SINGATRON ENTERPRISE CO., LTD.
2024 Regular Shareholders' Meeting Minutes

Meeting time: June 07, 2024 (Friday) 9:00 a.m.
The way the regular shareholders' meeting is convened: Physical shareholders' meeting
Meeting location: 3rd floor (the Company's employee cafeteria) No. 209, Section 2, Zhongzheng Road, Hukou Township, Hsinchu County
Total number of attending shares: The total number of shares represented by shareholders and proxies in attendance was 70,032,523 shares (including 3,713,741 shares with voting rights exercised by electronic means) representing 55.66% of the total number of issued shares of the Company
Meeting chair: Chairperson Hsin-Nan Kan Recorded by: Shu-Hui Lin
Attending directors: Peng-Huang Peng, Chih-Chiang Chu
Attending independent directors: Chien-Liang Chen (Convener of the Remuneration Committee), Hui-Chou Chen (Convener of the Audit Committee), Kung-Chien Huang
Participants with no voting rights: CPAs Chi-Ming Chang from Ernst and Young
Attorney Travis Wu from CHAO,WANG&LIN ATTORNEYS AT LAW

I.Chair Remarks (Omitted)

II.Report Items
No. 1
Subject: The Company's 2023business report is hereby presented for your review.
Explanation: Please refer to the attachment for the 2023 Business Report.
No questions from shareholders on this report.

No. 2
Subject: Audit Committee's review report on the Company's final accounting reports for 2023 is hereby presented for your review.
Explanation: Please refer to the attachment for the Audit Committee's Review Report.
No questions from shareholders on this report.

No. 3
Subject: Report on the distribution of remuneration to the Company's employees and directors, submitted for review.
Explanation:
1、 In accordance with Article 235-1 of the Company Act and Article 20 of the Company's Articles of Incorporation, the Company reports the distribution of profit-sharing remuneration to employees and directors for 2023 on the basis of the profit before tax before the distribution of profit-sharing remuneration to employees and directors of NTD 219,769,579, as audited and adjusted by CPAs. The total amount of profit-sharing remuneration resolved by the Board of Directors on 2024/03/12 to be distributed to employees is NTD 1,500,000 (approximately 0.68%), and the total amount to be distributed to directors is NTD 4,500,000 (approximately 2.05%).
2、 In addition, considering the overall incentive reward for the employees of the Group's overseas subsidiaries, a separate performance bonus of NTD 18,500,000 is proposed to be distributed in the overseas subsidiaries.
No questions from shareholders on this report.

No. 4
Subject: The amendments to certain provisions of the "Rules of Procedure for the Board of Directors' Meetings" by the Company are hereby presented for your review.
Explanation:
1、 In accordance with the Financial Supervisory Commission's Letter Jin-Guan-Zheng-Fa-Zi No. 11203839965 dated January 11, 2024, the Company intends to amend certain provisions of the "Rules of Procedure for the Board of Directors' Meetings".
2、 Please refer to the Shareholders' Meeting Handbook for the Comparison of the Amendments to the Company's "Rules of Procedure for the Board of Directors' Meetings".
No questions from shareholders on this report..

No. 5
Subject: The Company's payment of cash dividends for 2023 is hereby presented for your review.
Explanation:
1、 In accordance with Article 20-1 of the Company's Articles of Incorporation, "When the Company distributes

dividends and bonuses in whole or in part in cash, the Board of Directors is authorized to approve the distribution by a resolution of a majority of the directors present, with at least two-thirds of the directors present, and to report the distribution to the shareholders' meeting."

2、 The Board of Directors' meeting on 2024/03/21 resolved to distribute cash dividends as follows.

Cash dividend per share	Total amount of cash dividend	Remarks
NTD 1.10	NTD 138,178,055	Based on the number of outstanding shares as of 2024/3/13, 125,616,414 shares

3、 In accordance with the resolution of the Board of Directors' meeting on 2024/03/21, the Chairperson is authorized to set the base date for dividend distribution and pay in Q4 2024.

4、 If the number of outstanding shares is affected by the conversion of corporate bonds, the execution of employee stock options, the repurchase of treasury stock or the transfer of treasury stock, the Chairperson is authorized to adjust the dividend distribution ratio per share and other related matters according to the actual number of outstanding shares on the base date of the dividend distribution.

No questions from shareholders on this report.

No. 6

Subject: The Company's investments in Mainland China is hereby presented for your review.

Explanation:

Please refer to the Shareholders' Meeting Handbook for information on the Company's investments in Mainland China as of December 31, 2023.

No questions from shareholders on this report.

No. 7

Subject: The endorsements and guarantees of the Company and its subsidiaries for 2023 are hereby presented for your review.

Explanation:

As of December 31, 2023, the endorsements and its subsidiaries of the Company and its subsidiaries were as follows:

Unit: Thousands of NTD

Name of endorsor/guarantor	Endorsed/guaranteed party	Limit on endorsement/ guarantee for a single enterprise	Maximum endorsement/ guarantee balance for the period	Endorsement/ guarantee balance at the end of the period	Amount actually drawn	Amount of endorsement/ guarantee secured by properties	Ratio of accumulated amount of endorsement/ guarantee to net worth in the latest financial statements	Maximum limit on endorsement/ guarantee
SINGATRON ENTERPRISE CO., LTD.	SINGATRON TECHNOLOGY (Hong Kong) CO., LIMITED	1,866,298	546,633	393,108	0	0	12.64%	3,110,496
SINGATRON Electronics (China) Co. Ltd.	SINGATRON TECHNOLOGY (Hong Kong) CO., LIMITED	4,067,771	92,115	92,115	0	0	1.36%	4,067,771
Singatron (Hong Kong) International Holding Ltd.	SINGATRON ENTERPRISE CO., LTD.	2,539,647	750,000	610,000	473,023	0	14.41%	4,232,746

No questions from shareholders on this report.

No. 8

Subject: Report of the Company's 3rd issue of unsecured convertible bonds.

Explanation:

1. On October 3, 2023, the Company's Board of Directors approved the issuance of the 3rd issue of unsecured convertible bonds. totaling NTD 500 million in order to repay bank loans, save interest, improve financial structure, and enhance solvency. Issuance period is 3 years.
2. The total face value of the corporate bonds is NTD 500 million, and the total number of bonds is 5000. The underwriting of the corporate bonds is public bidding. The bonds are issued at 104.18% of face value, and the actual total amount of NTD 520,920,580. The bonds were fully paid on November 28, 2023, and were issued and traded on the TPEx on November 30, 2023. The utilization of funds for repaying bank borrowings was completed in Q4 2023.
3. As of April 09, 2024, the date of cessation of conversion, the amount converted was NTD 243,600,000 and the cumulative number of common shares converted was 8,547,311.

No questions from shareholders on this report.

No. 9

Subject: Report on the progress of the initial public offering of common stock in RMB (A shares) and application for listing on an overseas stock exchange by the Company's subsidiary, SINGATRON Electronics (China) Co., Ltd.. submitted for review.

Explanation:

1、 Report on the progress of the initial public offering of common stock in RMB (A shares) and application for listing on Shenzhen Stock Exchange by the Company's subsidiary, SINGATRON Electronics (China) Co., Ltd. as follows.

2020/06/15	The initial public offering of common stock in RMB (A shares) and application for listing on an overseas stock exchange (Shenzhen Stock Exchange) by the Company's subsidiary, SINGATRON Electronics (China) Co., Ltd.
2020/08/07	The Board of Directors of SINGATRON Electronics (China) Co., Ltd. approved the application for filing a counseling dossier for the initial public offering and listing of its shares.
2020/12/09	The Board of Directors of the Company approved the application of SINGATRON Electronics (China) Co., Ltd., a subsidiary of the Company, to terminate the listing of its shares on the National Equities Exchange and Quotations system in China.
2021/01/20	The Company announced the termination of the listing of its shares on the National Equities Exchange and Quotations system in China effective January 22, 2021 on behalf of the subsidiary, SINGATRON Electronics (China) Co., Ltd.
2021/06/30	The Company announced the completion of the application for listing on the Growth Enterprise Market of the Shenzhen Stock Exchange on behalf of the subsidiary, SINGATRON Electronics (China) Co., Ltd. (The Shenzhen Stock Exchange accepted the IPO materials)
2022/03/29	The subsidiary SINGATRON Electronics (China) Co., Ltd. submitted the supplementary document of the updated prospectus (updated with the 2021 audit figures), which was accepted by the Shenzhen Stock Exchange for resumption of examination.
2022/08/04	Results of the examination by the Listing Committee for the ChiNext of the Shenzhen Stock Exchange on August 04, 2022 SINGATRON Electronics (China) Co., Ltd. (IPO): In compliance with the issue criteria, listing criteria and disclosure requirements.
2022/11/11	IPO of the subsidiary SINGATRON Electronics (China) Co., Ltd. was formally submitted to the Beijing Office of the China Securities Regulatory Commission for registration and entered the stage of registration examination by the China Securities Regulatory Commission.
2023/03/17	The subsidiary SINGATRON Electronics (China) Co., Ltd. submitted the supplementary document of the updated prospectus (updated with the 2022 audit figures), which was accepted by the Shenzhen Stock Exchange for examination.
2023/05/10	Received "IPO Registration Approval of subsidiary Singatron Electronic (China) Co., Ltd.'s" from China Securities Regulatory Commission
2023/06/29	Online roadshow for the IPO of the subsidiary Singatron Electronics (China) Co., Ltd.
2023/07/17	The subsidiary, SINGATRON Electronics (China) Co., Ltd., was officially listed on the Shenzhen Stock Exchange.

