

**Meeting Minutes of the 2024 Annual Shareholders' Meeting of
Asia Electronic Material Co., Ltd.**

Time: 24 May 2024 (Friday) at 09:00 a.m.

Location: Siduo Hall (Wei Shun Business Building) 14F, No. 168, Sec. 2, Fuxing 3rd Rd., Zhubei City, Hsinchu County

Form of Shareholders' Meeting: Physical

Attendance: The number of shares represented by the attended shareholders 70,962,877 and proxies was 98,200,868 shares, 72.26%

Attending directors: Chairman Li Jian-Hui, Director Bo Chun Investment Co., Ltd., Director Tsai Sen.

Attending Independent Directors: Independent Director Ke-Ying Hsu (Convener of the Audit Committee and Convener of the Remuneration Committee), Independent Director Nien-Tzu Chu, Independent Director Chun-Ching Li, and Independent Director Tsai-An Yu

Non-voting attendance: CPA Chen Kuo-Shuai from Ernst & Young and lawyer Zhang Shaoteng from Chien Yeh Law Offices

Chairman: Lee Jian-Hui

Minute Taker: Chia-Ni Luo

I. Call the Meeting to Order: When the number of attending shares has exceeded the number of shares stated by the law, the chairperson calls the meeting to order according to the law.

II. Chairperson Remarks (omitted)

III. Report:

1. 2023 Business Report. (Please refer to the Attachments)
2. 2023 Audit Committee's Review Report. (Please refer to the Attachments)
3. Report on the loans to others and guarantees/endorsements provided to subsidiaries in 2023. (Please refer to the meeting handbook)
4. Report on the remuneration distributions to employees and directors in 2023. (Please refer to the meeting handbook)

IV. Ratifications

Proposal 1

【Proposed by the Board of Directors】

Subject: The 2023 Business Report and Financial Statements of the Company are hereby proposed for ratification.

- Description: 1. The Company's 2023 business report, parent company only financial statements and consolidated financial statements have been prepared completely, among which the financial statements have been audited by CPA Kuo-Shuai Chen and CPA Cheng-Wei Lin of Ernst & Young, and an unqualified audit report relating thereto has been issued. The abovementioned statements and forms were also approved by the Audit Committee under a resolution and approved by the Board of Directors after discussions on February 27, 2024.
2. For the 2023 Business Report, Audit Committee's Review Report, and financial statements, please refer to the Attachments 1 to 4.

Resolution: By ballot voting, the total number of votes casted was 70,184,391 votes, approval votes: 5,507 votes, as a percentage of total weights in attendance 99.23%, and disapproval votes: 0 votes; invalid votes: 0 votes, no votes: 534,859 votes; the motion is approved as proposed if the number of approval votes exceeds the statutory limit.

Subject: The proposal of the earning distribution of the Company in 2023 is hereby proposed for ratification.

Description: 1. The Company's 2023 net profit after tax is NT\$36,321,446, plus the distributable earnings at the beginning of the period of NT\$187,135,305 and disposal of equity instruments at fair value through other comprehensive income of NT\$5,292,672, and less the appropriation of legal reserve of NT\$4,161,412, such that the total distributable earnings becomes NT\$224,588,011. The Company intends to distribute shareholders' dividends of NT\$49,100,434 in cash according to the regulations of the Company Act and the Articles of Incorporation, for the distribution of NT\$0.5 per share. The 2023 Earning Distribution Statement is enclosed; please refer to Attachment 5.

2. After the Table of Earning Distribution is approved by the shareholders' meeting of the year under a resolution, the Chairman is authorized to otherwise establish the ex-dividend date, distribution date, and other relevant matters. If the payout ratio changes due to changes in the total number of outstanding shares of the Company subsequently, the Chairman is fully authorized to make arrangements and adjustments.
3. The current cash dividend is calculated according to the distribution ratio and rounded up to a dollar. The total amount of the odd share less than NT\$1 is adjusted from the higher to the lower decimal point and from the top-down of the account number sequentially until it is equal to the total amount of cash dividend distribution.

Resolution: By ballot voting, the total number of votes casted was 70,184,391 votes, approval votes: 69,702,910 votes, as a percentage of total weights in attendance 99.31 %, and disapproval votes: 9,652 votes; invalid votes: 0 votes, no votes: 471,829 votes; the motion is approved as proposed if the number of approval votes exceeds the statutory limit.

Elections

Subject: Re-election of all Directors of the Company. [Proposed by the Board of Directors]

- Description: 1. The term of office of the 7th term of Board of Directors of the Company will be expired on July 22, 2024. To satisfy the actual operational needs of the Company and to strengthen corporate governance, re-election of all Directors is proposed.
2. According to the Articles of Incorporation of the Company, 9 directors (including 4 independent directors) are proposed for election in the present Shareholders' meeting, and the candidate nomination system is to be adopted. The newly elected Directors (including Independent Directors) shall assume the office after the end of the election meeting, and the term of office shall be three years from May 24, 2024 to May 23, 2027.
 3. For the candidate roster approved by the Board of Directors through resolution on February 27, 2024 and April 2, 2024, please refer to Attachment 6. Please proceed with the election.

Election results: The list of elected directors and independent directors is as follows

Title	Name	Number of votes elected
Director	Lee Chien-Hui	91,043,581
Director	Tsai Sen	66,171,092
Director	E INK HOLDINGS INC. Representative: Chan Ning-Wei	66,278,273
Director	KMO International Trading Inc.	65,635,628
Director	Bo Chun Investment Co., Ltd.	65,644,954
Independent Director	Hsu Ke-Ying	66,358,788
Independent Director	Chu Nien-Tzu	66,132,327
Independent Director	Li Chun-Ching	66,129,520
Independent Director	Hu Han-Liang	66,155,418

Matters for discussion [proposed by the board of directors]

Subject: Proposal for cancellation of non-compete restrictions for newly elected Directors of the Company, submitted for discussion.

