

Wistron Information Technology and Services Corporation

2023 ANNUAL SHAREHOLDERS MEETING MINUTES

(Translation)

Time: 9:00 a.m., May 30, 2023

Venue: Multi-Purpose Auditorium

(1F., No.15, Ln. 168, Xingshan Rd., Neihu Dist., Taipei City)

Shareholders meeting was held by means of physical shareholders meeting.

Total share represented by shareholders present in person or by proxy are 47,842,092 shares (including 30,810,327 shares through e-voting), which is 71.76% of the total 66,668,301 outstanding shares (excluding treasury shares 484,000 shares.)

Attended Directors:

Ching Hsiao, the Chairman of Board of Directors, Frank Lin, and Marty Chiou

Attended Independent Directors:

Yen Ling Fang, the Convener of Audit Committee, Jennifer Hwang, and Mark Fan

Chairman: Ching Hsiao

Recorder: Yuri Lin

The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum. The Chairman called the meeting to order.

Chairman's Address: (Omitted)

I. Report Items

1. The Business Report of 2022. (Please refer to Attachment.)
2. Audit Committee's Review Report. (Please refer to Attachment.)
3. To report distribution of employees' profit sharing bonus and directors' remuneration. (Please refer to the Company's Meeting Agenda for Shareholders Meeting)

II. Ratification Items

ITEM 1: Ratification of the Business Report and Financial Statements of 2022.

Proposal: Submission (by the Board of Directors) of the Company's 2022 Business Report and Financial Statements for ratification.

Details: 1. The Company's Financial Statements for 2022, including Balance Sheets, Statements of Comprehensive Income, Statements of Changes in Equity, and Statements of Cash Flows, were audited by independent auditors, Mr. Ming-Hung Huang, and Mr. Chia-Chien Tang, of KPMG.

2. Please refer to Attachment for the Company's Business Report, and Independent Auditors' Report, and the aforementioned Financial Statements.

3. Submission for ratification.

Resolution:

Voting Result: Shares present at the time of voting: 47,842,092

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
46,907,510 (including 29,893,745 votes through e-voting)	98.04	5,014 (including 5,014 votes through e-voting)	0.01	0	0	929,568 (including 911,568 votes through e-voting)	1.94

RESOLVED, that the above proposal be and hereby was approved as proposed.

ITEM 2: Ratification of the proposal for distribution of 2022 profits.

Proposal: Submission (by the Board of Directors) of the proposal for 2022 profits distribution for ratification.

Details: 1. Net income after tax is NT\$554,202,182, after adding up remeasurements of the defined benefit obligation of NT\$1,821,000, then deducting legal reserve of NT\$55,602,318, and adding up special reserve of NT\$29,948,418, and adding up unappropriate retained earnings in prior years of NT\$563,981,065, therefore the total amount of retained earnings available for distribution is NT\$1,094,350,347. The dividends and bonuses proposed to be distributed to the shareholders amount to

NT\$333,341,505 in cash (NT\$5 per share).

2. After the adoption of the resolution at the Annual Shareholders Meeting, the Chairman is authorized to carry out the matter regarding the setting of the ex-dividend record date and other relevant matters.
3. In the event that, before the ex-dividend record date, the proposed earnings distribution plan is affected due to the revisions to relevant laws or regulations, or upon the request of the competent authorities, or the change to the Company's common shares (i.e. repurchasing the Company's shares for transfer or cancellation, issuance of new shares to its employees as a result of their exercise of stock options, unsecured convertible bonds converting into common shares, capital increase by cash, capital increase by issuance of GDR, cancellation of part of Employee Restricted Stock Awards, and capitalization of employees' profit sharing bonus through issuance of new shares, etc.), which results in changes in shareholder's allotment of dividend-payout ratio, the Chairman is authorized to make necessary adjustments at its full discretion.
4. Please refer to Attachment for the Profit Appropriation Statement for 2022.
5. Submission for ratification.

Resolution:

Voting Result: Shares present at the time of voting: 47,842,092

Approval votes	%	Disapproval votes	%	Invalid votes	%	Abstention votes/ no votes	%
47,105,841 (including 30,092,076 votes through e-voting)	98.46	18,685 (including 18,685 votes through e-voting)	0.03	0	0	717,566 (including 699,566 votes through e-voting)	1.49

RESOLVED, that the above proposal be and hereby was approved as proposed.

III.Extemporary Motion: None.

IV.Meeting Adjourned: 09:20 a.m., May 30, 2023

(There were no shareholders raised questions at the meeting.)

Note: This document is extracted from the meeting; the details are subject to the audio and video recording.