2、 Report on the Company's commitment to the overseas listing of its subsidiary SINGATRON Electronics (China) Co., Ltd. and the resolution of the Board of Directors

On 2023/05/24, the Board of Directors of the Company resolved on the following commitments and declarations: "Declaration and Undertaking by Controlling Shareholders and Effective Controllers" issued by SINGATRON ENTERPRISE CO., LTD. and its subsidiaries, SINGATRON (BVI) ENTERPRISE CO LTD. and SINGATRON (HONG KONG) INTERNATIONAL HOLDINGS LTD.; and "Commitment Letter on Initial Public Offering and Listing on GEM for No Material Matters Affecting the Launch", "Commitment Letter on Investor Verification of IPO with Listing on GEM and Participation in Strategic Placement" and "Initial Public Offering Alignment Commitment Letter" issued by SINGATRON Electronics (China) Co. Ltd.

No questions from shareholders on this report.

No. 10

Subject: Progress report on the strategic long-term investment for diversified business development, submitted for review.

Explanation:

In order to diversify the Company's business and products to maximize operational performance, the Company intends to authorize the Board of Directors to seek strategic or long-term investment proposals from appropriate parties within the limits under the Company's "Procedures for Acquisition or Disposal of Assets".

Progress is as follows:

2023/04/26	Reviewed by the Audit Committee and resolved by the Board of Directors: Authorization for strategic or long-term investments for diversified business development.
2023/06/13	The shareholders' meeting approved the strategic or long-term investment authorization for diversified

	business development.
2023/08/10	Reviewed by the Audit Committee and resolved by the Board of Directors: Discussion on equity investment of Taisol Electronics Co., Ltd.
2023/08/24	Announced to hold 9,188,000 shares of Taisol Electronics Co., Ltd. with shareholding ratio of 10.45%, and is the major shareholder of Taisol Electronics Co., Ltd.
2023/08/28	The Company's Vice Chairperson and President, Mr. Peng-Huang Peng, acted as the representative of corporate director of "LONG-THIN ENTERPRISE CO., LTD" of Taisol Electronics Co., Ltd.
2023/08/29	The Company's Vice Chairperson and President, Mr. Peng-Huang Peng, acted as the Chairperson of Taisol Electronics Co., Ltd., and the representative of corporate director of LONG-THIN ENTERPRISE CO., LTD.
2024/01/02	Submitted the list of candidates for director re-election in the 2024 shareholders' meeting of Taisol Electronics Co., Ltd. 1、Representative of Corporate Director of SINGATRON ENTERPRISE CO., LTD.: Hsin-Nan Kan 2、Representative of Corporate Director of SINGATRON ENTERPRISE CO., LTD.: Peng-Huang Peng 3、Representative of Corporate Director of SINGATRON ENTERPRISE CO., LTD.: Cheng-Gang Yang
2024/01/29	Taisol Electronics Co., Ltd. announced the list of director (including independent director) candidates for the 2024 general shareholders' meeting.
2024/03/26	As of the date of cessation of share transfer (2024/03/26), Taisol Electronics Co., Ltd. held a total of 10,367,000 shares, with a shareholding ratio of 11.79%.

No questions from shareholders on this report.

III. Adoption

No. 1 (Proposed by the Board of Directors)

Subject: The Company's 2023 business report, parent company only financial statements and consolidated financial statements, submitted for ratification.

Explanation:

1、The Company's 2023 business report, standalone financial statements and consolidated financial statements have been prepared, and the standalone financial statements and consolidated financial statements have been audited and attested by Ernst & Young, Cheng-Wei Lin and Chi-Ming Chang, Certified Public Accountants, and an audit report thereon has been issued. The Audit Committee has reviewed the above business report and financial statements and issued a written report. Please refer to the attachments.

2、Refer to the attachments for the business report, standalone and consolidated balance sheets, standalone and consolidated statements of comprehensive income, standalone and consolidated statements of changes in equity, and standalone and consolidated statements of cash flows.

3、For your adoption.

Resolution: This motion was passed by voting as proposed, and the results are as shown in the following table:

Total voting rights of attending shareholders: 70,032,523 (including 3,713,741 voting rights exercised by electronic means)	
Voting results	As a percentage of voting rights of attending shareholders
Number of voting rights in favor: 69.372.130 (Including 3,053,348 voting rights exercised by electronic means)	99.06%
Number of voting rights not in favor: 31,131 (Including 31,131voting rights exercised by electronic means)	0.04%
Number of abstained/uncast voting rights: 629,262 (Including 629,262 voting rights exercised by electronic means)	0.90%
Number of invalid voting rights: 0 (Including 0 voting rights exercised by electronic means)	0.00%

No questions from shareholders on this report.

No. 2 (Proposed by the Board of Directors)

Subject: The Company's 2023 earnings distribution proposal, submitted for ratification.

Explanation:

1、The Company's 2023 undistributed earnings at the beginning of the period amounted to NTD 92,114,163, plus NTD 920,141 of write-down of retained earnings by retirement of treasury stock, plus NTD 177,776,675 of other comprehensive income (remeasurement of defined benefit plans), less NTD 17,869,682 of net profit after tax for 2022, less the 10% legal reserve provided in accordance with the Company's Articles of Incorporation, less NTD 31,371,339 for special reserve (deduction of shareholders' equity), resulting in NTD 221,569,958 of total distributable earnings for the period.

2、The Board of Directors resolved on March 21, 2024 to distribute cash dividends to shareholders of NTD 1.1,

which is NTD 138,178,055 based on the number of outstanding shares on March 13, 2024, and the undistributed earnings at the end of post-distribution of NTD 83,391,903.

3、 Please refer to the attachments for the 2023 earnings distribution table.

4、 For your adoption.

Resolution: This motion was passed by voting as proposed, and the results are as shown in the following table:

Total voting rights of attending shareholders:70,032,523 (including 3,713,741 voting rights exercised by electronic means)	
Voting results	As a percentage of voting rights of attending shareholders
Number of voting rights in favor: 68,991,101 (Including 2,672,319 voting rights exercised by electronic means)	98.51%
Number of voting rights not in favor: 450,204 (Including 450,204 voting rights exercised by electronic means)	0.64%
Number of abstained/uncast voting rights: 591,218 (Including 591,218 voting rights exercised by electronic means)	0.84%
Number of invalid voting rights: 0 (Including 0 voting rights exercised by electronic means)	0.00%

No questions from shareholders on this report.

IV. Discussion

No. 1 (Proposed by the Board of Directors)

Subject: The release of directors from non-compete clause is hereby presented for your discussion.

Explanation:

1、 In accordance with Article 209 of the Company Act, a director who does anything for himself or on behalf of another person that is within the scope of the company's business, shall explain to the meeting of shareholders the essential contents of such an act and secure its approval.

2、 The addition of directors to the shareholders' meeting as themselves or others within the scope of the Company's business is explained as follows:

Director of the Company		Name of the company in which the individual is concurrently serving and the position
Title	Name	
Representative of KAN SHI INVESTMENT CO., LTD.	Hsin-Nan Kan	Representative of Corporate Director of Taisol Electronics Co., Ltd.
Representative of Dong Yi Enterprise Management Co., Ltd.	Peng-Huang Peng	Representative of Corporate Director of Taisol Electronics Co., Ltd.

3、 For your resolution.

Resolution: This motion was passed by voting as proposed, and the results are as shown in the following table:

Total voting rights of attending shareholders: 70,032,523(including 3,713,741 voting rights exercised by electronic means)	
Voting results	As a percentage of voting rights of attending shareholders
Number of voting rights in favor: 69,343,828 (Including 3,025,046 voting rights exercised by electronic means)	99.02%
Number of voting rights not in favor: 91,037 (Including 91,037 voting rights exercised by electronic means)	0.13%
Number of abstained/uncast voting rights: 597,658 (Including 597,658 voting rights exercised by electronic means)	0.85%
Number of invalid voting rights: 0 (Including 0 voting rights exercised by electronic means)	0.00%

No questions from shareholders on this report.

V. Extempore Motions：None.

VI. Adjournment: At 9:28 a.m., the meeting procedures were completed, and the meeting chair announced the adjournment of the meeting.

Annex

Business Report;

I. Management Guidelines

The vision, mission and management philosophy of the Company are as follows:
Vision: To be the preferred connector solution provider in the industry
Mission: To build a healthy and efficient team to accomplish the mission
Business philosophy: “Innovation, Service, Efficiency”
The Company focuses on its core business, researching, developing and producing various electronic connection products, providing customers with high quality, accurate delivery and competitive prices. Through the efforts and dedication of all employees, the Company has gained a good reputation and credibility in the industry. At the same time, we continue to upgrade our smart manufacturing capabilities to provide better services to our customers and develop new markets with high added value.