Description: 1. Pursuant to 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. To satisfy the actual business needs of the Company, for new Directors and their representatives of the Company that may concurrently assume the position of Directors in other companies having the same or similar scope of business as those of the Company, within the scope that the Company's interests are not damaged, the cancellation of the non-compete restriction against newly elected Directors and their representatives is proposed in accordance with Article 209 of the Company Act for the ratification of the Shareholders' meeting. The details are as follows:

**Details of Cancellation of Non-compete Restriction for Director (Including Independent Director)
Candidates**

Candidate Type	Candidate Name	Company of Adjunct Position
Director	E INK HOLDINGS INC.	Director, YuanHan Materials Inc. Director, NEW FIELD E-PAPER CO., LTD. Director, Linfiny Corporation Director, Integrated Solutions Technology, Inc.
Director	Chan Ning-Wei (Representative of E INK HOLDINGS INC.)	Senior Assistant Vice President of Central R&D Department, E INK HOLDINGS INC. President, YuanHan Materials Inc.
Independent Director	Li Chun-Ching	Chairman, Acute Technology Inc.
Independent Director	Hu Han-Liang	CPA Partner, C.J.S. CPAS & CO. Director, KYE Systems Corp. Director, GODEX INTERNATIONAL CO., LTD. Director, Scientech Corporation Director, AlgolTek, Inc. Director, Basecom Telecommunication Co., Ltd. Supervisor, Orient Pharma Co., Ltd. Independent Director, Episil-Precision Inc. Independent Director, Promate Solutions Corporation Independent Director, KKCompany Technologies

Resolution: By ballot voting, the total number of votes casted was 70,184,391 votes, approval votes: 69,663,063 votes, as a percentage of total weights in attendance 99.25 %, and disapproval votes: 38,898 votes; invalid votes: 0 votes, no votes: 482,430 votes; the motion is approved as proposed if the number of approval votes exceeds the statutory limit.

V. Extraordinary Motions: No shareholders' questions

VI. Adjournment: 9:30 a.m.

The 2023 Business Report of Asia Electronic Material Co., Ltd. Attachment 1

Dear Shareholders,

I. Operating results in 2023:

(I) Business Plan Implementation Outcome:

Unit: NT\$ thousand

	2023	2022	YoY
Consolidated operating income	1,548,510	1,647,874	-6.03%
Net profit	81,624	113,213	-27.90%
Net profit after tax	36,322	34,415	5.54%
Earnings per share	0.37	0.35	5.57%

(II) Budget implementation

The Company did not disclose its financial forecast for 2023.

(III) Analysis of profitability

	2023	2022
Return on assets	2.16%	1.65%
Return on equity	2.37%	2.18%
Profit margin	2.35%	2.09%

(IV) R&D status

Electric vehicles, new energies, AI and 5G high frequency related materials have been popular research subjects in recent years. Accordingly, the Company has been invested in these fields for several years and is committed to develop and expand new product sales, in order to increase the operational competitiveness of the Company. Presently, our R&D focuses on the development of self-produced PI cover lay, high-frequency products (high-frequency substrates), high-frequency EMI shielding film (self-produced PI type of EMI), conductive adhesives and self-produced TPI substrates, and among which the development of conductive adhesives and high-frequency EMI shielding film have qualified the verification of numerous customers, such that the outlook of these products is promising. In the future, we will continue to develop and improve products with high unit prices and high gross profits, such as 5G high-frequency materials, monolayer, ion migration-resistant materials, self-manufactured substrate materials, transparent materials, vehicle materials, wireless charger materials, and conductive adhesive materials, and create unique products to improve our competitive strength among companies within the industry and secure a leading position within the sector. Except for the development of the abovementioned new products, the Company attaches attention to the improvement in production yield and efficiency, reduction in costs, and increase in profit margin in terms of manufacturing procedures to secure orders.

II. Business Plan for 2024:

(I) Management Policy

The new plant of the Company located at Dongtai, Jiangsu, has entered the stage of mass production and begun making contributions to our operating income, which not only provides flexibility for deployment in terms of the Group's production capacity but also contributes to the further upgrades of the Company's operations.

The global net zero emission policy has promoted the diverse development of electric vehicles, and the application of automotive FPC has increased, nurturing the Blue Ocean development environment for vehicle electronics. We will explore power batteries/energy storage FPC, metaverse AR/VR, AI consumer electronics and smart vehicles and other opportunities of emerging industries, make overall arrangements for 5G, expand into new international markets to promote our new products of conductive adhesives, EMI and ion migration-resistant cover lay, and develop relationships with new customers; the sales volume of our new products is likely to give rise to the growth in our operating income.

(II) Estimated sales volume and its basis

Based on past experiences and the status of market supply/demand, it is expected that the sales volume will achieve remarkable growth along with greater applications in 2024.

(III) Material production and sales policy

1. In 2024, the Dongtai Plant will continue to improve equipment availability to mitigate the production pressure of the Kunshan Plant while ensuring concentration of production to increase production

efficiency.

2. The Company connects end customers and learns the requirements of customers to provide comprehensive products and services.

III. Future development strategies of the Company:

(I) Business:

5G, electric vehicles and energy storage for new energy vehicles are the marketing focuses of the Company during the year, and early arrangements are required. Together with the development of new high-frequency bonding sheets, substrate, cover lay, and other materials, we continue to make introductions and promotions to end customers and FPC companies to jointly develop the use of new model materials for the Company to secure a major leading position among companies within the industry in terms of high-speed materials.

For conductive adhesives and EMI, mass production is ongoing, and it has entered the end resource pool. Currently, the mainstream products in the market are from Japanese brands; however, it is likely the materials of the Company will replace the imported materials from Japan this year. PI type EMI product is a differentiated product and has been successfully introduced in the medical field.

Due to the AI-related demands, SoC industry and GPU performance require faster update speed, and the demand for compact and integrated circuits also increases. Accordingly, the requirement for anti-ion migration becomes tougher. Presently, our ion migration-resistant cover lay has been verified by customer and is under mass production stage. The overseas market will be developed, and the customers and market applications will also be expanded.

(II) R&D:

1. The Company attaches attention to the R&D of products of novelty and high gross profits; our products are divided into four categories: high-frequency materials (high-frequency cover lay/high-frequency bonding sheet/high-frequency substrate), conductive materials (EMI shielding film/conductive adhesive), cover lay materials (self-produced PI cover lay/ion migration-resistant cover lay/high reflection cover lay/transparent cover lay/high-Tg cover lay), and substrate materials (2L/ultra-thin copper foil substrate/self-manufactured PI substrate). We focus on the development of novel items and effectively utilize our R&D resources to improve the gross profits of products and enhance the competitive strength of product uniqueness to improve the sales volume of products.
2. Combining our technical capacity and supplier management, we implement local procurement for chemical raw materials to minimize the costs of raw materials and improve the gross profits of products, and in turn, improve the competitive strength and profits of products.

IV. Impact of external competition environment, regulatory environment, and macroeconomic environment:

In recent years, environmental protection and industrial safety regulations and standards have become stricter and the global inflation pressure is still high. In view of the impact of escalation of the US-China tech war and ongoing Russia-Ukraine war, the Company has increased the procurement ratio of chemical materials to transfer the risk of raw material inventory and management to suppliers. We set up an occupational safety team in our plant to implement environmental protection and occupational safety work in our plant.

