

## Notes to Parent Company Only Financial Statements of FSP Technology Inc. (Continued)

<u>Related Party</u>	<u>Relationship with the Company</u>
Power Electronics Co., Ltd.	Subsidiary of the Company
FSP Technology Inc. (BVI)	Subsidiary of the Company
Harmony Trading (HK) Ltd.	Subsidiary of the Company
FSP Technology USA Inc.	Subsidiary of the Company
FSP Turkey Dis Tic.Ltd.Sti.	Subsidiary of the Company
FSP International (HK) Ltd.	Subsidiary of the Company
Proteck Electronics (Samoa) Corp.	Subsidiary of the Company
Famous Holding Ltd.	Subsidiary of the Company
Amacrox GmbH	Subsidiary of the Company
Proteck Power North America, Inc.	Subsidiary of the Company
3Y Power Technology Inc.	Subsidiary of the Company
3Y Power Technology (TAIWAN) Inc. (“3Y Power”)	Subsidiary of the Company
FSP-C R&D Center (“FSP Jiangsu”)	Subsidiary of the Company
Shenzhen Huili Electronic Co., Ltd. (“Huili”)	Subsidiary of the Company
Dongguan Protek Electronics Corp.	Subsidiary of the Company
Zhonghan Electronics Shenzhen Co., Ltd.	Subsidiary of the Company
WUXI SPI Technology Co., Ltd. (“WUXI SPI”)	Subsidiary of the Company
Wuxi Zhonghan Technology Co., Ltd.	Subsidiary of the Company
Haohan Electronic Technology (Ji'an) Co., Ltd.	Subsidiary of the Company
Shenzhen Zhong Han Science & Tech. Co., Ltd.	Subsidiary of the Company
Wuxi Xiangyuan Electronics Co., Ltd.	Subsidiary of the Company

### (II) Significant related party transactions

#### 1. Operating revenue

Significant sales amount to related parties was as follows:

	<u>2022</u>	<u>2021</u>
Subsidiary	\$ 1,134,940	1,588,905
Associate	48,046	57,170
Other related party	2,076,361	2,133,125
	<u>\$ 3,259,347</u>	<u>3,779,200</u>

The prices and credit terms of the Company's sales to the above related parties were not significantly different from those of its regular customers.

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Securities Holding Company	Type and Name of Securities	Relationship with Issuer of Securities	Ledger Account	Ending Balance				Remark
				Shares/ Units	Carrying amount	Percentage of shareholding	Fair value	
The Company	Stock:							
	Voltronic Power Technology Corp.	Other related party	Financial assets at fair value through other comprehensive income	3,666,822	5,665,240	4.18	5,665,240	
	JESS-LINK Products Co., Ltd.	—	"	10,000,000	400,000	8.19	400,000	
	WT Microelectronics Co., Ltd.	—	"	1,000,000	47,750	0.74	47,750	
	Taiwan Cement Corp.	—	"	54,996	1,851	-	1,851	
	Taiwan Semiconductor Manufacturing Co., Ltd.	—	"	10,000	4,485	-	4,485	
	Coretronic Corporation			1,000,000	56,900	0.26	56,900	
	TOT BIOPHARM International Co., Ltd.	—	"	1,195,200	11,302	0.16	11,302	
	Eastern Union Interactive Corp.			880,000	58,667	4.43	58,667	
	Guoyu Global Co., Ltd.	—	"	500,000	5,000	16.67	5,000	
	Taiwan Truewin Technology Co., Ltd.	—	"	1,387,925	89,125	4.58	89,125	
	Liwatt X Inc.	—	"	1,000,000	10,000	14.29	10,000	
Beyond Innovation Technology Co., Ltd.	—	"	1,000,000	-	2.96	-		
				6,350,320			6,350,320	
WUXI Zhonghan	Wuxi Lead Solar Energy Co., Ltd.	—	"	-	-	12.04	-	
FSP Jiangsu	Powerland Technology Inc.	—	"	-	26,494	3.54	26,494	
					6,376,814		6,376,814	

4. Marketable securities for which the accumulated purchase or sale amounts for the period exceed NT\$300,000 thousand or 20% of the paid-in capital:

Company Name	Type and Name of Securities	Ledger Account	Counter party	Relationship	Beginning of Period		Purchase		Sale				Ending Balance	
					Shares	Amount	Shares	Amount	Shares	Selling Price	Carrying Cost	Gains (Losses) on Disposal	Shares	Amount
The Company	Stock: Voltronic Power Technology Corp.	Financial assets at fair value through other comprehensive income			4,021,822	6,213,715	-	-	355,000	523,135	1,666	521,469	3,666,822	5,665,240 (Note)

Note: Ending balance includes unrealized valuation gain (loss) of financial assets.

5. Acquisition of real estate at costs which exceed NT\$300,000 thousand or 20% of the paid-in capital: None.
6. Disposal of real estate at prices which exceed NT\$300,000 thousand or 20% of the paid-in capital: None.

