
September 30, 2023	**$**	**1,080**

The aforementioned total gains or losses were presented as "Losses on financial assets at fair value through profit or loss." Details of the assets that the Group had held as of September 30, 2024 and 2023 were as follows:

	July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Total losses:				
Recognized in profit or loss (presented as "gains (losses) on financial assets at fair value through profit or loss")	**$ (80)**	**(2,720)**	**(760)**	**(3,360)**

E. Quantitative information on significant unobservable inputs (Level 3) used in fair value measurement

The Group's financial instruments that use Level 3 inputs to measure fair value include "Financial assets at fair value through profit or loss - call option of convertible bonds."

Most of the fair value measurements of the Group categorized within Level 3 used single significant unobservable input.

Quantified information of significant unobservable inputs was as follows:

Content	**Valuation technique**	**Significant unobservable inputs**	**Inter-relationship between significant unobservable inputs and fair value measurement**
Financial assets at fair value through profit or loss - call options of convertible bonds	Binomial convertible bonds pricing models	Volatility (As of September 30, 2024, December 31, 2023, and September 30, 2023, the respective percentages were 20.45%, 22.2%, and 20.9%, respectively)	• The higher the volatility is, the higher the fair value will be.

F. Level 3 Sensitivity of reasonable, possible alternative assumptions on fair value, for items that are subject to Level 3 fair value input

The Group considers its fair value assessment of financial instruments to be reasonable, but uses of different valuation model or parameter may lead to different results. For financial instruments that involve the use of Level 3 input, impacts on current profit level 3 or loss in the event of a change in valuation parameter are explained below:

	Input value	Move up or down Variation	Impacts of fair value change on current profit or loss	
			Favorable	Unfavorable
September 30, 2024				
Financial assets at fair value through profit or loss - call options of convertible bonds	Volatility	5%	**$ (40)**	**(80)**
December 31, 2023				
Financial assets at fair value through profit or loss - call options of convertible bonds	Volatility	5%	**$ 480**	**(760)**
September 30, 2023				
Financial assets at fair value through profit or loss - call options of convertible bonds	Volatility	5%	**$ (1,720)**	**(3,520)**

The favorable and unfavorable effects represent changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

20. Financial risk management

There was no significant change in the Group's financial risk management goals and policies from those disclosed in Note 6(u) of the 2023 consolidated financial statements.

21. Capital management

The Group's capital management goals, policies, and procedures were consistent with those disclosed in the 2023 consolidated financial statements. There was no change in the quantitative data used for capital management from that disclosed in the 2023 consolidated financial statements. Please see note 6(v) of the 2023 consolidated financial statements for more information.

22. Non-cash investing and financing activities

(1) The Group's investing activities which did not affect the current cash flow for the periods from January 1 to September 30, 2024 and 2023, were acquisition of right-of-use assets through lease. Please refer to note 6(f) and note 6(j).

(2) Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2024	Cash flow	Non-cash changes: Changes in lease payments and others	September 30, 2024
Short-term borrowings	$ 563,082	(87,850)	5,671	480,903
Lease liabilities	25,256	(6,874)	1,460	19,842
Bonds payable	330,871	-	20,068	350,939
Long-term borrowings	400,000	-	-	400,000
	$ 1,319,209	**(94,724)**	**27,199**	**1,251,684**

	January 1, 2023	Cash flow	Non-cash changes: Changes in lease payments and others	September 30, 2023
Short-term borrowings	$ 765,400	(96,853)	-	668,547
Lease liabilities	22,156	(6,812)	12,203	27,547
Bonds payable	-	395,820	(71,871)	323,949
Long-term borrowings	1,000,000	(700,000)	-	300,000
	$ 1,787,556	**(407,845)**	**(59,668)**	**1,320,043**

(VII) Related-party transactions

1. Transactions with key management personnel

Key management personnel compensation comprised of:

	July to September, 2024	July to September, 2023	January to September, 2024	January to September, 2023
Short-term employee benefits	$ 4,342	4,604	13,807	13,480
Post-employment benefits	134	135	431	388
Share-based payments	-	498	-	498
	$ 4,476	**5,237**	**14,238**	**14,366**

For the description regarding share-based payments, please refer to Note 6(n).

(VIII) Pledged assets

Carrying amount of assets that the Group had placed as collateral is explained below:

Name of asset	Pledged collateral	September 30, 2024	December 31, 2023	September 30, 2023
Time deposit (presented as other non-current financial assets)	Customs bond	$ 2,000	2,000	-

(IX) Commitments and contingencies

As of September 30, 2024, December 31, 2023, and September 30, 2023, the Group had capital commitment for construction and equipment that were contracted but not yet paid for, amounting to NTD73,974 thousand, NTD69,252 thousand, and NTD72,359 thousand, respectively.

