LITE-ON TECHNOLOGY CORPORATION and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2021 and 2020 and Independent Auditors' Review Report

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
LITE-ON TECHNOLOGY CORPORATION

Introduction

We have reviewed the accompanying consolidated balance sheets of LITE-ON TECHNOLOGY CORPORATION and its subsidiaries (collectively, the "Group") as of September 30, 2021 and 2020, the related consolidated statements of comprehensive income for the three months ended September 30, 2021 and 2020 and for the nine months ended September 30, 2021 and 2020, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as 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 International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with Statement of Auditing Standards No. 65 "Review of Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 14 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements were not reviewed. As of September 30, 2021 and 2020, the combined total assets of these non-significant subsidiaries were NT$68,556,458 thousand and NT$68,131,283 thousand, respectively, representing 37.80% and 38.56%, respectively, of the consolidated total assets; the combined total liabilities of these non-significant subsidiaries were NT$14,179,325 thousand and NT$13,180,883 thousand, respectively, representing 12.74% and 12.81%, respectively, of the consolidated total liabilities. For the three months ended September 30, 2021 and 2020, the amounts of combined comprehensive income of these non-significant subsidiaries were NT$341,413 thousand and NT$852,755 thousand, respectively, representing 12.24% and 26.99% of the consolidated total comprehensive income, respectively; for the nine months ended September 30, 2021 and 2020, the amounts of combined comprehensive income of these non-significant subsidiaries were NT$1,094,151 thousand and NT$1,343,249 thousand, respectively, representing 10.04% and

21.28% of the consolidated total comprehensive income, respectively. In addition, as disclosed in Notes 13 and 15 to the consolidated financial statements, the total carrying amount of non-current assets held for sale was NT$2,021,629 thousand as of September 30, 2020. The total carrying amounts of investments accounted for using the equity method were NT$1,689,288 thousand and NT$2,715,427 thousand as of September 30, 2021 and 2020, respectively. The share of profit (loss) of associates accounted for using the equity method was NT$10,283 thousand and NT$(11,274) thousand for the three months ended September 30, 2021 and 2020, respectively; the share of profit of associates accounted for using the equity method was NT$7,174 thousand and NT$$428,652 thousand for the nine months ended September 30, 2021 and 2020, respectively. The amounts of related equity-method investments as well as additional disclosures in Note 37 to the consolidated financial statements were based on the unreviewed financial statements for the same reporting periods.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and other equity-method investees as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2021 and 2020, its consolidated financial performance for the three months ended September 30, 2021 and 2020 and its consolidated financial performance and its consolidated cash flows for the nine months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Meng-Chieh Chiu and Cheng-Tsai Tsai.

Meng-Chieh, Chiu Cheng-Tsai Tsai

Deloitte & Touche
Taipei, Taiwan
Republic of China

October 28, 2021

Notice to Readers

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

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

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	September 30, 2021 (Reviewed)		December 31, 2020 (Audited)		September 30, 2020 (Reviewed)	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 69,459,307	38	$ 71,508,036	41	$ 68,629,062	39
Financial assets at fair value through profit or loss (Note 7)	592,323	-	1,357,154	1	1,058,288	1
Financial assets at amortized cost (Notes 9 and 33)	20,670	-	27,186	-	148,355	-
Contract assets (Note 25)	1,390,799	1	2,097,360	1	2,377,655	1
Notes receivable, net (Note 11)	185,724	-	422,524	-	237,456	-
Trade receivables, net (Note 11)	38,737,263	22	35,990,430	21	36,028,967	21
Trade receivables from related parties (Note 32)	13,580	-	38,360	-	53,025	-
Other receivables (Note 11)	584,379	-	2,306,213	1	3,304,865	2
Other receivables from related parties (Note 32)	3,757	-	7,360	-	10,092	-
Inventories, net (Note 12)	30,791,062	17	24,668,663	14	24,446,837	14
Non-current assets held for sale (Note 13)	-	-	-	-	2,021,629	1
Other current assets (Note 20)	2,734,488	2	2,160,519	1	2,430,431	1
Total current assets	144,513,352	80	140,583,805	80	140,746,662	80
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss (Note 7)	2,394,459	1	139,334	-	154,250	-
Financial assets at fair value through other comprehensive income (Note 8)	1,592,053	1	1,622,561	1	1,378,598	1
Financial assets at amortized cost (Notes 9 and 33)	291,647	-	383,801	-	360,117	-
Investments accounted for using the equity method (Note 15)	1,689,288	1	2,582,904	1	2,715,427	1
Property, plant and equipment, net (Notes 16 and 32)	18,832,103	10	18,389,054	10	18,103,632	10
Right-of-use assets, net (Note 17)	1,637,058	1	1,389,516	1	1,451,774	1
Investment properties, net (Note 18)	1,244,619	1	1,250,045	1	1,245,176	1
Intangible assets, net (Note 19)	4,626,527	3	4,840,696	3	5,183,522	3
Deferred tax assets	4,121,824	2	4,456,927	3	4,801,062	3
Refundable deposits	289,029	-	291,481	-	344,856	-
Net defined benefit assets (Note 23)	15,032	-	6,319	-	-	-
Other non-current assets (Note 20)	118,198	-	130,794	-	189,713	-
Total non-current assets	36,851,837	20	35,483,432	20	35,928,127	20
TOTAL	$ 181,365,189	100	$ 176,067,237	100	$ 176,674,789	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 21)	$ 31,349,466	17	$ 24,892,419	14	$ 26,437,929	15
Financial liabilities at fair value through profit or loss (Note 7)	142,318	-	1,612,405	1	1,169,293	1
Contract liabilities (Note 25)	98	-	13,059	-	-	-
Notes payable	8,773	-	12,890	-	18,013	-
Trade payables	44,975,705	25	42,621,653	24	42,457,931	24
Trade payables to related parties (Note 32)	120,254	-	295,001	-	485,622	-
Other payables	20,616,200	11	19,963,281	11	19,516,000	11
Other payables to related parties (Note 32)	2,146	-	922	-	5,343	-
Current tax liabilities	6,957,755	4	6,115,170	4	6,329,970	4
Provisions (Note 22)	1,183,456	1	1,179,147	1	1,228,152	1
Lease liabilities (Note 17)	321,504	-	225,095	-	246,417	-
Advance receipts	3,101,642	2	2,668,294	2	2,456,151	1
Total current liabilities	108,779,317	60	99,599,336	57	100,350,821	57
NON-CURRENT LIABILITIES						
Deferred tax liabilities	1,654,461	1	1,682,563	1	1,750,250	1
Lease liabilities (Note 17)	732,984	-	551,233	-	574,096	-
Net defined benefit liabilities (Note 23)	-	-	-	-	114,085	-
Guarantee deposits	100,333	-	92,591	-	96,044	-
Total non-current liabilities	2,487,778	1	2,326,387	1	2,534,475	1
Total liabilities	111,267,095	61	101,925,723	58	102,885,296	58
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Share capital						
Ordinary shares	23,508,670	13	23,508,670	14	23,508,670	14
Capital surplus	21,745,221	12	21,613,574	12	21,585,834	12
Retained earnings						
Legal reserve	15,613,679	9	13,789,553	8	13,789,553	8
Special reserve	5,940,218	3	4,732,075	3	4,732,075	3
Unappropriated earnings	12,673,573	7	17,026,026	9	15,042,500	8
Total retained earnings	34,227,470	19	35,547,654	20	33,564,128	19
Other equity						
Exchange differences on translation of the financial statements of foreign operations	(5,969,762)	(3)	(5,563,051)	(3)	(5,641,703)	(3)
Unrealized loss on financial assets at fair value through other comprehensive income	(247,872)	-	(245,858)	-	(290,890)	-
Equity directly associated with non-current assets held for sale (Note 13)	-	-	-	-	126,623	-
Total other equity	(6,217,634)	(3)	(5,808,909)	(3)	(5,805,970)	(3)
Treasury shares	(3,700,808)	(2)	(1,271,314)	(1)	(1,271,314)	(1)
Total equity attributable to owners of the Company	69,562,919	39	73,589,675	42	71,581,348	41
NON-CONTROLLING INTERESTS	535,175	-	551,839	-	2,208,145	1
Total equity	70,098,094	39	74,141,514	42	73,789,493	42
TOTAL	$ 181,365,189	100	$ 176,067,237	100	$ 176,674,789	100

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

(With Deloitte & Touche review report dated October 28, 2021)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings per Share)
(Reviewed, Not Audited)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 25 and 32)								
Sales	$ 42,838,475	102	$ 42,200,609	102	$ 122,888,015	102	$ 118,250,191	102
Less: Sales allowance	695,691	1	788,871	2	2,146,851	2	2,098,776	2
Sales returns	279,187	1	85,878	-	482,200	-	453,549	-
Total operating revenue	41,863,597	100	41,325,860	100	120,258,964	100	115,697,866	100
COST OF GOODS SOLD (Notes 12, 26 and 32)	(33,779,902)	(80)	(33,482,336)	(81)	(97,463,849)	(81)	(95,023,476)	(82)
GROSS PROFIT	8,083,695	20	7,843,524	19	22,795,115	19	20,674,390	18
OPERATING EXPENSES (Notes 26 and 32)								
Selling and marketing expenses	(1,484,330)	(3)	(1,248,109)	(3)	(4,430,991)	(3)	(4,084,487)	(4)
General and administrative expenses	(1,086,717)	(3)	(1,484,815)	(4)	(3,396,554)	(3)	(4,405,334)	(4)
Research and development expenses	(1,557,557)	(4)	(1,120,554)	(3)	(4,468,907)	(4)	(3,771,808)	(3)
Expected credit loss (Notes 11, 25 and 31)	(433,537)	(1)	(2,723)	-	(1,069,506)	(1)	(26,559)	-
Total operating expenses	(4,562,141)	(11)	(3,856,201)	(10)	(13,365,958)	(11)	(12,288,188)	(11)
OPERATING INCOME	3,521,554	9	3,987,323	9	9,429,157	8	8,386,202	7
NON-OPERATING INCOME AND EXPENSES								
Share of profit (loss) of associates accounted for using the equity method (Note 15)	10,283	-	(11,274)	-	7,174	-	428,652	-
Interest income	187,668	1	327,495	1	557,880	1	1,146,979	1
Dividend income	3,272	-	1,926	-	3,272	-	13,401	-
Other income (Note 32)	165,161	-	496,612	1	522,296	-	1,012,238	1
Net gain on disposal of property, plant and equipment	1,865	-	3,854	-	13,230	-	11,349	-
Net gain (loss) on disposal of investments	(3,449)	-	-	-	58,191	-	-	-
Net gain on foreign currency exchange	131,875	-	181,247	-	340,834	-	377,374	-
Net gain (loss) on financial assets at fair value through profit or loss	(124,365)	-	86,698	-	3,912,733	3	521,173	1
Net gain on financial assets at fair value through profit or loss - structured products	84,151	-	-	-	230,841	-	-	-
Finance costs (Notes 26 and 32)	(62,860)	-	(58,585)	-	(152,511)	-	(301,100)	-
Other expenses	(37,083)	-	(50,678)	-	(220,240)	-	(218,222)	-
Net loss on disposal of intangible assets	-	-	-	-	-	-	(996)	-
Impairment loss (Notes 15, 16, 17 and 19)	(5,863)	-	(1,051,957)	(2)	(228,173)	-	(1,270,928)	(1)
Total non-operating income and expenses	350,655	1	(74,662)	-	5,045,527	4	1,719,920	2

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LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings per Share)
(Reviewed, Not Audited)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
PROFIT BEFORE INCOME TAX	$ 3,872,209	10	$ 3,912,661	9	$ 14,474,684	12	$ 10,106,122	9
INCOME TAX EXPENSE (Note 27)	(782,186)	(2)	(899,839)	(2)	(3,061,017)	(3)	(2,324,032)	(2)
NET PROFIT FOR THE PERIOD	3,090,023	8	3,012,822	7	11,413,667	9	7,782,090	7
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 24 and 27)								
Items not reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(13,520)	-	(25,310)	-	(2,414)	-	14,276	-
Share of loss of associates and joint ventures accounted for using the equity method	-	-	(12,333)	-	-	-	(135)	-
	(13,520)	-	(37,643)	-	(2,414)	-	14,141	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations	(338,897)	(1)	153,153	1	(580,077)	-	(1,803,509)	(1)
Share of the other comprehensive gain (loss) of associates accounted for using the equity method	(7,248)	-	64,836	-	(17,481)	-	(45,733)	-
Income tax benefit relating to items that may be reclassified subsequently to profit or loss	59,704	-	(33,842)	-	85,292	-	364,445	-
	(286,441)	(1)	184,147	1	(512,266)	-	(1,484,797)	(1)
Other comprehensive income (loss) for the period	(299,961)	(1)	146,504	1	(514,680)	-	(1,470,656)	(1)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 2,790,062	7	$ 3,159,326	8	$ 10,898,987	9	$ 6,311,434	6
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	$ 3,079,535	8	$ 2,991,099	7	$ 11,377,338	9	$ 8,008,448	7
Non-controlling interests	10,488	-	21,723	-	36,329	-	(226,358)	-
	$ 3,090,023	8	$ 3,012,822	7	$ 11,413,667	9	$ 7,782,090	7

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LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings per Share)
(Reviewed, Not Audited)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	$ 2,793,005	7	$ 3,132,462	8	$ 10,898,255	9	$ 6,579,820	6
Non-controlling interests	(2,943)	-	26,864	-	732	-	(268,386)	-
	$ 2,790,062	7	$ 3,159,326	8	$ 10,898,987	9	$ 6,311,434	6
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 28)								
Basic	$ 1.33		$ 1.29		$ 4.90		$ 3.45	
Diluted	$ 1.32		$ 1.27		$ 4.84		$ 3.40	

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

(With Deloitte & Touche review report dated October 28, 2021) (Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Equity Attributable to Owners of the Company													
								Other Equity (Note 24)						
	Issuance of Share Capital (Note 24)			Retained Earnings (Notes 24 and 29)										
	Shares (In Thousands)	Amount	Capital Surplus (Note 24)	Legal Reserve	Special Reserve	Unappropriated Earnings	Total	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Gain (Loss) on Hedging Instruments	Equity Directly Associated with Disposal Groups Held for Sale	Total	Treasury Shares (Note 24)	Non-controlling Interests (Notes 24 and 29)	Total Equity
BALANCE AT JANUARY 1, 2020	2,350,867	$ 23,508,670	$ 21,819,350	$ 12,845,584	$ 3,388,768	$ 16,885,813	$ 33,120,165	$ (4,390,226)	$ (312,940)	$ 288	$ (14,218)	$ (4,717,096)	$ (1,271,314)	$ 2,181,615	$ 74,641,390
Appropriation of earnings (Note 24):															
Legal reserve	-	-	-	943,969	-	(943,969)	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	1,343,307	(1,343,307)	-	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(7,521,296)	(7,521,296)	-	-	-	-	-	-	-	(7,521,296)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	(17,276)	(17,276)
Difference between consideration and carrying amount of subsidiaries disposed of (Notes 13 and 29)	-	-	(8,568)	-	-	(49,018)	(49,018)	19,595	21,485	-	16,305	57,385	-	312,192	311,991
Changes in percentage of ownership interests in subsidiaries	-	-	(29,937)	-	-	-	-	-	-	-	28,621	28,621	-	-	(1,316)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	(273,024)	-	-	(36)	(36)	-	-	-	259,613	259,613	-	-	(13,447)
Changes in capital surplus from cash dividends of the Company paid to subsidiaries	-	-	78,013	-	-	-	-	-	-	-	-	-	-	-	78,013
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	6,000	6,000	-	(6,000)	-	-	(6,000)	-	-	-
Net profit (loss) for the nine months ended September 30, 2020	-	-	-	-	-	8,008,448	8,008,448	-	-	-	-	-	-	(226,358)	7,782,090
Other comprehensive income (loss) for the nine months ended September 30, 2020	-	-	-	-	-	(135)	(135)	(1,271,072)	6,565	(288)	(163,698)	(1,428,493)	-	(42,028)	(1,470,656)
Total comprehensive income (loss) for the nine months ended September 30, 2020	-	-	-	-	-	8,008,313	8,008,313	(1,271,072)	6,565	(288)	(163,698)	(1,428,493)	-	(268,386)	6,311,434
BALANCE AT SEPTEMBER 30, 2020	2,350,867	$ 23,508,670	21,585,834	$ 13,789,553	$ 4,732,075	$ 15,042,500	$ 33,564,128	$ (5,641,703)	$ (290,890)	$ -	$ 126,623	$ (5,805,970)	$ (1,271,314)	$ 2,208,145	$ 73,789,493
BALANCE AT JANUARY 1, 2021	2,350,867	23,508,670	21,613,574	13,789,553	4,732,075	17,026,026	35,547,654	(5,563,051)	(245,858)	-	-	(5,808,909)	(1,271,314)	551,839	74,141,514
Appropriation of earnings (Note 24):															
Legal reserve	-	-	-	1,824,126	-	(1,824,126)	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	1,208,143	(1,208,143)	-	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(12,692,187)	(12,692,187)	-	-	-	-	-	-	-	(12,692,187)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	(17,396)	(17,396)
Acquisition of partial interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in percentage of ownership interest in subsidiaries	-	-	-	-	-	(1,393)	(1,393)	-	-	-	-	-	-	-	(1,393)
Disposal of investments accounted for using equity method	-	-	-	-	-	-	-	69,958	-	-	-	69,958	-	-	69,958
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	-	-	-	(3,542)	(3,542)	-	-	-	-	-	-	-	(3,542)
Changes in capital surplus from cash dividends of the Company paid to subsidiaries	-	-	131,647	-	-	-	-	-	-	-	-	-	-	-	131,647
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	(400)	(400)	-	400	-	-	400	-	-	-
Buy-back of ordinary shares	-	-	-	-	-	-	-	-	-	-	-	-	(2,429,494)	-	(2,429,494)
Net profit for the nine months ended September 30, 2021	-	-	-	-	-	11,377,338	11,377,338	-	-	-	-	-	-	36,329	11,413,667
Other comprehensive loss for the nine months ended September 30, 2021	-	-	-	-	-	-	-	(476,669)	(2,414)	-	-	(479,083)	-	(35,597)	(514,680)
Total comprehensive income (loss) for the nine months ended September 30, 2021	-	-	-	-	-	11,377,338	11,377,338	(476,669)	(2,414)	-	-	(479,083)	-	732	10,898,987
BALANCE AT SEPTEMBER 30, 2021	2,350,867	$ 23,508,670	$ 21,745,221	$ 15,613,679	$ 5,940,218	$ 12,673,573	$ 34,227,470	$ (5,969,762)	$ (247,872)	$ -	$ -	$ (6,217,634)	$ (3,700,808)	$ 535,175	$ 70,098,094

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

(With Deloitte & Touche review report dated October 28, 2021)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Nine Months Ended September 30	
	2021	**2020**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 14,474,684	$ 10,106,122
Adjustments for:		
Depreciation expenses	2,906,894	2,879,871
Amortization expenses	136,072	149,812
Expected credit loss	1,069,506	26,559
Net gain on fair value change of financial assets as at fair value through profit or loss	(4,143,574)	(521,173)
Finance costs	152,511	301,100
Interest income	(557,880)	(1,146,979)
Dividend income	(3,272)	(13,401)
Share of profit of associates accounted for using the equity method	(7,174)	(428,652)
Net gain on disposal of property, plant and equipment	(13,230)	(11,349)
Net loss on disposal of intangible assets	-	996
Net gain on disposal of non-current assets held for sale	-	(304,830)
Net gain on disposal of investments	(58,191)	-
Impairment loss recognized on non-financial assets	352,404	1,410,264
Net unrealized loss on foreign currency exchange	311,279	399,521
Net loss on disposal of subsidiaries	24,035	7,843
Recognition of provisions	156,668	361,816
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	1,078,170	233,119
Contract assets	342,010	140,183
Notes receivable	235,834	2,924
Trade receivables	(3,035,218)	1,557,540
Trade receivables from related parties	24,780	20,517
Other receivables	1,113,603	1,790,591
Other receivables from related parties	3,603	11,651
Inventories	(6,464,874)	(1,945,527)
Other current assets	(535,334)	(461,371)
Notes payable	(4,108)	4,751
Trade payables	2,747,084	(843,835)
Trade payables to related parties	(174,747)	(244,922)
Other payables	241,548	(1,520,208)
Other payables to related parties	1,224	(7,151)
Provisions	(151,718)	(174,747)
Advance receipts	441,751	24,934
Net defined benefit liabilities	(8,713)	47,643
Cash generated from operations	10,655,627	11,853,612
Interest received	572,904	1,155,061
Dividends received	3,272	13,401