Looking into the future, the largest application demand for FPC in the market will still be related to smartphones. In view of the continual growth in the volume of FPC used for high-end smartphones and the variable changes in smartphone models and functions, the growth momentum of demands for FPC is foreseeable. In addition, the economy in China is expected to reach its bottom and starts to recover this year, such that the sales volume of high-end smartphones will be driven to increase. the Company remains optimistic about the development of mobile brands from China in local and global markets. Mobiles from Mainland China possess greater competitive strength as compared to US brands in terms of prices, which is a crucial factor favorable for entering emerging markets for sales, and is the key to the business growth of the Company in the future. Furthermore, the Company's planning in the new growth opportunities in the overseas market is expected to promote the development of electric vehicles. Accordingly, the overall demand for automotive and AI FPC applications is expected to show remarkable growth in the future.

Chairman: Lee Chien-Hui Manager: Lee Chien-Hui Chief Accountant: Cheng Wan-Yu

Audit Committee's Review Report of Asia Electronic Material Co., Ltd.
Attachment 2

The Board of Directors has duly prepared the Company's Business Report, consolidated financial statements, individual financial statements, and proposal for earnings distribution for 2023. The consolidated financial statements and individual financial statements have been duly audited and verified by CPAs Chen Kuo-Shuai and Cheng-Wei Lin from Ernst & Young, and they have issued the auditor's report.

We have reviewed the abovementioned Business Report, consolidated financial statements, individual financial statements, and the proposal for earning distribution, to which we have found no misstatement, and we hereby issue a review report as presented above in accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act. Please proceed to review it.

Yours sincerely

Asia Electronic Material Co., Ltd.

Audit Committee, Asia Electronic Material Co., Ltd.

Convener: Hsu, Ke-Ying

February 27, 2024

English Translation of Financial Statements and a Report Originally Issued in Chinese

INDEPENDENT AUDITORS' REPORT

Attachment 3

To: the Board of Directors and Shareholder of
Asia Electronic Material Co., Ltd.

Opinion

We have audited the accompanying consolidated balance sheets of Asia Electronic Material Co., Ltd. (the "Company") and its subsidiaries as of December 31, 2023 and 2022, the related consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including the summary of significant accounting policies (together referred as "the consolidated financial statements").

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Company 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 the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards, International Accounting Standards, Interpretations developed by the International Financial Reporting Interpretations Committee or the former Standing Interpretations Committee as endorsed by Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company and its subsidiaries in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China (the "Norm"), and we have fulfilled our other ethical responsibilities in accordance with the Norm. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of consolidated financial statements 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

Asia Electronic Material Co., Ltd. and its subsidiaries recognized NT\$1,548,510 thousand as revenue for the year ended December 31, 2023. Since the sales locations including Taiwan, China and other countries and the sales conditions for major customers are varied. It is necessary for the Company to judge and determine the performance obligations of a sales order or a contract and the timing of its satisfaction. There are significant risks in the timing and amount of revenue recognition. Therefore, we determined the matter to be a key audit matter. Our audit procedures include, but not limit to, assessing the appropriateness of the accounting policy for revenue recognition, evaluating and testing the effectiveness of relevant internal controls relating to the timing of revenue recognition, performing test of details on selected samples, including obtaining major sale orders or agreements to inspect the terms and conditions, checking the consistency of the fulfillment timing and performance obligation for revenue recognition, performing analytical review procedures on monthly sale and performing cutoff testing for a period before and after the balance sheet date, etc. We also considered the appropriateness of the related disclosures of sales. Please refer to Notes 4 and Note 6 in notes to the consolidated financial statements.

Impairment of accounts receivable

As of December 31, 2023, Asia Electronic Material Co., Ltd. and its subsidiaries' gross accounts receivable and loss allowance amounted to NT\$832,426 thousand and NT\$(5,674) thousand, respectively. The net accounts receivable represented 31.27% of the consolidated assets and was significant to the Group's consolidated financial statements. The amount of loss allowance against accounts receivable is measured at an amount equal to lifetime expected credit losses. The measurement process needs to group the underlying accounts receivable appropriately and judge the application of related assumptions, including proper aging intervals and expected credit loss ratio for each aging interval, to be judged and analyzed. Due to the measurement of expected credit losses involves judgement, analysis and estimation and it has significant impact on carrying value of net accounts receivable, we therefore determined the matter to be a key audit matter. Our audit procedures therefore include, but not limit to, analyzing the appropriateness of the methodology for grouping of accounts receivable, confirming whether the customers with significantly different loss patterns (i.e. similar risk characteristics) are appropriately grouped (i.e. by historical experiences, etc.); testing the provision matrix adopted by the Group, including evaluation on reasonableness of determining aging intervals, and examining the correctness of original document for basic information; reviewing of accounts receivable subsequent collection for evaluating its recoverability, etc. We also considered the appropriateness of the related disclosures of accounts receivable. Please refer to Notes 5 and Note 6 in notes to the consolidated financial statements.

Responsibilities of Management 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 requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards, International Accounting Standards, Interpretations developed by the International Financial Reporting Interpretations Committee or the former Standing Interpretations Committee as endorsed by Financial Supervisory Commission of the Republic of China and for such 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 responsible for assessing the ability to continue as a going concern of the Company and its subsidiaries, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company and its subsidiaries or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including audit committee or supervisors, are responsible for overseeing the financial reporting process of the Company 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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 the Company and its subsidiaries.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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 to continue as a going concern of the Company and its subsidiaries. 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 the Company 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 the accompanying notes, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company and its subsidiaries to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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 those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of 2023 consolidated 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.

Other

We have audited and expressed an unqualified opinion on the parent-company-only financial statements of the Company as of and for the years then ended December 31, 2023 and 2022.

/s/Chen, Kuo-Shuai

/s/Lin, Cheng-Wei

Ernst & Young
February 27th, 2024
Taipei, Taiwan,
Republic of China

Notice to Readers

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

Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or the Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

As of December 31, 2023 and 2022

(Amounts Expressed In Thousands of New Taiwan Dollars)

Assets			2023.12.31		2022.12.31	
Code	Accounts	Notes	Amount	%	Amount	%
	Current assets					
1100	Cash and cash equivalents	4, 6(1)	\$448,996	16.98	\$736,046	25.60
1150	Notes receivable, net	4, 6(2)	167,014	6.32	128,901	4.48
1170	Accounts receivable, net	4, 6(3)	659,738	24.95	566,745	19.72
1200	Other receivables		27,071	1.02	28,677	1.00
130x	Inventories	4, 6(4)	206,691	7.82	243,652	8.48
1410	Prepayments		19,198	0.73	21,372	0.74
1470	Other current assets		1,907	0.07	1,907	0.07
11xx	Total current assets		1,530,615	57.89	1,727,300	60.09
	Non-current assets					
1517	Financial assets at fair value through OCI	4, 6(5)	145,727	5.51	153,769	5.35
1600	Property, plant and equipment, net	4, 6(6)	795,144	30.08	827,367	28.78
1755	Right-of-use assets	4, 6(16)	110,405	4.18	115,800	4.03
1780	Intangible assets	4, 6(7)	10,044	0.38	11,844	0.41
1840	Deferred income tax assets	4, 6(20)	31,524	1.19	25,008	0.87
1900	Other non-current assets	6(8)	20,320	0.77	13,649	0.47
15xx	Total non-current assets		1,113,164	42.11	1,147,437	39.91
1xxx	Total Assets		\$2,643,779	100.00	\$2,874,737	100.00