Wistron Information Technology and Services Corporation Business Report

A. 2022: A Year in Review

2022 was a year of many ups and downs. War, inflation, and COVID-19 resurgences caused major changes in global macroeconomics and international relations. Rising risks and uncertainty in the market have challenged the resilience of our Company's operations and management. However, in spite of these challenges, the Company's performance has been outstanding, with the year's revenue, profits, and earnings per share reaching record high.

In addition to steady financial growth, the Company also strives to enhance our core business competitiveness. In 2022, Wistron Information Technology and Services Corporation ("Wistron ITS") expanded our employee career enhancement program. We worked with external partners to enrich learning resources and help employees increase their service value and expertise. Meanwhile, the Company also ramped up digital innovation by developing and optimizing our employee service and business support system. This has effectively boosted the efficiency of our operations, helping us move forward with our next stage of business growth.

Wistron ITS' capabilities in information technologies enabled us to obtain the "Registration of Artificial Intelligence Service Organization" from the Industrial Development Bureau, Ministry of Economic Affairs, in 2022. The Company will continue to cultivate and develop talents in the AI field to facilitate the adoption of AI technologies and expansion of our service scope. In addition, the Company followed industry trends and actively cultivated the new energy industry, which achieved significant results in 2022. Both number of clients and revenue for green energy and smart cars have doubled, becoming one of the key drivers of the Company's growth in 2022.

Wistron ITS upheld commitment to sustainable management and established the ESG Committee in 2022 to ensure that the Company can achieve our goal of long-term sustainable development. The Company strives to create a happy working environment and foster an inclusive company culture by establishing "Human Rights Policy," realizing our commitment to protecting human rights. In addition, the Company has continued to strengthen the functionality and diversity of the Board of Directors, as well as enhanced communications with stakeholders. We are making every effort to protect shareholders' rights and interests. In recognition of our efforts to ensure better governance, Wistron ITS ranked among the top 5% of TPEX listed companies in Corporate Governance Evaluation for two consecutive years.

B. Financial Performance

Wistron ITS reported a consolidated revenue of NT\$7.95 billion, net profit of NT\$554 million and basic earnings per share of NT\$8.33 in 2022. In the previous year, Wistron ITS reported a consolidated revenue of NT\$6.18 billion, net profit of NT\$456 million and basic earnings per share of NT\$6.91.

The Company's consolidated revenue grew steadily in 2022, reaching new heights in each quarter. In addition to the stable contributions from the high-tech and Internet sectors, the Company took advantage of strong demand for green energy and smart car to expand our client base. The Company also made the most of opportunities created by digital transformation and smart manufacturing to enhance revenue growth, achieving a remarkable 29% growth in annual revenue. This was also effective in driving profit increases, resulting in 22% growth of net operating income and net profit, with basic earnings per share together reaching a record high.

C. 2023: A New Beginning

In 2023, as a leading information services provider, Wistron ITS will respond to new challenges in information technology development by moving forward with our new five-year development blueprint, "WITS 3.0". Based on the core value of "Delivery Excellence for Client Success", the Company will focus on the three key aspects of "Talents", "Digital Transformation", and "Master Leading Technologies" for development.

To ensure Wistron ITS' sustainability, in addition to internal promotions, the Company will also externally recruit key talents for different roles, thereby creating a succession team that will be able to take the Company to new heights in our future operations. The Company will also continue to accelerate our digital innovation, leveraging digital methods to offer high-quality, reliable, innovative, and professional services. We will work with our clients to grow in step with industry trends, focusing on new mainstream technologies and investing in promising markets and professional fields.

In the future, Wistron ITS will continue to develop our technical, management, and trend insight capabilities, to enhance our service value and long-term competitiveness. We will partner with top clients across the globe to build an innovative future and make the world a better place.

Wistron ITS thanks all of our shareholders for their encouragement and support, which have enabled our continued growth and success. We will continue to strive towards creating the maximum value for all of our shareholders.

Sincerely Yours,
and with warm regards,

Chairman: Ching Hsiao

President: Ching Hsiao

Controller: Phoebe Chang

Attachment

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2022 Business Report, Financial Statements, and proposal for allocation of profits. The CPA firm of KPMG was retained to audit Wistron Information Technology and Services Corporation's Financial Statements and has issued an audit report relating to the Financial Statements. The Business Report, Financial Statements, and profit allocation proposal have been reviewed and determined to be correct and accurate by the Audit Committee of Wistron Information Technology and Services Corporation. According to Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, I hereby submit this report.

Wistron Information Technology and Services Corporation.