(Continued)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Nine Months Ended September 30	
	2021	**2020**
Interest paid	$ (149,424)	$ (340,664)
Income tax paid	(1,877,585)	(1,605,189)
Net cash generated from operating activities	9,204,794	11,076,221
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of financial assets at fair value through other comprehensive income	26,211	140,318
Acquisition of financial assets at amortized cost	(71,661)	(141,019)
Proceeds from disposal of financial assets at amortized cost	162,762	185,498
Proceeds from disposal of investments accounted for using the equity method	1,020,042	-
Net cash inflow on disposal of subsidiaries	(134)	-
Proceeds from disposal of non-current assets held for sale	-	3,268,593
Acquisition of property, plant and equipment	(2,735,549)	(2,196,201)
Proceeds from disposal of property, plant and equipment	14,579	32,192
Increase in refundable deposits	(3,079)	(13,786)
Acquisition of intangible assets	(122,290)	(81,467)
Proceeds from disposal of intangible assets	55	1,280
Increase in other non-current assets	-	(44,423)
Decrease in other non-current assets	10,228	-
Net cash generated from (used in) investing activities	(1,698,836)	1,150,985
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	6,514,872	-
Repayments of short-term borrowings	-	(3,822,005)
Proceeds from guarantee deposits received	7,879	9,445
Repayments of the principal portion of lease liabilities	(240,667)	(248,702)
Cash dividends paid	(12,560,540)	(7,443,283)
Payments for buy-back of ordinary shares	(2,342,593)	-
Proceeds from disposal of partial interests in subsidiaries without a loss of control	-	295,686
Changes in non-controlling interests	(29,613)	(25,316)
Net cash used in financing activities	(8,650,662)	(11,234,175)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	(904,025)	(2,140,719)

(Continued)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Nine Months Ended September 30	
	2021	**2020**
NET DECREASE IN CASH AND CASH EQUIVALENTS	$ (2,048,729)	$ (1,147,688)
CASH AND CASH EQUIVALENTS INCLUDED IN DISPOSAL GROUPS HELD FOR SALE AT THE BEGINNING OF THE PERIOD	-	2,137,694
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	71,508,036	67,639,056
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 69,459,307	$ 68,629,062

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

(With Deloitte & Touche review report dated October 28, 2021) (Concluded)

1. GENERAL INFORMATION

LITE-ON TECHNOLOGY CORPORATION (the "Company") was established in March 1989. The Company's shares are listed on the Taiwan Stock Exchange. The Company manufactures and markets (1) computer software, hardware, peripherals and components; (2) monitors, multifunction and all-in-one printers, cameras and Internet systems and image-processing equipment; (3) information storage and processing equipment, electronic components and office equipment; (4) electronic coils, transformers, power suppliers and electronic hardware parts; (5) light-emitting diode (LED) products; (6) electronic car products; and (7) optical lens modules and optoelectronic components.

The Company merged with Lite-On Electronics, Inc., Silitek Corp. and GVC Corp., with the Company as the surviving entity. The merger took effect on November 4, 2002, and the Company thus assumed all rights and obligations of the three merged companies on that date.

The Company merged with its subsidiary, Lite-On Enclosure Inc., with the Company as the surviving entity. The merger took effect on April 1, 2004, and the Company thus assumed all rights and obligations of its former subsidiary on that date.

The Company separately merged with Li Shin International Enterprise Corp., Lite-On Clean Energy Technology Corp., Lite-On Automotive Corp., Leotek Electronics Corp., Lite-On IT Corporation and LarView Technologies Corp., with the Company as the surviving entity. The mergers separately and respectively took effect on March 22, 2014, April 15, 2014, June 1, 2014, June 29, 2014, June 30, 2014 and September 1, 2014, with the Company as the surviving entity of all the mergers, and the Company thus assumed all rights and obligations of the six merged companies on those respective dates.

The consolidated financial statements of the Company and its subsidiaries (collectively referred to as the "Group"), are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to the Company's board of directors and issued on October 28, 2021.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

   The initial application of the IFRSs endorsed and issued into effect by the FSC did not have material impact on the Group's accounting policies.

b. The IFRSs endorsed by the FSC for application starting from 2022

New IFRSs	Effective Date Announced by IASB
"Annual Improvements to IFRS Standards 2018-2020"	January 1, 2022 (Note 1)
Amendments to IFRS 3 "Reference to the Conceptual Framework"	January 1, 2022 (Note 2)
Amendments to IAS 16 "Property, Plant and Equipment - Proceeds before Intended Use"	January 1, 2022 (Note 3)
Amendments to IAS 37 "Onerous Contracts - Cost of Fulfilling a Contract"	January 1, 2022 (Note 4)

Note 1: The amendments to IFRS 9 are applied prospectively to modifications and exchanges of financial liabilities that occur on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IAS 41 "Agriculture" are applied prospectively to the fair value measurements on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IFRS 1 "First-time Adoptions of IFRSs" are applied retrospectively for annual reporting periods beginning on or after January 1, 2022.

Note 2: The amendments are applicable to business combinations for which the acquisition date is on or after the beginning of the annual reporting period beginning on or after January 1, 2022.

Note 3: The amendments are applicable to property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after January 1, 2021.

Note 4: The amendments are applicable to contracts for which the entity has not yet fulfilled all its obligations on January 1, 2022.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c. New IFRSs in issue but not yet endorsed and issued into effect by the FSC

New IFRSs	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"	January 1, 2023
Amendments to IAS 1 "Disclosure of Accounting Policies"	January 1, 2023 (Note 2)
Amendments to IAS 8 "Definition of Accounting Estimates"	January 1, 2023 (Note 3)
Amendments to IAS 12 "Deferred Tax related to Assets and Liabilities arising from a Single Transaction"	January 1, 2023 (Note 4)

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: The amendments will be applied prospectively for annual reporting periods beginning on or after January 1, 2023.

Note 3: The amendments are applicable to changes in accounting estimates and changes in accounting policies that occur on or after the beginning of the annual reporting period beginning on or after January 1, 2023.

Note 4: Except that deferred taxes will be recognized on January 1, 2022 for temporary differences associated with leases and decommissioning obligations, the amendments will be applied prospectively to transactions that occur on or after January 1, 2022.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit assets/liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company. Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 14 and Table 8 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policies

Except for the following, for the summary of other significant accounting policies, refer to the consolidated financial statements for the year ended December 31, 2020.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The Group considers the recent development of the COVID-19 in Taiwan and its implications on economic environment when making its critical accounting estimates in the cash flow projections, growth rate, discount rate, profitability, etc. The estimates and underlying assumptions are reviewed on an ongoing basis. For the other consideration, refer to the consolidated financial statements for the year ended December 31, 2020 for the critical accounting judgments and key sources of estimation uncertainty.

6. CASH AND CASH EQUIVALENTS

	September 30, 2021	December 31, 2020	September 30, 2020
Cash on hand	$ 2,321	$ 2,522	$ 2,621
Checking accounts	654,986	793,254	582,145
Demand deposits	27,049,125	36,249,012	26,470,899
Time deposits	41,752,875	34,463,248	41,573,397
	$ 69,459,307	$ 71,508,036	$ 68,629,062

The market interest rate intervals of cash and cash equivalents at the end of the reporting period are as follows:

	September 30, 2021	December 31, 2020	September 30, 2020
Demand deposits	0%-3.3%	0%-3.8%	0%-3.8%
Time deposits	0.3%-3.05%	0.28%-2.10%	0.28%-2.46%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	September 30, 2021	December 31, 2020	September 30, 2020
Financial assets at FVTPL - current			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Forward exchange contracts	$ 460,021	$ 391,537	$ 251,514
Currency swaps	132,302	965,617	806,774
	$ 592,323	$ 1,357,154	$ 1,058,288
Financial assets at FVTPL - non-current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Foreign listed shares	$ 2,208,565	$ -	$ -
Mutual funds	169,956	120,747	138,379
Domestic listed shares	15,938	18,587	15,871
	$ 2,394,459	$ 139,334	$ 154,250
Financial liabilities at FVTPL - current			
Financial liabilities held for trading			
Derivative financial instruments (not under hedge accounting)			
Forward exchange contracts	$ 123,523	$ 1,599,443	$ 1,157,548
Currency swaps	18,795	12,962	11,745
	$ 142,318	$ 1,612,405	$ 1,169,293

At the end of the reporting period, outstanding forward exchange contracts and currency swaps not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
September 30, 2021			
The Company			
Forward exchange contracts	USD/NTD	2021.10.13-2022.09.22	USD1,607,000/NTD43,535,601
Currency swaps	USD/NTD	2021.10.12-2022.07.11	USD940,000/NTD26,191,350
Lite-On Overseas Trading Co., Ltd.			
Forward exchange contracts	USD/CNY	2021.11.04-2022.09.06	USD168,000/CNY1,114,418
Currency swaps	USD/CNY	2021.10.27-2022.07.21	USD103,000/CNY676,827
LITE-ON SINGAPORE PTE. LTD.			
Forward exchange contracts	USD/NTD	2021.10.27-2021.12.30	USD129,000/NTD3,545,205
Forward exchange contracts	USD/INR	2021.11.24-2022.03.07	USD36,000/INR2,695,218
Forward exchange contracts	EUR/USD	2021.10.07	EUR58,000/USD68,408
Forward exchange contracts	USD/CAD	2021.10.06	USD2,788/CAD3,500
Forward exchange contracts	USD/BRL	2021.10.26	USD3,000/BRL16,049
Forward exchange contracts	USD/MXN	2021.10.07	USD5,000/MXN99,990
Forward exchange contracts	USD/CNY	2021.11.30	USD17,000/CNY110,313
Currency swaps	USD/CNY	2021.12.30	USD127,000/CNY826,795
Philip & Lite-On Digital Solutions Corp.			
Currency swaps	USD/NTD	2021.10.12	USD20,000/NTD556,760
December 31, 2020			
The Company			
Forward exchange contracts	USD/NTD	2021.01.28-2021.12.20	USD1,490,000/NTD41,770,771
Currency swaps	USD/NTD	2021.01.07-2021.05.06	USD1,090,000/NTD31,298,920
Lite-On Overseas Trading Co., Ltd.			
Forward exchange contracts	USD/CNY	2021.01.13-2021.11.04	USD240,500/CNY1,676,973
Currency swaps	USD/CNY	2021.01.13-2021.09.30	USD143,000/CNY993,984
LITE-ON SINGAPORE PTE. LTD.			
Forward exchange contracts	USD/NTD	2021.02.26-2021.07.15	USD180,000/NTD5,184,099
Forward exchange contracts	USD/INR	2021.01.19-2021.06.08	USD30,000/INR2,246,558
Forward exchange contracts	EUR/USD	2021.01.07	EUR9,000/USD10,880
Forward exchange contracts	USD/CAD	2021.01.06	USD2,318/CAD3,000
Forward exchange contracts	USD/BRL	2021.01.26	USD3,000/BRL16,793
Forward exchange contracts	USD/MXN	2021.01.07	USD3,000/MXN60,345

(Continued)

	Currency	Maturity Date	Notional Amount (In Thousands)
Philip & Lite-On Digital Solutions Corporation			
Forward exchange contracts	EUR/USD	2021.01.07	EUR1,500/USD1,813
Currency swaps	USD/NTD	2021.01.29	USD20,000/NTD573,800
September 30, 2020			
The Company			
Currency swaps	USD/NTD	2020.10.13-2021.05.06	USD1,115,000/NTD32,926,925
Forward exchange contracts	USD/NTD	2021.05.21-2021.09.28	USD889,000/NTD25,238,365
Lite-On Overseas Trading Co., Ltd.			
Forward exchange contracts	USD/CNY	2020.10.13-2021.09.30	USD273,000/CNY1,928,958
Currency swaps	USD/CNY	2021.07.21-2021.09.30	USD103,000/CNY732,576
LITE-ON SINGAPORE PTE. LTD.			
Forward exchange contracts	USD/INR	2020.12.07-2020.12.16	USD22,000/INR1,679,460
Forward exchange contracts	EUR/USD	2020.10.08	EUR14,500/USD17,238
Forward exchange contracts	USD/CAD	2020.10.07	USD3,060/CAD4,000
Forward exchange contracts	USD/JPY	2020.10.08	USD849/JPY90,000
Forward exchange contracts	USD/BRL	2020.10.26	USD3,000/BRL16,988
Forward exchange contracts	USD/NTD	2020.10.06-2021.07.15	USD961,000/NTD28,100,194
Forward exchange contracts	USD/MXN	2020.10.08	USD3,000/MXN65,565
Forward exchange contracts	USD/CNY	2020.10.28-2020.11.13	USD28,000/CNY191,479
Forward exchange contracts	USD/SGD	2020.10.08	USD2,195/SGD3,000
Philip & Lite-On Digital Solutions Corp.			
Forward exchange contracts	EUR/USD	2020.10.08	EUR1,000/USD1,192
Currency swaps	USD/NTD	2020.10.30	USD20,000/NTD589,780
Silitech Technology Corporation			
Forward exchange contracts	USD/CNY	2020.10.16-2021.01.15	USD1,560/CNY10,889
Forward exchange contracts	USD/MYR	2020.10.07-2020.12.07	USD1,950/MYR8,176
Forward exchange contracts	EUR/NTD	2020.10.14-2020.11.16	EUR780/NTD26,788
Forward exchange contracts	EUR/MYR	2020.10.28-2020.12.24	EUR160/MYR781
Forward exchange contracts	CNY/MYR	2020.10.27	CNY194/MYR117

(Concluded)

The Group entered into derivative contracts to manage exposures due to fluctuations of foreign exchange rates. The derivative contracts entered into by the Group did not meet the criteria for hedge accounting. Thus, the derivative contracts are classified as financial assets or financial liabilities at FVTPL. The financial risk management objectives of the Group were to minimize risks due to changes in fair value or cash flows.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

Investments in Equity Instruments at FVTOCI

	September 30, 2021	December 31, 2020	September 30, 2020
Non-current			
Domestic investments			
Listed shares	$ 165,328	$ 174,294	$ 157,187
Unlisted shares	33,690	45,190	51,352
	199,018	219,484	208,539
Foreign investments			
Unlisted shares	1,393,035	1,403,077	1,170,059
	$ 1,592,053	$ 1,622,561	$ 1,378,598

The above domestic and foreign investments in equity instruments are held for medium to long-term strategic purposes and are expected to generate return in the long run. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as it believes that recognizing the short-term fluctuations of fair value in profit or loss would not be consistent with the Group's investment strategy.

9. FINANCIAL ASSETS AT AMORTIZED COSTS

	September 30, 2021	December 31, 2020	September 30, 2020
Pledged deposits	$ 312,317	$ 410,987	$ 508,472
Current	$ 20,670	$ 27,186	$ 148,355
Non-current	291,647	383,801	360,117
	$ 312,317	$ 410,987	$ 508,472

a. Refer to Note 10 for information related to credit risk management and impairment evaluation of financial assets at amortized cost.

b. Refer to Note 33 for information related to investments in financial assets at amortized cost pledged as security.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments were classified as at amortized cost.

	September 30, 2021	December 31, 2020	September 30, 2020
At amortized cost			
Gross carrying amount	$ 312,317	$ 410,987	$ 508,472
Less: Allowance for impairment loss	-	-	-
Amortization costs	$ 312,317	$ 410,987	$ 508,472

In order to minimize credit risk, the Group has tasked its credit management committee with the development and maintenance of a credit risk grading framework for categorizing exposures according to the degree of the risk of default. The credit rating information may be obtained from independent rating agencies, where available, and if not available, the credit management committee uses other publicly available financial information to rate the debtors.

11. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES, NET

	September 30, 2021	December 31, 2020	September 30, 2020
Notes receivable			
Notes receivable - operating	$ 185,724	$ 422,524	$ 237,456
Trade receivables			
At amortized cost			
Gross carrying amount	$ 39,028,706	$ 36,180,583	$ 36,189,416
Allowance for impairment loss	(291,443)	(190,153)	(160,449)
	$ 38,737,263	$ 35,990,430	$ 36,028,967

a. Notes receivable

The aging of notes receivable was as follows:

	September 30, 2021	December 31, 2020	September 30, 2020
Not past due	$ 185,724	$ 422,524	$ 237,456

The above aging schedule was based on the number of days past the due date.

b. Trade receivables

The average credit period on the sales of goods was approximately 90 days, and no interest was charged on trade receivables. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group estimates expected credit losses according to the prescribed approach, which permits the recognition of lifetime expected losses for all trade receivables. The expected credit losses on trade receivables are estimated using an allowance matrix, which takes into consideration the historical credit loss experience with the respective debtor, the current financial position of the debtor, economic condition of the industry in which the customer operates, as well as the GDP forecasts and industry outlooks. The Group uses different provision matrixes based on customer segments by default risks and determines the expected credit loss by reference to the expected credit loss rate of each customer segment.

The Group writes off a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery, for trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

September 30, 2021

	Not Past Due	Past Due Within 60 Days	Past Due 61 to 210 Days	Past Due 211 to 240 Days	Past Due over 241 Days	Total
Expected credit loss rate	0%	0.1%-5%	40%-75%	50%-100%	100%	
Gross carrying amount	$ 38,460,775	$ 230,314	$ 182,397	$ 3,128	$ 152,092	$ 39,028,706
Loss allowance	-	(1,642)	(134,581)	(3,128)	(152,092)	(291,443)
Amortized cost	$ 38,460,775	$ 228,672	$ 47,816	$ -	$ -	$ 38,737,263

December 31, 2020

	Not Past Due	Past Due Within 60 Days	Past Due 61 to 210 Days	Past Due 211 to 240 Days	Past Due over 241 Days	Total
Expected credit loss rate	0%	0.1%-5%	40%-70%	50%-100%	100%	
Gross carrying amount	$ 35,625,768	$ 313,624	$ 123,604	$ 629	$ 116,958	$ 36,180,583
Loss allowance	-	(8,730)	(63,836)	(629)	(116,958)	(190,153)
Amortized cost	$ 35,625,768	$ 304,894	$ 59,768	$ -	$ -	$ 35,990,430

September 30, 2020

	Not Past Due	Past Due Within 60 Days	Past Due 61 to 210 Days	Past Due 211 to 240 Days	Past Due over 241 Days	Total
Expected credit loss rate	0%	0.1%-5%	40%-70%	50%-100%	100%	
Gross carrying amount	$ 35,700,558	$ 306,520	$ 72,262	$ 599	$ 109,477	$ 36,189,416
Loss allowance	-	(9,997)	(40,418)	(557)	(109,477)	(160,449)
Amortized cost	$ 35,700,558	$ 296,523	$ 31,844	$ 42	$ -	$ 36,028,967

The movements of the loss allowance of trade receivables were as follows:

	For the Nine Months Ended September 30	
	2021	**2020**
Balance at January 1	$ 190,153	$ 142,271
Add: Expected credit loss	133,977	26,559
Less: Amounts written off	(30,998)	(7,210)
Foreign exchange translation	(1,689)	(1,171)
Balance at September 30	$ 291,443	$ 160,449

c. Other receivables

The Group's other receivables mainly include interest, VAT and tax refund receivables, and others.

In order to minimize credit risk, the management of the Group has assigned a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that appropriate action is taken to recover overdue other receivables. In addition, the Group reviews the recoverable amount of each individual other receivable on the balance sheet date to ensure that adequate allowance is made for possible irrecoverable amounts.

The Group considered the credit risk of partial other receivables for the nine months ended September 30, 2021 had increased significantly since the initial recognition and, therefore, recognized the lifetime expected credit impairment loss of $583,701 thousand.