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese
 ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES
 Consolidated Balance Sheets (Continued)
 As of December 31, 2023 and 2022
 (Amounts Expressed In Thousands of New Taiwan Dollars)

Liabilities and Equity						
Accounts		Notes	2023.12.31		2022.12.31	
Code			Amount	%	Amount	%
Current liabilities						
2100	Short-term loans	6(9)	\$533,067	20.16	\$748,325	26.03
2130	Contract liabilities	4, 6(14)	-	-	8	-
2150	Notes payable		27,153	1.03	4,386	0.15
2170	Accounts payable		118,929	4.50	122,932	4.28
2200	Other payables		58,999	2.23	58,048	2.02
2230	Current income tax liabilities	4, 6(20)	12,279	0.47	9,278	0.32
2280	Lease liabilities	4, 6(16)	3,143	0.12	3,086	0.11
2300	Other current liabilities		287	0.01	318	0.01
2322	Current portion of long-term loans	6(11)	-	-	100,000	3.48
21xx	Total current liabilities		753,857	28.52	1,046,381	36.40
Non-current liabilities						
2540	Long-term loans	6(11)	100,000	3.78	-	-
2570	Deferred income tax liabilities	4, 6(20)	212,881	8.05	218,995	7.62
2580	Lease liabilities	4, 6(16)	2,829	0.11	4,032	0.14
2630	Long-term deferred revenue	4, 6(10)	56,037	2.12	61,609	2.14
25xx	Total non-current liabilities		371,747	14.06	284,636	9.90
2xxx	Total liabilities		1,125,604	42.58	1,331,017	46.30
31xx	Equity attributable to shareholders of the parent					
3100	Capital					
3110	Common stock	6(13)	982,009	37.14	982,009	34.16
3200	Capital surplus					
3300	Retained earnings	6(13)	192,899	7.30	192,899	6.71
3310	Legal reserve	6(13)	68,474	2.59	65,032	2.26
3320	Special reserve		41,956	1.59	41,956	1.46
3350	Unappropriated earnings		228,749	8.65	237,713	8.27
	Total Retained earnings		339,179	12.83	344,701	11.99
3400	Other components of equity		4,088	0.15	24,111	0.84
3xxx	Total equity		1,518,175	57.42	1,543,720	53.70
	Total liabilities and equity		\$2,643,779	100.00	\$2,874,737	100.00

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese
 ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES
 Consolidated Statements of Comprehensive Income
 For the Years Ended December 31, 2023 and 2022
 (Amounts Expressed in Thousands of New Taiwan Dollars, Except for Earnings per Share)

Code	Items	Notes	2023		2022	
			Amount	%	Amount	%
4000	Operating revenues	4, 6(14)	\$1,548,510	100.00	\$1,647,874	100.00
5000	Operating costs	6(4)	(1,209,517)	(78.11)	(1,287,331)	(78.12)
5900	Gross profit		338,993	21.89	360,543	21.88
6000	Operating expenses	6(17)				
6100	Sales and marketing		(84,075)	(5.43)	(82,522)	(5.01)
6200	General and administrative		(95,271)	(6.15)	(96,665)	(5.87)
6300	Research and development		(77,426)	(5.00)	(71,124)	(4.31)
6450	Expected credit gains (losses)	4, 6(15)	(597)	(0.04)	2,981	0.18
	Total operating expenses		(257,369)	(16.62)	(247,330)	(15.01)
6900	Operating income		81,624	5.27	113,213	6.87
7000	Non-operating incomes and expenses	4, 6(18)				
7010	Other incomes		12,132	0.78	6,112	0.37
7020	Other gains or losses		(14,754)	(0.95)	(48,892)	(2.97)
7050	Finance costs		(29,097)	(1.88)	(17,990)	(1.09)
	Total non-operating incomes and expenses		(31,719)	(2.05)	(60,770)	(3.69)
7900	Profit (loss) from continuing operations before tax		49,905	3.22	52,443	3.18
7950	Income tax expense	4, 6(20)	(13,583)	(0.87)	(18,028)	(1.09)
8200	Net income		36,322	2.35	34,415	2.09
8300	Other comprehensive income (loss)	6(19)				
8310	Item that not be reclassified to profit or loss					
8316	Unrealized gains (losses) on equity instrument investment at fair value through other comprehensive income		6,988	0.45	11,073	0.67
8349	Income tax related to non-reclassified items		(396)	(0.03)	(1,453)	(0.09)
8360	Income tax that may be reclassified subsequently to profit or loss					
8361	Exchange differences on translation of foreign operations		(26,654)	(1.72)	32,969	2.00
8399	Income tax related to components of other comprehensive income that may be reclassified to profit or loss		5,331	0.34	(6,594)	(0.40)
	Total other comprehensive income, net of tax		(14,731)	(0.96)	35,995	2.18
8500	Total comprehensive income		\$21,591	1.39	\$70,410	4.27
8600	Net income attributable to:					
8610	Shareholders of the parent		\$36,322		\$34,415	
8700	Comprehensive income attributable to:					
8710	Shareholders of the parent		\$21,591		\$70,410	
9750	Earnings per share-basic (in NTD)	6(21)	\$0.37		\$0.35	
9850	Earnings per share-diluted (in NTD)		\$0.37		\$0.35	

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

ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the Years Ended December 31, 2023 and 2022

(Amounts Expressed In Thousands of New Taiwan Dollars)