Convener of the Audit Committee : Yen Ling Fang

March 6, 2023

Attachment

Independent Auditors' Report

To the Board of Directors of Wistron Information Technology and Services Corporation:

Opinion

We have audited the consolidated financial statements of Wistron Information Technology and Services Corporation and its subsidiaries (“the Group”), which comprise the consolidated balance sheets as of December 31, 2022 and 2021, the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2022 and 2021, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards (“IFRSs”), International Accounting Standards (“IASs”), Interpretations developed by the International Financial Reporting Interpretations Committee (“IFRIC”) or the former Standing Interpretations Committee (“SIC”) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and 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 Group in accordance with the Norm of Professional Ethics for Certified Public Account of Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our 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 the current period. 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. We have determined the matters described below to be the key audit matters to be communicated in our report.

Valuation of notes and accounts receivable

Please refer to Note 4(g) “Financial Instruments” for accounting policy, Note 5 for accounting assumptions, judgments and estimation uncertainty of notes and accounts receivable and Note 6(b) for the disclosure of the valuation of notes and accounts receivable to the consolidated financial statements.

Description of key audit matter

The Group engaged in the information technology service industry. Resulting in significant judgment being applied in the management's assessment of the recoverability of notes and accounts receivable. Consequently, the valuation of notes and accounts receivable is identified as the key matter in our audit.

How the matter was addressed in our audit

Our principal audit procedures included testing the adequacy of the formula of the calculation for expected loss rate; testing the adequacy of aging report by tracing to related vouchers; evaluating the appropriateness of loss allowance and expected credit loss by testing if the loss allowance was made by expected loss rate; assessing if the evaluation document of loss allowance for notes and accounts receivable was compliance with the Group's accounting policy; evaluating the adequacy of the disclosure of loss allowance for notes and accounts receivable prepared by management.

Other Matter

Wistron Information Technology and Services Corporation has prepared its parent-company-only financial statements as of and for the years ended December 31, 2022 and 2021, on which we have issued an unmodified opinion.

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 Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the IFRSs, IASs, IFRIC, SIC endorsed and issued into effect by the 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 Group'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 Group 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 Group's financial reporting process.

Auditors' 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 Group's internal control.
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 Group's ability 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 auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, 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 regarding the financial information of the entities or business activities within the Group 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 the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

The engagement partners on the audit resulting in this independent auditors' report are Ming-Hung Huang and Chia-Chien Tang.

KPMG

Taipei, Taiwan (The Republic of China)
March 6, 2023

Notes to Readers

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

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

December 31, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

Assets		December 31, 2022		December 31, 2021		Liabilities and Equity		December 31, 2022		December 31, 2021	
		Amount	%	Amount	%			Amount	%	Amount	%
Current assets:						Current liabilities:					
1100	Cash and cash equivalents (note 6(a))	\$ 1,184,815	26	877,245	22	2100	Short-term borrowings (note 6(g))	\$ 158,075	4	107,230	3
1140	Current contract assets (note 6(m))	7,450	-	12,215	-	2130	Current contract liabilities (notes 6(m) and 7)	15,852	-	14,665	-
1170	Notes and accounts receivable, net (notes 6(b) and (m))	2,369,028	52	2,092,900	52	2170	Accounts payable	77,865	2	94,687	3
1180	Accounts receivable-related parties, net (notes 6(b), (m) and 7)	55,725	1	38,159	1	2219	Other payables (note 6(n))	1,221,262	27	1,047,978	26
1200	Other receivables	602	-	2,186	-	2220	Other payables-related parties (note 7)	21	-	196	-
1220	Current tax assets	1,703	-	12,811	-	2230	Current tax liabilities	55,469	1	42,935	1
1410	Prepayments	19,933	1	17,205	-	2399	Other current liabilities	48,962	1	29,487	1
1470	Other current assets (note 6(f))	17,418	-	20,401	1	2280	Current lease liabilities (note 6(h))	23,867	1	26,453	1
	Total current assets	<u>3,656,674</u>	<u>80</u>	<u>3,073,122</u>	<u>76</u>	2322	Long-term borrowings, current portion (notes 6(c), (g) and 8)	8,814	-	8,274	-
Non-current assets:							Total current liabilities	<u>1,610,187</u>	<u>36</u>	<u>1,371,905</u>	<u>35</u>
1600	Property, plant and equipment (notes 6(c) and 8)	782,090	17	813,853	20		Non-Current liabilities:				
1755	Right-of-use assets (note 6(d))	37,155	1	57,740	2	2540	Long-term loans (notes 6(c), (g) and 8)	47,594	1	55,543	1
1780	Intangible assets (notes 6(e) and 7)	32,774	1	38,915	1	2570	Deferred tax liabilities (note 6(j))	81,325	2	87,247	2
1840	Deferred tax assets (note 6(j))	34,625	1	20,189	1	2580	Non-current lease liabilities (note 6(h))	9,128	-	27,417	1
1900	Other non-current assets (notes 6(f) and 8)	18,440	-	13,648	-	2640	Net defined benefit liability, non-current (note 6(i))	12,789	-	15,173	-
	Total non-current assets	<u>905,084</u>	<u>20</u>	<u>944,345</u>	<u>24</u>	2670	Other non-current liabilities	2,355	-	2,460	-
							Total non-current liabilities	<u>153,191</u>	<u>3</u>	<u>187,840</u>	<u>4</u>
							Total liabilities	<u>1,763,378</u>	<u>39</u>	<u>1,559,745</u>	<u>39</u>
							Equity (notes 6(i) and (k)):				
						3100	Capital stock	671,523	15	669,211	17
						3200	Capital surplus	791,658	17	770,877	19
						3300	Retained earnings	1,449,437	32	1,198,187	30
						3400	Other equity	(77,104)	(2)	(107,053)	(3)
						3500	Treasury shares	(37,134)	(1)	(73,500)	(2)
							Total equity	<u>2,798,380</u>	<u>61</u>	<u>2,457,722</u>	<u>61</u>
							Total liabilities and equity	<u>\$ 4,561,758</u>	<u>100</u>	<u>\$ 4,017,467</u>	<u>100</u>
	Total assets	<u>\$ 4,561,758</u>	<u>100</u>	<u>4,017,467</u>	<u>100</u>						