12. INVENTORIES, NET

	September 30, 2021	**December 31, 2020**	**September 30, 2020**
Finished goods	$ 15,408,968	$ 16,322,508	$ 15,808,847
Raw materials	12,125,872	6,087,710	5,719,512
Work in progress	2,966,279	1,952,410	2,561,233
Merchandise	19,852	140,574	195,942
Inventory in transit	270,091	165,461	161,303
	$ 30,791,062	$ 24,668,663	$ 24,446,837

The costs of inventories recognized as cost of goods sold for the three months and nine months ended September 30, 2021 were $33,779,902 thousand and $97,463,849 thousand, respectively, and for the three months and nine months ended September 30, 2020 were $33,482,336 thousand and $95,023,476 thousand, respectively.

The cost of inventories recognized as cost of goods sold for the three months and nine months ended September 30, 2021 included an increase in cost of goods sold amounting to $114,439 thousand and $124,231 thousand, respectively, due to inventory write-downs to its net realizable value. The cost of inventories recognized as cost of goods sold for the three months and nine months ended September 30, 2020 included a reduction of cost of goods sold amounting to $165,106 thousand due to an increase in net realizable value and included an increase in cost of goods sold amounting to $139,336 thousand due to inventory write-downs to the net realizable value.

13. NON-CURRENT ASSETS HELD FOR SALE

	September 30, 2020
Investment accounted for using the equity method held for sale	$ 2,021,629
Equity directly associated with disposal groups held for sale	$ 126,623

The board of directors of the Company resolved to sell all of the shares of Lite-On Semiconductor Corp. to Diodes Incorporated in August 2019. The sale was not completed within one year as expected, and hence the investment accounted for using the equity method was not reclassified as non-current assets held for sale. In September 2020, the board of directors of Lite-On Semiconductor Corp. approved November 30, 2020 to be the record date of the share swap. The Company then reclassified the investment accounted for using the equity method as non-current asset held for sale and assessed that all necessary requirements had been met. The reclassification did not lead to recognition of impairment loss as the Company expected that the selling price would exceed the carrying amount of the relevant investment.

14. SUBSIDIARIES

a. Subsidiaries included in consolidated financial statements

Investor	Investee	Main Business	% of Ownership			Remark
			September 30, 2021	December 31, 2020	September 30, 2020	
The Company	Silitech Technology Corporation	Manufacture and sale of modules and plastic products	16.65	18.87	18.87	2)
	Lite-On Integrated Service Inc.	Information outsourcing and system integration	100.00	100.00	100.00	1)
	Lite-On Capital Corporation	Investment activities	100.00	100.00	100.00	1)
	SKYLA CORPORATION	Manufacture and sale of medical equipment	63.73	63.73	63.73	1)
	LITE-ON ELECTRONICS H.K. LIMITED	Sale of LED optical products	100.00	100.00	100.00	1)
	Lite-On Electronics (Thailand) Co., Ltd.	Manufacture and sale of LED optical products	100.00	100.00	100.00	1)
	Lite-On Japan Ltd.	Sale of LED optical products and power supplies	100.00	100.00	100.00	1)
	Lite-On International Holding Co., Ltd.	Investment activities	100.00	100.00	100.00	-
	LTC GROUP LTD.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY USA, INC.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON ELECTRONICS (EUROPE) LIMITED	Manufacture and sale of power supplies	100.00	100.00	100.00	1)
	Lite-On Technology (Europe) B.V.	Market research and after-sales services	54.00	54.00	54.00	1)
	Lite-On Overseas Trading Co., Ltd.	Investment activities	100.00	100.00	100.00	-
	LITE-ON SINGAPORE PTE. LTD.	Manufacture and supply of computer peripheral products	100.00	100.00	100.00	-
	LITE-ON VIETNAM CO., LTD.	Electronic contract manufacturing	100.00	100.00	100.00	1)
	EAGLE ROCK INVESTMENT LTD.	Import and export and investment activities	100.00	100.00	100.00	1)
	LITE-ON MOBILE PTE. LTD.	Manufacture and sale of mobile phone modules and design of assembly lines	100.00	100.00	100.00	1)
	HIGH YIELD GROUP CO., LTD.	Holding company	100.00	100.00	100.00	1)
	Lite-On Information Technology B.V.	Market research and customer service	100.00	100.00	100.00	1)
	Philips & Lite-On Digital Solutions Corporation	Sale of optical disc drives	49.00	49.00	49.00	-
	LET (HK) LIMITED	Sale of optical disc drives	100.00	100.00	100.00	1)
	Lite-On Automotive International (Cayman) Co., Ltd.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Production, manufacture, sale, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance within the automotive industry	99.00	99.00	99.00	1)
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	Manufacture and sale of phone chargers and power supplies	99.00	99.00	99.00	1)
	KBW-LITEON Jordan Private Shareholding Limited	Production and manufacture of energy-saving lights and project construction and maintenance	99.86	99.86	99.86	1)
	KBW-LEOTEK Jordan Private Shareholding Limited	Investment activities	49.00	49.00	49.00	1)

(Continued)

Investor	Investee	Main Business	% of Ownership September 30, 2021	% of Ownership December 31, 2020	% of Ownership September 30, 2020	Remark
	LITE-ON INC.	Investment activities	-	83.28	-	1), 3)
	DYNA INVESTMENT CO., LTD.	Investment activities	-	87.55	-	1), 3)
	LEOTEK ROADWAY AND TRAFFIC INTELLIGENCE CORPORATION	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	100.00	-	-	1), 4)
Lite-On Capital Corporation	Silitech Technology Corporation	Manufacture and sale of modules and plastic products	0.57	0.64	0.64	2)
	Lite-On Green Technologies, Inc.	Manufacture and wholesale of electronic components and energy technology services	100.00	100.00	100.00	1)
	Lite-on Green Energy (HK) Limited	Investment activities	100.00	100.00	100.00	1)
	Lite-On Technology (Europe) B.V.	Market research and after-sales services	46.00	46.00	46.00	1)
	LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Investment activities	100.00	100.00	100.00	1)
Lite-On Green Technologies, Inc.	Lite-On Green Technologies B.V.	Solar energy engineering	100.00	100.00	100.00	1)
LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Lite-On Green Energy B.V.	Investment activities	100.00	100.00	100.00	1)
LITE-ON ELECTRONICS H.K. LIMITED	LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	ODM services	100.00	100.00	100.00	1)
	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Manufacture and sale of IT products	100.00	100.00	100.00	1)
	CHINA BRIDGE (CHINA) CO., LTD.	Investment activities and acting as a sales agent	100.00	100.00	100.00	1)
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Manufacture of electronic components	100.00	100.00	100.00	1)
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Manufacture and sale of keyboards	100.00	100.00	100.00	1)
	LITE-ON COMPUTER TECHNOLOGY (DONGGUAN) CO., LTD.	Manufacture and sale of display devices	100.00	100.00	100.00	1)
CHINA BRIDGE (CHINA) CO., LTD.	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Development, manufacture of new-type electronic components and provision of technology consulting services, maintenance equipment and after-sales services	12.59	12.59	12.59	-
	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Express and sale of power supplies, printers, display devices and scanners	100.00	100.00	100.00	1)
LITE-ON ELECTRONICS COMPANY LIMITED	LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED	Manufacture and sale of mobile terminal equipment	100.00	100.00	100.00	5)
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Manufacture and sale of printers and scanners	100.00	100.00	100.00	-
	LITE-ON (GUANGZHOU) INFORTECH CO., LTD.	Information outsourcing	100.00	100.00	100.00	1)
	LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED	Manufacture and sale of mobile terminal equipment	100.00	100.00	100.00	5)
	LITE-ON (GUANGZHOU) PRECISION TOOLING LTD.	Manufacture and sale of modules	67.03	67.03	67.03	5)
	LITE-ON TECHNOLOGY (GUANGZHOU) LIMITED	Manufacture and sale of computer cases	100.00	100.00	100.00	5)
	LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	Investment activities and acting as a sales agent	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY (GZ) INVESTMENT COMPANY LIMITED	Investment activities	100.00	100.00	100.00	1)
	LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	Development, manufacture and sale of electronic components, power supplies and provision of technology consulting services	100.00	100.00	100.00	1)
LITE-ON TECHNOLOGY (GZ) INVESTMENT COMPANY LIMITED	LITE-ON (GUANGZHOU) PRECISION TOOLING LTD.	Manufacture and sale of modules	32.97	32.97	32.97	5)
LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Development, manufacture, sale and installation of power supplies and transformers and provision of technology consulting services, maintenance equipment and after-sales services	100.00	100.00	100.00	-
	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Development, manufacture and sale of new-type electronic components and LEDs and provision of technology consulting services, maintenance equipment and after-sales services	87.41	87.41	87.41	-
	LITE-ON MEDICAL DEVICE (CHANGZHOU) LTD.	Manufacture and sale of medical equipment	100.00	100.00	100.00	1)
	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	100.00	100.00	100.00	1)
	LITE-ON COMPUTER (CHANGZHOU) CO., LTD.	Design, development, manufacture and sale of computer laptop keyboard modules and components and provision of technology consulting services and after-sales services	-	100.00	100.00	1), 6)
	LITE-ON AUTOMOTIVE ELECTRONICS (CHANGZHOU) CO., LTD.	Manufacture, sale and processing of electronic products	100.00	100.00	100.00	1)
	LITE-ON GREEN TECHNOLOGIES (NANJING) CORPORATION	Solar energy engineering	100.00	100.00	100.00	1)

(Continued)

Investor	Investee	Main Business	% of Ownership September 30, 2021	% of Ownership December 31, 2020	% of Ownership September 30, 2020	Remark
YET FOUNDATE LIMITED	DONGGUAN LITE-ON COMPUTER CO., LTD.	Manufacture and sale of computer hosts and components	100.00	100.00	100.00	1)
FORDGOOD ELECTRONIC LIMITED	LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD	Manufacture and sale of electronic components	100.00	100.00	100.00	1)
LITE-ON TECHNOLOGY USA, INC.	LITE-ON, INC.	Sales data processing of optoelectronic products and power supplies	100.00	100.00	100.00	1)
	LITE-ON TRADING USA, INC.	Sale of optical products	100.00	100.00	100.00	-
	LEOTEK ELECTRONICS USA LLC	Sale of LED products	100.00	100.00	100.00	1)
	POWER INNOVATIONS INTERNATIONAL, INC.	Development, design and manufacture of power controls and energy management	95.25	95.25	95.25	1)
	LITE-ON TECHNOLOGY SERVICE, INC.	After-sales service of optical products	100.00	100.00	100.00	1)
Lite-On International Holding Co., Ltd.	LITE-ON CHINA HOLDING CO., LTD.	Investment activities	100.00	100.00	100.00	-
LITE-ON SINGAPORE PTE. LTD.	LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Manufacture and sale of electronic components	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Manufacture and sale of energy saving equipment	100.00	100.00	100.00	1)
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Production, manufacture, sale, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance within the automotive industry	1.00	1.00	1.00	1)
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	Manufacture and sale of phone chargers and power supplies	1.00	1.00	1.00	1)
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON INTELLIGENT TECHNOLOGY (YENCHENG) CORP.	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	100.00	100.00	100.00	1)
LTC GROUP LTD.	TITANIC CAPITAL SERVICES LTD.	Investment activities	100.00	100.00	100.00	1), 7)
	LTC INTERNATIONAL LTD.	Manufacture and sale of system products	-	100.00	100.00	1), 7)
Lite-On Technology (Europe) B.V.	Lite-On (Finland) Oy	Manufacture and sale of mobile phone modules and design of assembly lines	100.00	100.00	100.00	1)
Lite-On (Finland) Oy	Lite-On Mobile Oyj	Manufacture and sale of mobile phone modules and design of assembly lines	100.00	100.00	100.00	1)
LITE-ON CHINA HOLDING CO., LTD.	LITE-ON ELECTRONICS COMPANY LIMITED	Investment activities	100.00	100.00	100.00	-
	YET FOUNDATE LIMITED	Manufacture of plastic and computer peripheral products	100.00	100.00	100.00	1)
	I-SOLUTIONS LIMITED	Sale of specialized electronic products	-	-	100.00	1), 8)
	FORDGOOD ELECTRONIC LIMITED	Import and export and real estate	100.00	100.00	100.00	1)
	G&W TECHNOLOGY (BVI) LIMITED	Real estate management	50.00	50.00	50.00	1)
G&W TECHNOLOGY (BVI) LIMITED	G&W TECHNOLOGY LIMITED	Leasing	100.00	100.00	100.00	1)
EAGLE ROCK INVESTMENT LTD.	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Manufacture of computer peripheral products	100.00	100.00	100.00	1)
HIGH YIELD GROUP CO., LTD.	LITE-ON IT INTERNATIONAL (HK) LIMITED	Sale of optical disc drives	100.00	100.00	100.00	1)
LITE-ON IT INTERNATIONAL (HK) LIMITED	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Manufacture and sale of optical disc drives	100.00	100.00	100.00	1)
	LiteON Auto Electric Technology (Guangzhou) Ltd.	Manufacture and sale of optical disc drives	100.00	100.00	100.00	1)
	LITEON-IT OPTO TECH (BH) CO., LTD.	Manufacture and sale of optical disc drives	100.00	100.00	100.00	1)
Lite-On Information Technology B.V.	Lite-On Information Technology GmbH	Sale of optical disc drives	-	-	100.00	1), 9)
Philips & Lite-On Digital Solutions Corporation	PLDS Germany GmbH	Development and sale of modules of automotive recorders	100.00	100.00	100.00	1)
	Philips & Lite-On Digital Solutions USA, Inc.	Sale of optical disc drives	100.00	100.00	100.00	-
	Philips & Lite-On Digital Solutions Korea Ltd.	Sale of optical disc drives	100.00	100.00	100.00	1)
	Philips & Lite-On Digital Solutions (Shanghai) Co., Ltd.	Sale of optical disc drives	100.00	100.00	100.00	1)
Silitech Technology Corporation	Silitech (BVI) Holding Ltd.	Investment activities	100.00	100.00	100.00	2)
Silitech (BVI) Holding Ltd.	Silitech (Bermuda) Holding Ltd.	Investment activities	100.00	100.00	100.00	2)
Silitech (Bermuda) Holding Ltd.	Silitech Technology Corporation Limited	Manufacture of plastic and computer peripheral products	100.00	100.00	100.00	2)
	Silitech Technology Corporation. Sdn. Bhd.	Manufacture of computer peripheral products	100.00	100.00	100.00	2)
	Silitech (Hong Kong) Holding Ltd.	Investment activities	-	100.00	100.00	2)
Silitech Technology Corporation Limited	Xurong Electronic (Shenzhen) Ltd.	Manufacture of automotive parts, touch panels and plastic and rubber assembly	100.00	100.00	100.00	2)
Lite-On Automotive International (Cayman) Co., Ltd	LITE-ON AUTOMOTIVE HOLDINGS (HONG KONG) CO., LIMITED	Investment activities	100.00	100.00	100.00	1)
LITE-ON AUTOMOTIVE HOLDINGS (HONG KONG) CO., LIMITED	LITE-ON AUTOMOTIVE (WUXI) CO., LTD	Manufacture, sale and processing of electronic products	100.00	100.00	100.00	1)
	Lite-On (Guangzhou) Automotive Electronics Limited	Manufacture, sale and processing of electronic products	100.00	100.00	100.00	1)

(Continued)

Investor	Investee	Main Business	% of Ownership			Remark
			September 30, 2021	December 31, 2020	September 30, 2020	
Lite-On Japan Ltd.	Lite-On Japan (H.K.) Limited	Import and export of electronic components	100.00	100.00	100.00	1)
	Lite-On Japan (Korea) Co., Ltd.	Import and export of electronic components	100.00	100.00	100.00	1)
	LITE-ON JAPAN (Thailand) CO., LTD.	Import and export of electronic components	100.00	100.00	100.00	1)
Lite-On Japan (H.K.) Limited	NL (SHANGHAI) CO., LTD.	Import and export of electronic components	100.00	100.00	100.00	1)
Lite-On Mobile Oyj	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Manufacture and sale of mobile phone modules and design of assembly lines	2.97	2.97	2.97	1)
LITE-ON MOBILE PTE. LTD.	GUANGZHOU LITE-ON MOBILE ENGINEERING PLASTICS CO., LTD.	Manufacture and sale of mobile phone modules and design of assembly lines	100.00	100.00	100.00	1)
	BEIJING LITE-ON MOBILE ELECTRONIC AND TELECOMMUNICATION COMPONENTS CO., LTD.	Manufacture and sale of mobile phone modules and design of assembly lines	100.00	100.00	100.00	1)
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Manufacture and sale of mobile phone modules and design of assembly lines	97.03	97.03	97.03	1)
	LITE-ON YOUNG FAST PTE. LTD.	Investment activities	-	100.00	100.00	1), 10)
KBW-LEOTEK Jordan Private Shareholding Limited	LEOTEK, PSC	Production and manufacture of energy-saving lights	60.00	60.00	60.00	1)
LITE-ON INC.	DYNA INVESTMENT CO., LTD	Investment activities	-	12.40	-	1), 11)
DYNA INVESTMENT CO., LTD	LITE-ON INC.	Investment activities	-	16.70	-	1), 11)

(Concluded)

Remark:

1) This is an immaterial subsidiary of which its financial statements have not been reviewed by the Company's independent accountants.

2) The Group lost its control on December 30, 2020, so the inclusion of Silitech Technology Corporation and its subsidiaries in the consolidated financial statements was terminated from that date and were subsequently recognized as affiliated companies using the equity method for subsequent measurement due to the significant impact the Group has on Silitech Technology Corporation. The amount of Silitech Technology Corporation in investment accounted for using the equity method for the nine months ended September 30, 2021 has not been reviewed by the Company's independent accountants.

3) Acquired in batches from November to December 2020, and was merged with the Company in June 2021. The dissolution registration was approved in July 2021.

4) Established in March 2021 and the Company obtained the documents for the change of registration on April 8, 2021.

5) Merged with LITE-ON ELECTRONICS (GUANGZHOU) LIMITED in 2013 and was under the procedures of statutory merger.

6) Dissolved upon merging with LITE-ON TECHNOLOGY (JIANSU) CO., LTD. in April 2021.

7) Dissolved upon merging with TITANIC CAPITAL SERVICES LTD. in July 2021. The asset transfer process for the Company's shares held by LTC INTERNATIONAL LTD. is expected to be completed in the fourth quarter of 2021.

8) Liquidated in October 2020.

9) Liquidated in December 2020.

10) Liquidated in March 2021.

11) Merged with the Company in June 2021. And the dissolution registration was approved in July 2021.

b. Subsidiaries excluded from consolidated financial statements: None.

c. Details of subsidiaries that have material non-controlling interests

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	September 30, 2021	December 31, 2020	September 30, 2020
Silitech Technology Corporation	-	-	80.49%

For the disclosure of the Group's disposal of Silitech Technology Corporation, refer to the consolidated financial statements for the year ended December 31, 2020.