II. Implementation overview:

For more than 40 years, the Singatron Group has focused on developing and manufacturing various electronic connectors for the global electronics industry and has been the designated connector supplier for global notebook computer brands. In recent years, we have continued to focus on connector products for notebook computer applications, and have been actively developing Type C connectors and related modules for new mainstream high-frequency and high-speed connectors. On the other hand, we are expanding and diversifying the application of electronic connector products and developing waterproof connector products, focusing on the market applications of consumer electronics (such as smart home and power adaptors), new energy (such as solar energy and energy storage applications) and automotive electronics (such as electric bicycle, electric motorcycle and automotive electronics applications), and have received orders from well-known domestic and foreign brands in recent years and have gained a firm foothold, gradually increasing its share of the Group’s overall revenue. In 2021, we repositioned our market development strategy as “WECAN.” [W] represents our special product series of waterproof connectors, [E] represents new energy applications, [C] represents consumer electronics applications, [A] represents automotive electronics applications, and [N] represents notebook computer applications. In the future, the Company’s market development direction will be to expand the market of [W] waterproof connector products and actively develop towards [E] new energy and [A] automotive electronics applications. As of 2022, the percentage of the Company’s sales of [E] new energy and [A] automotive electronics applications had climbed to 22.8%. In 2023, due to factors such as the destocking of electric bicycle brand customers and the fierce competition among Chinese solar customers [E] Revenue from new energy and [A] automotive electronics applications declined, with the proportion of revenue falling to 19.6%.

Connectors are key components of end-use products in the electronics industry. In recent years, the global connector market has continued to grow due to the continued development of the automotive electronics, new energy application industry, 5G communication industry, computer peripheral and server industry, consumer electronics and other downstream industries. According to statistics, the global industrial connector market scale is expected to expand at a compound annual growth rate of 6.8% from 2023 to 2028, reaching USD 8.7 billion by 2028, mainly due to the wider use in industrial automation, robotics, and other advanced technology areas. AIot has become the trend. With the introduction of 3C high-frequency products, Type-C has become the mainstream in the market. Simple, lighter, compact, and easy to operate; and post-pandemic changes in lifestyles, remote video and home office will become the norm, notebooks and tablets will drive new demand, and allow the penetration of the new generation of Type-C. The data transmission rate has been greatly increased because it can transmit more data faster and has more extensive applications. In addition to the fast data transmission speed, the ability to output audio and video signals, the power support is further improved. AI has become the world's hottest topic. In addition, there are 5G, electric vehicles, self-driving cars, meta-verse and other fields will continue to drive the expansion of the data center and server market demand, and Intel, AMD and other processor manufacturers has begun to fully support USB4 high-speed transmission applications market. Apple has also joined to support the ranks of the USB4 specifications, and the USB4 is only used in the USB Type-C connector, which is the next wave of the growth of the USB Type-C connector market momentum. In 2023, due to factors such as the U.S. Federal Reserve's violent interest rate hike and destocking, the consumer electronics industry was weak. With the rise of generative AI, inventory adjustment was drawing to a close, as well as the Fed's cycle of interest rate hikes. The rapid rise of AI servers and the global demand for electric vehicles

continued to drive the demand for high-speed data transmission interface, high-current and high-voltage transmission lines for connectors. In particular, electric vehicles, aerospace, green energy, industrial applications and other industries continued to grow in 2023. The second half of 2024 is expected to be better than the first half, and the recovery of the economy will prompt the growth momentum of the connector group. There will always be demand for connectors in the market. In particular, AI applications require high-speed data transmission. High-speed transmission chips, transmission interface connectors, memory and thermal modules will all undergo upgrades in specifications, which means the arrival of new business opportunities. The terminal demand is likely to recover from 2H2024. The Company's market development strategy is closely related to the application and development trends of the global electronics industry and connector products, and there is broad room for growth in the future.

III. Implementation results of business plan and profitability analysis

1、 Implementation results of business plan:

Description of the Company's consolidated operating results for 2023: In recent years, the Company has been committed to transforming its business in the application markets of the [E] new energy and [A] automotive electronics industries. However, 2023, the four major application markets of the [E], [C], [A] and [N] products were simultaneously affected by global inflation, geopolitical factors, and the inventory reduction of the consumer electronics and bicycle industries, resulting in a significant decline in the demand for the relevant application industries. However, due to the exchange rate of RMB against USD The significant depreciation and the Company's inventory management efficiency reversing the loss of allowance for slow inventory were positive to the gross profit margin and affected the overall gross profit margin to increase, the overall gross profit margin increased, while the operating expense ratio increased due to the decline in revenue. In summary, the Group's consolidated revenue declined by 11.3% from the previous year; the consolidated gross margin in the financial statements was higher than the previous year, from 26.1% in 2022 to 27.5% in 2023, with a slight decline in operating profit margin and a roughly flat after-tax net interest rate. In Q3 2023, the successful listing of the subsidiary in China on the Shenzhen GEM A-share market and the issuance of additional shares, the Company's shareholding ratio in the said subsidiary was reduced from 81.89% to 61.20%, the net profit margin attributable to owners of the parent company fell from 5.7% in 2022 to 5.2% in 2023, and a small decline in profitability as compared to that of the previous year, as shown in the following table.

(Unit: Thousand NTD, except earnings per share)

Item	2023		2022		Difference	
	Amount	Percentage	Amount	Percentage	Amount	Growth rate
Operating revenue	3,451,730	100.0%	3,892,540	100.0%	(440,810)	-11.32%
Operating gross profit	947,952	27.5%	1,014,996	26.1%	(67,044)	-6.61%
Operating expenses	(649,089)	-18.8%	(675,268)	-17.4%	26,179	NA
Operating profit	298,863	8.7%	339,728	8.7%	(40,865)	-12.03%
Non-operating income and expenses, net	34,203	1.0%	62,179	1.6%	(27,976)	-44.99%
Net profit (loss) before tax	333,066	9.7%	401,907	10.3%	(68,841)	-17.13%
Income tax expense	(69,634)	-2.1%	(105,952)	-2.7%	36,318	NA
Net profit (loss) after tax	263,432	7.6%	295,955	7.6%	(32,523)	-10.99%
Net profit (loss) attributable to owners of the parent company	177,777	5.2%	222,508	5.7%	(44,731)	-20.10%
EPS (Unit: NTD)	1.52		1.85		-0.33	

2. Profitability and analysis of important financial ratios:

In 2023, compared with the previous year, the consolidated total assets and the parent company's net equity increased significantly due to the China subsidiary's listing of A-shares on GEM of Shenzhen Stock Exchange Q3 and the issuance of additional shares to obtain significant funds. The shareholding ratio declined, resulting in consolidated debt ratio declining significantly in 2023, the current ratio and quick ratio increased significantly, the return on assets and return on equity declined significantly, and the net profit margin declined slightly. Overall, the overall financial health will become more stable.

Analysis item \ Year		2023	2022
Capital structure	Debt to assets ratio (%)	33.42%	51.82%
Solvency	Current ratio (%)	483.19%	183.22%
	Quick ratio (%)	453.32%	156.74%
Profitability	Return on assets (%)	3.01%	5.51%
	Return on equity (%)	7.68%	14.50%
	Net profit margin (%)	5.15%	5.72%

IV. Budget execution

In accordance with the "Regulations Governing the Publication of Financial Forecasts of Public Companies," the Company has not disclosed financial forecast information for 2023 and is not required to disclose budget execution and analysis information for 2023.

V. R&D status

1. R&D expenditures for the last two years

(Unit: Thousand NTD)

Year	2023	2022
Operating revenue	3,451,730	3,892,540
R&D expenses	123,298	137,965
As a percentage of revenue for the year (%)	3.57%	3.54%

2. R&D results

The Company has been dedicated to the connector business for more than 40 years and has been insisting on independent innovation in R&D technology, focusing on in-depth research on connector R&D and manufacturing technology, and forming an innovative mechanism combining forward-looking research and application-oriented research. The Company's core technologies have unique competitive advantages and broad application prospects in the industry. The efficient R&D system, rich technical repository and manufacturing and automation advantages enable the Company to analyze the manufacturing feasibility and process improvement for customers' product requirements, and provide corresponding support for customers' new product development, which effectively enhances the Company's overall service capability and customer adhesion. In recent years, our marketing and R&D programs have gradually transformed and expanded our products into [E] new energy and [A] automotive electronics and server applications. In December 2020, the Company became one of the first manufacturers in the world to obtain USB4 Type-C Receptacle 40Gbps (USB4 Gens) connector certification. For three consecutive years, the Company ranked at the top of the number of USB4 Type-C Receptacle 40Gbps (USB4 Gens) connector certifications. In Q2 2023, we will develop new ddr5 DIMM socket products and continue to achieve remarkable results in product innovation.

The Company will continue to improve its competitiveness by providing customized design services and satisfying customers' needs in order to move towards sustainable business operations.