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
**WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION AND
SUBSIDIARIES**

Consolidated Statements of Comprehensive Income

For the years ended December 31, 2022 and 2021

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

		<u>2022</u>		<u>2021</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
4000	Net revenue (notes 6(m) and 7)	\$ 7,948,886	100	6,177,820	100
5000	Cost of Sales (notes 6(c), (d), (e), (h), (i) and 12)	(6,274,972)	(79)	(4,737,757)	(77)
	Gross profit	<u>1,673,914</u>	<u>21</u>	<u>1,440,063</u>	<u>23</u>
	Operating expenses (notes 6(b), (c), (d), (e), (h), (i), (k), (m), (n), 7 and 12)				
6100	Selling expenses	(210,293)	(3)	(168,779)	(3)
6200	Administrative expenses	(862,659)	(11)	(794,597)	(13)
6300	Research and development expenses	(40,234)	-	(19,731)	-
6450	Reversal of expected credit loss provision	2,089	-	2,861	-
	Total operating expenses	<u>(1,111,097)</u>	<u>(14)</u>	<u>(980,246)</u>	<u>(16)</u>
	Net operating income	<u>562,817</u>	<u>7</u>	<u>459,817</u>	<u>7</u>
	Non-operating income and expenses (notes 6(h) and (o)):				
7100	Interest income	5,235	-	8,293	-
7010	Other income	66,632	1	53,118	1
7020	Other gains and losses	5,238	-	(1,206)	-
7050	Finance costs	(6,789)	-	(4,890)	-
	Total non-operating income and expenses	<u>70,316</u>	<u>1</u>	<u>55,315</u>	<u>1</u>
	Profit before tax	<u>633,133</u>	<u>8</u>	<u>515,132</u>	<u>8</u>
7950	Income tax expenses (note 6(j))	(78,931)	(1)	(59,498)	(1)
	Net profit	<u>554,202</u>	<u>7</u>	<u>455,634</u>	<u>7</u>
8300	Other comprehensive income (notes 6(i), (j) and (k)):				
8310	Items that will not be reclassified subsequently to profit or loss				
8311	Gains (losses) on remeasurements of defined benefit plans	1,821	-	1,463	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Total items that will not be reclassified subsequently to profit or loss	<u>1,821</u>	<u>-</u>	<u>1,463</u>	<u>-</u>
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of foreign financial statements	29,949	-	(25,841)	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	<u>29,949</u>	<u>-</u>	<u>(25,841)</u>	<u>-</u>
8300	Other comprehensive income (loss)	<u>31,770</u>	<u>-</u>	<u>(24,378)</u>	<u>-</u>
	Total comprehensive income	<u>\$ 585,972</u>	<u>7</u>	<u>431,256</u>	<u>7</u>
	Earnings per share (in dollars) (note 6(l))				
9750	Basic earnings per share	<u>\$ 8.33</u>		<u>6.91</u>	
9850	Diluted earnings per share	<u>\$ 8.19</u>		<u>6.83</u>	