	Profit (Loss) Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended September 30		For the Nine Months Ended September 30				
Name of Subsidiary	2021	2020	2021	2020	September 30, 2021	December 31, 2020	September 30, 2020
Silitech Technology Corporation	$ -	$ 10,668	$ -	$ (318,889)	$ -	$ -	$ 1,675,614
Others	10,488	11,055	36,329	92,531	535,175	551,839	532,531
	$ 10,488	$ 21,723	$ 36,329	$ (226,358)	$ 535,175	$ 551,839	$ 2,208,145

The summarized financial information below represents amounts before intragroup eliminations:

Silitech Technology Corporation and Silitech Technology Corporation's subsidiaries

	September 30, 2020
Current assets	$ 2,339,079
Non-current assets	390,770
Current liabilities	(538,121)
Non-current liabilities	(109,894)
Equity	$ 2,081,834
Equity attributable to:	
The Company	$ 406,220
Non-controlling interests of Silitech Technology Corporation	1,675,614
	$ 2,081,834

	For the Three Months Ended September 30, 2020	For the Nine Months Ended September 30, 2020
Revenue	$ 452,332	$ 1,206,056
Net income (loss) for the period	$ 13,255	$ (396,197)
Other comprehensive loss for the period	(3,227)	(42,972)
Total comprehensive income (loss) for the period	$ 10,028	$ (439,169)
Net income (loss) attributable to:		
The Company	$ 2,586	$ (77,308)
Non-controlling interests of Silitech Technology Corporation	10,669	(318,889)
	$ 13,255	$ (396,197)
Total comprehensive income (loss) attributable to:		
The Company	$ 1,957	$ (85,693)
Non-controlling interests of Silitech Technology Corporation	8,071	(353,476)
	$ 10,028	$ (439,169)

	For the Nine Months Ended September 30, 2020
Net cash flow from:	
Operating activities	$ (136,377)
Investing activities	88,818
Financing activities	(37,513)
Foreign exchange translation	(43,697)
Net cash outflow	$ (128,769)

15. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in Associates

	September 30, 2021	December 31, 2020	September 30, 2020
Associates that are not individually material	$ 1,689,288	$ 2,582,904	$ 2,715,427

Aggregate Information of Associates That Are Not Individually Material

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
The Group's share of:				
Profit (loss) for the period	$ 10,283	$ (11,274)	$ 7,141	$ 428,652
Other comprehensive income (loss) for the period	(6,856)	49,169	(31,902)	(42,041)
Total comprehensive income (loss) for the period	$ 3,427	$ 37,895	$ (24,728)	$ 386,611

The board of directors of the Company resolved to sell all of the shares of Lite-On Semiconductor Corp. to Diodes Incorporated in August 2019. The sale was not completed within one year as expected, and hence the investment accounted for using the equity method was not reclassified as non-current assets held for sale. In September 2020, the board of directors of Lite-On Semiconductor Corp. approved November 30, 2020 to be the record date of the share swap. The Company then reclassified the investment accounted for using the equity method as non-current asset held for sale and assessed that all necessary requirements had been met. The reclassification did not lead to recognition of impairment loss as the Company expected that the selling price would exceed the carrying amount of the relevant investment. Refer to Note 13 for further information.

Due to the indications of impairment, the Group performed an impairment test on the abovementioned investment in September 2020 and compared whether the carrying amount of the investment was lower than the recoverable amount. The assessment of the recoverable amount is conducted under the asset-based approach, considering the reduction of liquidity and other factors. The Group recognized the impairment loss of $359,006 thousand in the consolidated statements of comprehensive income as the Group assessed that the carrying amount of the investment in the associate is higher than its recoverable amount.

The above information of investments accounted for using the equity method, except for Silitech Technology Corporation and its subsidiaries, was reviewed by accountants during the period from January 1 to March 31, 2021, while the rest are recognized based on the unreviewed financial statements of associates during the same period. Management of the Group believes there is no material impact on the abovementioned investees' financial statements which have not been reviewed.

16. PROPERTY, PLANT AND EQUIPMENT, NET

	Freehold Land	Buildings	Machinery Equipment	Tooling Equipment	Transportation Equipment	Office Equipment	Other Equipment	Total
Cost								
January 1, 2021	$ 2,721,273	$ 19,287,345	$ 24,006,797	$ 1,688,265	$ 29,810	$ 2,056,018	$ 5,391,106	$ 55,180,614
Additions	104	41,345	1,319,007	48,513	5,431	103,886	1,697,735	3,216,021
Disposals	-	(78,213)	(555,172)	(247,899)	(1,450)	(140,705)	(71,119)	(1,094,558)
Reclassification	-	4,470	367,395	6,324	-	14,749	(432,979)	(40,041)
Effect of foreign currency exchange differences	(3,062)	(41,475)	(227,382)	(4,322)	(519)	(7,967)	(34,713)	(319,440)
September 30, 2021	$ 2,718,315	$ 19,213,472	$ 24,910,645	$ 1,490,881	$ 33,272	$ 2,025,981	$ 6,550,030	$ 56,942,596
Accumulated depreciation								
January 1, 2021	$ -	$ 9,832,573	$ 19,368,209	$ 1,568,892	$ 26,472	$ 1,733,206	$ 3,684,081	$ 36,213,433
Additions	-	571,744	1,711,910	60,563	1,444	130,990	169,442	2,646,093
Disposals	-	(71,464)	(547,910)	(247,401)	(1,069)	(137,359)	(70,699)	(1,075,902)
Reclassification	-	-	-	-	-	177	424	601
Effect of foreign currency exchange differences	-	(36,638)	(187,869)	(3,962)	(475)	(6,227)	(6,441)	(241,612)
September 30, 2021	$ -	$ 10,296,215	$ 20,344,340	$ 1,378,092	$ 26,372	$ 1,720,787	$ 3,776,807	$ 37,542,613

(Continued)

	Freehold Land	Buildings	Machinery Equipment	Tooling Equipment	Transportation Equipment	Office Equipment	Other Equipment	Total
Accumulated impairment								
January 1, 2021	$ -	$ 14,837	$ 462,392	$ 6,139	$ 44	$ 2,582	$ 92,133	$ 578,127
Additions	-	3,392	4,611	-	-	-	-	8,003
Disposals	-	-	(16,732)	(498)	-	(77)	-	(17,307)
Reclassification	-	-	-	-	-	-	-	-
Effect of foreign currency exchange differences	-	8	579	8	-	4	(1,542)	(943)
September 30, 2021	$ -	$ 18,237	$ 450,850	$ 5,649	$ 44	$ 2,509	$ 90,591	$ 567,880
December 31 2020 and January 1, 2021, net	$ 2,721,273	$ 9,439,935	$ 4,176,196	$ 113,234	$ 3,294	$ 320,230	$ 1,614,892	$ 18,389,054
September 30, 2021, net	$ 2,718,315	$ 8,899,020	$ 4,115,455	$ 107,140	$ 6,856	$ 302,685	$ 2,682,632	$ 18,832,103
Cost								
January 1, 2020	$ 2,322,935	$ 19,203,997	$ 25,579,970	$ 2,057,199	$ 48,191	$ 2,051,727	$ 5,768,202	$ 57,032,221
Additions	-	41,194	975,072	13,706	1,279	144,212	847,786	2,023,249
Disposals	(2,150)	(29,852)	(1,558,701)	(414,810)	(8,220)	(68,814)	(420,237)	(2,502,784)
Reclassification	(5,732)	135,137	215,168	4,108	(395)	44,937	(421,157)	(27,934)
Effect of foreign currency exchange differences	(6,203)	(237,822)	(486,397)	(17,821)	(1,595)	(28,783)	(105,222)	(883,843)
September 30, 2020	$ 2,308,850	$ 19,112,654	$ 24,725,112	$ 1,642,382	$ 39,260	$ 2,143,279	$ 5,669,372	$ 55,640,909
Accumulated depreciation								
January 1, 2020	$ -	$ 9,327,522	$ 20,188,463	$ 1,885,187	$ 41,273	$ 1,781,730	$ 3,930,410	$ 37,154,585
Additions	-	542,224	1,678,193	79,028	1,801	132,193	178,709	2,612,148
Disposals	-	(29,297)	(1,508,298)	(398,552)	(6,236)	(67,575)	(370,884)	(2,380,842)
Reclassification	-	85,647	(83,193)	-	-	4,820	14,394	21,668
Effect of foreign currency exchange differences	-	(148,152)	(381,698)	(16,479)	(1,304)	(23,715)	(44,513)	(615,861)
September 30, 2020	$ -	$ 9,777,944	$ 19,893,467	$ 1,549,184	$ 35,534	$ 1,827,453	$ 3,708,116	$ 36,791,698
Accumulated impairment								
January 1, 2020	$ -	$ 35,006	$ 529,830	$ 19,024	$ 404	$ 2,637	$ 119,361	$ 706,262
Additions	-	408	91,769	3,150	-	10,808	81,731	187,866
Disposals	-	(408)	(40,841)	(15,982)	(394)	(441)	(43,033)	(101,099)
Reclassification	-	(10,633)	(19,619)	-	-	(1,730)	7,248	(24,734)
Effect of foreign currency exchange differences	-	(9,761)	3,589	(115)	(10)	(151)	(16,268)	(22,716)
September 30, 2020	$ -	$ 14,612	$ 564,728	$ 6,077	$ -	$ 11,123	$ 149,039	$ 745,579
September 30, 2020, net	$ 2,308,850	$ 9,320,098	$ 4,266,917	$ 87,121	$ 3,726	$ 304,703	$ 1,812,217	$ 18,103,632

(Concluded)

As a result of the decline in sales of partial products, the estimated future cash flows expected to arise from the related equipment decreased. The Group carried out a review of the recoverable amount of the related equipment and determined that the recoverable amount was lower than the carrying amount. Consequently, the Group recognized impairment loss of $5,863 thousand and $8,003 thousand for the three months and the nine months ended September 30, 2021, respectively. Also, the Group recognized impairment loss (gain) of $(4,742) thousand and $187,866 thousand for the three months and nine months ended September 30, 2020, respectively. The impairment losses were included in the consolidated statements of comprehensive income. The Group determined the recoverable amount of the related equipment on the basis of their fair value less costs of disposal. The fair value of the recoverable amount was categorized as a Level 1 measurement.

The above items of property, plant and equipment are depreciated on a straight-line basis at the following rates per annum:

Buildings	3-60 years
Machinery equipment	2-10 years
Tooling equipment	2-20 years
Transportation equipment	3-10 years
Office equipment	2-20 years
Other equipment	2-20 years

17. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2021	December 31, 2020	September 30, 2020
Carrying amounts			
Land (including right to use land)	$ 747,085	$ 769,989	$ 772,319
Buildings	774,381	545,365	597,425
Machinery	89,107	43,400	49,371
Transportation equipment	21,664	26,403	27,851
Other equipment	4,821	4,359	4,808
	$ 1,637,058	$ 1,389,516	$ 1,451,774

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Additions to right-of-use assets	$ 393,934	$ 240,650	$ 514,773	$ 346,421
Depreciation charge for right-of-use assets				
Land (including right to use land)	$ 7,215	$ 7,114	$ 21,680	$ 21,638
Buildings	73,353	57,900	182,193	186,718
Machinery	6,580	7,240	20,571	21,451
Transportation equipment	2,749	3,427	8,599	10,980
Other equipment	611	491	1,763	1,484
	$ 90,508	$ 76,172	$ 234,806	$ 242,271

The right-of-use assets of Silitech Technology Corporation, a subsidiary of the Group (Silitech Technology Corporation became an associate since December 30, 2020), and its subsidiaries became idle as a result of insufficient quantities produced in the future. Therefore, the recoverable amount was lower than the carrying amount. Consequently, the Group recognized impairment loss of $23,623 thousand for the nine months ended September 30, 2020. The impairment losses were recognized in the consolidated statements of comprehensive income. The Group determined the recoverable amount of the right-of-use assets on the basis of their fair value less costs of disposal. The fair value of the recoverable amount was categorized as a Level 1 measurement. No impairment assessment was performed by the Group for the nine months ended September 30, 2021 as there was no indication of impairment.

b. Lease liabilities

	September 30, 2021	December 31, 2020	September 30, 2020
Carrying amounts			
Current	$ 321,504	$ 225,095	$ 246,417
Non-current	$ 732,984	$ 551,233	$ 574,096

Range of discount rate for lease liabilities was as follows:

	September 30, 2021	December 31, 2020	September 30, 2020
Land (including right to use land)	1.79%	1.79%	1.79%
Buildings	0.70-9.20%	0.70-9.20%	0.70%-9.20%
Machinery	1.10-3.54%	3.30-3.54%	3.30%-3.54%
Transportation equipment	0.70-4.08%	0.70-3.35%	0.70%-3.35%
Other equipment	2.65-3.35%	3.25-3.35%	3.25%-3.35%

c. Material leasing activities and terms

The Group leases HONHUI i-Tower in the third quarter of 2021 for the use of provisional office for Zhonghe plant during urban renewal with lease term of 3 years. The Group does not have purchase options to acquire the lease asset at the end of the lease term.

Because of the market conditions severely affected by COVID-19 in 2020, the Group negotiated with the lessor for rent concessions for land and leases. The lessor agreed to provide unconditional rent reduction from January 1 to September 30, 2020. The Group recognized the impact of rent concessions in profit of $6,021 thousand (presented as a deduction of operating expense) for the nine months ended September 30, 2020.

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Expenses relating to short-term leases	$ 66,122	$ 83,063	$ 209,819	$ 232,871
Expenses relating to low-value asset leases	$ 51,104	$ 56,653	$ 159,519	$ 163,842
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 35,942	$ 24,925	$ 115,288	$ 59,453
Total cash outflow for leases	$ 223,226	$ 275,574	$ 745,724	$ 727,730

18. INVESTMENT PROPERTIES, NET

	September 30, 2021	December 31, 2020	September 30, 2020
Completed investment properties	$ 1,244,619	$ 1,250,045	$ 1,245,176

For the nine months ended September 30, 2021 and 2020, there were no significant additions, disposals or impairment of the investment properties held by the Group, but depreciation expenses were recognized for these properties.

Investment properties are depreciated using the straight-line method over their estimated useful lives as follows:

Buildings	15-50 years

On September 30, 2021, December 31, 2020 and September 30, 2020, the Group was unable to reliably measure the fair value of the mainly investment property located in Shanghai because the market for comparable properties was inactive and alternative reliable measurements of fair value were not available. Therefore, the Group determined that the fair value of the investment property was not reliably measurable.

The Group has freehold interest in all of its investment properties.

19. INTANGIBLE ASSETS, NET

	Goodwill	Patents	Patents Use Rights	Client Relationships	Software	Other Intangible Assets	Total
Cost							
January 1, 2021	$ 15,040,431	$ 51,393	$ 2,695,878	$ 163,819	$ 1,444,839	$ 1,349,428	$ 20,745,788
Additions	-	19,009	-	-	97,377	5,904	122,290
Disposals	-	-	-	-	(35,026)	(30,444)	(65,470)
Reclassification	-	-	-	-	20,872	(593)	20,279
Effect of foreign currency exchange differences	-	(2)	-	-	(1,374)	(125)	(1,501)
September 30, 2021	$ 15,040,431	$ 70,400	$ 2,695,878	$ 163,819	$ 1,526,688	$ 1,324,170	$ 20,821,386
Accumulated amortization							
January 1, 2021	$ 77,234	$ 51,103	$ 2,695,878	$ 163,819	$ 1,210,959	$ 1,337,707	$ 5,536,700
Additions	-	535	-	-	131,801	3,736	136,072
Disposals	-	-	-	-	(34,963)	(30,444)	(65,407)
Reclassification	-	-	-	-	1,268	(1,268)	-
Effect of foreign currency exchange differences	-	-	-	-	(1,003)	(59)	(1,062)
September 30, 2021	$ 77,234	$ 51,638	$ 2,695,878	$ 163,819	$ 1,308,062	$ 1,309,672	$ 5,606,303
Accumulated impairment							
January 1, 2021	$ 10,357,321	$ -	$ -	$ -	$ 11,071	$ -	$ 10,368,392
Additions	220,170	-	-	-	-	-	220,170
Disposals	-	-	-	-	(8)	-	(8)
Effect of foreign currency exchange differences	-	-	-	-	2	-	2
September 30, 2021	$ 10,577,491	$ -	$ -	$ -	$ 11,065	$ -	$ 10,588,556
December 31, 2020 and January 1, 2021, net	$ 4,605,876	$ 290	$ -	$ -	$ 222,809	$ 11,721	$ 4,840,696
September 30, 2021, net	$ 4,385,706	$ 18,762	$ -	$ -	$ 207,561	$ 14,498	$ 4,626,527
Cost							
January 1, 2020	$ 15,061,512	$ 51,412	$ 2,695,878	$ 163,819	$ 1,334,118	$ 1,445,109	$ 20,751,848
Additions	-	-	10,000	-	56,102	12,947	79,049
Disposals	-	-	-	-	(9,438)	(94,861)	(104,299)
Reclassification	-	-	-	-	22,202	-	22,202
Effect of foreign currency exchange differences	(11,463)	(10)	-	-	(2,875)	(2,105)	(16,453)
September 30, 2020	$ 15,050,049	$ 51,402	$ 2,705,878	$ 163,819	$ 1,400,109	$ 1,361,090	$ 20,732,347
Accumulated amortization							
January 1, 2020	$ 77,234	$ 50,846	$ 2,695,878	$ 163,819	$ 1,029,847	$ 1,440,095	$ 5,457,719
Additions	-	246	334	-	147,775	1,457	149,812
Disposals	-	-	-	-	(6,926)	(93,712)	(100,638)
Effect of foreign currency exchange differences	-	-	-	-	(1,641)	(1,773)	(3,414)
September 30, 2020	$ 77,234	$ 51,092	$ 2,696,212	$ 163,819	$ 1,169,055	$ 1,346,067	$ 5,503,479
Accumulated impairment							
January 1, 2020	$ 9,345,268	$ -	$ -	$ -	$ 1,042	$ -	$ 9,346,310
Additions	698,413	-	-	-	1,385	635	700,433
Disposals	-	-	-	-	(1,385)	-	(1,385)
Effect of foreign currency exchange differences	-	-	-	-	(12)	-	(12)
September 30, 2020	$ 10,043,681	$ -	$ -	$ -	$ 1,030	$ 635	$ 10,045,346
September 30, 2020, net	$ 4,929,134	$ 310	$ 9,666	$ -	$ 230,024	$ 14,388	$ 5,183,522

a. The above other intangible assets are depreciated on a straight-line basis at the following rates per annum:

Patents	3-6 years
Patent use rights	10-12 years
Client relationships	4 years
Software	1-14 years
Other intangible assets	1-10 years

b. The amounts of the cash-generating unit used in amortizing the Group's goodwill are listed as follows:

	September 30, 2021	December 31, 2020	September 30, 2020
Parent company	$ 4,330,163	$ 4,550,333	$ 4,550,333
POWER INNOVATIONS INTERNATIONAL, INC.	-	-	323,258
Others	55,543	55,543	55,543
	$ 4,385,706	$ 4,605,876	$ 4,929,134

1) Goodwill is allocated to the Group's recoverable amount of cash-generating units. The recoverable amount of all cash-generating units has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections based on financial budgets approved by the management covering a 5-year period. The Group observed the current status and future development direction of the global information street light and lighting electronics industry in March 2021 and assessed that there was an impairment indication. Therefore, the Group conducted a goodwill impairment assessment. According to the assessment, the Group recognized an impairment loss of $220,170 thousand, and the discount rate used to assess the value in use was 12.57%. The Group observed the current status and future development direction of the global information optical disc drives industry in September 2020 and assessed that there was an impairment indication. Therefore, the Group conducted a goodwill impairment assessment. According to the assessment, the Group recognized an impairment loss of $698,413 thousand, and the discount rate used to assess the value in use was 13.31%.

2) Management determined gross margin based on past performance, expected profits under normal operations and management's expectations of market development. The growth rate used is consistent with the forecasts included in industry reports. The discount rate used was 12.57%, 12.57% and 11.36% as of September 30, 2021, December 31, 2020 and September 30, 2020, respectively, and reflected specific risks relating to the relevant cash-generating units.

20. OTHER ASSETS

	September 30, 2021	December 31, 2020	September 30, 2020
Prepayments	$ 2,018,508	$ 1,512,733	$ 1,665,344
Offsets against business tax payable	420,220	452,848	483,889
Prepayments for leases	139,860	92,198	141,750
Prepayments for equipment	-	-	11,317
Others	274,098	233,534	317,844
	$ 2,852,686	$ 2,291,313	$ 2,620,144

(Continued)

	September 30, 2021	December 31, 2020	September 30, 2020
Current	$ 2,734,488	$ 2,160,519	$ 2,430,431
Non-current	118,198	130,794	189,713
	$ 2,852,686	$ 2,291,313	$ 2,620,144

(Concluded)

21. SHORT-TERM BORROWINGS

	September 30, 2021	December 31, 2020	September 30, 2020
Unsecured borrowings			
Line of credit borrowings	$ 31,349,466	$ 24,892,419	$ 26,437,929

Market interest rates for short-term borrowings were as follows:

	September 30, 2021	December 31, 2020	September 30, 2020
Line of credit borrowings	0.35%-5.70%	0.52%-6.25%	0.47%-6.30%

22. PROVISIONS

	September 30, 2021	December 31, 2020	September 30, 2020
Current			
Warranties	$ 1,183,456	$ 1,179,147	$ 1,228,152

	For the Nine Months Ended September 30	
	2021	2020
Balance at January 1	$ 1,179,147	$ 1,043,689
Recognition of provisions	156,668	361,816
Usage	(151,718)	(174,747)
Effect of foreign currency exchange differences	(641)	(2,606)
Balance at September 30	$ 1,183,456	$ 1,228,152

The provision for warranty claims represents the present value of management's best estimate of the future outflow of economic benefits that will be required under the Group's obligations for warranties under contracts for the sale of goods. The estimate had been made on the basis of historical warranty trends and may vary as a result of the entry of new materials, altered manufacturing processes or other events affecting product quality.