## Notes to Parent Company Only Financial Statements of FSP Technology Inc. (Continued)

### 7. Total purchases from and sales to related parties which exceed NT\$100,000 thousand or 20% of the paid-in capital:

Company	Related Party	Relationship	Transaction Situation				Unusual Transaction Terms and Reasons		Notes and Accounts Receivable (Payable)		Remark
			Purchases (Sales)	Amount	Percentage of Total Purchases (Sales) (%)	Credit Period	Unit Price	Credit Period	Balance	Percentage of total notes and accounts receivable (payable)	
The Company	Sparkle Power Inc.	The Chairman of the Company is the second-degree relatives of the entity's Chairman	(Sales)	(553,197)	(5.11)	Note 1			187,765	6.82	
The Company	FSP North America	Substantive related party of the Company	(Sales)	(438,635)	(4.05)	Note 1			122,923	4.47	
The Company	FSP Power Solution GmbH	Substantive related party of the Company	(Sales)	(775,299)	(7.16)	Note 1			261,016	9.49	
The Company	Fortron/Source (Europa) GmbH	Substantive related party of the Company	(Sales)	(268,315)	(2.48)	Note 1			23,545	0.86	
The Company	WUXI Zhonghan	100% owned investment via indirect shareholding	(Sales)	(236,373)	(2.18)	Note 1			74,920	2.72	
The Company	FSP Technology USA Inc.	100% owned investment via direct shareholding	(Sales)	(167,056)	(1.54)	Note 1			54,211	1.97	
The Company	Zhong Han	100% owned investment via indirect shareholding	(Sales)	(597,354)	(5.51)	Note 1			-	-	
The Company	Huili	100% owned investment via indirect shareholding	Purchases (Note 2)	647,329	9.34	Note 4		Note 4	(60,371) (Note 3)	(1.97)	
The Company	Zhonghan	100% owned investment via indirect shareholding	Purchases (Note 2)	378,834	5.47	Note 4		Note 4	(34,498) (Note 3)	(1.13)	
The Company	WUXI SPI	100% owned investment via indirect shareholding	Purchases (Note 2)	215,952	3.12	Note 4		Note 4	(19,359) (Note 3)	(0.63)	
The Company	Voltronic	The Company is the Director of this company	Purchases	375,168	5.41	Note 5			(151,773)	(4.96)	
The Company	3Y Power	65.87% owned investment via direct shareholding	Purchases	446,585	6.45	Note 1			(172,039)	(5.62)	
3Y Power	3Y Power Technologh Inc.	100% owned investment via direct shareholding	(Sales)	(327,926)	(14.85)	Note 1			43,382	6.28	
3Y Power 3Y Power	Zhong Han Huili	Affiliate Affiliate	(Sales) Purchases (Note 2)	(448,227) 323,310	(20.30) 18.58	Note 1 Note 4		Note 4	- (36,745) (Note 3)	- (5.62)	

Note 1: The Company's trading terms for this related party are not significantly different from those of other customers.

Note 2: Including purchases of products, purchases of raw materials and processing.

Note 3: Including accounts payable arising from purchases of products and raw materials and processing fee.

Note 4: The transaction price is not available for regular customers for comparison, and the credit term is 5 days after the monthly settlement.

Note 5: The Group does not purchase similar products from other manufacturers, so there is no transaction price from regular manufacturers for comparison. The payment terms were not significantly different from those of regular manufacturers.

## Notes to Parent Company Only Financial Statements of FSP Technology Inc. (Continued)

8. Receivables from related parties which exceed NT\$100,000 thousand or 20% of the paid-in capital:

Company with accounts receivable	Related Party	Relationship	Balance of receivables from related parties	Turnover rate	Overdue receivables from related parties		Receivables from related parties Recovery from overdue (Note)	Loss allowance
					Amount	Action taken		
The Company	Sparkle Power Inc.	The Chairman of the Company is the second-degree relatives of the entity's Chairman	187,765	3.04	-		77,193	-
The Company	FSP Power Solution GmbH	Substantive related party of the Company	261,016	2.74	-		97,182	-
The Company	FSP North America	Substantive related party of the Company	122,923	3.24	-		46,166	-
3Y Power	The Company	65.87% owned reinvestment via indirect shareholding	172,039	3.52	-		77,665	-

Note : As of March 1, 2023.

9. Derivative instruments transactions: None.

(II) Information on Invested Companies:

Reinvestment information in 2022 is as follows:

Name of Investor	Name of Investee	Location	Main Business Activities	Initial Investment Amount		Ending Balance			Profit (Loss) of Investee for the Period	Investment gain (loss) recognized for the period (Note)	Remark
				Ending Balance for the Current Period	At the end of last year	Shares	Shareholding (%)	Carrying amount			
The Company	FSP International Inc. (BVI)	British Virgin Islands	Investment holdings	1,241,751	1,241,751	32,202,500	100.00	2,131,473	(102,734)	(102,734)	Subsidiary
	FSP Group Inc.	British Cayman Islands	Engaged in safety certification	1,752	1,752	5,000	100.00	300	(72)	(72)	Subsidiary
	Amacrox Technology Co., Ltd. (BVI)	British Virgin Islands	Investment holdings	40,925	40,925	1,109,355	100.00	70,217	4,682	4,682	Subsidiary
	3Y Power	Taiwan	Manufacturing and trading of power supply	304,406	304,406	16,309,484	65.87	770,937	202,004	133,108	Subsidiary
	Harmony Trading (HK) Ltd.	Hong Kong	Investment holdings	45	45	10,000	100.00	1,926	139	139	Subsidiary