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity
For the years ended December 31, 2022 and 2021
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent								
	Capital stock		Retained earnings				Other equity		
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Treasury shares	Total equity
Balance at January 1, 2021	\$ 667,083	753,005	131,840	125,097	812,905	1,069,842	(81,212)	(73,500)	2,335,218
Net profit	-	-	-	-	455,634	455,634	-	-	455,634
Other comprehensive income	-	-	-	-	1,463	1,463	(25,841)	-	(24,378)
Total comprehensive income	-	-	-	-	457,097	457,097	(25,841)	-	431,256
Appropriation and distribution of retained earnings:									
Legal reserve	-	-	44,829	-	(44,829)	-	-	-	-
Cash dividends	-	-	-	-	(328,752)	(328,752)	-	-	(328,752)
Reversal of special reserve	-	-	-	(43,885)	43,885	-	-	-	-
New share issued through employees' profit sharing bonus	2,128	17,872	-	-	-	-	-	-	20,000
Balance at December 31, 2021	669,211	770,877	176,669	81,212	940,306	1,198,187	(107,053)	(73,500)	2,457,722
Net profit	-	-	-	-	554,202	554,202	-	-	554,202
Other comprehensive income	-	-	-	-	1,821	1,821	29,949	-	31,770
Total comprehensive income	-	-	-	-	556,023	556,023	29,949	-	585,972
Appropriation and distribution of retained earnings:									
Legal reserve	-	-	45,710	-	(45,710)	-	-	-	-
Special reserve	-	-	-	25,841	(25,841)	-	-	-	-
Cash dividends	-	-	-	-	(304,773)	(304,773)	-	-	(304,773)
Compensation cost of treasury shares transferred to employees	-	3,487	-	-	-	-	-	-	3,487
Treasury shares transferred to employees	-	(394)	-	-	-	-	-	36,366	35,972
New share issued through employees' profit sharing bonus	2,312	17,688	-	-	-	-	-	-	20,000
Balance at December 31, 2022	\$ 671,523	791,658	222,379	107,053	1,120,005	1,449,437	(77,104)	(37,134)	2,798,380

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the years ended December 31, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	2022	2021
Cash flows generated from (used in) operating activities:		
Profit before tax	\$ 633,133	515,132
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	83,582	80,173
Amortization expense	12,900	8,163
Reversal of expected credit loss provision	(2,089)	(2,861)
Interest expense	6,789	4,890
Interest income	(5,235)	(8,293)
Compensation cost arising from share – based payments	3,487	-
Loss on disposal of property, plant and equipment	878	1,672
Gain on disposal of investments	(2,959)	-
Loss on lease modification	-	244
Rent concession	(266)	-
Other	106	-
Total adjustments to reconcile profit	97,193	83,988
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease in current contract assets	5,045	19,342
Increase in notes and accounts receivable, net	(243,693)	(662,059)
Increase in accounts receivable – related parties	(17,564)	(21,317)
Decrease (increase) in other receivables	1,662	(285)
Increase in prepayments	(2,478)	(1,596)
Decrease (increase) in other current assets	26	(723)
Total changes in operating assets	(257,002)	(666,638)
Changes in operating liabilities:		
Increase (decrease) in contract liabilities	1,209	(4,827)
Decrease in accounts payable	(16,621)	(8,242)
Increase in other payables	165,824	224,233
Decrease in other payables – related parties	(175)	(243)
Increase in other current liabilities	19,526	5,701
(Decrease) increase in net defined benefit liability	(563)	571
Total changes in operating liabilities	169,200	217,193
Net changes in operating assets and liabilities	(87,802)	(449,445)
Total changes in operating assets and liabilities	9,391	(365,457)
Cash generated from operations	642,524	149,675
Interest received	5,214	8,294
Interest paid	(6,736)	(4,853)
Income taxes paid	(75,189)	(100,437)
Net cash flows generated from operating activities	565,813	52,679
Cash flows generated from (used in) investing activities:		
Acquisition of property, plant and equipment	(18,885)	(59,796)
Proceeds from disposal of property, plant and equipment	515	299
Increase in refundable deposits	(1,506)	(5,024)
Acquisition of intangible assets	(7,323)	(14,835)
Net cash used in investing activities	(27,199)	(79,356)
Cash flows generated from (used in) financing activities:		
Increase in short-term loans	2,527,501	360,299
Repayments of short-term loans	(2,477,446)	(252,965)
Repayments of long-term loans	(8,486)	(7,932)
Repayments of the principal portion of lease liabilities	(29,292)	(26,791)
Cash dividends paid	(304,773)	(328,752)
Treasury shares transferred to employees	35,972	-
Net cash used in financing activities	(256,524)	(256,141)
Effect of exchange rate changes on cash and cash equivalents	25,480	(15,239)
Net increase (decrease) in cash and cash equivalents	307,570	(298,057)
Cash and cash equivalents at beginning of year	877,245	1,175,302
Cash and cash equivalents at end of year	\$ 1,184,815	877,245

Independent Auditors' Report

To the Board of Directors of Wistron Information Technology and Services Corporation:

Opinion

We have audited the financial statements of Wistron Information Technology And Services Corporation (“the Company”), which comprise the balance sheets as of December 31, 2022 and 2021, the statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and 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 Financial Statements section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Account of Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Valuation of accounts receivable

Please refer to Note 4(f) “Financial Instruments” for accounting policy, Note 5 for accounting assumptions, judgments and estimation uncertainty of accounts receivable and Note 6(b) for the disclosure of the valuation of accounts receivable to the parent company only financial statements.