(X) Losses due to major disasters: None.

(XI) Subsequent events: None.

(XII) Others

1. A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

By function / By nature	July to September, 2024			July to September, 2023		
	Presented as operating cost	Presented as operating expense	Total	Presented as operating cost	Presented as operating expense	Total
Employee benefits						
Salary	40,242	66,269	106,511	45,966	73,606	119,572
Labor and health insurance	2,529	5,874	8,403	2,576	6,318	8,894
Pension	3,443	3,623	7,066	4,044	3,801	7,845
Others	38,421	4,428	42,849	46,645	4,764	51,409
Depreciation	20,697	16,363	37,060	24,532	16,464	40,996
Amortization	71	954	1,025	130	1,102	1,232

By function / By nature	January to September, 2024			January to September, 2023		
	Presented as operating cost	Presented as operating expense	Total	Presented as operating cost	Presented as operating expense	Total
Employee benefits						
Salary	118,841	199,282	318,123	140,368	208,808	349,176
Labor and health insurance	7,599	17,790	25,389	8,161	18,548	26,709
Pension	10,345	11,139	21,484	12,898	11,364	24,262
Others	109,081	12,781	121,862	121,951	13,781	135,732
Depreciation	66,187	48,029	114,216	75,605	53,710	129,315
Amortization	268	2,712	2,980	481	3,439	3,920

2. Seasonality of operations:

   The Group's operations are not affected by seasonality or cyclicality.

(XIII) Other disclosures

1. Information on significant transactions

   The following were the information on significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group for the periods from January 1 to September 30, 2024:

   (1) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Serial No. (Note 1)	Lender of funds	Borrower of funds	Subject	Are they related parties	Maximum balance for the period Amount	Ending balance	Actual amount utilized	Range of interest rates	Nature of loan (Note 2)	Business transaction amount	Reasons for necessity of short- term financing	Amount of provision for bad debt allowance	Collateral		Loan limit amount for each individual (Note 3)	Total limit on financing amount (Note 3)
													Name	Value		
0	The Company	Celxpert (Nantong)	Other receivables	Yes	95,820 (US$3,000)	94,950 (US$3,000)	-	1.78%	-	-	Operation needs	-	None	-	243,464	486,928

Note 1: The numbers filled in as follows:
(1) 0 represents the parent company.
(2) 1 represents the subsidiaries.

Note 2:
(1) represents business counterparty.
(2) represents for those who need a short-term loan.

Note 3: According to the "Operating Procedures for Loans to Other Parties," the total amount of funds lent by the Company shall not exceed twenty percent of the net worth as stated in the most recent financial statements audited or reviewed by CPAs. For companies or businesses that require short-term funding from the Company, the loan amount to each individual entity shall not exceed ten percent of the Company's net worth.

Note 4: The above-mentioned transactions had been eliminated in the consolidated financial statements.

Note 5: The USD is converted to NTD using the exchange rate of 31.65 at the end of the period.

(2) Guarantees and endorsements for other parties:

(In Thousands of New Taiwan Dollars/foreign currencies)

Serial No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a single enterprise	Highest balance of guarantees and endorsements during the period	Ending balance of guarantees and endorsements	Actual amount utilized	Amount endorsed/ guaranteed by collateral	Cumulative amount of endorsement/ guarantee as a percentage of net worth stated in the latest financial statements	Endorsement/ guarantee limit	Parent company's guarantee/ endorsement to subsidiary	Subsidiary's guarantee/ endorsement to parent company	Guarantee/ endorsement to the Mainland area
		Name of entity	Relationship										
0	The Company	Celxpert (Kunshan)	2nd-tier subsidiary	973,857	383,280 (US$12,000)	379,800 (US$12,000)	316,500 (US$10,000)	-	15.60%	973,857	Y	-	Y
0	The Company	Celxpert (Nantong)	2nd-tier subsidiary	973,857	127,760 (US$4,000)	126,600 (US$4,000)	- (US$0)	-	5.20%	973,857	Y	-	Y
0	The Company	Keelgoal Energy	Subsidiary	243,464	240,000	240,000	113,809	-	9.86%	973,857	Y	-	-

Note 1: The total amount of endorsements and guarantees provided by the Company to third parties shall not exceed 40% of the latest net worth as reported in the financial statements. The maximum limit for endorsements and guarantees provided to a single enterprise, except for subsidiaries in which the Company directly or indirectly holds more than 90% of the ordinary shares, shall not exceed 40% of the current net worth. For all other enterprises, the maximum limit shall not exceed 10% of the latest net worth as reported in the financial statements.