R&D plans and results for 2023 are as follows:

Item	Industry	R&D project name	R&D project content	Progress
1	Notebook computer 【N】	Double SMT pin Type-C connector	This product greatly reduces the physical size, which is 1/3 times that of the traditional USB, and can be used in short, thin and light computers. The breaking strength is required to be over 10Kgf. The product is designed in one piece and adopts the I/M method. The metal shell is made of high-strength stainless steel. The two shells are welded together by laser welding.	Trial production stage
2	Notebook computer 【N】	Two-color LED light RJ connector	In order to be able to see the network connection state (normal connection and network error), the LED light will display two different colors as a reminder. Two LED lights are placed on both sides of the product, and the LED lights are fixed by thermal melting. A cap is added to the top of the product for the convenience of customers.	Mass production stage
3	Consumer electronics 【C】	Waterproof audio connector	The product itself needs to be able to achieve IP67 waterproof, and can be placed in a thin model and a limited space, and its function and strength must also meet the customer's requirements. In response to these requirements, the product terminals are inserted into the terminals from the tail end with plastic covers filled with waterproof silicone to achieve the waterproof requirement.	Design stage
4	Consumer electronics 【C】	Raised USB 3.0 connector	The traditional USB3.0 product height is only 3.1mm. Due to customer requirements, the product height must be increased to 5.0mm or more, and meet the 350g strength test standard of the KICK TEST. Therefore, we have developed a raised product. Through the ingenious structural design and precision manufacturing process, the product not only meets the USB3.0 requirements of the Association, but the customer's product strength requirements.	Mass production stage
5	Notebook computer 【N】	Low voltage molded power connector	The product is a wire welding type with a current of 20A. To ensure that the product can withstand large currents, the product design has been adjusted to use a multi-point contact method that is balanced to ensure reliable contact. The welding wire is fixed with a low-voltage type method at the wire bonding point, hence it will not be disconnected.	Mass production stage
6	Notebook computer 【N】	Spring type battery connector	This product is used as the battery interface on the notebook. This product has 12 terminals, which are designed in the form of spring-flap contact to ensure a wide contact area. The positive and negative terminals of the product are designed with double contacts. The signal terminal is designed with single contact. There is a metal locking piece on the outside, which can firmly lock the male end for reliable contact.	Trial production stage
7	Consumer electronics 【C】	Spring type battery connector	The product space is limited, so it is designed with double spring pieces to meet the flexibility requirements and reliable contact. Embedding a metal frame into the plastic part enhances the tolerance of the plastic frame and effectively prevents plastic deformation before and after the baking process. This can prevent the structural deformation of the product from affecting customers' application.	Mass production stage

8	Consumer electronics 【C】	Interface connector for blood glucose meter	This product is a 10P product, dual SMT type, can have an automatic eject function, and 10 flexible contacts are in contact with the contact points of the test paper, because the service life in the hospital is more than 150,000 times. In the product design, the terminals are narrow at the front and wide at the back, using high conductivity copper with good flexibility. When the patients complete the self-test, they do not need to touch the test strips. The product has a pop-up design that allows the test strips to be automatically withdrawn from the product to protect the user.	Trial production stage
9	Consumer electronics 【C】	Power charging connector	This product needs to meet the current 15A in order to pass the 20V/15A temperature rise test. The positive and negative terminals are made of copper with high conductivity and low contact resistance. The contact area of the positive and negative terminals is plated with thick gold. The positive and negative terminals are divided into two parts. The contact area is plated with brushed gold for reliable plating.	Trial production stage
10	Notebook computer 【N】	Circular arc audio connector	Customers have special requirements for the appearance of the whole machine. Some of them are arc-shaped and beautiful in appearance. This product is designed in the form of a circular arc as required to match the customer's enclosure. The contact type of the product is designed as CMLR. During the insertion process, the terminals do not touch each other, which can prevent cross-flexing.	Mass production stage
11	Automotive electronics 【A】	M8 series IP69K connection cable	The product has reached IP69K, can be operated for at least 1000H in high temperature and high humidity (85℃, 95%RH) environment without abnormality, and can pass mechanical impact and gravel impact.	Trial production stage
12	New energy 【E】	High current PCB solder terminal	The interior of the product uses highly conductive materials and structures, which can effectively reduce circuit resistance and voltage drop while dissipating heat. In addition, the product and PCB are welded to enable the product and PCB to be accurately and evenly fused together. This way, the product can provide safe and reliable electrical connection in harsh environments to ensure the normal operation and stability of the system.	Sampling stage
13	New energy 【E】	Outdoor display waterproof connector	The connection between the connector and the display screen must be sealed. The waterproof level needs to reach IPX7 to prevent water ingress and moisture and affecting the function. The wire plug is designed with a rotary latching structure and is aligned with the receptacle connector to form a locking mechanism to meet the need. This ensures that the connector does not come loose when the wire is shaken and pulled during use. The male and female of the product can be locked by manually rotating the nut manually and pulling back the shell of the cable end connector when they are inserted into the respective positions.	Trial production stage
14	New energy 【E】	Photovoltaic energy storage multiplex communication modular connector	The products passed the "stop-and-return" of the locked position and anti-loosening gaskets to meet the functional requirements of the customers and prevent the water seepage of	Trial production stage

			the customer's chassis. The process is simple and the cost is low. The shell uses an O-ring to achieve the waterproof level of the product. At the same time, it is snap-locked to ensure dimensional stability, no deformation, and low cost. The product can be locked with a crisp click which is easy to operate and has stable signal transmission.	
15	New energy 【E】	New fiber optic connector	The product can be locked after inserting the matching male and female products in place. The cable connector shell can be unlocked by rotating it which is easy to operate, making it more convenient than the traditional screw locking method .	Trial production stage
16	Automotive electronics 【A】	Development of waterproof high-current charging port for electric motorcycles	Product size to meet customer specified needs, plug and socket independent state to meet the waterproof, plug into the power also need to meet the waterproof IPX7, the use of current 120A, peak 150A 20S life 10000cycles.	Trial production stage
17	Notebook computer 【N】	16K Life Type-C PLUG Connector	The product must meet the customer's life 16K requirements, during the test according to the customer's number of times to stop and record the plugging and unplugging information and records to remove the measurement LLCR and then reverse the plugging and unplugging until after life and TID certification is also required.	Testing stage
18	Notebook computer 【N】	240W Type-C PLUG Connector	According to the customer's demand, it needs to meet 16AWG welding, voltage 48V, current 5A and all designs need to meet the association and demand TID certification.	Mass production stage

Person in charge: Hsin-Nan Kan Manager: Peng-Huang Peng Head of accounting: Rui-Chen Hu

Independent Auditors' Report

To the Board of Directors and shareholders of SINGATRON ENTERPRISE CO., LTD.:

Audit opinions

We have audited the accompanying standalone balance sheets of SINGATRON ENTERPRISE CO., LTD. as of December 31, 2023 and 2022, and the related standalone statements of comprehensive income, standalone statements of changes in equity, standalone statements of cash flows, and notes to the Parent Company Only Financial Statements (including summary of significant accounting policies) for the years then ended.

In our opinion, based on our audits and the audit reports of other CPAs (please refer to the "Other Matters" section), based on our audits, the Parent Company Only Financial Statements referred to above present fairly, in all material respects, the financial position of SINGATRON ENTERPRISE CO., LTD. as of December 31, 2023 and 2022, and its standalone financial performance and cash flows for the years then ended, in conformity with the requirements of regulations governing the preparation of financial statements by securities issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulation Governing Auditing and Certification of Financial Statements by Certified Public Accountants and auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Parent Company Only Financial Statements section of our report. The auditors of the firm, subject to the independence regulations, have maintained independence from SINGATRON ENTERPRISE CO., LTD. in accordance with the Code of Ethics and perform other obligations of such Code. Based on our audit results and the audit reports of other accountants, we believe that we have obtained sufficient and appropriate audit evidence as the basis for expressing the audit opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Parent Company Only Financial Statements of SINGATRON ENTERPRISE CO., LTD. for the year ended December 31, 2023. These matters were addressed in the context of our audit of the Parent Company Only Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenue recognition

For 2023, SINGATRON ENTERPRISE CO., LTD. recognized operating revenue of NTD 78,380 thousand. The Company has agreements with its major customers to store inventory at the designated shipping warehouses of these sales customers. The Company has to judge and determine the performance obligations and the timing of satisfaction based on customer orders or shipping documents, which involves significant risk of ownership of inventory and complexity of the point of transfer of remuneration, resulting in significant risk in the recognition of operating revenue. Therefore, we decided that revenue recognition is a key audit matter. Our audit procedures included, but were not limited to, evaluating the appropriateness of accounting policies for revenue recognition, evaluating and testing the effectiveness of internal control over the sales cycle in determining revenue amounts, performing sales revenue cutoff tests on a sample of transactions for a period of time before and after the balance sheet date and reviewing whether the terms of the transactions and the timing of revenue recognition are consistent with the performance obligations and the timing of satisfaction, performing itemized tests on a sample of transactions and reviewing the material terms and conditions of the contracts. We also considered the appropriateness of the disclosure of operating revenue in Notes 4 and 6 to the Parent Company Only Financial Statements.

Other Matters - Audits by other CPAs

Some of the investees accounted for using the equity method included in the parent company only financial statements of SINGATRON ENTERPRISE CO., LTD. have not been audited by us but by other independent auditors. Therefore, our opinion on the figures of the investees in the parent company only financial statements is based on the audit reports of other independent auditors. The investments under equity method recognized by these companies on December 31, 2023 amounted to NTD 583,337 thousand, representing 11% of the parent company only assets. The share of profit (loss) of the subsidiaries and associate companies accounted for using the equity method on March 31 was NTD 11,793 thousand, representing 6% of the parent company only net income before tax. The subsidiaries and associate companies accounted for using the equity method and the share of other comprehensive income from joint ventures was NTD (1,479) thousand, representing 5% of the parent company's other comprehensive income.

Responsibilities of Management Level and Those Charged with Governance for the Parent Company Only Financial Statements

Management is responsible for the preparation and fair presentation of the Parent Company Only Financial Statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for necessary internal control as management determines is necessary to enable the preparation of Parent Company Only Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Parent Company Only Financial Statements, management is also responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, Including the Audit Committee, are responsible for overseeing the financial reporting process of SINGATRON ENTERPRISE CO., LTD.

Auditor's Responsibilities for the Audit of the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the Parent Company Only Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. The term of "reasonable assurance" refers to high level of assurance. Nevertheless, the audit performed according to the Auditing Standards cannot guarantee the discovery of material misstatement in the Parent Company Only Financial Statements. Misstatements can arise from fraud or error. Misstatements are considered material if, standalone or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Parent Company Only Financial Statements.