Description of key audit matters

The Company engaged in the information technology service industry. Resulting in significant judgment being applied in the management's assessment of the recoverability of accounts receivable. Consequently, the valuation of accounts receivable is identified as the key matter in our audit.

How the matter was addressed in our audit

Our principal audit procedures included testing the adequacy of the formula of the calculation for expected loss rate; testing the adequacy of aging report by tracing to related vouchers; evaluating the appropriateness of loss allowance and expected credit loss by testing if the loss allowance was made by expected loss rate; assessing if the evaluation document of loss allowance for accounts receivable was compliance with the Company's accounting policy; evaluating the adequacy of the disclosure of loss allowance for accounts receivable prepared by management.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 Company's internal control.
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 Company's ability 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the investment in other entities accounted for using the equity method to express an opinion on this financial statements. We are responsible for the direction, supervision and performance of the 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 the financial statements of the current period 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.

The engagement partners on the audit resulting in this independent auditors' report are Ming-Hung Huang and Chia-Chien Tang.

KPMG

Taipei, Taiwan (The Republic of China)
March 6, 2023

Notes to Readers

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

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

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION

Parent Company Only Balance Sheets

December 31, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

Assets		December 31, 2022		December 31, 2021		Liabilities and Equity		December 31, 2022		December 31, 2021	
		Amount	%	Amount	%			Amount	%	Amount	%
Current assets:						Current liabilities:					
1100	Cash and cash equivalents (note 6(a))	\$ 136,048	4	116,631	4	2100	Short-term borrowings (note 6(h))	\$ 150,000	5	100,000	3
1140	Current contract assets (note 6(n))	522	-	4,990	-	2130	Current contract liabilities (notes 6(n) and 7)	13,115	-	4,834	-
1170	Accounts receivable, net (notes 6(b) and (n))	288,137	8	267,568	9	2170	Accounts payable	2,536	-	3,108	-
1180	Accounts receivable — related parties, net (notes 6(b), (n) and 7)	58,342	2	38,115	1	2200	Other payables (note 6(o))	408,290	12	322,604	11
1200	Other receivables	10	-	1	-	2220	Other payables — related parties (note 7)	21	-	197	-
1210	Other receivables — related parties (note 7)	3,725	-	17	-	2230	Current tax liabilities	28,642	1	37,037	1
1410	Prepayments	2,501	-	1,563	-	2280	Current lease liabilities (note 6(i))	746	-	570	-
1470	Other current assets (note 6(g))	2,380	-	3,646	-	2399	Other current liabilities	15,232	-	6,555	-
	Total current assets	<u>491,665</u>	<u>14</u>	<u>432,531</u>	<u>14</u>		Total current liabilities	<u>618,582</u>	<u>18</u>	<u>474,905</u>	<u>15</u>
Non-current assets:						Non-Current liabilities:					
1550	Investments accounted for using equity method (note 6(c))	2,481,916	71	2,050,770	68	2570	Deferred tax liabilities (note 6(k))	63,399	2	62,708	2
1600	Property, plant and equipment (notes 6(d) and 7)	500,179	15	508,687	17	2640	Net defined benefit liability, non-current (note 6(j))	12,789	-	15,173	1
1755	Right-of-use assets (note 6(e))	1,714	-	1,110	-	2580	Non-current lease liabilities (note 6(i))	920	-	498	-
1780	Intangible assets (notes 6(f) and 7)	8,362	-	11,289	1		Total non-current liabilities	<u>77,108</u>	<u>2</u>	<u>78,379</u>	<u>3</u>
1840	Deferred tax assets (note 6(k))	9,656	-	6,619	-		Total liabilities	<u>695,690</u>	<u>20</u>	<u>553,284</u>	<u>18</u>
1920	Guarantee deposits paid (note 8)	578	-	-	-	Equity (notes 6(j) and (l)):					
	Total non-current assets	<u>3,002,405</u>	<u>86</u>	<u>2,578,475</u>	<u>86</u>	3100	Capital stock	671,523	19	669,211	22
						3200	Capital surplus	791,658	23	770,877	26
						3300	Retained earnings	1,449,437	41	1,198,187	40
						3400	Other equity	(77,104)	(2)	(107,053)	(4)
						3500	Treasury shares	(37,134)	(1)	(73,500)	(2)
							Total equity	<u>2,798,380</u>	<u>80</u>	<u>2,457,722</u>	<u>82</u>
							Total liabilities and equity	<u>\$ 3,494,070</u>	<u>100</u>	<u>\$ 3,011,006</u>	<u>100</u>
	Total assets	<u>\$ 3,494,070</u>	<u>100</u>	<u>3,011,006</u>	<u>100</u>						

