

eGalax_eMPIA Technology Inc.
BALANCE SHEET
As of December 31, 2021, and December 31, 2020
(In Thousands of New Taiwan Dollars)

	<u>December 31,2021</u>		<u>December 31,2020</u>			<u>December 31,2021</u>		<u>December 31,2020</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Assets					Liabilities and equity				
Current assets :					Current liabilities :				
Cash and cash equivalents	\$ 626,405	37	461,432	33	Current contract liabilities	\$ 3,673	-	3,465	-
Current financial assets at fair value through profit or loss	217,772	13	172,037	12	Accounts payable	138,944	8	108,052	8
Current financial assets at amortized cost	50,000	3	25,000	2	Other payables, others	182,194	11	122,199	9
Notes receivable, net	1,243	-	834	-	Current tax liabilities	39,526	2	12,270	1
Accounts receivable, net	148,498	9	101,507	7	Current provisions for employee benefits	7,551	-	6,577	-
Accounts receivable due from related parties, net	75,429	4	46,948	3	Current lease liabilities	15,590	1	14,858	1
Other receivables	553	-	509	-	Other current liabilities, others	913	-	1,087	-
Inventories	388,163	23	355,847	25	Total current liabilities	<u>388,391</u>	<u>22</u>	<u>268,508</u>	<u>19</u>
Prepayments	1,934	-	2,037	-	Non-current liabilities :				
Other current assets	1,189	-	1,169	-	Deferred tax liabilities	5	-	67	-
Total current assets	<u>1,511,186</u>	<u>89</u>	<u>1,167,320</u>	<u>82</u>	Lease liabilities	9,775	1	23,901	1
Non-current assets :					Net defined benefit liabilities	9,427	1	9,203	1
Non-current financial assets at amortized cost	-	-	50,000	4	Credit balance of investments accounted for using equity method	1,142	-	1,285	-
Investments accounted for using equity method	127,868	8	127,575	9	Total non-current liabilities	<u>20,349</u>	<u>2</u>	<u>34,456</u>	<u>2</u>
Property, plant and equipment	3,507	-	6,085	-	Total liabilities	<u>408,740</u>	<u>24</u>	<u>302,964</u>	<u>21</u>
Right-of-use assets	25,106	1	38,486	3	Equity :				
Deferred tax assets	6,900	-	8,000	1	Ordinary share	612,528	36	594,687	42
Guarantee deposits paid	20,765	1	3,692	-	Capital surplus :				
Other non-current assets, others	11,891	1	16,015	1	Capital surplus, from share of changes in equity of subsidiaries	5,214	-	5,214	-
Total non-current assets	<u>196,037</u>	<u>11</u>	<u>249,853</u>	<u>18</u>	Capital surplus, net assets from merger	14,114	1	14,114	1
					Capital surplus, others	514	-	514	-
						<u>19,842</u>	<u>1</u>	<u>19,842</u>	<u>1</u>
					Retained earnings :				
					Legal reserve	292,364	17	269,428	19
					Special reserve	1,639	-	976	-
					Unappropriated retained earnings (accumulated deficit)	373,957	22	230,915	17
						<u>667,960</u>	<u>39</u>	<u>501,319</u>	<u>36</u>
					Other equity interest :				
					Exchange differences on translation of foreign operations	(1,847)	-	(1,639)	-
					Total equity	<u>1,298,483</u>	<u>76</u>	<u>1,114,209</u>	<u>79</u>
Total Assets	<u>\$ 1,707,223</u>	<u>100</u>	<u>\$ 1,417,173</u>	<u>100</u>	Total liabilities and equity	<u>\$ 1,707,223</u>	<u>100</u>	<u>\$ 1,417,173</u>	<u>100</u>