As part of an audit in accordance with the auditing accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risk of material misstatement of the Parent Company Only Financial Statements due to fraud or error, design and adopt appropriate countermeasures for the risks assessed, and obtain sufficient and appropriate audit evidence in order to be used as the basis for the opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of SINGATRON ENTERPRISE CO., LTD.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management level.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of SINGATRON ENTERPRISE CO., LTD. to continue as a going concern. In case where we consider that such events or circumstances have a material uncertainty, then relevant disclosure of the Parent Company Only Financial Statements are required to be provided in our audit report to allow users of Parent Company Only Financial Statements to be aware of such events or circumstances, or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause SINGATRON ENTERPRISE CO., LTD. to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the Parent Company Only Financial Statements, including relevant notes, and whether the Parent Company Only Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient and appropriate audit evidence for the financial information of standalone entities of the Group and provide opinion on the Parent Company Only Financial Statements. We handle the guidance, supervision and execution of the audit on the Group and are responsible for preparing the opinion for the Group.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the governance units with statements that we have complied with relevant matters that may reasonably be thought to bear on our independence, and we have also communicated with the governance units on all relationships and other matters (including relevant protective measures) that may be considered to affect the independence of auditors.

From the matters communicated with those charged with governance, we determine those matters that were of most significant in the audit of the Company's 2023 Parent Company Only Financial Statements and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Ernst&Young
Approvedbythecompetentauthoritiesfortheprocessingoffinancialstatements ofpubliccompanies.
AuditDocumentNo.:(111)Jin-Guan-Zheng-Shen-ZiNo.1110348358
(2002)Tai-Cai-Zheng(6)ZiNo.144183

Cheng-Wei Lin

Certified Public Accountant:

Chi-Ming Chang

March 12, 2024

Notice to Readers
The accompanying financial statements are intended only to present the financial position, financial performance and cash flows in accordance with 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 financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and financial statements shall prevail.

SINGATRON ENTERPRISE CO., LTD.

Standalone Balance Sheets

December 31, 2023 and 2022

(Amounts are in thousands of NTD)

Assets			December 31, 2023		December 31, 2022	
Code	Accounting item	Notes	Amount	%	Amount	%
	Current assets					
1100	Cash and cash equivalents	4 and 6.1	$20,048	1	$20,829	1
1150	Notes receivable, net	4 and 6.3	1,184	-	1,628	-
1170	Accounts receivable, net	4 and 6.4	16,196	-	26,877	1
1200	Other receivables		478	-	288	-
1220	Current income tax assets		2	-	-	-
130x	Net inventories	4 and 6.5	6,301	-	8,425	-
1419	Other prepaid expenses		1,061	-	1,403	-
1470	Other current assets		1,039	-	102	-
11xx	Total current assets		46,309	1	59,552	2
	Non-current assets					
1517	Financial assets at fair value through other comprehensive income	4 and 6.2	6,410	-	6,410	-
1550	Investment accounted for using the equity method	4, 6.6 and 8	4,765,097	94	2,437,177	88
1600	Property, plant and equipment	4, 6.7and 8	213,739	4	220,103	8
1760	Investment properties	4, 6.8 and 8	3,557	-	26,218	1
1780	Intangible assets	4 and 6.9	72	-	673	-
1840	Deferred tax income assets	4 and 6.24	50,943	1	29,596	1
1920	Refundable deposits		3	-	3	-
15xx	Total non-current assets		5,039,821	99	2,720,180	98
1xxx	Total assets		$5,086,130	100	$2,779,732	100

(Please refer to Notes to Parent Company Only Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD.

Standalone Balance Sheets (Continued)

December 31, 2023 and 2022

(Amounts are in thousands of NTD)

Liabilities and equity			December 31, 2023		December 31, 2022	
Code	Accounting item	Notes	Amount	%	Amount	%
	Current liabilities					
2100	Short-term loans	6.10and 8	$271,667	5	$587,833	21
2120	Financial liabilities at fair value through profit or loss	4 and 6.11	2,050	-	-	-
2170	Accounts payable		1,356	-	1,006	-
2180	Accounts payable - related parties	7	12,801	-	21,699	1
2200	Other payables	6.13	23,806	1	23,700	1
2220	Other payables - related parties	7	80,522	2	92,545	3
2230	Current tax liabilities	4 and 6.24	4,585	-	3,213	-
2300	Other current liabilities		154	-	152	-
2322	Long-term loans due within one year	4, 6.12 and 8	125,000	2	33,333	1
21xx	Total current liabilities		521,941	10	763,481	27
	Non-current liabilities					
2530	Corporate bonds payable	4 and 6.14	466,688	9	-	-
2540	Long-term loans	4, 6.12 and 8	523,023	10	75,000	3
2570	Deferred income tax liabilities	4 and 6.24	449,386	9	400,910	14
2600	Other non-current liabilities	6.15 and 6.16	14,596	1	19,803	1
25xx	Total non-current liabilities		1,453,693	29	495,713	18
2xxx	Total Liabilities		1,975,634	39	1,259,194	45
	Equity					
3100	Share capital	6.17				
3110	Common share capital		1,172,656	23	1,172,656	42
3200	Capital surplus	6.17	1,597,567	31	14,217	1
3300	Retained earnings	6.17				
3310	Legal reserve		100,833	2	85,554	3
3320	Special reserve		125,538	3	160,295	6
3350	Unappropriated earnings		270,811	5	213,354	8
3400	Other equity		(156,909)	(3)	(125,538)	(5)
3xxx	Total equity		3,110,496	61	1,520,538	55
3x2x	Total liabilities and equities		$5,086,130	100	$2,779,732	100

(Please refer to Notes to Parent Company Only Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD.
Standalone Statements of Comprehensive Income
January 1, 2023 to December 31, 2023
and January 1 to December 31, 2022
(Amounts in thousands of NTD, except for earnings per share)

Code	Item	Notes	2023		2022	
			Amount	%	Amount	%
4000	Operating revenue	4 and 6.18	$78,380	100	$106,202	100
5000	Operating costs	7	(68,240)	(87)	(85,873)	(81)
5900	Operating gross profit		10,140	13	20,329	19
6000	Operating expenses					
6100	Selling expenses	7	(6,306)	(8)	(7,280)	(7)
6200	Administrative expenses		(53,430)	(68)	(56,347)	(53)
6450	Expected credit impairment (losses) gains	4 and 6.19	(63)	-	(331)	-
	Total operating expenses		(59,799)	(76)	(63,958)	(60)
6900	Operating loss		(49,659)	(63)	(43,629)	(41)
7000	Non-operating income and expenses					
7010	Other income	6.22and 7	7,022	9	5,360	5
7020	Other gains or losses	6.22	23,499	30	(7,075)	(7)
7050	Financial costs	4, 6.22and 7	(21,728)	(28)	(7,673)	(7)
7070	Share of non-operating income and expenses of subsidiaries, associate companies and joint ventures accounted for using the equity method	4 and 6.6	254,636	325	334,822	316
			263,429	336	325,434	307
7900	Net profit before tax		213,770	273	281,805	266
7950	Income tax expense	4 and 6.24	(35,993)	(46)	(59,297)	(56)
8200	Net profit for the period		177,777	227	222,508	210
8300	Other comprehensive income	6.23				
8310	Items not reclassified subsequently to profit or loss					
8311	Remeasurement of defined benefit plans		920	1	3,797	3
8360	Items that may be reclassified subsequently to profit or loss					
8380	Share of other comprehensive income of subsidiaries, affiliates and joint ventures accounted for using equity method		(38,844)	(50)	43,446	41
8399	Income tax relating to items that may be reclassified subsequently to profit or loss		7,473	10	(8,689)	(8)
8300	Other comprehensive income for the period (net of tax)		(30,451)	(39)	38,554	36
8500	Total comprehensive income for the period		$147,326	188	$261,062	246
9750	Basic earnings per share (NTD)	6.25	$1.52		$1.85	
9850	Diluted earnings per share (NTD)	6.25	$1.49		$1.85	

(Please refer to Notes to Parent Company Only Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD.