23. RETIREMENT BENEFIT PLANS

Employee benefits expense in respect of the Group's defined retirement benefit plans was $6,201 thousand and $8,884 thousand for the three months ended September 30, 2021 and 2020, respectively; and $18,643 thousand and $23,569 thousand for the nine months ended September 30, 2021 and 2020, respectively. It was calculated using the prior year's actuarially determined pension cost discount rate as of December 31, 2020 and 2019.

24. EQUITY

a. Share capital

1) Ordinary shares

	September 30, 2021	December 31, 2020	September 30, 2020
Number of shares authorized (in thousands)	3,500,000	3,500,000	3,500,000
Amount of shares authorized	$ 35,000,000	$ 35,000,000	$ 35,000,000
Number of shares issued and fully paid (in thousands)	2,350,867	2,350,867	2,350,867
Amount of shares issued	$ 23,508,670	$ 23,508,670	$ 23,508,670

Fully paid ordinary shares, which have a par value of $10, carry the rights to vote and to dividends.

Of the total number of shares aforementioned, one hundred million shares are reserved to be issued as stock options, preferred shares with stock options or corporate bonds with stock options ready for exercise of options.

2) Issued global depositary receipts

On September 25, 1996, the Company issued 4,900 thousand units of global depositary receipts (GDRs) on the London Stock Exchange. These GDRs represented 49,000 thousand ordinary shares of the Company.

On April 3, 1995, GVC Corp. issued 5,000 thousand units of GDRs on the London Stock Exchange. These GDRs represented 25,000 thousand ordinary shares of GVC Corp., which later issued more shares. As of November 4, 2002, the outstanding GDRs were 7,627 thousand units, or 38,136 thousand ordinary shares of GVC Corp. For merger purposes, these GDRs were exchanged for the Company's 1,478 thousand marketable equity securities, which represented the Company's 14,781 thousand ordinary shares.

As of September 30, 2020, the outstanding GDRs were 5,221 thousand units, representing 52,209 thousand ordinary shares of the Company. The rights and obligations of security holders are the same as those of ordinary shareholders, except for voting rights. As of September 30, 2020, the unredeemed GDRs amounted to 28 thousand units.

On December 25, 2020, the Company had completed the procedures for terminating the GDRs issued on the London Stock Exchange in accordance with the requirements of the depository deed and custody deed; the Company's 756 thousand ordinary shares had also been redeemed or delivered in accordance with relevant regulations.

b. Capital surplus

	September 30, 2021	December 31, 2020	September 30, 2020
From business combinations	$ 10,015,194	$ 10,015,194	$ 10,015,194
Conversion of bonds	7,462,138	7,462,138	7,462,138
Issuance of ordinary shares	3,471,812	3,471,812	3,471,812
Treasury share transactions	758,544	626,897	626,897
Changes in percentage of ownership interests in subsidiaries	37,533	37,533	9,793
	$ 21,745,221	$ 21,613,574	$ 21,585,834

The premium from shares issued in excess of par (including share premium from issuance of ordinary shares, conversion of bonds merger and treasury share transactions) may be used to offset a deficit. In addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital (limited to a certain percentage of the Company's capital surplus).

The capital surplus arising from share of changes in equities of subsidiaries may only be used to offset a deficit.

c. Retained earnings and dividend policy

Under the dividends policy as set forth in the Articles, the Company may distribute the surplus earnings or off-set losses at the close of each quarter in accordance with the Company Act. While distributing surplus earning, the Company shall estimate and reserve the taxes and duty to be paid, the losses to be covered, the legal reserve to be set aside, and the special surplus reserve to be raised or revolved. Where such legal reserve amounts reach to the total paid-in capital, this provision shall not apply. If the Company distribute surplus earning in the form of cash, it shall be approved by a meeting of the board of directors; if such surplus earning is distributed in the form of new shares to be issued, it shall be approved by shareholders meetings according to the regulations.

If there is net profit after tax upon the final settlement of account of each fiscal year, the Company shall first offset any previous accumulated losses (including unappropriated earnings adjustment if any) and set aside a legal reserve at 10% of the net profits, unless the accumulated legal reserve is equal to the total capital of the Company; then set aside special reserve in accordance with relevant laws or regulations or as requested by the authorities in charge. The remaining net profit, plus the beginning unappropriated earnings (including adjustment of unappropriated earnings if any), shall be distributed into dividends to shareholders according to the distribution plan proposed by the board of directors and submitted to the shareholders' meeting for approval. Where the Company distributes preceding surplus earning, legal reserve and capital reserve in the form of cash, such distribution is authorized by a special resolution; and in addition to a report of such distribution shall be submitted to the shareholders' meeting; if such distribution is in the form of new shares to be issued, it shall be approved by shareholders meetings according to the regulations. For the policies on distribution of compensation of employees and remuneration of directors before and after amendment, refer to Note 26(d) on compensation of employees and remuneration of directors.

The Company's dividend policy is designed to meet present and future development projects and takes into consideration the investment environment, funding requirements, international or domestic competitive conditions while simultaneously meeting shareholders' interests. When there is no cumulative loss, the Company shall set aside share dividends at no less than 70% of the net profit. The way to distribute dividends could be either through cash or shares, and cash dividends shall not be less than 90% of the total dividends.

After the Company considers financial, business, and operational factors, if there are no retained earnings to be appropriated or if the earnings to be appropriated are significantly lower than the prior year's actual appropriation of the earnings, then part of or all of the Company's paid-in capital can be appropriated according to the law or the competent authority.

Appropriation of earnings to legal reserve shall be made until the legal reserve equals the Company's paid-in capital. Legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

Additional special reserve should be appropriated for an amount equal to the net debit balance. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and is thereafter distributed.

The Company appropriated earnings to a special reserve for the difference between the market price and carrying amount of the Company's shares held by subsidiaries proportional to its holding of those subsidiaries. The special reserve appropriated may be reversed to the extent that the market price reverses.

The appropriations of earnings for 2020 and 2019 were as follows:

	Appropriation of Earnings For the Year Ended December 31	
	2020	**2019**
Legal reserve	$ 994,879	$ 943,969
Special reserve	1,090,618	1,343,307
Cash dividends	7,991,377	7,521,296
Cash dividends per share (NT$)	3.40	3.20

The above appropriations for cash dividends had been resolved by the Company's board of directors on February 25, 2021 and February 26, 2020, respectively; the other proposed appropriations had been resolved by the shareholders in their meetings on August 26, 2021 and June 15, 2020, respectively.

The appropriations of earnings for the interim of 2021 were as follows:

	Second Quarter of 2021
Board of directors in its meeting	July 29, 2021
Legal reserve	$ 829,247
Special reserve	$ 117,525
Cash dividends	$ 4,700,810
Cash dividends per share (NT$)	$ 2.0

d. Other equity items

Movements in other equity items were as follows:

	For the Nine Months Ended September 30, 2021		
	Foreign Currency Translation Reserve	Unrealized Gain (Loss) from Financial Assets at FVTOCI	Total
Balance at January 1	$ (5,563,051)	$ (245,858)	$ (5,808,909)
Exchange differences on translation of the financial statements of foreign operations	(544,480)	-	(544,480)
Unrealized gain on equity instruments designated as at FVTOCI	-	(2,414)	(2,414)
Share of associates accounted for using the equity method	(17,481)	-	(17,481)
Disposal of share of associates accounted for using the equity method	69,958	-	69,958
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	-	400	400
Income tax benefit	85,292	-	85,292
Balance at September 30	$ (5,969,762)	$ (247,872)	$ (6,217,634)

	For the Nine Months Ended September 30, 2020				
	Foreign Currency Translation Reserve	Unrealized Gain (Loss) from Financial Assets at FVTOCI	Gain (Loss) on Hedging Instruments	Equity Directly Associated with Disposal Groups Held for Sale	Total
Balance at January 1	$ (4,390,226)	$ (312,940)	$ 288	$ (14,218)	$ (4,717,096)
Exchange differences on translation of the financial statements of foreign operations	(1,752,833)	-	-	-	(1,752,833)
Unrealized gain on equity instruments designated as at FVTOCI	-	14,276	-	-	14,276
Disposal of investments in equity instruments designated as at FVTOCI	-	(6,000)	-	-	(6,000)
Share of associates accounted for using the equity method	(44,244)	-	(1,489)	-	(45,733)
Partial disposal of interests in subsidiaries (Notes 13 and 29)	19,595	21,485	-	16,305	57,385
Reclassified to equity associated with disposal groups held for sale	170,208	(7,711)	1,201	124,536	288,234
Income tax benefit	355,797	-	-	-	355,797
Balance at September 30	$ (5,641,703)	$ (290,890)	$ -	$ 126,623	$ (5,805,970)

e. Non-controlling interests

	For the Nine Months Ended September 30	
	2021	2020
Balance at January 1	$ 551,839	$ 2,181,615
Attributable to non-controlling interests:		
Share of net profit (loss) for the period	36,329	(226,358)
Exchange differences on translation of the financial statements of foreign operations	(35,397)	(50,676)
Tax benefits related to other comprehensive income	-	8,648
Partial disposal of interests in subsidiaries (Note 29)	-	312,192
Decrease in non-controlling interests	(17,396)	(17,276)
Balance at September 30	$ 535,175	$ 2,208,145

f. Treasury shares

Unit: In Thousands of Shares

Purpose of Buy Back	Number of Shares at January 1	Increase During the Period	Decrease During the Period	Number of Shares at September 30
For the nine months ended September 30, 2021				
Shares held by subsidiaries	26,841	-	-	26,841
Buyback of dissenting shareholders' shares in accordance with the Business Mergers and Acquisitions Act	462	-	-	462
Shares transferred to employees	-	40,000	-	40,000
	27,303	40,000	-	67,303
For the nine months ended September 30, 2020				
Shares held by subsidiaries	26,841	-	-	26,841
Buyback of dissenting shareholders' shares in accordance with the Business Mergers and Acquisitions Act	462	-	-	462
	27,303	-	-	27,303

The Company's shares held by its subsidiaries at the end of the reporting periods were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands)	Carrying Amount	Market Price
September 30, 2021			
Lite-On Capital Corporation	15,116	$ 718,857	$ 944,742
TITANIC CAPITAL SERVICES LTD. (Note 14)	7,004	297,469	437,764
YET FOUNDATE LIMITED	2,271	126,881	141,940
LITE-ON ELECTRONICS COMPANY LIMITED	2,450	105,515	153,148
		$ 1,248,722	$ 1,677,594
December 31, 2020			
Lite-On Capital Corporation	15,116	$ 718,857	$ 752,770
LTC INTERNATIONAL LTD.	7,004	297,469	348,810
YET FOUNDATE LIMITED	2,271	126,881	113,098
LITE-ON ELECTRONICS COMPANY LIMITED	2,450	105,515	122,028
		$ 1,248,722	$ 1,336,706
September 30, 2020			
Lite-On Capital Corporation	15,116	$ 718,857	$ 696,842
LTC INTERNATIONAL LTD.	7,004	297,469	322,895
YET FOUNDATE LIMITED	2,271	126,881	104,695
LITE-ON ELECTRONICS COMPANY LIMITED	2,450	105,515	112,962
		$ 1,248,722	$ 1,237,394

On July 29, 2021, in order to transfer the shares to employees, the Company's board of directors passed the resolution to buy back up to 40,000 thousand shares listed on the Taiwan Stock Exchange between July 30, 2021 and September 29, 2021, with the buyback price ranging from $41.23 to $89.55. If the share price is less than the lower limit of the buyback price range, the Company would continue buying back the shares. By the end of the repurchase period, the Company had bought back 40,000 thousand shares at a total amount of $2,429,494 thousand. The shares to be bought back shall be transferred to employees at one time or in instalments within five years from the date of buying back the shares.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as rights to dividends and to vote. The subsidiaries holding treasury shares, however, retain shareholders' rights, except the rights to participate in any share issuance for cash and to vote.

25. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Revenue from contracts with customers				
Revenue from the sale of goods	$ 41,832,270	$ 41,295,296	$ 120,165,690	$ 115,617,428
Rental income from property	31,327	30,564	93,274	80,438
	$ 41,863,597	$ 41,325,860	$ 120,258,964	$ 115,697,866

a. Contract balances

	September 30, 2021	December 31, 2020	September 30, 2020	January 1, 2020
Accounts receivable (Note 11)	$ 38,737,263	$ 35,990,430	$ 36,028,967	$ 38,078,654
Current contract assets - sales of goods	$ 1,390,799	$ 2,097,360	$ 2,377,655	$ 2,487,281
Current contract liabilities - sales of goods	$ 98	$ 13,059	$ -	$ -

The Group measures the loss allowance for contract assets at an amount equal to lifetime ECLs. The expected credit loss during the lifetime ECLs is calculated by taking into account the past default experience of the customer, the customer's current financial position, possible recoverable amounts, and the forward-looking factors.

	September 30, 2021	December 31, 2020	September 30, 2020
Gross carrying amount	$ 1,754,168	$ 2,108,884	$ 2,389,056
Allowance for impairment loss (Lifetime ECLs)	(363,369)	(11,524)	(11,401)
	$ 1,390,799	$ 2,097,360	$ 2,377,655

The movements of the loss allowance of contract assets were as follows:

	For the Nine Months Ended September 30	
	2021	2020
Balance at January 1	$ 11,524	$ 11,530
Add: Net remeasurement of loss allowance	351,828	-
Foreign exchange gains and losses	17	(129)
Balance at September 30	$ 363,369	$ 11,401

b. Disaggregation of revenue

Refer to Note 38 for segment revenue information.

26. ADDITIONAL INFORMATION ON EXPENSES

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
a. Finance costs				
Interest on borrowings	$ 56,091	$ 50,795	$ 132,080	$ 278,238
Interest on lease liabilities	6,769	7,790	20,431	22,862
	$ 62,860	$ 58,585	$ 152,511	$ 301,100
b. Depreciation and amortization				
Property, plant and equipment	$ 895,764	$ 868,980	$ 2,646,093	$ 2,612,148
Right-of-use assets	90,508	76,172	234,806	242,271
Intangible assets	46,798	49,382	136,072	149,812
Investment properties	7,158	8,427	25,995	25,452
	$ 1,040,228	$ 1,002,961	$ 3,042,966	$ 3,029,683
An analysis of depreciation by function				
Recognized in operating costs	$ 764,501	$ 756,854	$ 2,285,959	$ 2,270,876
Recognized in operating expenses	228,929	196,725	620,935	608,995
	$ 993,430	$ 953,579	$ 2,906,894	$ 2,879,871
An analysis of amortization by function				
Recognized in operating costs	$ 3,189	$ 3,259	$ 8,665	$ 9,773
Recognized in operating expenses	43,609	46,123	127,407	140,039
	$ 46,798	$ 49,382	$ 136,072	$ 149,812
c. Employee benefits expense				
Post-employment benefits				
Defined contribution plans	$ 132,111	$ 103,920	$ 378,778	$ 304,086
Defined benefit plans (Note 23)	6,201	8,884	18,643	23,569
	138,312	112,804	397,421	327,655
Termination benefits	53,832	35,593	137,507	123,590
Other employee benefits	5,287,222	5,316,858	15,673,702	14,999,078
	$ 5,479,366	$ 5,465,255	$ 16,208,630	$ 15,450,323

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Employee benefits expense summarized by function				
Recognized in operating costs	$ 3,234,559	$ 3,195,898	$ 9,372,625	$ 8,432,227
Recognized in operating expenses	2,244,807	2,269,357	6,836,005	7,018,096
	$ 5,479,366	$ 5,465,255	$ 16,208,630	$ 15,450,323

(Concluded)

d. Compensation of employees and remuneration of directors

In compliance with the Articles, the Company accrues compensation of employees and remuneration of directors at rates of no less than 1% and no higher than 1.5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. For the three months and the nine months ended September 30, 2021 and 2020, the compensation of employees and the remuneration of directors were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Compensation of employees	$ 419,125	$ 423,240	$ 1,548,456	$ 1,133,195
Remuneration of directors	$ 42,806	$ 25,425	$ 158,145	$ 68,072

If there is a change in the proposed amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in accounting estimate and will be adjusted in the next year.

The appropriations of compensation of employees and remuneration of directors for 2020 and 2019, which were approved by the Company's board of directors on February 25, 2021 and February 26, 2020, respectively, are as follows:

	For the Year Ended December 31			
	2020		2019	
	Cash Dividends	Share Dividends	Cash Dividends	Share Dividends
Compensation of employees	$ 1,363,183	$ -	$ 1,326,548	$ -
Remuneration of directors	139,223	-	79,687	-

There was no difference between the actual amounts of the compensation of employees and the remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2020 and 2019.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

27. INCOME TAX

a. Income tax recognized in profit or loss

Major components of tax expense (benefit) were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Current tax	$ 665,908	$ 1,016,134	$ 2,673,759	$ 2,225,728
Deferred tax	116,278	(116,295)	387,258	98,304
Income tax expense recognized in profit or loss	$ 782,186	$ 899,839	$ 3,061,017	$ 2,324,032

b. Income tax expense (benefit) recognized in other comprehensive income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Deferred tax				
In respect of the current period:				
Translation of foreign operations	$ (59,704)	$ 33,842	$ (85,292)	$ (364,445)

c. Income tax assessments

The tax returns of the Company through 2018 have been assessed by the tax authorities.

28. EARNINGS PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Basic earnings per share	$ 1.33	$ 1.29	$ 4.90	$ 3.45
Diluted earnings per share	$ 1.32	$ 1.27	$ 4.84	$ 3.40

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share were as follows:

Net Profit for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Earnings used in the computation of basic earnings per share	$ 3,079,535	$ 2,991,099	$ 11,377,338	$ 8,008,448
Effect of potentially dilutive ordinary shares:				
Compensation of employees	-	-	-	-
Earnings used in the computation of diluted earnings per share	$ 3,079,535	$ 2,991,099	$ 11,377,338	$ 8,008,448

Weighted Average Number of Ordinary Shares Outstanding

Unit: In Thousands of Shares

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Weighted average number of ordinary shares outstanding in computation of basic earnings per share	2,312,885	2,323,564	2,319,965	2,323,564
Effect of potentially dilutive ordinary shares:				
Compensation of employees	24,775	24,581	29,766	31,366
Weighted average number of ordinary shares outstanding in computation of dilutive earnings per share	2,337,660	2,348,145	2,349,731	2,354,930

If the Company settles the bonuses or remuneration paid to employees in cash or shares, the Company assumed that the entire amount of the bonuses or remuneration would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such, dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

29. DISPOSAL OF SUBSIDIARIES

In June 2020, the Group disposed of 15% of its interest in Silitech Technology Corporation, thereby reducing its continuing interest from 34.51% to 19.51%.

The above transactions were accounted for as equity transactions, since the Group did not cease to have control over these subsidiaries.

	Silitech Technology Corporation
Consideration received	$ 295,686
The proportionate share of the carrying amount of the net assets of the subsidiary transferred from non-controlling interests	(312,192)
Reattribution of other equity from non-controlling interests	
Exchange differences on translating the financial statements of foreign operations	(19,595)
Unrealized loss on financial assets at FVTOCI	(21,485)
Capital surplus - changes in percentage of ownership interests in subsidiaries	8,568
Differences recognized from equity transactions	$ (49,018)
Line items adjusted for equity transactions	
Retained earnings	$ (49,018)

30. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

The Group's capital management system aims to ensure that the necessary financial resources and operating plan are sufficient to meet the next 12 months' requirements for working capital, capital expenditures, research and development expenses, debt repayment, dividend payments and other needs.

31. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

For certain financial instruments that are not measured at fair value but measured at amortized cost - including notes receivable, trade receivables including related parties, other receivables including related parties, refundable deposits, financial assets at amortized cost, short-term borrowings, notes payable, trade payables including related parties, other payables including related parties and guarantee deposits. The Group's management considers the carrying amounts of these financial instruments recognized in the consolidated financial statements as approximating their fair values.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2021

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative instruments	$ -	$ 592,323	$ -	$ 592,323
Mutual funds	-	169,956	-	169,956
Foreign listed shares	2,208,565	-	-	2,208,565
Domestic listed shares	15,938	-	-	15,938
	$ 2,224,503	$ 762,279	$ -	$ 2,986,782
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	$ -	$ -	$ 1,393,035	$ 1,393,035
Domestic listed shares	165,328	-	-	165,328
Domestic unlisted shares	-	-	33,690	33,690
	$ 165,328	$ -	$ 1,426,725	$ 1,592,053
Financial liabilities at FVTPL	$ -	$ 142,318	$ -	$ 142,318

December 31, 2020

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative instruments	$ -	$ 1,357,154	$ -	$ 1,357,154
Mutual funds	-	120,747	-	120,747
Domestic listed shares	18,587	-	-	18,587
	$ 18,587	$ 1,477,901	$ -	$ 1,496,488
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	$ -	$ -	$ 1,403,077	$ 1,403,077
Domestic listed shares	174,294	-	-	174,294
Domestic unlisted shares	-	-	45,190	45,190
	$ 174,294	$ -	$ 1,448,267	$ 1,622,561
Financial liabilities at FVTPL				
Derivative instruments	$ -	$ 1,612,405	$ -	$ 1,612,405

September 30, 2020

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative instruments	$ -	$ 1,058,288	$ -	$ 1,058,288
Mutual funds	-	138,379	-	138,379
Domestic listed shares	15,871	-	-	15,871
	$ 15,871	$ 1,196,667	$ -	$ 1,212,538
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	$ -	$ -	$ 1,170,059	$ 1,170,059
Domestic listed shares	157,187	-	-	157,187
Domestic unlisted shares	-	-	51,352	51,352
	$ 157,187	$ -	$ 1,221,411	$ 1,378,598
Financial liabilities at FVTPL				
Derivative instruments	$ -	$ 1,169,293	$ -	$ 1,169,293

There were no transfers between Levels 1 and 2 for the nine months ended September 30, 2021 and 2020.

There were transfers between Levels 3 and 1 for the nine months ended September 30, 2021. The investment in an equity instrument held by the Group was originally an investment in foreign unlisted shares, classified as financial assets at fair value through profit or loss and evaluated by the income approach. This investee has become a foreign listed company since March 2021 and there has been a quoted price in an active market. As a result, the Group adopted the market price as its fair value.

2) Reconciliation of Level 3 fair value measurements of financial instruments

	Investments in Equity Instruments Unlisted Quotes
For the nine months ended September 30, 2021	
Balance at January 1, 2021	$ 1,448,267
Total gains or losses	
In other comprehensive loss	(10,042)
Disposal	(11,500)
Balance at September 30, 2021	$ 1,426,725
For the nine months ended September 30, 2020	
Balance at January 1, 2020	$ 1,262,583
Total gains or losses	
In other comprehensive loss	(41,172)
Balance at September 30, 2020	$ 1,221,411

3) Valuation techniques and inputs applied for the purpose of measuring Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivative instruments - forward exchange contracts	Estimation of future cash flows using observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
Derivative instruments - currency swaps	Estimation of fair value of a currency swap is based on its principal and interest rate on mutual agreement and the suitable discount rate that reflects the credit risk of various counterparties at the end of the reporting period.
Mutual funds	Obtain the financial information of underlying assets, evaluate its market value, analyze the amount to be adjusted, and consider minority interest and liquidity reduction.

4) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

The comparable company method of market approach is based on the profitability of the company at the end of the year to select the market multiplier of comparable companies to assess the fair value. The valuation method is chosen by the Group after careful evaluation. Therefore, the fair value measurement is reasonable. However, the use of different evaluation models or fair value may lead to different evaluation results.

c. Categories of financial instruments

	September 30, 2021	December 31, 2020	September 30, 2020
Financial assets			
FVTPL			
Mandatorily classified as at FVTPL	$ 2,986,782	$ 1,496,488	$ 1,212,538
Financial assets at amortized cost (1)	109,585,356	110,975,391	109,116,795
Investment in equity instruments at FVTOCI	1,592,053	1,622,561	1,378,598
Financial liabilities			
FVTPL			
Held for trading	142,318	1,612,405	1,169,293
Amortized cost			
Short-term borrowings	31,349,466	24,892,419	26,437,929
Payables (2)	65,823,411	62,986,338	62,578,953

1) The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, debt instruments measured at amortized cost, notes receivable, trade receivables, trade receivables from related parties, other receivables, other receivables from related parties and refundable deposits.

2) The balances included financial liabilities measured at amortized cost, which comprise notes payable, trade payables, trade payables to related parties, other payables, other payables to related parties and guarantee deposits.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity investments, trade receivables, trade payables, borrowings and lease liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (comprising foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by using financial derivatives to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors, which provided written guidelines on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk, including forward exchange contracts and currency swaps to hedge the exchange rate risk arising from exports.

There were no changes to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group's had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing forward exchange contracts and currency swaps. It is within the Group's policy to negotiate the terms of the hedge derivatives to match the terms of the hedged item to maximize hedge effectiveness.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 35.

Sensitivity analysis

The Group was mainly exposed to the U.S. dollar.

The following table details the Group's sensitivity to a 5% increase and decrease in New Taiwan dollars (functional currency) against the U.S. dollar. The sensitivity analysis included only outstanding foreign currency denominated monetary items. A positive number below indicates an increase in pre-tax profit due to a 5% strengthening of the U.S. dollar against New Taiwan dollars. For a 5% weakening of the U.S. dollar against New Taiwan dollars, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	USD Impact	
	For the Nine Months Ended September 30	
	2021	2020
Profit or loss	$ (950,277)	$ (572,722)

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate portfolio of fixed and floating rate borrowings.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2021	December 31, 2020	September 30, 2020
Fair value interest rate risk			
Financial assets (i)	$ 41,835,462	$ 34,644,520	$ 41,852,837
Financial liabilities (ii)	32,403,954	25,668,747	26,437,929
Cash flow interest rate risk			
Financial assets (iii)	27,278,855	36,478,727	26,699,931

i. The balances included time deposits with fixed interest rates and financial assets at amortized cost.

ii. The balances included financial liabilities exposed to fair value risk from interest rate fluctuation.

iii. The balances included demand deposits, time deposits with floating interest rates and financial assets at amortized cost.

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming that the amount of the liability outstanding at the end of the reporting period was outstanding for the whole reporting period.

If interest rates had been 25 basis points higher and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2021 and 2020 would have increased by $51,148 thousand and $50,062 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities. Equity investments are held for strategic rather than for trading purposes. The Group does not actively trade these investments.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 10% higher, the profit before income tax for the nine months ended September 30, 2021 and 2020 would have increased by $222,450 thousand and $1,587 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL. The pre-tax other comprehensive income for the nine months ended September 30, 2021 and 2020 would have increased by $16,533 thousand and increased $15,719 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group is exposed to credit risk from trade receivables, deposits, and other financial instruments. Credit risk on business-related exposures is managed separately from that on financial-related exposures.

a) Business related credit risk

To maintain the quality of receivables, the Group has established operating procedures to manage credit risk.

For individual customers, risk factors considered include the customer's financial position, credit rating agency rating, the Group's internal credit rating, and transaction history as well as current economic conditions that may affect the customer's ability to pay. The Group also has the right to use some credit protection enhancement tools, such as requiring advance payments, to reduce the credit risks involving certain customers.

b) Financial related credit risk

Bank deposits and other financial instruments are credit risk sources required by the Group's Department of Finance Department to be measured and monitored. However, since the Group's counterparties are all reputable financial institutions and government agencies, there is no significant financial credit risk.

c) The Group's simplified statement for notes receivable, trade receivables and contract assets, includes the allowance loss variation is shown below:

	Notes Receivable	Trade Receivables	Contract Assets	Total
January 1, 2021	$ -	$ 190,153	$ 11,524	$ 201,677
Expected credit loss	-	133,977	351,828	485,805
Actual write-off	-	(30,998)	-	(30,998)
Influence on exchange rate	-	(1,689)	17	(1,672)
September 30, 2021	$ -	$ 291,443	$ 363,369	$ 654,812

(Continued)

	Notes Receivable	Trade Receivables	Contract Assets	Total
January 1, 2020	$ -	$ 142,271	$ 11,530	$ 153,801
Expected credit loss	-	26,559	-	26,559
Actual write-off	-	(7,210)	-	(7,210)
Influence on exchange rate	-	(1,171)	(129)	(1,300)
September 30, 2020	$ -	$ 160,449	$ 11,401	$ 171,850

(Concluded)

The Group considered the credit risk of partial other receivables for the nine months ended September 30, 2021 had increased significantly since the initial recognition and, therefore, recognized the lifetime expected credit impairment loss amounting to $583,701 thousand.

3) Liquidity risk

The objective of liquidity risk management is to maintain operating cash and cash equivalents in order to ensure that the Group has sufficient financial flexibility.

The table below summarizes the maturity profile of the Group's non-derivative financial liabilities based on contractual undiscounted payments.

September 30, 2021

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Non-derivative financial liabilities					
Non-interest bearing liabilities	-	$ 65,723,078	$ 100,333	$ -	$ -
Lease liabilities	0.70-9.20	374,146	523,663	99,484	147,523
Fixed interest rate liabilities	0.35-5.70	31,392,792	-	-	-
		$ 97,490,016	$ 623,996	$ 99,484	$ 147,523

December 31, 2020

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Non-derivative financial liabilities					
Non-interest bearing liabilities	-	$ 62,893,747	$ 92,591	$ -	$ -
Lease liabilities	0.70-9.20	253,638	343,397	107,839	173,801
Fixed interest rate liabilities	0.52-6.25	24,948,113	-	-	-
		$ 88,095,498	$ 435,988	$ 107,839	$ 173,801

September 30, 2020

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Non-derivative financial liabilities					
Non-interest bearing liabilities	-	$ 62,482,909	$ 95,317	$ -	$ 727
Lease liabilities	0.70-9.20	269,812	367,842	121,711	179,740
Fixed interest rate liabilities	0.47-6.30	26,458,246	-	-	-
		$ 89,210,967	$ 463,159	$ 121,711	$ 180,467

The table below summarizes the maturity profile of the Group's derivative financial instruments based on contractual undiscounted payments.

September 30, 2021

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Forward exchange contracts				
Inflows	$ 56,704,301	$ -	$ -	$ -
Outflows	(55,404,627)	-	-	-
	1,299,674	-	-	-
Currency swaps				
Inflows	33,226,960	-	-	-
Outflows	(33,160,960)	-	-	-
	66,000	-	-	-
	$ 1,365,674	$ -	$ -	$ -

December 31, 2020

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Forward exchange contracts				
Inflows	$ 55,483,271	$ -	$ -	$ -
Outflows	(55,147,830)	-	-	-
	335,441	-	-	-
Currency swaps				
Inflows	36,136,533	-	-	-
Outflows	(35,904,135)	-	-	-
	232,398	-	-	-
	$ 567,839	$ -	$ -	$ -

September 30, 2020

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Forward exchange contracts				
Inflows	$ 64,019,050	$ -	$ -	$ -
Outflows	(63,557,211)	-	-	-
	461,839	-	-	-
Currency swaps				
Inflows	36,623,526	-	-	-
Outflows	(36,543,085)	-	-	-
	80,441	-	-	-
	$ 542,280	$ -	$ -	$ -

32. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which were related parties of the Company, had been eliminated on consolidation and are not disclosed in this note. Besides as disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

a. Related parties and relationships

Related Parties	Relationships with the Group
Lite-On Semiconductor Corp.	Associate (non-related party since December 2020)
Lite-Space Technology Company Limited	Associate
Yamada-Lom Fabricacao De Artefatos De Material Plastico Ltda. (“Yamada-Lom Ltda”)	Associate (non-related party since August 2021)
L&K Industries Philippines, Inc.	Associate
Silitech Technology Corporation	Associate (became an associate since December 30, 2020)
Silport Travel Corp.	Related party in substance (dissolved since May 2021)
Chi Mei Mold Co.	Related party in substance (non-related party since June 29, 2020)
Silport Technology Corp.	Related party in substance
Diodes Incorporated	Related party in substance (non-related party since July 2020)
Lite-On Cultural Foundation	Related party in substance

b. Sales of goods

Related Parties Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Associate				
L&K Industries Philippines, Inc.	$ 9,905	$ 12,689	$ 28,805	$ 28,004
Lite-On Semiconductor Corp.	-	21,796	-	104,024
Others	27	-	245	-
	9,932	34,485	29,050	132,028
Related party in substance				
Others	101	113	355	614
	$ 10,033	$ 34,598	$ 29,405	$ 132,642

For the nine months ended September 30, 2020, the Group's selling prices for Lite-On Semiconductor Corp. were at cost plus an agreed-upon profit. Except for this sales arrangement with Lite-On Semiconductor Corp., the sales terms between the Group and its related parties did not have material difference as those between the Group and non-related parties.

Lease contracts with related parties were based on market prices and made under mutual agreements and normal terms. The market prices and contract terms between the Group and its related parties did not have material difference as those between the Group and non-related parties.

c. Purchases of goods

Related Parties Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Associate				
Lite-Space Technology Company Limited	$ 332,097	$ 410,579	$ 838,367	$ 1,091,454
Lite-On Semiconductor Corp.	-	241,643	-	715,640
Others	3,683	-	21,004	-
	335,780	652,222	859,371	1,807,094
Related party in substance				
Diodes Incorporated	-	-	-	233,366
Others	-	-	-	2,852
	-	-	-	236,218
	$ 335,780	$ 652,222	$ 859,371	$ 2,043,312

The cost of the Group's purchases from Lite-On Semiconductor Corp. for the nine months ended September 30, 2020 was based on cost plus an agreed-upon profit. Except for these purchases, the purchase terms between the Group and its related parties did not have material difference as those between the Group and non-related parties.

d. Receivables from related parties

Related Parties Category	September 30, 2021	December 31, 2020	September 30, 2020
Trade receivables			
Associate			
L&K Industries Philippines, Inc.	$ 13,580	$ 21,273	$ 14,804
Lite-On Semiconductor Corp.	-	17,043	37,975
Others	-	44	-
	13,580	38,360	52,779
Related party in substance			
Others	-	-	246
	$ 13,580	$ 38,360	$ 53,025
Other receivables			
Associate			
Yamada-Lom Ltda	$ 3,757	$ 7,212	$ 7,844
Lite-On Semiconductor Corp.	-	-	2,237
Others	-	148	11
	$ 3,757	$ 7,360	$ 10,092

The outstanding trade receivables from related parties are unsecured.

e. Payables to related parties

Related Parties Category	September 30, 2021	December 31, 2020	September 30, 2020
Trade payables			
Associate			
Lite-Space Technology Company Limited	$ 114,862	$ 90,979	$ 133,040
Lite-On Semiconductor Corp.	-	189,315	311,521
Others	5,392	14,707	-
	120,254	295,001	444,561
Related party in substance			
Diodes Incorporated	-	-	39,628
Others	-	-	1,433
	-	-	41,061
	$ 120,254	$ 295,001	$ 485,622
Other payables			
Associate			
Silitech Technology Corporation	$ 1,778	$ 785	$ -
Others	-	29	797
	1,778	814	797
Related party in substance			
Silport Technology Corp.	368	108	122
Chi Mei Mold Co.	-	-	4,419
Others	-	-	5
	368	108	4,546
	$ 2,146	$ 922	$ 5,343

The outstanding payables to related parties are unsecured.

f. Lease arrangements

Related Parties Category	For the Three Months Ended September 30 2021	2020	For the Nine Months Ended September 30 2021	2020
Interest expense				
Associate				
Lite-On Semiconductor Corp.	$ -	$ -	$ -	$ 361

The lease terms between the Group and its related parties did not have material difference as those between the Group and non-related parties.

g. Operating expenses

Related Parties Category	For the Three Months Ended September 30 2021	2020	For the Nine Months Ended September 30 2021	2020
Associate				
Others	$ 468	$ -	$ 623	$ 1
Related party in substance				
Lite-On Culture Foundation	-	-	10,000	10,000
Silport Travel Corp.	-	552	-	8,598
Chi Mei Hold Co., Ltd.	-	-	-	3,992
Others	36	103	181	467
	36	655	10,181	23,057
	$ 504	$ 655	$ 10,804	$ 23,058

The Group donated and recognized expenses in the amount of $0 and $10,000 thousand for the three months and nine months ended September 30, 2021, respectively, and $0 and $10,000 thousand for the three months and nine months ended September 30, 2020, respectively, to facilitate communal, cultural and educational project of Lite-On Cultural Foundation.

h. Other revenue

Related Parties Category	For the Three Months Ended September 30 2021	2020	For the Nine Months Ended September 30 2021	2020
Associate				
Yamada-Lom Ltda	$ 828	$ 2,454	$ 5,404	$ 8,101
Lite-On Semiconductor Corp.	-	1,099	-	4,056
Others	-	-	-	438
	828	3,553	5,404	12,595
Related party in substance				
Others	11	16	26	796
	$ 839	$ 3,569	$ 5,430	$ 13,391

i. Acquisition of property, plant and equipment

	Purchase Price			
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
Related Parties Category	2021	2020	2021	2020
Related party in substance				
Others	$ -	$ -	$ 270	$ -

j. Disposal of property, plant and equipment

	Proceeds		Gain on Disposal	
	For the Three Months Ended September 30		For the Three Months Ended September 30	
Related Parties Category	2021	2020	2021	2020
Related party in substance				
Others	$ -	$ -	$ -	$ -

	Proceeds		Gain on Disposal	
	For the Nine Months Ended September 30		For the Nine Months Ended September 30	
Related Parties Category	2021	2020	2021	2020
Related party in substance				
Others	$ -	$ 5	$ -	$ 5

k. Compensation of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2021	2020	2021	2020
Short-term employee benefits	$ 75,308	$ 221,239	$ 273,287	$ 435,776
Post-employment benefits	612	580	1,848	2,161
	$ 75,920	$ 221,819	$ 275,135	$ 437,937

The remuneration of directors and key executives was determined by the remuneration committee with regard to the performance of individuals and market trends.

33. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

	September 30, 2021	December 31, 2020	September 30, 2020
Pledged time deposits (classified as financial assets at amortized cost)	$ 312,317	$ 410,987	$ 508,472

Above assets included the guarantee deposits provided for general government projects and custom duties regarding shipment clearance in advance of duty payments and tax refunds.

34. SIGNIFICANT CONTINGENT LIABILITIES

a. Nitride Semiconductors Co., Ltd sued the Company and its subsidiaries, LITE-ON TECHNOLOGY USA, INC., LITE-ON, INC., and LITE-ON TRADING USA, INC. The petitioner claimed that certain products supplied by the subsidiaries infringed the original patents and demanded royalty payments. The Company has retained its attorney to appropriately handle the litigation. There was no material impact on the operation and financial performance of the Group at the time of evaluation.

b. Sensor Electronic Technology, Inc. sued the Company and its subsidiaries, LITE-ON TECHNOLOGY USA, INC., LITE-ON, INC., and LITE-ON TRADING USA, INC. The petitioner claimed that certain products supplied by the subsidiaries infringed the original patents and demanded royalty payments. The electronic chips claimed to infringe the original patent were provided by another company outside the Group; thus, the company which provided the electronic chips has retained an external lawyer to appropriately handle the litigation. There was no material impact on the operation and financial performance of the Group at the time of evaluation.