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION

Parent Company Only Statements of Comprehensive Income

For the years ended December 31, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars, except for earnings per common share)

		2022		2021	
		Amount	%	Amount	%
4000	Net revenue (notes 6(n) and 7)	\$ 1,439,375	100	1,213,705	100
5000	Cost of sales (notes 6(d), (f), (i), (j) and 12)	(899,125)	(62)	(753,477)	(62)
	Gross profit	<u>540,250</u>	38	<u>460,228</u>	38
	Operating expenses (notes (d), (e), (f), (i), (j), (l), (n), (o), 7 and 12):				
6100	Selling expenses	(32,875)	(2)	(26,376)	(2)
6200	Administrative expenses	(322,353)	(22)	(263,697)	(22)
6300	Research and development expenses	(6,642)	(1)	-	-
6450	Reversal of expected credit loss provision	138	-	185	-
	Total operating expenses	<u>(361,732)</u>	(25)	<u>(289,888)</u>	(24)
	Net operating income	<u>178,518</u>	13	<u>170,340</u>	14
	Non-operating income and expenses (notes 6(c), (i), (p) and 7):				
7100	Interest income	55	-	100	-
7010	Other income	54	-	147	-
7020	Other gains and losses	39,090	2	37,741	3
7070	Recognized share of subsidiaries, associates and joint ventures accounted for using equity method	384,872	27	294,952	24
7050	Finance costs	(1,366)	-	(312)	-
	Total non-operating income and expenses	<u>422,705</u>	29	<u>332,628</u>	27
	Profit before tax	<u>601,223</u>	42	<u>502,968</u>	41
7951	Income tax expenses (note 6(k))	(47,021)	(3)	(47,334)	(4)
	Net profit	<u>554,202</u>	39	<u>455,634</u>	37
8300	Other comprehensive income (notes 6(j), (k) and (l)):				
8310	Items that will not be reclassified subsequently to profit or loss				
8311	Gains (losses) on remeasurements of defined benefit plans	1,821	-	1,463	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Total items that will not be reclassified subsequently to profit or loss	<u>1,821</u>	-	<u>1,463</u>	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of foreign financial statements	3,330	-	(18,690)	(1)
8380	Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method	26,619	2	(7,151)	(1)
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	<u>29,949</u>	2	<u>(25,841)</u>	(2)
8300	Other comprehensive income (loss)	<u>31,770</u>	2	<u>(24,378)</u>	(2)
	Total comprehensive income	<u>\$ 585,972</u>	<u>41</u>	<u>\$ 431,256</u>	<u>35</u>
	Earnings per share (in dollars) (note 6(m))				
9750	Basic earnings per share	<u>\$ 8.33</u>		<u>6.91</u>	
9850	Diluted earnings per share	<u>\$ 8.19</u>		<u>6.83</u>	

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION

Parent Company Only Statements of Changes in Equity

For the years ended December 31, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	Capital stock		Retained earnings				Other equity		Total equity
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Treasury shares	
Balance at January 1, 2021	\$ 667,083	753,005	131,840	125,097	812,905	1,069,842	(81,212)	(73,500)	2,335,218
Net profit	-	-	-	-	455,634	455,634	-	-	455,634
Other comprehensive income	-	-	-	-	1,463	1,463	(25,841)	-	(24,378)
Total comprehensive income	-	-	-	-	457,097	457,097	(25,841)	-	431,256
Appropriation and distribution of retained earnings:									
Legal reserve	-	-	44,829	-	(44,829)	-	-	-	-
Cash dividends	-	-	-	-	(328,752)	(328,752)	-	-	(328,752)
Reversal of special reserve	-	-	-	(43,885)	43,885	-	-	-	-
New share issued through employee's profit sharing bonus	2,128	17,872	-	-	-	-	-	-	20,000
Balance at December 31, 2021	669,211	770,877	176,669	81,212	940,306	1,198,187	(107,053)	(73,500)	2,457,722
Net profit	-	-	-	-	554,202	554,202	-	-	554,202
Other comprehensive income	-	-	-	-	1,821	1,821	29,949	-	31,770
Total comprehensive income	-	-	-	-	556,023	556,023	29,949	-	585,972
Appropriation and distribution of retained earnings:									
Legal reserve	-	-	45,710	-	(45,710)	-	-	-	-
Special reserve	-	-	-	25,841	(25,841)	-	-	-	-
Cash dividends	-	-	-	-	(304,773)	(304,773)	-	-	(304,773)
Compensation cost of treasury shares transferred to employees	-	3,487	-	-	-	-	-	-	3,487
Treasury shares transferred to employees	-	(394)	-	-	-	-	-	36,366	35,972
New share issued through employee's profit sharing bonus	2,312	17,688	-	-	-	-	-	-	20,000
Balance at December 31, 2022	\$ 671,523	791,658	222,379	107,053	1,120,005	1,449,437	(77,104)	(37,134)	2,798,380