Equity Attributable to Shareholders of the Parent									
Code	Items	Common Stock	Capital Surplus	Retained Earnings			Others		Total Equity
				Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences Arising on Translation of Foreign Operations	Unrealised Gains or Losses on Financial Assets at Fair Value Through Other Comprehensive Income	
A1	Balance as of January 1, 2022	3111	3200	3310	3320	3350	3410	3420	3XXX
	Appropriation and distribution of 2021 earnings	\$982,009	\$192,899	\$47,723	\$41,956	\$358,088	\$(76,317)	\$64,433	\$1,610,791
B1	Legal reserve								
B5	Cash dividends-common shares			17,309		(17,309)			-
						(137,481)			(137,481)
D1	Net income for 2022					34,415			34,415
D3	Other comprehensive income (loss), for 2022						26,375	9,620	35,995
D5	Total comprehensive income (loss)					34,415	26,375	9,620	70,410
Z1	Balance as of December 31, 2022	982,009	192,899	65,032	41,956	237,713	(49,942)	74,053	1,543,720
	Appropriation and distribution of 2022 earnings								
B1	Legal reserve								
B5	Cash dividends-common shares			3,442		(3,442)			-
						(47,136)			(47,136)
D1	Net income for 2023					36,322			36,322
D3	Other comprehensive income (loss), for 2023						(21,323)	6,592	(14,731)
D5	Total comprehensive income (loss)					36,322	(21,323)	6,592	21,591
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income								
Z1	Balance as of December 31, 2023	\$982,009	\$192,899	\$68,474	\$41,956	\$228,749	\$(71,265)	(\$75,353)	\$1,518,175

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

ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Years Ended December 31, 2023 and 2022

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	2023	2022	Code	Items	2023	2022
AAAA	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A00010	Profit from continuing operations before tax	\$49,905	\$52,443	B00010	Acquisition of financial assets measured at fair value through OCI	-	(14,717)
A20000	Adjustments:			B00020	Disposal of financial assets measured at fair value through OCI	13,070	-
A20010	Profit or loss not effecting cash flows:			B02700	Acquisition of property, plant and equipment	(56,610)	(142,867)
A20100	Depreciation (including right-of-use assets)	63,170	63,970	B02800	Proceeds from disposal of property, plant and equipment	1,087	79
A20200	Amortization	1,627	1,636	B03800	Decrease (increase) in refundable deposits	14	327
A20300	Expected credit losses (gain on recovery)	597	(2,981)	B09900	Acquisition of assets related to government grants	-	1,920
A20900	Interest expense	29,097	17,990	BBBB	Net cash provided by (used in) investing activities	(42,439)	(155,258)
A21200	Interest income	(3,315)	(2,636)				
A21300	Dividend income	(885)	-				
A22500	Loss on disposal of property, plant and equipment	323	343				
A29900	Gain on government grants	(5,244)	(646)	CCCC	Cash flows from financing activities:		
A29900	Gain on lease modification	(17)	-	C01600	Increase in (repayment of) short-term loans	(215,258)	27,929
A30000	Changes in operating assets and liabilities:			C01700	Increase in long-term loans	100,000	-
A31130	Decrease (increase) in notes receivable	(38,113)	53,352	C01700	Repayment of long-term loans	(100,000)	-
A31140	Decrease (increase) in notes receivable - related parties	-	34,903	C04020	Cash payments for the principal portion of the lease liabilities	(3,903)	(3,937)
A31150	Decrease (increase) in accounts receivable	(93,495)	126,000	C04500	Cash dividends	(47,136)	(137,481)
A31160	Decrease (increase) in accounts receivable - related parties	-	54,907	CCCC	Net cash provided by (used in) financing activities	(266,297)	(113,489)
A31180	Decrease (increase) in other receivables	1,606	16,734				
A31200	Decrease (increase) in inventories	36,961	(4,521)				
A31220	Decrease (increase) in prepayments	(3,157)	15,351	DDDD	Effect of exchange rate changes on cash and cash equivalents	(8,694)	18,620
A31240	Decrease (increase) in other current assets	-	(188)	EEEE	Net increase (decrease) in cash and cash equivalents	(287,050)	32,030
A32125	Increase (decrease) in contract liabilities	(8)	-	E00100	Cash and cash equivalents at beginning of period	736,046	704,016
A32130	Increase (decrease) in notes payable	22,767	(41,001)	E00200	Cash and cash equivalents at end of period	\$448,996	\$736,046
A32150	Increase (decrease) in accounts payable	(4,003)	(16,645)				
A32180	Increase (decrease) in other payables	10,567	(49,669)				
A32230	Increase (decrease) in other current liabilities	(31)	2				
A33000	Cash generated from (used in) operations	68,352	319,344				
A33100	Interest received	3,315	2,636				
A33200	Dividend received	885	-				
A33300	Interest paid	(28,890)	(18,310)				
A33500	Income taxes paid	(13,282)	(21,513)				
AAAA	Net cash provided by (used in) operating activities	30,380	282,157				

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

English Translation of an Audit Report Originally Issued in Chinese

INDEPENDENT AUDITORS' REPORT

To: the Board of Directors and Shareholders of
Asia Electronic Material Co., Ltd.

Attachment 4

Opinion

We have audited the accompanying parent-company-only balance sheets of Asia Electronic Material Co., Ltd. (the "Company") as of December 31, 2023 and 2022, and the related parent-company-only statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the parent-company-only financial statements, including the summary of significant accounting policies (together referred as "the parent-company-only financial statements").

In our opinion, the parent-company-only financial statements referred to above present fairly, in all material respects, the parent-company-only financial position of the Company as of December 31, 2023 and 2022, and their parent-company-only financial performance and cash flows for the years then ended, in conformity with the requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. 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. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China (the "Norm"), and we have fulfilled our other ethical responsibilities in accordance with the Norm. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of the most significance in our audit of parent-company-only financial statements 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

Asia Electronic Material Co., Ltd. recognized NT\$991,610 thousand as revenue for the year ended December 31, 2023. Since the sales locations including Taiwan, China and other countries and the sales conditions for major customers are varied. It is necessary for the Company to judge and determine the performance obligations of a sales order or a contract and the timing of its satisfaction. There are significant risks in the timing and amount of revenue recognition. Therefore, we determined the matter to be a key audit matter. Our audit procedures include, but not limit to, assessing the appropriateness of the accounting policy for revenue recognition, evaluating and testing the effectiveness of relevant internal controls relating to the timing of revenue recognition, performing test of details on selected samples, including obtaining major sale orders or agreements to inspect the terms and conditions, checking the consistency of the fulfillment timing and performance obligation for revenue recognition, performing analytical review procedures on monthly sale and performing cutoff testing for a period before and after the balance sheet date, etc. We also considered the appropriateness of the related disclosures of sales. Please refer to Notes 4 and Note 6 in notes to the parent-company-only financial statements.