   The Company and Genesis Photonics Inc. also hired external lawyers on September 17, 2021 to submit a counterclaim against Sensor Electronic Technology, Inc., to protect the Group's intellectual property rights.

c. Nitek, Inc. sued the Company, Lite-On Technology USA, Inc., Lite-On, Inc. and Lite-On Trading USA, Inc. The petitioner claimed that certain products supplied by the subsidiaries infringed the original patents and demanded royalty payments. The electronic chips claimed to infringe the original patent were provided by another company outside the Group; thus, the company which provided the electronic chips has retained an external lawyer to appropriately handle the litigation. There was no material impact on the operation and financial performance of the Group at the time of evaluation.

35. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the entities in the Group and the exchange rates between foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

September 30, 2021

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 1,194,973	27.7950 (USD:NTD)	$ 33,214,282
USD	1,376,498	6.4499 (USD:CNY)	38,259,775
USD	65,021	7.7876 (USD:HKD)	1,807,261
USD	41,539	33.7500 (USD:THB)	1,154,564
USD	46,285	0.8626 (USD:EUR)	1,286,494
EUR	10,136	1.1593 (EUR:USD)	326,607
			$ 76,048,983

(Continued)

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount
Non-monetary items			
Investments in associates and joint ventures accounted for using the equity method			
USD	$ 3,350	27.7950 (USD:NTD)	$ 93,125
Financial liabilities			
Monetary items			
USD	1,878,749	27.7950 (USD:NTD)	$ 52,219,826
USD	944,443	6.4499 (USD:CNY)	26,250,797
USD	25,090	7.7876 (USD:HKD)	697,373
USD	53,107	33.7500 (USD:THB)	1,476,110
			$ 80,644,106

(Concluded)

December 31, 2020

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 1,390,083	28.0450 (USD:NTD)	$ 38,984,891
USD	1,379,233	6.5182 (USD:CNY)	38,680,577
USD	65,224	7.7521 (USD:HKD)	1,829,205
USD	32,233	29.9500 (USD:THB)	903,981
USD	1,317	0.8137 (USD:EUR)	36,943
EUR	10,422	1.2290 (EUR:USD)	359,201
			$ 80,794,798
Non-monetary items			
Investments in associates and joint ventures accounted for using the equity method			
USD	3,576	28.0450 (USD:NTD)	$ 100,301
Financial liabilities			
Monetary items			
USD	1,863,247	28.0450 (USD:NTD)	$ 52,254,758
USD	935,342	6.5182 (USD:CNY)	26,231,675
USD	24,229	7.7521 (USD:HKD)	679,490
USD	34,122	29.9500 (USD:THB)	956,945
USD	1,472	0.8137 (USD:EUR)	41,293
			$ 80,164,161

September 30, 2020

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 1,188,170	28.9050 (USD:NTD)	$ 34,344,042
USD	1,357,564	6.7902 (USD:CNY)	39,240,387
USD	63,820	7.7500 (USD:HKD)	1,844,721
USD	35,113	31.6000 (USD:THB)	1,014,953
USD	1,003	0.8526 (USD:EUR)	28,996
EUR	12,057	1.1729 (EUR:USD)	408,776
			$ 76,881,875
Non-monetary items			
Investments in associates and joint ventures accounted for using the equity method			
USD	3,578	28.9050 (USD:NTD)	$ 103,428
Financial liabilities			
Monetary items			
USD	1,584,448	28.9050 (USD:NTD)	$ 45,798,473
USD	907,701	6.7902 (USD:CNY)	26,237,090
USD	23,280	7.7500 (USD:HKD)	672,920
USD	36,127	31.6000 (USD:THB)	1,044,260
USD	1,101	0.8526 (USD:EUR)	31,819
			$ 73,784,562

For the three months ended September 30, 2021 and 2020, net foreign exchange gains were $131,875 thousand and $181,247 thousand, respectively; for the nine months ended September 30, 2021 and 2020, net foreign exchange gains were $340,834 thousand and $377,374 thousand, respectively. It is impractical to disclose net foreign exchange gains or losses by each significant foreign currency due to the variety of the foreign currency transactions of the entities in the Group.

36. OTHER ITEMS

In order to effectively utilize assets and to improve the safety of the plant structure and the efficiency of building bulk, the Company's board of director passed an urban renewal resolution on October 28, 2021 to rebuild the original Zhonghe factory base into Zhonghe Digital Building. The construction period will be from March 2022 to February 2025 and the budget for construction is $2,823,446 thousand. The chairman acts at his/her own discretion to authorize any relevant unsettled matters.

37. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

1) Financing provided to others: See Table 1 below.

2) Endorsement/guarantee provided: See Table 2 below.

3) Marketable securities held (excluding investment in subsidiaries, associates and joint ventures): See Table 3 below.

4) Marketable securities acquired and disposed of at costs or prices of at least NT$300 million or 20% of the paid-in capital: See Table 4 below.

5) Acquisition of individual real estate at costs of at least NT$300 million or 20% of the paid-in capital: See Table 5 below.

6) Disposal of individual real estate at prices of at least NT$300 million or 20% of the paid-in capital: None.

7) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: See Table 6 below.

8) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: See Table 7 below.

9) Trading in derivative instruments: See Notes 7 and 31 to the financial statements.

10) Others: Intercompany relationships and significant intercompany transactions: See Table 10 below.

b. Information on investees: See Table 8 below.

c. Information on investments in mainland China:

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: See Table 9 below.

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: See Table 10 below.

d. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder: None.

38. SEGMENT INFORMATION

a. General information

The Group identified the reportable segments based on the information provided to the chief operating decision maker, and the segments by the types of products included Opto-electronics, Information Technology & Consumer Electronics, and Cloud & AIoT. The types of products are described as follows:

1) Opto-electronics: Optoelectronics product solutions, outdoor lighting solutions and automotive electronics.

2) Information Technology & Consumer Electronics: Products used in NB, tablets, DT, gaming, consumer electronics and multifunction peripherals applications.

3) Cloud and AIoT: Products used in datacenter, server, networking, AIoT, smart devices and video intelligence solutions.

The composition of reportable segments has been changed due to changes in the classification of some products, and the information for the nine months ended September 30, 2020 is restated for comparison.

b. Measurement of segment information

The Group uses the income before income tax from operations as the measurement for segment profit and the basis of performance assessment. There was no material difference between the accounting policies of the operating segment and the accounting policies described in Note 4.

c. Segment information

The segment information provided to the chief operating decision maker for the reportable segments is as follows:

	For the Nine Months Ended September 30, 2021				
	Opto-electronics	Information Technology and Consumer Electronics	Cloud and AIoT	Elimination	Total
Sales from external customers	$ 24,961,009	$ 62,909,143	$ 32,388,812	$ -	$ 120,258,964
Sales among segments	367,515	1,014,431	412,412	(1,794,358)	-
Operating profit	2,772,457	5,841,413	2,107,030	-	10,720,900

	For the Nine Months Ended September 30, 2020				
	Opto-electronics	Information Technology and Consumer Electronics	Cloud and AIoT	Elimination	Total
Sales from external customers	$ 20,948,638	$ 65,356,823	$ 29,392,405	$ -	$ 115,697,866
Sales among segments	1,010,357	892,262	451,485	(2,354,104)	-
Operating profit	2,636,391	5,150,849	1,776,999	-	9,564,239

d. Reconciliation information for segment profit (loss)

1) The revenue from external parties reported to the chief operating decision maker was recognized using the same accounting policies in the statement of comprehensive income.

2) The reconciliation of reportable segments profit (loss) and income before income tax is provided as follows:

	For the Nine Months Ended September 30	
	2021	**2020**
Reportable segments' profit	$ 10,720,900	$ 9,564,239
Unclassified loss	(1,291,743)	(1,178,037)
Non-operating income and expenses	5,045,527	1,719,920
Profit before income tax	$ 14,474,684	$ 10,106,122

3) Segment profit represented the profit before tax earned by each segment without unclassified headquarter administration costs, share of profit or loss of associates accounted for using the equity method, interest income, dividend income, other income, net gain on disposal of property, plant and equipment, net gain (loss) on disposal of investments, net gain on foreign currency exchange, net valuation gain (loss) on financial instruments at FVTPL, net gain (loss) on financial assets at FVTPL - structured products, finance costs, other expenses, net loss on disposal of intangible assets, impairment loss, and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars)

No.	Financing Company	Counterparty	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate	Nature for Financing (Note 1)	Transaction Amount	Reasons for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company (Note 2)	Financing Company's Total Financing Amount Limits (Note 2)	Note
													Item	Value			
1	LITE-ON SINGAPORE PTE. LTD.	LITE-ON MOBILE PTE. LTD.	Receivables from related parties	Yes	$ 768,960	$ 750,465	$ 750,465	0.83938%	b	$ -	Operating capital	$ -	None	$ -	$ 19,677,269	$ 19,677,269	
2	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Receivables from related parties	Yes	100,110	99,116	99,116	2.65%	b	-	Operating capital	-	None	-	4,973,534	4,973,534	
3	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON GREEN TECHNOLOGIES (NANJING) CORPORATION	Receivables from related parties	Yes	13,058	12,928	12,928	2.65%	b	-	Operating capital	-	None	-	2,976,743	2,976,743	
3	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON INTELLIGENT TECHNOLOGY (YENCHENG) CORP.	Receivables from related parties	Yes	107,913	64,641	64,641	2.65%	b	-	Operating capital	-	None	-	2,976,743	2,976,743	
4	GUANGZHOU LITE-ON MOBILE ENGINEERING PLASTICS CO., LTD.	BEIJING LITE-ON MOBILE ELECTRONIC AND TELECOMMUNICATION COMPONENTS CO., LTD.	Receivables from related parties	Yes	94,807	60,332	60,332	2.65%	b	-	Operating capital	-	None	-	1,845,791	1,845,791	

Note 1: Reasons for financing are as follows:

a. Business relationship.
b. The need for short-term financing.

Note 2: Financing limit for each borrower and the aggregate financing limits are calculated based on the financing company's policy.

Note 3: The net worth is based on the most current reviewed financial statements or audited financial statements.

Note 4: All intercompany financing transactions have been eliminated upon consolidation.

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars)

No.	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Endorsement/ Guarantee Amount Provided to Each Guaranteed Party (Note 2)	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statements (%)	Maximum Endorsement/ Guarantee Amount Allowable (Note 2)	Guarantee Provided by the Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China	Note
		Name	Nature of Relationship (Note 1)											
1	Lite-On Capital Corporation	Lite-On Green Energy B.V.	c	$ 1,836,270	$ 317,986	$ 302,872	$ 302,872	$ -	0.44	$ 1,836,270	No	No	No	

Note 1: Relationship between endorser/guarantor and endorsee/guarantee are as follows:

a. Business relationship.

b. A subsidiary in which the Company holds directly and indirectly over 50% of an equity interest.

c. An investee in which the Company and its subsidiaries hold directly and indirectly over 50% of an equity interest.

Note 2: a. The endorsement/guarantee limit for each entity and the total endorsement/guarantee limit are calculated on the basis of Lite-On Capital Corporation’s endorsement/guarantee procedures.

b. The net worth is based on the most current audited financial statements.

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars or in Thousands of Foreign Currencies)

Holding Company	Marketable Securities Type and Name	Relationship with the Holding Company	Financial Statement Account	September 30, 2021				Note
				Shares/Units (In Thousands)	Carrying Value (In Thousands of Foreign Currencies)	Percentage of Ownership (%)	Fair Value (In Thousands of Foreign Currencies)	
Lite-On Technology Corporation	Ordinary shares							
	ENNOSTAR Inc.	-	Financial assets at FVTPL	224	$ 15,938	0.03	$ 15,938	
	Wistron Corporation	-	Financial assets at FVTOCI	1,487	40,895	0.05	40,895	
	Logah Technology Corp.	-	Financial assets at FVTOCI	7,578	101,169	8.14	101,169	
	Com2B Corp.	-	Financial assets at FVTOCI	5,000	9,009	11.11	9,009	
	Avamax Corp.	-	Financial assets at FVTPL	559	-	6.99	-	
	Aetas Technology, Inc.	Member of the board of directors	Financial assets at FVTPL	4,026	-	8.07	-	
	AuriaSolar Co., Ltd.	-	Financial assets at FVTPL	41,400	-	19.71	-	
	Z-Com, Inc.	-	Financial assets at FVTOCI	63	529	0.09	529	
	Fong Han Electronics Co., Ltd.	-	Financial assets at FVTPL	1,167	-	6.67	-	
	Xepex Electronics Co., Ltd.	-	Financial assets at FVTPL	-	-	-	-	
	North America Micro-Electronic & Software, Incorporated	-	Financial assets at FVTOCI	5	-	2.67	-	
	ACTION MEDIA TECHNOLOGIES, INC.	-	Financial assets at FVTPL	38	-	-	-	
	Oplink Communications, Inc.	-	Financial assets at FVTOCI	1	786	0.01	786	
	Taiwan Changxing Technology Co., Ltd.	-	Financial assets at FVTOCI	462	4,620	15.40	4,620	
	InSynerger Technology Co., Ltd.	Member of the board of directors	Financial assets at FVTOCI	1,710	29,070	19.29	29,070	
	PlayNitride Inc.	-	Financial assets at FVTOCI	177	35,340	0.39	35,340	
	VISION DISPLAY SYSTEM CO., LTD.	-	Financial asset at FVTPL	322	-	2.68	-	
	Innolabs Corporation	-	Financial asset at FVTPL	320	-	0.89	-	
	Preference shares							
	Arkologic Holdings Limited	-	Financial assets at FVTPL	11,111	-	7.66	-	
	PI-CORAL, INC.	-	Financial assets at FVTPL	1,139	-	10.65	-	
	PlayNitride Inc.	-	Financial assets at FVTOCI	1,165	232,222	2.58	232,222	
	@NETWORK, Inc.	-	Financial assets at FVTPL	200	-	-	-	
	Advanced Reticle Technology, Inc.	-	Financial assets at FVTPL	1,200	-	-	-	
	COMBRIO NETWORKS, INC.	-	Financial assets at FVTPL	600	-	1.00	-	
	InterEMS.com, Inc.	-	Financial assets at FVTPL	100	-	0.75	-	
	Lynuxworks, Incorporated	-	Financial assets at FVTPL	80	-	1.04	-	
	Newera Communications, Inc.	-	Financial assets at FVTPL	1,538	-	33.92	-	
	Nobex Corporation	-	Financial assets at FVTPL	300	-	0.66	-	
	Single Chip Systems Corporation	-	Financial assets at FVTPL	294	-	0.56	-	
	Stemcyte, Inc.	-	Financial assets at FVTPL	94	-	0.91	-	
	Hotvoice Communications Technologies	-	Financial assets at FVTPL	125	-	30.49	-	

(Continued)

Holding Company	Marketable Securities Type and Name	Relationship with the Holding Company	Financial Statement Account	September 30, 2021				Note
				Shares/Units (In Thousands)	Carrying Value (In Thousands of Foreign Currencies)	Percentage of Ownership (%)	Fair Value (In Thousands of Foreign Currencies)	
Lite-On Technology Corporation	Fund							
	Arm IoT Fund, L.P.	-	Financial assets at FVTPL	-	$ 53,456	10.33	$ 53,456	
	Esquarre IoT Landing Fund	-	Financial assets at FVTPL	-	4,325	14.18	4,325	
	PacRim Venture Partners	-	Financial assets at FVTPL	-	-	3.00	-	
	Convertible bond							
	Xepex Electronics Co., Ltd.	-	Financial asset at FVTPL	150	-	-	-	
Lite-On Capital Corporation	Ordinary shares							
	Lite-On Technology Corporation	The parent company	Financial assets at FVTOCI	15,116	944,742	0.65	944,742	
	Lead Data, Inc.	-	Financial assets at FVTOCI	865	2,550	0.59	2,550	
	Compound Solar Technology Co., Ltd.	-	Financial assets at FVTPL	2,000	-	2.86	-	
	Z-Com, Inc.	-	Financial assets at FVTOCI	2,412	20,185	3.33	20,185	
Lite-on Green Energy (HK) Limited	Ordinary shares							
	Changzhou Binhu Thin Film Solar Greenhouse Co., Ltd.	-	Financial assets at FVTOCI	-	US$ 140	19.90	US$ 140	
LITE-ON ELECTRONICS COMPANY LIMITED	Ordinary shares							
	Lite-On Technology Corporation	The parent company	Financial assets at FVTOCI	2,450	$ 153,148	0.11	$ 153,148	
YET FOUNDATE LIMITED	Ordinary shares							
	Lite-On Technology Corporation	The parent company	Financial assets at FVTOCI	2,271	141,940	0.10	141,940	
	Northern Lights Semiconductor	-	Financial assets at FVTPL	3,000	-	5.91	-	
LET (HK) LIMITED	Fund							
	Innovation Works Development Fund, L.P.	-	Financial assets at FVTPL	-	HK$ 18,221	0.55	HK$ 18,221	
LITE-ON TECHNOLOGY USA, INC.	Fund							
	SMART WORLD INNOVATION FUND GP, LLC	-	Financial assets at FVTPL	-	US$ 1,696	23.46	US$ 1,696	
LITE-ON SINGAPORE PTE. LTD.	Ordinary shares							
	LuxVisions Innotech Limited	-	Financial assets at FVTOCI	12,000	US$ 40,000	5.19	US$ 40,000	
LTC GROUP LTD.	Ordinary shares							
	VIZIO Holding Corp.	-	Financial assets at FVTPL	3,741	US$ 79,459	2.04	US$ 79,459	
TITANIC CAPITAL SERVICES LTD.	Ordinary shares							
	Lite-On Technology Corporation	The parent company	Financial assets at FVTOCI	7,004	437,764	0.30	437,764	Note
LITE-ON CHINA HOLDING CO. LTD.	Ordinary shares							
	COMMIT Incorporated	-	Financial assets at FVTPL	4,962	-	1.87	-	

Note: Originally held by LTC International LTD., which was dissolved upon merging with TITANIC CAPITAL SERVICES LTD. in July 2021. The asset transfer process for the Company's shares held by LTC International LTD. is expected to be completed in the fourth quarter of 2021.

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars or in Thousands of Foreign Currencies)

Company Name	Marketable Securities Type and Name	Financial Statement Account	Counterparty	Nature of Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares/Units (In Thousands)	Amount	Shares/Units (In Thousands)	Amount	Shares/Units (In Thousands)	Amount	Carrying Amount	Gain (Loss) on Disposal	Shares/Units (In Thousands)	Amount
LITE-ON TECHNOLOGY CORPORATION	The shares of SUZHOU LITE-ON STORAGE CO., LTD.	Investments accounted for using the equity method	SUZHOU HUANXIUHU NO.1 INVESTMENT CO., LTD.	-	-	$ 880,249	-	$ -	-	(Note)	$ 880,249	$ (Note)	-	$ -

Note: The monetary amount of the shares disposed of is CNY235,000 thousand, and the related gain on the disposal of the equity shares is $61,640 thousand.

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(In Thousands of New Taiwan Dollars or in Thousands of Foreign Currencies)

Buyer	Property	Event Date	Transaction Amount	Payment Status	Counterparty	Relationship	Information on Previous Title Transfer If Counterparty Is A Related Party				Pricing Reference	Purpose of Acquisition	Other Terms
							Property Owner	Relationship	Transaction Date	Amount			
LITE-ON TECHNOLOGY CORPORATION	Right-of-use assets - buildings	April 16, 2021 (Note 1)	$414,893 (Note 2)	Monthly payment	Hon Hui Si Yuan CO., LTD.	-	Not applicable	Not applicable	Not applicable	Not applicable	Appraisal report	As a provisional office for Zhonghe plant during urban renewal	None

Note 1: The board of director resolved the leasing transaction on April 16, 2021, and the lease term is from July 1, 2021 to June 30, 2024.

Note 2: It was measured at the present value of future lease payments calculated at a discount rate.