eGalax_eMPIA Technology Inc.
STATEMENTS OF COMPREHENSIVE INCOME
For the Years ended December 31, 2021 and 2020
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2021		2020	
	Amount	%	Amount	%
Sales revenue	\$ 1,464,628	100	1,066,593	101
Less : Sales returns	2,226	-	5,744	1
Sales discounts and allowances	14	-	222	-
Operating revenue	<u>1,462,388</u>	<u>100</u>	<u>1,060,627</u>	<u>100</u>
Cost of sales	686,693	47	490,192	46
Gross profit (loss) from operations	<u>775,695</u>	<u>53</u>	<u>570,435</u>	<u>54</u>
Operating expenses				
Selling expenses	51,092	3	46,271	5
Administrative expenses	52,855	4	44,080	4
Research and development expenses	239,093	16	214,709	20
Total operating expenses	<u>343,040</u>	<u>23</u>	<u>305,060</u>	<u>29</u>
Net operating income (loss)	<u>432,655</u>	<u>30</u>	<u>265,375</u>	<u>25</u>
Non-operating income and expenses :				
Interest income	2,469	-	3,357	-
Other income	2,604	-	1,367	-
Other gains and losses, net	1,322	-	(2,998)	-
Finance costs, net	(230)	-	(324)	-
Share of loss (profit) of subsidiaries, associates and joint ventures accounted for using equity method	644	-	1,671	-
Total non-operating income and expenses	<u>6,809</u>	<u>-</u>	<u>3,073</u>	<u>-</u>
Profit (loss) before tax	439,464	30	268,448	25
Less : Tax expense (income)	66,975	5	37,708	3
Profit (loss)	<u>372,489</u>	<u>25</u>	<u>230,740</u>	<u>22</u>
Other comprehensive income (loss) :				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit obligation	(681)	-	(1,381)	-
Income tax related to items that will not be reclassified subsequently	-	-	-	-
	<u>(681)</u>	<u>-</u>	<u>(1,381)</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	(208)	-	(663)	-
Income tax related to items that may be reclassified subsequently	-	-	-	-
	<u>(208)</u>	<u>-</u>	<u>(663)</u>	<u>-</u>
Other comprehensive income, net	<u>(889)</u>	<u>-</u>	<u>(2,044)</u>	<u>-</u>
Comprehensive income	<u>\$ 371,600</u>	<u>25</u>	<u>228,696</u>	<u>22</u>
Earnings per share(NT Dollars) :				
Basic earnings per share	<u>\$ 6.08</u>		<u>3.77</u>	
Diluted earnings per share	<u>\$ 6.00</u>		<u>3.72</u>	

eGalax_eMPIA Technology Inc.
STATEMENT OF CHANGES IN STOCKHOLDER EQUITY
For the Years ended December 31, 2021 and 2020
(In Thousands of New Taiwan Dollars)

	Ordinary share	Capital surplus	Retained earnings			Other equity interest	Total equity
			Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Exchange differences on translation of foreign operations	
Beginning balance, January 1, 2020	\$ 594,687	37,683	249,843	-	200,523	(976)	1,081,760
Profit for current period	-	-	-	-	230,740	-	230,740
Other comprehensive income for current period	-	-	-	-	(1,381)	(663)	(2,044)
Total comprehensive income	-	-	-	-	229,359	(663)	228,696
Appropriation and distribution of retained earnings :							
Legal reserve appropriated	-	-	19,585	-	(19,585)	-	-
Special reserve appropriated	-	-	-	976	(976)	-	-
Cash dividends of ordinary share	-	-	-	-	(178,406)	-	(178,406)
Other changes in capital surplus :							
Cash dividends from capital surplus	-	(17,841)	-	-	-	-	(17,841)
Ending Balance, December 31, 2020	594,687	19,842	269,428	976	230,915	(1,639)	1,114,209
Profit for current period	-	-	-	-	372,489	-	372,489
Other comprehensive income for current period	-	-	-	-	(681)	(208)	(889)
Total comprehensive income	-	-	-	-	371,808	(208)	371,600
Appropriation and distribution of retained earnings :							
Legal reserve appropriated	-	-	22,936	-	(22,936)	-	-
Special reserve appropriated	-	-	-	663	(663)	-	-
Cash dividends of ordinary share	-	-	-	-	(187,326)	-	(187,326)
Stock dividends of ordinary share	17,841	-	-	-	(17,841)	-	-
Ending Balance, December 31, 2021	\$ 612,528	19,842	292,364	1,639	373,957	(1,847)	1,298,483