Impairment of accounts receivable

As of December 31, 2023, the Company's gross accounts receivable and loss allowance amounted to NT\$355,935 thousand and NT\$(72) thousand, respectively. The net accounts receivable represented 15.60% of the parent-company-only assets and was significant to the Company's parent-company-only financial statements. The amount of loss allowance against accounts receivable is measured at an amount equal to lifetime expected credit losses. The measurement process needs to group the underlying accounts receivable appropriately and judge the application of related assumptions, including proper aging intervals and expected credit loss ratio for each aging interval, to be judged and analyzed. Due to the measurement of expected credit losses involves judgement, analysis and estimation and it has significant impact on carrying value of net accounts receivable, we therefore determined the matter to be a key audit matter. Our audit procedures therefore include, but not limit to, analyzing the appropriateness of the methodology for grouping of accounts receivable, confirming whether the customers with significantly different loss patterns (i.e. similar risk characteristics) are appropriately grouped (i.e. by historical experiences, etc.); testing the provision matrix adopted by the Company, including evaluation on reasonableness of determining aging intervals, and examining

the correctness of original document for basic information; reviewing of accounts receivable subsequent collection for evaluating its recoverability, etc. We also considered the appropriateness of the related disclosures of accounts receivable. Please refer to Notes 5 and Note 6 in notes to the parent-company-only financial statements.

Responsibilities of Management 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 requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers and for such 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 responsible for assessing the ability to continue as a going concern of the Company, 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 audit committee, are responsible for overseeing the financial reporting process of the Company.

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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 these parent-company-only financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the parent-company-only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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 the Company.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
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 to continue as a going concern of the Company. 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 the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the parent-company-only financial statements, including the accompanying 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 appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent-company-only financial statements. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

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 those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of 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.

/s/Chen, Kuo-Shuai

/s/Lin, Cheng-Wei

Ernst & Young
February 27th, 2024
Taipei, Taiwan,
Republic of China

Notice to Readers

The accompanying parent-company-only financial statements are intended only to present the parent-company-only financial position, results of operations and cash flows in accordance with accounting principles and practices in the Republic of China on Taiwan and not those of any other jurisdictions. The standards, procedures and practice to audit such parent-company-only financial statements are those applied in the Republic of China on Taiwan.

Accordingly, the accompanying parent-company-only financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or the Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD.

Parent-Company-Only Balance Sheets

As of December 31, 2023 and 2022

(Amounts Expressed in Thousands of New Taiwan Dollars)

Assets						
Code	Accounts	Notes	2023.12.31		2022.12.31	
			Amount	%	Amount	%
	Current assets					
1100	Cash and cash equivalents	4, 6(1)	\$130,950	5.74	\$256,182	10.70
1150	Notes receivable, net	4, 6(3), 6(16)	613	0.03	1,515	0.06
1170	Accounts receivable, net	4, 6(4), 6(16)	66,912	2.93	91,951	3.84
1180	Accounts receivable - related parties, net	4, 6(4), 6(16), 7	288,338	12.64	239,131	9.99
1200	Other receivables		24,762	1.09	27,445	1.15
1210	Other receivables - related parties	7	80,868	3.55	86,231	3.60
130X	Inventories	4, 6(5)	6,894	0.30	8,601	0.36
1410	Prepayments		5,196	0.23	1,253	0.05
11XX	Total current assets		604,533	26.51	712,309	29.75
	Non-current assets					
1517	Financial assets at fair value through OCI	4, 6(2)	10,463	0.46	18,524	0.77
1550	Investment accounted for under equity method	4, 6(6)	1,643,609	72.08	1,647,428	68.80
1600	Property, plant and equipment, net	4, 6(7)	1,165	0.05	955	0.04
1755	Right-of-use assets	4, 6(17)	2,877	0.12	4,332	0.18
1780	Intangible assets	4, 6(8)	133	0.01	233	0.01
1840	Deferred income tax assets	4, 6(21)	16,669	0.73	9,899	0.41
1900	Other non-current assets	6(9)	887	0.04	887	0.04
15XX	Total non-current assets		1,675,803	73.49	1,682,258	70.25
1XXX	Total Assets		\$2,280,336	100.00	\$2,394,567	100.00

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese
ASIA ELECTRONIC MATERIAL CO., LTD.
Parent-Company-Only Balance Sheets (Continued)
As of December 31, 2023 and 2022
(Amounts Expressed in Thousands of New Taiwan Dollars)

Liabilities and Equity						
Code	Accounts	Notes	2023.12.31		2022.12.31	
			Amount	%	Amount	%
	Current liabilities					
2100	Short-term loans	6(10)	\$170,000	7.46	\$174,000	7.27
2131	Contract liability	4, 6(15)	-	-	8	-
2150	Notes payable		27,153	1.19	4,386	0.18
2170	Accounts payable		47,053	2.06	58,216	2.43
2180	Accounts payable - related parties	7	168,599	7.39	254,759	10.64
2200	Other payables		15,808	0.69	14,435	0.60
2280	Lease liabilities	4, 6(17)	1,438	0.06	1,413	0.06
2230	Current income tax liabilities	4, 6(21)	9,469	0.42	9,199	0.38
2300	Other current liabilities		287	0.01	318	0.01
2320	Current portion of long-term loans	6(11)	-	-	100,000	4.18
21XX	Total current liabilities		439,807	19.28	616,734	25.75
	Non-current liabilities					
2540	Long-term loans	6(11)	100,000	4.39	-	-
2570	Deferred income tax liabilities	4, 6(21)	198,713	8.71	204,934	8.56
2580	Lease liabilities	4, 6(17)	1,464	0.07	2,902	0.12
2600	Other non-current liabilities	4, 6(12)	22,177	0.97	26,277	1.10
25XX	Total non-current liabilities		322,354	14.14	234,113	9.78
2XXX	Total liabilities		762,161	33.42	850,847	35.53
3100	Capital					
3110	Common stock	6(14)	982,009	43.07	982,009	41.01
3200	Capital surplus	6(14)	192,899	8.46	192,899	8.06
3300	Retained earnings					
3310	Legal reserve	6(14)	68,474	3.00	65,032	2.71
3320	Special reserve		41,956	1.84	41,956	1.75
3350	Unappropriated earnings		228,749	10.03	237,713	9.93
	Total retained earnings		339,179	14.87	344,701	14.39
3400	Other components of equity		4,088	0.18	24,111	1.01
3XXX	Total equity		1,518,175	66.58	1,543,720	64.47
	Total liabilities and equity		\$2,280,336	100.00	\$2,394,567	100.00

(The accompanying notes are an integral part of the parent-company-only financial statements.)

ASIA ELECTRONIC MATERIAL CO., LTD.