Note 2: The endorsers mentioned above are entities included in the consolidated financial statements.

Note 3: The USD is converted to NTD using the exchange rate of 31.65 at the end of the period.

(3) Securities held at period-end (excluding investment in subsidiaries, associates and joint ventures):

Holder	Category and name of security	Relationship with company	Account	End of period				Note
				Shares	Carrying amount	Percentage of ownership (%)	Fair Value	
The Company	TSMC 30-year USD corporate bonds	-	Current financial assets at fair value through other comprehensive income	-	31,080	-	31,080	

(4) Individual securities acquired or disposed of with accumulated amount exceeding the lower of NTD300 million or 20% of the capital stock: None.

(5) Acquisition of real estate with amount exceeding the lower of NTD300 million or 20% of the capital stock: None.

(6) Disposal of real estate with amount exceeding the lower of NTD300 million or 20% of the capital stock: None.

(7) Related-party purchases and sales with amounts exceeding the lower of NTD100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Purchaser/ Seller	Name of counterparty	Relationship	Transaction details				Transactions with terms different from others		Notes and accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/ sales	Payment terms	Unit price	Payment terms	Balance	Percentage of total notes/ accounts receivable (payable)	
The Company	Celxpert (Kunshan)	Subsidiary	Processing fee	373,851	9%	Based on funding needs	Under the Company's pricing policies	Adjustment based on funding needs	Accounts payable (47,886)	(3)%	(Notes 1 and 2)
Celxpert (Kunshan)	The Company	Parent company	(Processing income)	(373,851)	(100)%	〃	〃	〃	Accounts receivable 47,886	100%	(Note 1)

Note 1: The transactions listed on the left had been eliminated in the consolidated financial statements.

Note 2: The remaining balance is the net value of processing outsourced and sales of raw material.

(8) Receivables from related parties with amounts exceeding the lower of NTD100 million or 20% of the capital stock:

Name of company	Counterparty	Relationship	Balance of related party receivables	Turnover rate	Amounts received in		Amounts received in subsequent period (Note 1)	Amount
					Amount	Actions taken	Allowance for bad debts	
ASIL	The Company	Parent company	100,031	-	-		-	-

Note 1: Information as of October 28, 2024.

(9) Trading in derivative instruments: Please refer to note 6(i).

(10) Business relationships and significant intercompany transactions between the parent company and subsidiaries:

Serial No. (Note 1)	Name of company	Name of counter-party	Relationship with the transacting party (Note 2)	Transactions details			
				Account	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The Company	ASIL	1	Accounts payable	100,031	According to the Company's pricing policies; payment term is granted based on capital requirement	1.84%
0	The Company	Celxpert (Kunshan)	1	Operating costs	373,851	〃	9.14%
0	The Company	Celxpert (Kunshan)	1	Accounts payable	47,886	〃	0.88%
0	The Company	Keelgoal	1	Sales revenue	64,060	60 days	1.57%
0	The Company	Keelgoal	1	Processing income	55,712	〃	1.36%
0	The Company	Keelgoal	1	Construction income	3,835	〃	0.09%
0	The Company	Keelgoal	1	Accounts receivable	51,387	〃	0.95%
0	The Company	Keelgoal	1	Other receivables	2,330	〃	0.04%
0	The Company	Keelgoal	1	Accounts payable	13,564	〃	0.25%

Note 1: The numbers filled in as follows:
(1) 0 represents the parent company.
(2) Subsidiaries are sorted in a numerical order starting from 1.

Note 2: Transactions labeled as follows:
(1) Parent to subsidiary.
(2) Subsidiary to parent.
(3) Subsidiary to subsidiary.