eGalax_eMPIA Technology Inc.
STATEMENT OF CASH FLOWS
For the Years ended December 31, 2021 and 2020
(In Thousands of New Taiwan Dollars)

	2021	2020
Cash flows from operating activities, indirect method :		
Profit (loss) before tax	\$ 439,464	268,448
Adjustments :		
Adjustments to reconcile profit (loss) :		
Depreciation expense	18,568	17,935
Amortization expense	16,677	23,344
Net loss (gain) on financial assets at fair value through profit or loss	66	(643)
Interest expense	230	324
Interest income	(2,469)	(3,357)
Dividend income	(490)	-
Share of loss (profit) of subsidiaries, associates and joint ventures accounted for using equity method	(644)	(1,671)
Total adjustments to reconcile profit (loss)	<u>31,938</u>	<u>35,932</u>
Changes in operating assets and liabilities :		
Changes in operating assets :		
Decrease (increase) in financial assets at fair value through profit or loss	(45,801)	(30,000)
Decrease (increase) in notes receivable	(409)	2,228
Decrease (increase) in accounts receivable	(46,991)	12,875
Decrease (increase) in accounts receivable due from related parties	(28,481)	3,729
Decrease (increase) in other receivable	(40)	33
Decrease (increase) in inventories	(32,316)	(118,280)
Decrease (increase) in prepayments	103	1,173
Decrease (increase) in other current assets	(20)	(10)
Total changes in operating assets	<u>(153,955)</u>	<u>(128,252)</u>
Changes in operating liabilities :		
Increase (decrease) in current contract liabilities	208	(2,165)
Increase (decrease) in accounts payable	30,892	26,120
Increase (decrease) in other payable, others	59,177	7,419
Increase (decrease) in provisions	974	1,117
Increase (decrease) in other current liabilities, others	(174)	244
Increase (decrease) in net defined benefit liabilities	(457)	(426)
Total changes in operating liabilities	<u>90,620</u>	<u>32,309</u>
Total changes in operating assets and liabilities	<u>(63,335)</u>	<u>(95,943)</u>
Total adjustments	<u>(31,397)</u>	<u>(60,011)</u>
Cash inflow (outflow) generated from operations	408,067	208,437
Interest received	2,465	3,456
Dividends received	490	-
Interest paid	(230)	(324)
Income taxes refund (paid)	(38,681)	(45,183)
Net cash flows from (used in) operating activities	<u>372,111</u>	<u>166,386</u>
Cash flows from (used in) investing activities :		
Proceeds from repayments of financial assets at amortised cost	25,000	25,000
Acquisition of property, plant and equipment	(561)	(2,851)
Decrease (Increase) in refundable deposits	(17,073)	(384)
Decrease (increase) in other non-current assets	(11,735)	(19,317)
Net cash flows from (used in) investing activities	<u>(4,369)</u>	<u>2,448</u>
Cash flows from (used in) financing activities :		
Repayment of the principal portion of lease liabilities	(15,443)	(14,775)
Cash dividends paid	(187,326)	(196,247)
Net cash flows from (used in) financing activities	<u>(202,769)</u>	<u>(211,022)</u>
Net increase (decrease) in cash and cash equivalents	164,973	(42,188)
Cash and cash equivalents at beginning of period	461,432	503,620
Cash and cash equivalents at end of period	<u>626,405</u>	<u>461,432</u>