Parent-Company-Only Statements of Comprehensive Income

For the Years Ended December 31, 2023 and 2022

(Amounts Expressed in Thousands of New Taiwan Dollars, Except Earnings Per Share)

Code	Accounts	Notes	2023		2022	
			Amount	%	Amount	%
4000	Operating revenues	4, 6(15), 7	\$991,610	100.00	\$1,116,365	100.00
5000	Operating costs	6(5), 7	(889,638)	(89.72)	(1,005,940)	(90.11)
5900	Gross profit		101,972	10.28	110,425	9.89
5910	Unrealized gross profit (loss) from sales		4,024	0.41	(1,183)	(0.10)
	Gross profit from operations		105,996	10.69	109,242	9.79
6000	Operating expenses	6(18)				
6100	Sales and marketing		(15,052)	(1.52)	(13,375)	(1.20)
6200	General and administrative		(38,933)	(3.92)	(36,288)	(3.25)
6300	Research and development		(18,440)	(1.86)	(15,971)	(1.43)
	Total operating expenses		(72,425)	(7.30)	(65,634)	(5.88)
6900	Operating income		33,571	3.39	43,608	3.91
7000	Non-operating income and expenses	6(19)				
7010	Other income		3,053	0.31	676	0.06
7020	Other gains and losses		(6,526)	(0.66)	41,230	3.69
7050	Finance costs		(5,741)	(0.58)	(5,310)	(0.48)
7070	Share of profit or loss of subsidiaries, associates and joint ventures		20,856	2.10	(26,970)	(2.41)
	Total non-operating income and expenses	4, 6(6)	11,642	1.17	9,626	0.86
7900	Profit (loss) from continuing operations before tax		45,213	4.56	53,234	4.77
7950	Income tax expense		(8,891)	(0.90)	(18,819)	(1.69)
8000	Profit (loss) from continuing operations	4, 6(21)	36,322	3.66	34,415	3.08
8300	Other comprehensive income (loss)	6(20)				
8310	Items that not be reclassified subsequently to profit or loss					
8316	Unrealized gains (losses) from equity instrument investment at fair value through other comprehensive income					
8336	Unrealized gains (losses) from equity instrument investment measured at fair value through other comprehensive income		5,009	0.51	3,807	0.34
8349	Income tax related to non-reclassified items		1,979	0.20	7,266	0.65
8360	Items that may be reclassified subsequently to profit or loss		(396)	(0.04)	(1,453)	(0.13)
8380	Share of other comprehensive income (loss) of subsidiaries, associates and joint ventures					
8399	Income tax related to components of other comprehensive income that may be reclassified to profit or loss		(26,654)	(2.69)	32,969	2.95
	Total other comprehensive income, net of tax		5,331	0.54	(6,594)	(0.59)
8500	Total comprehensive income		(14,731)	(1.48)	35,995	3.22
			\$21,591	2.18	\$70,410	6.30
9750	Earnings per share (in NT\$)	6(22)				
9710	Earnings per share - basic		\$0.37		\$0.35	
	Profit from continuing operations					
9850	Earnings per share - diluted (in NT\$)					
9810	Profit from continuing operations		\$0.37		\$0.35	

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD.

Parent-Company-Only Statements of Changes in Equity

For the Years Ended December 31, 2023 and 2022

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	Common Stock	Capital Surplus	Retained Earnings			Other Components of Equity			Total Equity
				Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation of Foreign Operations	Unrealized Gains or Losses on Financial Assets at Fair Value Through Other Comprehensive Income		
A1	Balance as of January 1, 2022	3100	3200	3310	3320	3350	3410	3420	3XXX	
	Appropriation and distribution of 2021 earnings	\$982,009	\$192,899	\$47,723	\$41,956	\$358,088	\$(76,317)	\$64,433	\$1,610,791	
B1	Legal reserve									
B5	Cash dividends - common shares			17,309		(17,309)			-	
						(137,481)			(137,481)	
D1	Net income for 2022					34,415			34,415	
D3	Other comprehensive income (loss) for 2022									
D5	Total comprehensive income (loss)					34,415	26,375	9,620	35,995	
							26,375	9,620	70,410	
Z1	Balance as of December 31, 2022	982,009	192,899	65,032	41,956	237,713	(49,942)	74,053	1,543,720	
	Appropriation and distribution of 2022 earnings									
B1	Legal reserve									
B5	Cash dividends - common shares			3,442		(3,442)			-	
						(47,136)			(47,136)	
D1	Net income for 2023					36,322			36,322	
D3	Other comprehensive income (loss) for 2023									
D5	Total comprehensive income (loss)					36,322	(21,323)	6,592	(14,731)	
	Disposal of investments in equity instruments designated at fair value through other comprehensive income						(21,323)	6,592	21,591	
Q1										
Z1	Balance as of December 31, 2023	\$982,009	\$192,899	\$68,474	\$41,956	\$228,749	\$(71,265)	\$(5,292)	\$1,518,175	

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD.

Parent-Company-Only Statements of Cash Flows

For the Years Ended December 31, 2023 and 2022

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	2023	2022	Code	Items	2023	2022
AAAA	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A0010	Profit from continuing operations before tax	\$45,213	\$53,234	B00010	Acquisition of financial assets measured at fair value through OCI	-	(14,717)
A20000	Adjustments:			B00020	Disposal of financial assets measured at fair value through OCI	13,070	-
A20010	Profit or loss not affecting cash flows:			B02700	Acquisition of property, plant and equipment	(593)	(289)
A20100	Depreciation (including right-of-use assets)	1,842	1,853	BBBB	Net cash provided by (used in) investing activities	12,477	(15,006)
A20200	Amortization	100	100				
A20900	Interest expense	5,741	5,310	CCCC	Cash flows from financing activities:		
A21200	Interest income	(1,611)	(254)	C00100	Increase in (repayment of) short-term loans	(4,000)	(3,035)
A21300	Dividend income	(885)	-	C01600	Increase in long-term loans	100,000	-
A22300	Share of profit or loss of subsidiaries, associates and joint ventures	(20,856)	26,970	C01700	Repayment of long-term loans	(100,000)	-
A22500	Gain on disposal of property, plant and equipment	(76)	(84)	C04020	Cash payments for the principal portion of the lease liabilities	(1,498)	(1,442)
A24000	Realized (gains) losses from sales	(4,024)	1,183	C04500	Cash dividends	(47,136)	(137,481)
A30000	Changes in operating assets and liabilities:			CCCC	Net cash provided by (used in) financing activities	(52,634)	(141,958)
A31130	Decrease (increase) in notes receivable	902	(23)				
A31150	Decrease (increase) in accounts receivable	25,039	9,244	EEEE	Net Increase (decrease) in cash and cash equivalents	(125,232)	175,994
A31160	Decrease (increase) in accounts receivable - related parties	(49,207)	224,259	E00100	Cash and cash equivalents at beginning of period	256,182	82,188
A31180	Decrease (increase) in other receivables	2,683	16,763	E00200	Cash and cash equivalents at end of period	\$130,950	\$256,182
A31190	Decrease (increase) in other receivables - related parties	5,365	2,740				
A31200	Decrease (increase) in inventories	1,707	(1,963)				
A31220	Decrease (increase) in prepayments	(3,950)	3,246				
A32130	Increase (decrease) in notes payable	22,767	(41,001)				
A32125	Increase (decrease) in contract liabilities	(8)	-				
A32150	Increase (decrease) in accounts payable	(11,163)	5,406				
A32160	Increase (decrease) in accounts payable - related parties	(86,160)	65,931				
A32180	Increase (decrease) in other payables	1,373	(31,681)				
A32230	Increase (decrease) in other current liabilities	(31)	2				
A33000	Cash generated from (used in) operations	(65,241)	341,235				
A33100	Interest received	1,611	254				
A33200	Dividend received	885	-				
A33300	Interest paid	(5,679)	(5,298)				
A33500	Income tax paid	(16,651)	(5,233)				
AAAA	Net cash provided by (used in) operating activities	(85,075)	330,958				

(The accompanying notes are an integral part of the parent-company-only financial statements.)