2. Information on investees

The following is the information on investees for the period from January 1 to September 30, 2024 (excluding information on investees in Mainland China):

(In thousands of shares/USD thousands)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		End-of-period holding position			Current profit (loss) of the investee	Profit (loss) recognized in the current period	Note
				End of current period	End of previous year	Shares	Percentage of ownership	Carrying amount			
The Company	CHL	British Virgin Islands	Foreign investment holding	752,490	752,490	24,631	100%	324,083	(77,476)	(89,359)	Subsidiary (Note 3)
〃	Celxpert (Indonesia)	Indonesia	Manufacturing, processing, and sales of battery packs and power supply related products	40,767	40,767	18	100%	4,293	(2,221)	(2,221)	Subsidiary (Note 3)
〃	Keelgoal Energy	Taiwan	Research and development and trading of lithium battery packs, energy storage systems and others	158,290	158,290	8,600	65.65%	117,413	26,495	18,706	Subsidiary (Note 3)
CHL	ASIL	British Virgin Islands	Import and export trade	1,583 (US$50)	1,583 (US$50)	50	100%	1,614 (US$51)	- (US$0)	Investment gain or loss is recognized through CHL	2nd-tier subsidiary (Note 3)
〃	CHK	Hong Kong	Foreign investment holding	450,063 (US$14,220)	450,063 (US$14,220)	14,220	100%	61,718 (US$1,950)	(46,995) (US$(1,467))	〃	〃
〃	CEIL	SAMOA	〃	US$-	US$-	(Note 1)	100%	US$-	US$-	〃	〃
〃	CPEI	〃	〃	316,500 (US$10,000)	316,500 (US$10,000)	10,000	100%	169,834 (US$5,366)	(30,913) (US$(965))	〃	〃
Keelgoal Energy	VoltaEdge Holdings Limited	British Virgin Islands	〃	-	-	(Note 1)	40%	-	-	Recognized by Keelgoal Energy	Associate

Note 1: The registration procedures have been completed, and no capital has been injected yet.

Note 2: The USD is converted to NTD using the exchange rate of 31.65 at balance sheet date or the average exchange rate of 32.0345.

Note 3: The transactions listed on the left had been eliminated in the consolidated financial statements.

3. Information on investment in Mainland China:

(1) Information on business investments in Mainland China:

(In thousands of shares/USD thousands)

Name of Mainland investee	Main businesses and products	Capital stock (Note 2)	Method of Investment flows	Opening cumulative balance of investment capital invested from Taiwan (Note 2)	Investment capital contributed or recovered during the current period		Closing cumulative balance of investment capital invested from Taiwan (Note 2)	Current profit (loss) of the investee	The Company's direct or indirect holding percentage	Profit (loss) recognized in the current period (Note 1)	Closing carrying amount of investment	Investment gains recovered to date
					Outflow	Inflow						
Celxpert (Kunshan)	Manufacturing and trading of battery parts and battery packs	Verified amount of capital: 474,750 (US$15,000)	Indirect investment through CHK	449,588 (US$14,205)	-	-	449,588 (US$14,205)	(46,995) (US$(1,467))	100%	(46,995) (US$(1,467))	42,949 (US$1,357)	-
Celxpert (Nantong)	Manufacturing and trading of battery parts and battery packs	Verified amount of capital: 316,500 (US$10,000)	Indirect investment through CPEI	316,500 (US$10,000)	-	-	316,500 (US$10,000)	(30,913) (US$(965))	100%	(30,913) (US$(965))	169,834 (US$5,366)	-
Celxpert (Changchun)	Business of recycling automotive batteries and electronic components	(Note 3)	Indirect investment through CEIL	-	-	-	-	-	-%	-	-	-

(2) Limitation on investment in Mainland China:

(In Thousands of U.S. Dollars)

Closing cumulative balance of investment capital transferred from Taiwan into the Mainland	Investment limit authorized by the Investment Commission, Ministry of Economic Affairs	Limits authorized by the Investment Commission, Ministry of Economic Affairs, for investing into Mainland China
766,088 (US$24,205)	777,957 (US$24,580)	1,460,786

Note 1: The investment gains or losses of the current period are recognized according to the financial statements which have been reviewed by the certified public accountant of Taiwan parent company.
Note 2: The USD is converted to NTD using the exchange rate of 31.65 at balance sheet date or the average exchange rate of 32.0345.
Note 3: The registration procedures have been completed, and no capital has been injected yet.

(3) Significant transactions:

Significant inter-company transactions with subsidiaries in Mainland China between January 1 and September 30, 2024, which had been eliminated during the preparation of consolidated financial statements, are disclosed in "Information on significant transactions" and "Business relationships and significant intercompany transactions."

4. Information about major shareholders: None.

(XIV) Segment information

The Group has only one reportable segment, which is the battery module segment. It is mainly involved in the manufacturing and sale of battery modules. The segment's profit, asset, and liability figures are the same as those of the consolidated financial statements. Accounting policies adopted by the operating segment are identical to the summary of significant accounting policies explained in note 4 of the 2023 consolidated financial statements.