Standalone Statement of Changes in Equity

January 1, 2023 to December 31, 2023

and January 1 to December 31, 2022

(Amounts are in thousands of NTD)

				Retained earnings			Other items of equity			
Code	Item	Share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of the financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury stock	Total
		3100	3200	3310	3320	3350	3410	3420	3500	3XXX
A1	Balance as of January 1 , 2022	$1,227,626	$14,217	$66,651	$148,903	$250,456	$(126,781)	$(33,514)	$-	1,547,558
	2021 earnings appropriation and distribution									
B1	Provision of legal reserve			18,903		(18,903)				-
B3	Provision of special reserve				11,392	(11,392)				-
B5	Cash dividends on common stock					(159,592)				(159,592)
D1	Net profit for 2022					222,508				222,508
D3	Other comprehensive income for 2022					3,797	34,757			38,554
D5	Total comprehensive income for the period	-	-	-	-	226,305	34,757	-	-	261,062
L1	Purchase of treasury stock								(128,490)	(128,490)
L3	Retirement of treasury stock	(54,970)				(73,520)			128,490	-
Z1	Balance as of December 31, 2022	1,172,656	14,217	85,554	160,295	213,354	(92,024)	(33,514)	-	1,520,538
	2022 earnings appropriation and distribution									
B1	Provision of legal reserve			15,279		(15,279)				-
B5	Cash dividends on common stock					(140,718)				(140,718)
B17	Reversal of special reserve				(34,757)	34,757				-
C5	convertible corporate bonds		44,245							44,245
	- generated from stock options									
D1	Net profit for 2023					177,777				177,777
D3	Other comprehensive income for 2023					920	(31,371)			(30,451)
D5	Total comprehensive income for the period	-	-	-	-	178,697	(31,371)	-	-	147,326
M7	Change in ownership interests in subsidiaries		1,539,105							1,539,105
Z1	Balance as of December 31 , 2023	$1,172,656	$1,597,567	$100,833	$125,538	$270,811	$(123,395)	$(33,514)	$-	$3,110,496

(Please refer to Notes to Parent Company Only Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD.
Standalone Statements of Cash Flows
January 1, 2023 to December 31, 2023
and January 1 to December 31, 2022
(Amounts are in thousands of NTD)

Code	Item	2023	2022	Code	Item	2023	2022
AAAA	Cash flows from operating activities			BBBB	Cash flows from investing activities:		
A10000	Income before income tax	$213,770	$281,805	B01800	Acquisition of investments under equity method	(573,023)	-
A20000	Adjustments:			B02700	Acquisition of property, plant and equipment	(1,891)	(12,221)
A20010	Income and expenses:			B02800	Disposal of property, plant and equipment	-	590
A20100	Depreciation expenses (including investment property)	8,539	8,846	B05500	Disposal of investment property	45,701	-
A20200	Amortization expenses	601	893	BBBB	Net cash inflows (outflows) from investing activities	(529,213)	(11,631)
A20300	Expected credit impairment losses (gains)	63	331				
A20400	Net loss (gain) of financial assets/liabilities at fair value through profit or loss	(900)	-	CCCC	Cash flows from financing activities		
				C00100	Borrowing (repayment) of short-term loans	(316,166)	292,833
A20900	Interest expenses	21,728	7,673	C00120	Issuance of corporate bonds	520,920	-
A21200	Interest income	(297)	(61)	C01600	Borrowing of long-term loans	723,023	50,000
A22400	Share of profit or loss of subsidiaries, associate companies and joint ventures accounted for using equity method	(254,636)	(334,822)	C01700	Repayment of long-term loans	(183,333)	(33,333)
				C03100	Increase (decrease) in deposits received	(252)	252
A22500	Loss (gain) on disposal of property, plant and equipment	-	(197)	C03700	Increase (decrease) in other payables - related parties	(12,133)	36,757
A22700	Disposal of investment property losses (gains)	(23,370)	-	C04500	Distribution of cash dividends	(140,718)	(159,592)
A30000	Changes in assets/liabilities related to operating activities:			C04900	Cost of treasury stock repurchase	-	(128,490)
A31130	Decrease (increase) in notes receivable	444	40	CCCC	Net cash inflows (outflows) from financing activities	591,341	58,427
A31150	Decrease (increase) in accounts receivable	10,618	942				
A31180	Decrease (increase) in other receivables	(190)	(83)	EEEE	Increase (decrease) in cash and cash equivalents for the period	(781)	1,130
A31200	Decrease (increase) in inventories	2,124	479	E00100	Cash and cash equivalents at the beginning of the year	20,829	19,699
A31230	Decrease (increase) in other prepaid expenses	342	(472)	E00200	Cash and cash equivalents at the end of the year	$20,048	$20,829
A31240	Decrease (increase) in other non-current assets	(937)	(92)				
A32125	Increase (decrease) in contract liabilities	-	(2)				
A32130	Increase (decrease) in notes payable	-	(75)				
A32150	Increase (decrease) in accounts payable	350	435				
A32160	Increase (decrease) in accounts payable - related parties	(8,898)	2,005				
A32180	Increase (decrease) in other payables	(8,600)	(2,196)				
A32190	Increase (decrease) in other payables - related parties	110	(188)				
A32230	Increase (decrease) in other non-current liabilities	2	1				
A32240	Increase (decrease) in net defined benefit liabilities	(4,035)	(143)				
A33000	Cash inflows (outflows) from operating activities	(43,172)	(34,881)				
A33100	Interest received	297	61				
A33300	Interest paid	(20,013)	(7,363)				
A33500	Income tax paid	(21)	(3,483)				
AAAA	Net cash inflows (outflows) from operating activities	(62,909)	(45,666)				

(Please refer to Notes to Parent Company Only Financial Statements)

Chairperson: Hsin-Nan Kan　　Managerial Officer: Peng-Huang Peng　　Accounting Officer: Rui-Chen Hu

Independent Auditors' Report

To the Board of Directors and shareholders of SINGATRON ENTERPRISE CO., LTD.:

Audit opinions

We have audited the accompanying consolidated balance sheets of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries as of December 31, 2023 and 2022, and the related consolidated statements of comprehensive income, consolidated statements of changes in equity, consolidated statements of cash flows, and notes to the consolidated financial statements (including summary of significant accounting policies) for the years then ended.

In our opinion, and based on our audit and the audit reports of other CPAs (please refer to the "Other Matters" section), the consolidated financial statements referred to above present fairly, in all material respects, the financial position of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries as of December 31, 2023 and 2022, and its consolidated financial performance and cash flows for the years then ended, in conformity with the requirements of regulations governing the preparation of financial statements by securities issuers and International Financial Reporting Standards, International Accounting Standards, and Interpretations endorsed and issued into effect by the Financial Supervisory Commission.

Basis for Opinion

We conducted our audits in accordance with the Regulation Governing Auditing and Certification of Financial Statements by Certified Public Accountants and auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. The auditors of the firm, subject to the independence regulations, have maintained independence from SINGATRON ENTERPRISE CO., LTD. and its subsidiaries in accordance with the Code of Ethics and perform other obligations of such Code. Based on our audit results and the audit reports of other accountants, we believe that we have obtained sufficient and appropriate audit evidence as the basis for expressing the audit opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries for the year ended December 31, 2023. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenue recognition

For 2023, SINGATRON ENTERPRISE CO., LTD. and its subsidiaries recognized an operating revenue of NTD 3,451,730 thousand. The Company and its subsidiaries have agreements with their major customers to store inventory at the designated shipping warehouses of these sales customers. The Company and its subsidiaries have to judge and determine the performance obligations and the timing of satisfaction based on customer orders or shipping documents, which involves significant risk of ownership of inventory and complexity of the point of transfer of remuneration, resulting in significant risk in the recognition of operating revenue. Therefore, we decided that revenue recognition is a key audit matter. Our audit procedures included, but were not limited to, evaluating the appropriateness of accounting policies for revenue recognition, evaluating and testing the effectiveness of internal control over the sales cycle in determining revenue amounts, performing sales revenue cutoff tests on a sample of transactions for a period of time before and after the balance sheet date and reviewing whether the terms of the transactions and the timing of revenue recognition are consistent with the performance obligations and the timing of satisfaction, performing itemized tests on a sample of transactions and reviewing the material terms and conditions of the contracts. We also considered the appropriateness of the disclosure of operating revenue in Notes 4 and 6 to the Consolidated Financial Statements.

Allowance for losses on accounts receivable

The carrying amounts of the consolidated accounts receivable and allowance for losses of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries as of December 31, 2023 were NTD 1,150,364 thousand and NTD 8,140 thousand, respectively. The net accounts receivable accounted for 29% of the consolidated total assets, which is significant for SINGATRON ENTERPRISE CO., LTD. and its subsidiaries. Since the allowance for losses on accounts receivable is measured based on the expected credit losses over the duration of continuation, the measurement process requires appropriate groupings of accounts receivable and judgmental and analysis of the application of assumptions related to the measurement process and the measurement result affects the net accounts receivable and, therefore, we consider it to be a critical audit. Our audit procedures included, but were not limited to, analyzing the appropriateness of management's grouping of accounts receivable to determine whether customers with significantly different loss profiles (based on similar risk characteristics) were appropriately grouped (e.g. based on historical experience); testing the reserve matrix used by SINGATRON ENTERPRISE CO., LTD. and its subsidiaries including assessing the reasonableness of the determination of the ageing range of each group of accounts receivable and checking the correctness of the original certificates against the underlying information; reviewing the collection status of accounts receivable in the subsequent period to assess the collectability of accounts receivable; analyzing the changes in the long-term trend of credit losses and the turnover rate of accounts receivable, and confirming whether any impairment occurred at the end of the period. We also considered the appropriateness of the disclosure of accounts receivable and related risks in Notes 5 and 6 to the Consolidated Financial Statements.

Other Matters - Audits by other CPAs

The financial statements of investees of SINGATRON ENTERPRISE CO., LTD accounted for using the equity method have not been audited by us but by other CPAs. Therefore, our opinion on the figures of the investees in the consolidated financial statements is based on the audit reports of other independent auditors. As of December 31, 2023, the investment in these investees accounted for using the equity method was NTD 583,337 thousand, accounting for 7% of the consolidated total assets. For the year ended December 31, 2023 , the share of profit or loss of the associate companies and joint ventures accounted for using the equity method was NTD 11,793 thousand, accounting for 4% of the consolidated net profit before tax. The associate companies and joint ventures recognized using the equity method and the share of other comprehensive income was NTD (1,479) thousand, accounting for 4% of the consolidated other comprehensive income net.