(English Translation of Parent Company Only Financial Statements Originally Issued in Chinese)
WISTRON INFORMATION TECHNOLOGY AND SERVICES CORPORATION

Parent Company Only Statements of Cash Flows

For the years ended December 31, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	2022	2021
Cash flows generated from (used in) operating activities:		
Profit before tax	\$ 601,223	502,968
Adjustments:		
Adjustments to reconcile loss:		
Depreciation expense	20,711	19,207
Amortization expense	7,676	5,228
Reversal of expected credit loss provision	(138)	(185)
Interest expense	1,366	312
Interest income	(55)	(100)
Compensation cost arising from share-based payments	2,162	-
Recognized share of subsidiaries, associates and joint ventures accounted for using equity method	(384,872)	(294,952)
Gain on disposal of property, plant and equipment	(14)	(115)
Other	-	1,786
Total adjustments to reconcile loss	(353,164)	(268,819)
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease in current contract assets	4,606	6,165
Increase in accounts receivable, net	(20,569)	(53,031)
Increase in accounts receivable — related parties	(20,227)	(10,391)
Decrease in other receivable	-	60
(Increase) decrease in other receivables — related parties	(3,708)	3,134
Increase in prepayments	(938)	(271)
Increase in other current assets	(13)	(567)
Total changes in operating assets	(40,849)	(54,901)
Changes in operating liabilities:		
Increase (decrease) in contract liabilities	8,281	(14)
(Decrease) increase in accounts payable	(572)	673
Increase in other payables	90,623	58,301
Decrease in other payables — related parties	(176)	(243)
Increase in other current liabilities	8,677	1,010
(Decrease) increase in net defined benefit liability	(563)	571
Total changes in operating liabilities	106,270	60,298
Net changes in operating assets and liabilities	65,421	5,397
Total changes in operating assets and liabilities	(287,743)	(263,422)
Cash generated from operations	313,480	239,546
Interest received	46	101
Interest paid	(1,303)	(300)
Income taxes paid	(57,762)	(26,806)
Net cash flows generated from operating activities	254,461	212,541
Cash flows generated from (used in) investing activities:		
Acquisition of investments accounted for using equity method	-	(5,000)
Acquisition of property, plant and equipment	(11,652)	(24,479)
Proceeds from disposal of property, plant and equipment	214	218
Decrease in refundable deposits	701	3,583
Acquisition of intangible assets	(4,749)	(8,263)
Net cash used in investing activities	(15,486)	(33,941)
Cash flows generated from (used in) financing activities:		
Increase in short-term loans	1,480,000	303,241
Repayments of short-term loans	(1,430,000)	(203,241)
Repayments of the principal portion of lease liabilities	(757)	(573)
Cash dividends paid	(304,773)	(328,752)
Treasury shares transferred to employees	35,972	-
Net cash used in financing activities	(219,558)	(229,325)
Net decrease in cash and cash equivalents	19,417	(50,725)
Cash and cash equivalents at beginning of year	116,631	167,356
Cash and cash equivalents at end of year	\$ 136,048	116,631

Wistron Information Technology and Services Corporation
Profit Appropriation Statement for 2022

Unit: NT\$

Item	Amount
Net Income After Tax of 2022	554,202,182
Plus (Less):	
Remeasurements of the defined benefit obligation	1,821,000
Legal Reserve	(55,602,318)
Special Reserve	29,948,418
Unappropriated retained earnings of 2022	530,369,282
Plus (Less):	
Unappropriated retained earnings in prior years	563,981,065
Retained Earnings Available for Distribution	1,094,350,347
Distribution Items:	
Cash Dividends to Common Shareholders (Note)	(333,341,505)
Unappropriated retained earnings at the end of the year	761,008,842

Note: 1. Cash dividend: NT\$5 per share, and the cash dividend is rounded down to the nearest NT dollars; the amount rounded off will be credited to other income of Wistron Information Technology and Services Corporation.

2. Dividend is calculated by outstanding shares 66,668,301 shares deducting treasury stock of 484,000 shares.

Chairman: Ching Hsiao

President: Ching Hsiao

Controller: Phoebe Chang