Table of Earning Distribution

For the year ended December 31, 2023

Unit: NT\$

Opening balance	187,135,305
Plus: Disposal of equity instruments measured at fair value through other comprehensive income	5,292,672
Add: Net profit after tax for the year	36,321,446
Less: Appropriation of 10% statutory surplus reserve	(4,161,412)
Distributable earnings	224,588,011
Distribution item:	
Shareholder dividends - cash (A distribution of NT\$0.50 is made for each share; that is, a distribution of NT\$500 is made per thousand shares)	(49,100,434)
Undistributed earnings at the end of the period	175,487,577

Chairman: Lee Chien-Hui

Manager: Lee Chien-Hui

Chief Accountant: Cheng Wan-Yu

Asia Electronic Material Co., Ltd. Attachment 6
Candidates List of Directors Nominated by the Board of Directors and Relevant
Information

Candidate Type	Candidate Name	Educational Background, Professional Qualification, Experience and Current Position	Number of Shares Held Up to March 26, 2024
Director	Lee Chien-Hui	Educational Background and Professional Qualification: - Ph.D., Department of Chemical Engineering, Chung Yuan Christian University Experience: - Researcher, ITRI MCL - Adjunct Associate Professor, Department of Chemical Engineering, Chung Yuan Christian University - President, TAIFLEX Scientific - Director, FLEXIUM Interconnect Inc. - Vice president, Hongren Electronics, Grace T.H.W. Group Current Position: - Chairman and President, Asia Electronic Material Co., Ltd. - Director, Kunshan Aplus Tec. Corporation - Director, Aplus Tec. Corporation (Dongtai) - Director, Asia Electronic Material Holding (Samoa) Co., Ltd. - Director, Besttrade Co., Ltd. - AMMON TEC. Investment Corp.	4,751,153
Director	Tsai Sen	Educational Background and Professional Qualification: - Department of Piping Fitting, Kaohsiung Municipal Kaohsiung Industrial High School Experience: - Technician, Fu Hong Enterprise Co., Ltd. Current Position: Director, Asia Electronic Material Co., Ltd.	467,251
Director	E INK HOLDINGS INC. Representative: Chan Ning-Wei	Educational Background and Professional Qualification: - Bachelor in Department of Chemistry, National Cheng Kung University - Master in Department of Chemistry, National Tsing Hua University - PhD. in Department of Chemistry, National Tsing Hua University Experience: - Assistant Vice President, SiPix Technology, Inc. - Senior Director of FPL Development Department, E INK HOLDINGS INC. - Director, YuanHan Materials Inc. Current Position: - Senior Assistant Vice President of Central R&D Department, E INK HOLDINGS INC. - President, YuanHan Materials Inc.	9,765,000
Director	KMO International Trading Inc.	-	256,000

Candidate Type	Candidate Name	Educational Background, Professional Qualification, Experience and Current Position	Number of Shares Held Up to March 26, 2024
Director	Bo Chun Investment Co., Ltd.	-	2,860,080
Independent Director	Hsu Ke-Ying (Note 1)	Educational Background and Professional Qualification: - Ph.D. in Chemical Engineering, National Tsing Hua University Experience: Professor, Department of Chemical Engineering, Chung Yuan Christian University Current Position: Independent Director, Asia Electronic Material Co., Ltd.	0
Independent Director	Chu Nien-Tzu	Educational Background and Professional Qualification: - EMBA, National Central University - Bachelor in Department of Chemical Engineering and Materials Engineering, Tunghai University Experience: - CEO, International Industry-academia Alliance, Center for Academia and Industry Collaboration, National Central University - Vice president, Department of Startup Business, DuPont Taiwan - Independent director, LCY Technology Corp. Current Position: Adjunct Lecturer of Department of Statistics, Tamkang University - Independent Director, Asia Electronic Material Co., Ltd.	0
Independent Director	Li Chun-Ching	Educational Background and Professional Qualification: - MBA, Syracuse University (the U.S.) - Bachelor in Public Finance, National Chengchi University Experience: - Current Position: Vice President, E.SUN Securities, Co., Ltd. - Assistant vice president, MasterLink Securities Corporation - Senior analyst, Taiwan Ratings Current Position: - Chairman, Acute Technology Inc. - Independent Director, Asia Electronic Material Co., Ltd.	0

Candidate Type	Candidate Name	Educational Background, Professional Qualification, Experience and Current Position	Number of Shares Held Up to March 26, 2024
Independent Director	Hu Han-Liang	Educational Background and Professional Qualification: <ul style="list-style-type: none"> - Master of Executive MBA Program in Accounting and Management Decision-making, National Taiwan University - Passed the Examination for Certified Public Accountants Experience: <ul style="list-style-type: none"> - Independent Director, Hermes Microvision, Inc. - Director, United Way of Taiwan - Supervisor, World Vision International - Director, Social Welfare Foundation of Wisdom Current Position: <ul style="list-style-type: none"> - CPA Partner, C.J.S. CPAS & CO. - Director, KYE Systems Corp. - Director, GODEX INTERNATIONAL CO., LTD. - Director, Sciencetech Corporation - Director, AlgolTek, Inc. - Director, Basecom Telecommunication Co., Ltd. - Supervisor, Orient Pharma Co., Ltd. - Independent Director, Episil-Precision Inc. - Independent Director, Promate Solutions Corporation - Independent Director, KKCompany Technologies 	0

Note 1. Independent Director candidate, Hsu Ke-Ying, has been an Independent Director of the Company with the period of term of office reaching three terms of office (Board appointment period: 2010/6/29~2024/5/24, for a total of 14 years). Nevertheless, based on the consideration that his professional expertise, knowledge in relevant laws and experience in corporate governance are clearly beneficial to the Company, Hsu Ke-Ying is still listed as one of the Independent Director candidates, such that during his exercise of independent responsibilities and authorities of an Independent Director, he is still able to contribute his expertise and to provide professional opinions to the supervision of the Board of Directors.