Responsibilities of Management Level and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the R.O.C., and for necessary internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is also responsible for assessing the ability of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate SINGATRON ENTERPRISE CO., LTD. and its subsidiaries or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, Including the Audit Committee, are responsible for overseeing the financial reporting process of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. The term of "reasonable assurance" refers to high level of assurance. Nevertheless, the audit performed according to the Auditing Standards cannot guarantee the discovery of material misstatement in the consolidated financial statements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the consolidated financial statements.

As part of an audit in accordance with the auditing accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risk of material misstatement of the consolidated financial statements due to fraud or error, design and adopt appropriate countermeasures for the risks assessed, and obtain sufficient and appropriate audit evidence in order to be used as the basis for the opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management level.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause SINGATRON ENTERPRISE CO., LTD. and its subsidiaries to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including relevant notes, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient and appropriate audit evidence for the financial information of individual entities of the Group and provide opinion on the consolidated financial statements. We handle the guidance, supervision and execution of the audit on the Group and are responsible for preparing the opinion for the Group.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the governance units with statements that we have complied with relevant matters that may reasonably be thought to bear on our independence, and we have also communicated with the governance units on all relationships and other matters (including relevant protective measures) that may be considered to affect the independence of auditors.

From the matters communicated with those charged with governance, we determine those matters that were of most significant in the audit of the 2023 consolidated financial statements of SINGATRON ENTERPRISE CO., LTD. and its subsidiaries and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Others

SINGATRON ENTERPRISE CO., LTD. has prepared the parent company only financial statements for 2023 and 2022, and we have issued an unqualified opinion and an unqualified opinion on other matters, respectively, for the record and for reference .

Ernst and Young
Approved by the competent authorities for the processing of financial statements of public companies.
Audit Document No.: (111) Jin-Guan-Zheng-Shen-Zi No. 1110348358
(2002) Tai-Cai-Zheng (6) Zi No. 144183

Cheng-Wei Lin

Certified Public Accountant:

Chi-Ming Chang

March 12, 2024

Notice to Readers
The accompanying financial statements are intended only to present the financial position, financial performance and cash flows in accordance with 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 financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and financial statements shall prevail.

SINGATRON ENTERPRISE CO., LTD. and subsidiaries

Consolidated Balance Sheets

December 31, 2023 and 2022

(Amounts are in thousands of NTD)

Assets			December 31, 2023		December 31, 2022	
Code	Accounting item	Notes	Amount	%	Amount	%
	Current assets					
1100	Cash and cash equivalents	4 and 6.1	$4,759,588	55	$1,191,908	28
1110	Financial assets at fair value through profit or loss	4 and 6.2	6,541	-	-	-
1136	Financial assets at amortized cost	4 and 6.4	433,521	5	176,377	4
1150	Notes receivable, net	4 and 6.5	30,152	-	21,476	-
1170	Accounts receivable, net	4 and 6.6	1,076,287	13	1,153,581	27
1180	Accounts receivable - related parties	4, 6.6and 7	65,937	1	68,262	2
1200	Other receivables		7,916	-	4,249	-
1220	Current income tax assets	4 and 6.26	4,740	-	2,588	-
130x	Net inventories	4 and 6.7	371,000	4	412,002	10
1419	Other prepaid expenses		46,262	1	32,551	1
1421	Prepayment for purchases		3,479	-	4,655	-
1470	Other current assets		1,039	-	40,353	1
11xx	Total current assets		6,806,462	79	3,108,002	73
	Non-current assets					
1517	Financial assets at fair value through other comprehensive income	4 and 6.3	6,410	-	6,410	-
1535	Financial assets at amortized cost	4 and 6.4	216,760	3	88,189	2
1550	Investment accounted for using the equity method	4, 6.8and 8	583,337	7	-	-
1600	Property, plant and equipment	4, 6.9 and 8	805,710	9	864,719	20
1755	Right-of-use assets	4 and 6.22	60,997	1	57,744	2
1760	Investment properties	4, 6.10 and 8	31,951	-	59,447	2
1780	Intangible assets	4 and 6.11	32,205	-	15,079	-
1840	Deferred tax income assets	4 and 6.26	66,928	1	47,599	1
1920	Refundable deposits		5,501	-	5,587	-
15xx	Total non-current assets		1,809,799	21	1,144,774	27
1xxx	Total assets		$8,616,261	100	$4,252,776	100

(Please refer to Notes to Consolidated Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD. and subsidiaries

Consolidated Balance Sheets (Continued)

December 31, 2023 and 2022

(Amounts are in thousands of NTD)

Liabilities and equity			December 31, 2023		December 31, 2022	
Code	Accounting item	Notes	Amount	%	Amount	%
	Current liabilities					
2100	Short-term loans	6.12and 8	$271,667	3	$587,833	14
2120	Financial liabilities at fair value through profit or loss	6.13	2,050	-	2,576	-
2130	Contract liabilities	4 and 6.20	2,411	-	22,384	-
2170	Accounts payable		597,943	7	629,229	15
2200	Other payables	6.15 and 9.1	383,683	5	378,699	9
2230	Current tax liabilities	4 and 6.26	11,287	-	26,506	1
2280	Lease liabilities	4 and 6.22	14,449	-	15,593	-
2300	Other current liabilities		154	-	167	-
2322	Long-term loans due within one year	4, 6.14 and 8	125,000	1	33,333	1
21xx	Total current liabilities		1,408,644	16	1,696,320	40
	Non-current liabilities					
2530	Corporate bonds payable	4 and 6.16	466,688	6	-	-
2540	Long-term loans	4, 6.14 and 8	523,023	6	75,000	2
2570	Deferred income tax liabilities	4 and 6.26	450,548	5	401,353	9
2580	Lease liabilities	4 and 6.22	13,373	-	7,545	-
2600	Other non-current liabilities	6.17 and 6.18	16,922	-	23,496	1
25xx	Total non-current liabilities		1,470,554	17	507,394	12
2xxx	Total Liabilities		2,879,198	33	2,203,714	52
31xx	Equity attributable to owners of the parent company					
3100	Share capital	6.19				
3110	Common share capital		1,172,656	14	1,172,656	28
3200	Capital surplus	6.19	1,597,567	19	14,217	-
3300	Retained earnings	6.19				
3310	Legal reserve		100,833	1	85,554	2
3320	Special reserve		125,538	1	160,295	4
3350	Unappropriated earnings		270,811	3	213,354	5
3400	Other equity		(156,909)	(2)	(125,538)	(3)
36xx	Non-controlling interests	6.19 and 6.26	2,626,567	31	528,524	12
3xxx	Total equity		5,737,063	67	2,049,062	48
3x2x	Total liabilities and equities		$8,616,261	100	$4,252,776	100

(Please refer to Notes to Consolidated Financial Statements)

Chairperson: Hsin-Nan Kan Manager: Peng-Huang Peng Accounting Officer: Rui-

SINGATRON ENTERPRISE CO., LTD. and subsidiaries
Consolidated Statements of Comprehensive Income
January 1, 2023 to December 31, 2023
and January 1 to December 31, 2022
(Amounts in thousands of NTD, except for earnings per share)

Code	Accounting item	Notes	2023		2022	
			Amount	%	Amount	%
4000	Operating revenue	4, 6.20and 7	$3,451,730	100	$3,892,540	100
5000	Operating costs	7	(2,503,778)	(72)	(2,877,544)	(74)
5900	Operating gross profit		947,952	28	1,014,996	26
6000	Operating expenses					
6100	Selling expenses	7 and 9.1	(243,056)	(7)	(277,620)	(7)
6200	Administrative expenses		(278,510)	(8)	(255,302)	(7)
6300	Research and development expenses		(123,298)	(4)	(137,965)	(3)
6450	Expected credit impairment (losses) gains	4 and 6.21	(4,225)	-	(4,381)	-
	Total operating expenses		(649,089)	(19)	(675,268)	(17)
6900	Net operating profit		298,863	9	339,728	9
7000	Non-operating income and expenses					
7010	Other income	6.24	62,336	2	34,583	1
7020	Other gains or losses	6.24	(18,630)	-	36,688	1
7050	Financial costs	4 and 6.24	(21,296)	(1)	(9,092)	-
7060	Share of income and expenses of associate companies and joint ventures accounted for using the equity method		11,793	-	-	-
			34,203	1	62,179	2
7900	Net profit before tax		333,066	10	401,907	11
7950	Income tax expense	4 and 6.26	(69,634)	(2)	(105,952)	(3)
8200	Net profit for the period		263,432	8	295,955	8
8300	Other comprehensive income	6.25				
8310	Items not reclassified subsequently to profit or loss					
8311	Remeasurement of defined benefit plans		920	-	3,797	-
8360	Items that may be reclassified subsequently to profit or loss					
8361	Exchange differences on translation of the financial statements of foreign operations		(42,255)	(1)	51,052	1
8370	Share of other comprehensive income of associate companies and joint ventures under the equity method		(1,479)	-	-	-
8399	Income tax relating to items that may be reclassified subsequently to profit or loss		7,473	-	(8,689)	-
8300	Other comprehensive income for the period (net of tax)		(35,341)	(1)	46,160	1
8500	Total comprehensive income for the period		$228,091	7	$342,115	9
8600	Net profit attributable to:					
8610	Owners of the parent company		$177,777	5	$222,508	6
8620	Non-controlling interests		85,655	3	73,447	2
			$263,432	8	$295,955	8
8700	Total comprehensive income attributable to:					
8710	Owners of the parent company		$147,326	4	$261,062	7
8720	Non-controlling interests		80,765	3	81,053	2
			$228,091	7	$342,115	9
9750	Basic earnings per share (NTD)	6.27	$1.52		$1.85	
9850	Diluted earnings per share (NTD)	6.27	$1.49		$1.85	

(Please refer to Notes to Consolidated Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD. and subsidiaries

Consolidated Statement of Changes in Equity

January 1, 2023 to December 31, 2023

and January 1 to December 31, 2022

(Amounts are in thousands of NTD)

			Equity attributable to owners of the parent company										
					Retained earnings			Other items of equity					
Code	Item		Share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of the financial statements of foreign operations	gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury stock	Total	controlling int	Total equity
			3100	3200	3310	3320	3350	3410	3420	3500	31XX	36XX	3XXX
A1	Balance as of January 1 , 2022		$1,227,626	$14,217	$66,651	$148,903	$250,456	$(126,781)	$(33,514)	$-	$1,547,558	$447,471	$1,995,029
	2021 earnings appropriation and distribution												
B1	Provision of legal reserve				18,903		(18,903)				-		-
B3	Provision of special reserve					11,392	(11,392)				-		-
B5	Cash dividends on common stock						(159,592)				(159,592)		(159,592)
D1	Net profit for 2022						222,508				222,508	73,447	295,955
D3	Other comprehensive income for 2022						3,797	34,757			38,554	7,606	46,160
D5	Total comprehensive income for the period		-	-	-	-	226,305	34,757	-	-	261,062	81,053	342,115
L1	Purchase of treasury stock									(128,490)	(128,490)		(128,490)
L3	Retirement of treasury stock		(54,970)				(73,520)			128,490	-		-
Z1	Balance as of December 31, 2022		1,172,656	14,217	85,554	160,295	213,354	(92,024)	(33,514)	-	1,520,538	528,524	2,049,062
	2022 earnings appropriation and distribution												
B1	Provision of legal reserve				15,279		(15,279)				-		-
B5	Cash dividends on common stock						(140,718)				(140,718)		(140,718)
B17	Reversal of special reserve					(34,757)	34,757				-		-
C5	Component of equity recognized due to issuance of convertible corporate bonds - generated from stock options			44,245							44,245		44,245
D1	Net profit for 2023						177,777				177,777	85,655	263,432
D3	Other comprehensive income for 2023						920	(31,371)			(30,451)	(4,890)	(35,341)
D5	Total comprehensive income for the period		-	-	-	-	178,697	(31,371)	-	-	147,326	80,765	228,091
M7	Change in ownership interests in subsidiaries			1,539,105							1,539,105	(1,539,105)	-
O1	Increase or decrease in non-controlling interests										-	3,556,383	3,556,383
Z1	Balance as of December 31 , 2023		$1,172,656	$1,597,567	$100,833	$125,538	$270,811	$(123,395)	$(33,514)	$-	$3,110,496	$2,626,567	$5,737,063

(Please refer to Notes to Consolidated Financial Statements)

Chairperson: Hsin-Nan Kan

Managerial Officer: Peng-Huang Peng

Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD. and subsidiaries
Consolidated Statements of Cash Flows
January 1, 2023 to December 31, 2023
and January 1 to December 31, 2022
(Amounts are in thousands of NTD)

Code	Item	2023	2022	Code	Item	2023	2022
AAA	Cash flows from operating activities			BBBB	Cash flows from investing activities:		
A10000	Income before income tax	$333,066	$401,907	B00040	Acquisition of financial assets at amortized cost	(385,715)	(264,566)
A20000	Adjustments:			B01800	Investments acquired using the equity method	(573,023)	-
A20010	Income and expenses:			B02700	Acquisition of property, plant and equipment	(130,184)	(134,366)
A20100	Depreciation expenses (including investment property and right-of-use assets)	171,164	201,199	B02800	Disposal of property, plant and equipment	7,875	1,475
A20200	Amortization expenses	8,124	4,932	B03800	Decrease (increase) in refundable deposits	86	(55)
A20300	Expected credit impairment losses (gains)	4,225	4,381	B04500	Increase in intangible assets	(15,329)	(9,760)
A20400	Valuation (profit) loss of financial assets/liabilities measured at fair value through profit or loss	(10,109)	22,945	B05500	Disposal of investment property	45,701	-
				BBBB	Net cash inflows (outflows) from investing activities	(1,050,589)	(407,272)
A20900	Interest expenses	21,296	9,092				
A21200	Interest income	(41,832)	(9,589)	CCCC	Cash flows from financing activities:		
A22400	Share of profit from associate companies and joint ventures under equity method	(11,793)	-	C00100	Borrowing (repayment) of short-term loans	(316,166)	292,833
A22500	Loss (gain) on disposal of property, plant and equipment	7,701	11,201	C01200	Issuance of corporate bonds	520,920	-
A22700	Disposal of investment property losses (gains)	(23,370)	-	C01600	Borrowing of long-term loans	723,023	50,000
A29900	Lease modification losses (gains)	408	(13)	C01700	Repayment of long-term loans	(183,333)	(33,333)
A30000	Changes in assets/liabilities related to operating activities:			C03000	Increase (decrease) in deposits received	(1,619)	1,096
A31130	Decrease (increase) in notes receivable	(8,676)	(14,229)	C04020	Repayment of lease principal	(16,056)	(19,537)
A31150	Decrease (increase) in accounts receivable	73,712	234,986	C04500	Distribution of cash dividends	(140,718)	(159,592)
A31160	Decrease (increase) in accounts receivable - related parties	2,325	(28,275)	C04900	Cost of treasury stock repurchase	-	(128,490)
A31180	Decrease (increase) in other receivables	233	3,840	C05800	Changes in non-controlling interests	3,556,383	-
A31200	Decrease (increase) in inventories	41,002	207,986	CCCC	Net cash inflows (outflows) from financing activities	4,142,434	2,977
A31230	Decrease (increase) in prepayments	(12,535)	9,194				
A31240	Decrease (increase) in other non-current assets	39,314	(47)	DDDD	Effect of exchange rate changes on cash and cash equivalents	(33,161)	35,736
A32125	Increase (decrease) in contract liabilities	(19,973)	5,420				
A32130	Increase (decrease) in notes payable	-	(75)	EEEE	Increase (decrease) in cash and cash equivalents for the period	3,567,680	421,164
A32150	Increase (decrease) in accounts payable	(31,286)	(145,161)	E00100	Cash and cash equivalents at the beginning of the year	1,191,908	770,744
A32180	Increase (decrease) in other payables	1,525	(75,268)	E00200	Cash and cash equivalents at the end of the year	$4,759,588	$1,191,908
A32230	Increase (decrease) in other non-current liabilities	(13)	(89)				
A32240	Increase (decrease) in net defined benefit liabilities	(4,035)	(143)				
A33000	Cash inflows (outflows) from operating activities	540,473	844,194				
A33100	Interest received	37,357	7,469				
A33300	Interest paid	(18,937)	(7,187)				
A33500	Income tax paid	(49,897)	(54,753)				
AAAA	Net cash inflows (outflows) from operating activities	508,996	789,723				

(Please refer to Notes to Consolidated Financial Statements)

Chairperson: Hsin-Nan Kan Managerial Officer: Peng-Huang Peng Accounting Officer: Rui-Chen Hu

SINGATRON ENTERPRISE CO., LTD.
Audit Committee's Review Report

The Company's Board of Directors have prepared the 2023 business report, parent company only financial statements, consolidated financial statements, etc., among which the parent company only financial statements and consolidated financial statements have been audited by Ernst and Young, Cheng-Wei Lin and Chi-Ming Chang, Certified Public Accountants and an audit report thereon has been issued. The above business report, financial statements and earnings distribution proposal and have been reviewed and determined to be accurate by the Audit Committee. In accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, we hereby submit this report for your review.

SINGATRON ENTERPRISE CO., LTD.

Convener of the Audit Committee: Hui-Chou Chen

March 12, 2024

SINGATRON ENTERPRISE CO., LTD.
Audit Committee's Review Report

The Board of Directors has prepared the 2023 earnings distribution proposal, which has been reviewed and determined to be accurate by the Audit Committee. In accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, we hereby submit this report for your review.

SINGATRON ENTERPRISE CO., LTD.

Convener of the Audit Committee: Hui-Chou Chen

March 21, 2024

SINGATRON ENTERPRISE CO., LTD.
2023 Earnings Distribution Table

Unit: NTD

Item	Amount
Undistributed earnings at the beginning of the period	92,114,163
Add: Other comprehensive income (remeasurement of defined benefit plans)	920,141
Add: Net profit after tax for 2023	177,776,675
Less: Legal reserve (10%)	-17,869,682
Less: Provision of special reserve (deduction of shareholders' equity)	-31,371,339
Total distributable earnings for the period	221,569,958
Distribution items:	
Cash dividend (NT$1.1 per share)	-138,178,055
Cash dividend (NT$0.00 per share)	83,391,903

Note 1. Based on 125,616,414 outstanding shares as of March 13, 2024.

Note 2: The cash dividend is calculated to NT$ on the basis of the distribution percentage, and the amount below NT$ is rounded off, and the sum of the fractional amounts of distribution less than NT$1 is posted in other income of the Company.

Note 3: If the transfer of bonds, execution of employee stock warrants, buyback of treasury stock, or transfer of treasury stock, and the dividend rate of the shareholders changes is a result of the number of outstanding shares affected, it is proposed at the annual shareholders' meeting to authorize the Board of Directors to handle matters with full authority.

Chairperson: Hsin-Nan Kan President: Peng-Huang Peng Accounting officer: Rui-Chen Hu