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars or in Thousands of Foreign Currencies)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Trade (Payable) or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Lite-On Technology Corporation	Philips & Lite-On Digital Solutions Corporation	Subsidiary	Sale	$ (4,997,830)	(6.48)	About 90 days	Cost-plus pricing	No significant difference	$ 2,487,252	8.38	
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Fourth-tier subsidiary	Sale	(649,642)	(0.84)	About 90 days	Cost-plus pricing	No significant difference	256,765	0.87	
	LITE-ON SINGAPORE PTE. LTD.	Subsidiary	Sale	(2,842,749)	(3.69)	About 90 days	Cost-plus pricing	No significant difference	1,098,187	3.70	
	Lite-On Japan Ltd.	Subsidiary	Sale	(331,135)	(0.43)	About 90 days	Cost-plus pricing	No significant difference	161,482	0.54	
	LITE-ON JAPAN (Thailand) CO., LTD	Sub-subsidiary	Sale	(104,607)	(0.14)	About 90 days	Cost-plus pricing	No significant difference	84,939	0.29	
	LITE-ON TRADING USA, INC.	Sub-subsidiary	Sale	(2,146,911)	(2.78)	About 90 days	Cost-plus pricing	No significant difference	1,049,261	3.53	
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Fourth-tier subsidiary	Purchase	517,594	0.77	About 90 days	Cost-plus pricing	No significant difference	(178,474)	(0.57)	
	LITE-ON VIETNAM CO., LTD.	Subsidiary	Purchase	624,132	0.93	About 90 days	Cost-plus pricing	No significant difference	(362,019)	(1.16)	
	LITE-ON SINGAPORE PTE. LTD.	Subsidiary	Purchase	17,754,800	26.33	About 90 days	Cost-plus pricing	No significant difference	(8,461,411)	(27.19)	
	Lite-On Overseas Trading Co., Ltd.	Subsidiary	Purchase	43,613,925	64.69	About 90 days	Cost-plus pricing	No significant difference	(18,024,306)	(57.92)	
Philips & Lite-On Digital Solutions Corporation	Philips & Lite-On Digital Solutions USA, Inc.	Subsidiary	Sale	(2,599,138)	(50.30)	About 90 days	Cost-plus pricing	No significant difference	878,982	61.59	
LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(1,433,747)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	171,511	100.00	
LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(8,893,672)	(97.91)	About 90 days	Cost-plus pricing	No significant difference	72,898	56.35	
LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(4,512,383)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	1,452,008	100.00	
LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(461,723)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	67,457	100.00	
LITE-ON AUTOMOTIVE ELECTRONICS (CHANGZHOU) CO., LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	Sale	(131,538)	(54.41)	About 90 days	Cost-plus pricing	No significant difference	49,754	49.60	
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(108,374)	(44.82)	About 90 days	Cost-plus pricing	No significant difference	50,452	50.29	
LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(10,853,765)	(57.90)	About 90 days	Cost-plus pricing	No significant difference	2,992,665	53.67	
	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(7,355,617)	(39.24)	About 90 days	Cost-plus pricing	No significant difference	2,394,444	42.94	
LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(482,880)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	169,777	100.00	
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	Sale	(251,325)	(5.39)	About 90 days	Cost-plus pricing	No significant difference	79,992	5.79	
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	Sale	(122,950)	(2.63)	About 90 days	Cost-plus pricing	No significant difference	48,830	3.54	
LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(10,210,031)	(99.81)	About 90 days	Cost-plus pricing	No significant difference	2,078,563	99.75	
SILITEK ELEC. (DONGGUAN) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	Sale	(397,703)	(4.54)	About 90 days	Cost-plus pricing	No significant difference	137,609	6.61	
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	Sale	(174,951)	(2.00)	About 90 days	Cost-plus pricing	No significant difference	121,350	5.83	
	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(7,991,939)	(91.13)	About 90 days	Cost-plus pricing	No significant difference	1,786,463	85.87	
LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(1,232,746)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	148,256	100.00	
LITE-ON ELECTRONICS H.K. LIMITED	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(187,303)	(7.99)	About 90 days	Cost-plus pricing	No significant difference	86,491	12.66	
HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(1,536,092)	(90.04)	About 90 days	Cost-plus pricing	No significant difference	203,933	73.30	
LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	Sale	(1,237,807)	(7.43)	About 90 days	Cost-plus pricing	No significant difference	465,660	7.48	
	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Affiliate	Sale	(485,982)	(2.92)	About 90 days	Cost-plus pricing	No significant difference	307,779	4.94	
	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(14,729,206)	(88.52)	About 90 days	Cost-plus pricing	No significant difference	5,206,221	83.65	
LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(375,412)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	140,446	100.00	
LiteON Auto Electric Technology (Guangzhou) Ltd.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	Sale	(183,889)	(97.43)	About 90 days	Cost-plus pricing	No significant difference	22,108	88.15	
LITEON-IT OPTO TECH (BH) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(3,688,880)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	1,354,535	100.00	
Lite-On Electronics (Thailand) Co., Ltd.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(3,194,374)	(96.63)	About 90 days	Cost-plus pricing	No significant difference	747,088	93.70	
	LITE-ON JAPAN (Thailand) CO., LTD	Affiliate	Sale	(111,308)	(3.37)	About 90 days	Cost-plus pricing	No significant difference	50,255	6.30	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Trade (Payable) or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
LITE-ON VIETNAM CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	$ (351,316)	(36.02)	About 90 days	Cost-plus pricing	No significant difference	$ 115,583	24.20	
LITE-ON SINGAPORE PTE. LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Subsidiary	Sale	(802,479)	(1.45)	About 90 days	Cost-plus pricing	No significant difference	383,197	1.73	
	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Affiliate	Sale	(694,579)	(1.26)	About 90 days	Cost-plus pricing	No significant difference	375,983	1.70	
	LITE-ON ELECTRONICS H.K. LIMITED	Affiliate	Sale	(2,298,076)	(4.15)	About 90 days	Cost-plus pricing	No significant difference	1,125,397	5.09	
	Lite-On Japan Ltd.	Affiliate	Sale	(465,511)	(0.84)	About 90 days	Cost-plus pricing	No significant difference	181,292	0.82	
	LITE-ON, INC.	Affiliate	Sale	(533,860)	(0.96)	About 90 days	Cost-plus pricing	No significant difference	230,175	1.04	
	LITE-ON TRADING USA, INC.	Affiliate	Sale	(6,335,450)	(11.45)	About 90 days	Cost-plus pricing	No significant difference	3,053,894	13.82	
	LEOTEK ELECTRONICS USA LLC	Affiliate	Sale	(659,265)	(1.19)	About 90 days	Cost-plus pricing	No significant difference	374,001	1.69	
	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(108,533)	(0.20)	About 90 days	Cost-plus pricing	No significant difference	50,670	0.23	
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Affiliate	Sale	(437,799)	(0.79)	About 90 days	Cost-plus pricing	No significant difference	156,113	0.71	
Lite-On Japan Ltd.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(184,516)	(9.59)	About 90 days	Cost-plus pricing	No significant difference	35,437	6.37	
LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	LITE-ON SINGAPORE PTE. LTD.	The parent company	Sale	(275,268)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	28,414	100.00	
Lite-On Overseas Trading Co., Ltd.	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Affiliate	Sale	(7,838,691)	(7.46)	About 90 days	Cost-plus pricing	No significant difference	1,642,208	4.75	
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	Sale	(9,184,086)	(8.74)	About 90 days	Cost-plus pricing	No significant difference	4,280,034	12.37	
	LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Affiliate	Sale	(115,462)	(0.11)	About 90 days	Cost-plus pricing	No significant difference	37,168	0.11	
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Affiliate	Sale	(8,896,400)	(8.47)	About 90 days	Cost-plus pricing	No significant difference	1,175,925	3.40	
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Affiliate	Sale	(6,058,649)	(5.77)	About 90 days	Cost-plus pricing	No significant difference	1,254,698	3.63	
	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Affiliate	Sale	(601,946)	(0.57)	About 90 days	Cost-plus pricing	No significant difference	101,157	0.29	
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Affiliate	Sale	(12,665,166)	(12.05)	About 90 days	Cost-plus pricing	No significant difference	4,608,684	13.32	
	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Affiliate	Sale	(275,358)	(0.26)	About 90 days	Cost-plus pricing	No significant difference	117,924	0.34	
	LITEON-IT OPTO TECH (BH) CO., LTD.	Affiliate	Sale	(3,418,269)	(3.25)	About 90 days	Cost-plus pricing	No significant difference	1,703,267	4.92	
	LITE-ON VIETNAM CO., LTD.	Affiliate	Sale	(477,557)	(0.45)	About 90 days	Cost-plus pricing	No significant difference	281,353	0.81	
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(11,675,488)	(11.11)	About 90 days	Cost-plus pricing	No significant difference	1,238,848	3.58	
	Lite-Space Technology Company Limited	Associate	Purchase	838,367	0.80	About 90 days	Cost-plus pricing	No significant difference	114,862	(0.33)	
Lite-On (Guangzhou) Automotive Electronics Limited	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	Sale	(1,436,139)	(42.67)	About 90 days	Cost-plus pricing	No significant difference	598,576	60.65	
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(1,541,493)	(45.80)	About 90 days	Cost-plus pricing	No significant difference	146,699	14.86	

Note: All intercompany sales and purchases have been eliminated upon consolidation.

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars or in Thousands of Foreign Currencies)

Company Name	Related Party	Nature of Relationship	Ending Balance of Notes Receivable from Related Parties	Ending Balance of Trade Receivables from Related Parties	Ending Balance of Other Receivables from Related Parties	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
							Amount	Action Taken		
Lite-On Technology Corporation	Philips & Lite-On Digital Solutions Corporation	Subsidiary	$ -	$ 2,487,252	$ 9,119	2.53	$ -	-	$ 9,107	$ -
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Fourth-tier subsidiary	-	256,765	-	2.67	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Subsidiary	-	1,098,187	116,017	2.99	-	-	26	-
	Lite-On Japan Ltd.	Subsidiary	-	161,482	14,408	2.52	-	-	-	-
	LITE-ON TRADING USA, INC.	Sub-subsidiary	-	1,049,261	4,960	3.08	-	-	392	-
	Lite-On Overseas Trading Co., Ltd.	Subsidiary	-	1,681,135	52,753	-	-	-	17,299	-
Philips & Lite-On Digital Solutions Corporation	Philips & Lite-On Digital Solutions USA, Inc.	Subsidiary	-	878,982	1,276	3.92	-	-	-	-
LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	171,511	-	12.61	-	-	-	-
LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	1,452,008	10,787	4.63	-	-	-	-
LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Lite-On Technology Corporation	The parent company	-	178,474	-	2.62	-	-	-	-
	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Affiliate	-	-	101,466	-	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	2,992,665	-	5.14	-	-	-	-
	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	2,394,444	-	4.13	-	-	-	-
LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	169,777	-	4.41	-	-	-	-
LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	2,078,563	-	6.45	-	-	-	-
SILITEK ELEC. (DONGGUAN) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	-	137,609	-	3.05	-	-	-	-
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	-	121,350	-	3.84	-	-	-	-
	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	1,786,463	3,055	4.75	-	-	-	-
LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	148,256	-	11.66	-	-	148,256	-
HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	203,933	-	8.75	-	-	-	-
LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	-	465,660	-	2.51	-	-	-	-
	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Affiliate	-	307,779	-	2.18	-	-	-	-
	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	5,206,221	-	3.83	-	-	2,151,647	-
LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	140,446	-	2.49	-	-	-	-
LITEON-IT OPTO TECH (BH) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	1,354,535	-	3.27	-	-	523,400	-
Lite-On Electronics (Thailand) Co., Ltd.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	747,088	19,116	6.36	-	-	-	-
LITE-ON VIETNAM CO., LTD.	Lite-On Technology Corporation	The parent company	-	362,019	-	2.71	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	115,583	-	4.13	-	-	-	-

(Continued)

Company Name	Related Party	Nature of Relationship	Ending Balance of Notes Receivable from Related Parties	Ending Balance of Trade Receivables from Related Parties	Ending Balance of Other Receivables from Related Parties	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
							Amount	Action Taken		
LITE-ON SINGAPORE PTE. LTD.	Lite-On Technology Corporation	The parent company	$ -	$ 8,461,411	$ 9,737	3.02	$ -	-	$ -	$ -
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Subsidiary	-	383,197	-	2.63	-	-	121,047	-
	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Affiliate	-	375,983	-	2.17	-	-	80,812	-
LITE-ON SINGAPORE PTE. LTD.	LITE-ON ELECTRONICS H.K. LIMITED	Affiliate	-	1,125,397	684	2.94	-	-	-	-
	Lite-On Japan Ltd.	Affiliate	-	181,292	1,220	3.07	-	-	-	-
	LITE-ON, INC.	Affiliate	-	230,175	5,029	3.24	-	-	-	-
	LITE-ON TRADING USA, INC.	Affiliate	-	3,053,894	7,671	3.18	-	-	-	-
	LEOTEK ELECTRONICS USA LLC	Affiliate	-	374,001	-	2.83	9,672	-	-	-
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Affiliate	-	156,113	153	4.68	-	-	-	-
	LITE-ON MOBILE PTE. LTD.	Affiliate	-	-	756,099	-	-	-	-	-
G&W TECHNOLOGY (BVI) LIMITED	G&W TECHNOLOGY LIMITED	Subsidiary	-	-	105,275	-	-	-	-	-
Lite-On Overseas Trading Co., Ltd.	Lite-On Technology Corporation	The parent company	-	18,024,306	-	3.06	-	-	357	-
	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Affiliate	-	1,642,208	2,531	6.77	-	-	3,358	-
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	-	4,280,034	-	2.87	-	-	-	-
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Affiliate	-	1,175,925	-	9.06	-	-	1,065,900	-
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Affiliate	-	1,254,698	10,005	6.06	-	-	354,680	-
	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Affiliate	-	101,157	379	8.25	-	-	-	-
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Affiliate	-	4,608,684	1,145	3.71	-	-	1,651,189	-
	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Affiliate	-	117,924	7,350	2.63	-	-	-	-
	LITEON-IT OPTO TECH (BH) CO., LTD.	Affiliate	-	1,703,267	-	2.67	-	-	-	-
	LITE-ON VIETNAM CO., LTD.	Affiliate	-	281,353	-	2.39	-	-	12	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	1,238,848	-	5.59	-	-	-	-
Lite-On (Guangzhou) Automotive Electronics Limited	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	-	598,576	6,617	2.59	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	146,699	-	7.87	-	-	-	-

Note: All intercompany transactions have been eliminated upon consolidation.

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND RELATED INFORMATION ON INVESTEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars or Thousands of Foreign Currencies)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2021			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2021	December 31, 2020	Shares	Percentage of Ownership (%)	Carrying Amount			
Lite-On Technology Corporation	Silitech Technology Corporation	New Taipei City, Taiwan	Manufacture and sale of modules and plastic/rubber products	$ 60,504	$ 60,504	11,322,003	16.65	$ 377,315	$ 41,449	$ 7,214	Associate (Note 1)
	Lite-On Integrated Service Inc.	Taipei City, Taiwan	Information outsourcing and system integration	25,886	25,886	3,400,000	100.00	48,332	3,370	3,370	Subsidiary
	DragonJet Corporation	New Taipei City, Taiwan	Manufacture and sale of computer peripherals, printers, digital cameras, modules and plastic products	1,069,080	1,069,080	21,968,856	29.62	360,677	(3,855)	(3,848)	Associate (Note 1)
	Lite-On Capital Corporation	Taipei City, Taiwan	Investment activities	3,707,984	3,707,984	170,706,763	100.00	1,093,650	90,678	9,052	Subsidiary
	LITE-ON ELECTRONICS H.K. LIMITED	Hong Kong	Sale of LED optical products	7,339,481	7,339,481	17,865,367	100.00	19,482,846	HK$ 277,288	1,023,027	Subsidiary
	Lite-On Electronics (Thailand) Co., Ltd.	Thailand	Manufacture and sale of LED optical products	632,128	632,128	6,049,844	100.00	1,867,985	THB 124,309	62,601	Subsidiary
	Lite-On Japan Ltd.	Japan	Sale of LED optical products and power supplies	679,856	679,856	12,451,058	100.00	838,270	JPY 226,139	57,944	Subsidiary
	Lite-On International Holding Co., Ltd.	British Virgin Islands	Investment activities	US$ 363,725	US$ 363,725	363,725,483	100.00	21,113,409	US$ 37,020	839,201	Subsidiary
	LTC GROUP LTD.	British Virgin Islands	Investment activities	1,098,752	1,098,752	32,915,855	100.00	2,517,340	US$ 84,322	2,311,409	Subsidiary
	LITE-ON TECHNOLOGY USA, INC.	USA	Investment activities	US$ 55,172	US$ 55,172	470,239	100.00	2,302,305	US$ 5,267	139,992	Subsidiary
	LITE-ON ELECTRONICS (EUROPE) LIMITED	United Kingdom	Manufacture and sale of power supplies	44,559	44,559	300,000	100.00	70,154	GBP 103	3,990	Subsidiary
	Lite-On Technology (Europe) B.V.	Netherlands	Market research and after-sales services	2,322,039	2,322,039	330,896	54.00	201,107	EUR 300	5,357	Subsidiary
	Lite-On Overseas Trading Co., Ltd.	British Virgin Islands	Investment activities	168,947	168,947	5,142,962	100.00	1,405,697	US$ 12,260	347,875	Subsidiary
	LITE-ON SINGAPORE PTE. LTD.	Singapore	Manufacture and supply of computer peripheral products	US$ 63,788	US$ 63,788	51,776,500	100.00	20,159,154	US$ 165,301	4,334,056	Subsidiary
	LITE-ON VIETNAM CO., LTD.	Vietnam	Electronic contract manufacturing	US$ 52,000	US$ 52,000	-	100.00	1,602,299	US$ 2,266	62,889	Subsidiary
	EAGLE ROCK INVESTMENT LTD.	British Virgin Islands	Import and export and investment activities	341	341	10,000	100.00	1,387,921	US$ 1,084	29,905	Subsidiary
	LITE-ON MOBILE PTE. LTD.	Singapore	Manufacture and sale of mobile phone modules and design of assembly lines	EUR 457,014	EUR 457,014	341,863,338	100.00	2,594,023	US$ (15,127)	(442,703)	Subsidiary
	LET (HK) LIMITED	Hong Kong	Sale of optical disc drives	251,322	251,322	62,059,600	100.00	86,855	HK$ 10,443	37,135	Subsidiary
	HIGH YIELD GROUP CO., LTD.	British Virgin Islands	Holding company	2,274,586	2,271,806	68,238,000	100.00	5,709,301	US$ (372)	(109,104)	Subsidiary
	Lite-On Information Technology B.V.	Netherlands	Market research and customer service	1,163,591	1,163,591	11,018,000	100.00	15,236	EUR (1)	(38)	Subsidiary
	Philips & Lite-On Digital Solutions Corporation	Taipei City, Taiwan	Sale of optical disc drives	267,113	267,113	17,150,000	49.00	231,596	31,502	15,436	Subsidiary
	Lite-Space Technology Company Limited	Hong Kong	Sale of computer components	165,498	165,498	5,600,000	46.67	93,125	US$ (264)	(4,400)	Associate
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Mexico	Production, manufacture, sale, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance of automotive industry	US$ 8,910	US$ 8,910	294,825	99.00	239,908	MXN 26,538	37,014	Subsidiary
	Lite-On Automotive International (Cayman) Co., Ltd.	Cayman	Investment activities	US$ 100,626	US$ 100,626	11,967,300	100.00	2,442,898	US$ 5,242	162,270	Subsidiary
	KBW-LEOTEK Jordan Private Shareholding Ltd.	Jordan	Investment activities	US$ 69	US$ 69	49,000	49.00	360	JOD 7	134	Subsidiary
	KBW-LITEON Jordan Private Shareholding Limited	Jordan	Production and manufacture of energy-saving lights and project construction and maintenance	US$ 50,928	US$ 50,928	36,056,975	99.86	1,638,782	JOD (2,459)	(96,222)	Subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2021			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2021	December 31, 2020	Shares	Percentage of Ownership (%)	Carrying Amount			
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	India	Manufacture and sale of phone chargers and power supplies	INR 1,023,741	INR 1,023,741	102,374,058	99.00	$ 312,890	INR 277,528	101,875	Subsidiary
	SKYLA CORPORATION	Taiwan	Manufacture and sale of medical equipment	$ 200,000	$ 200,000	20,000,000	63.73	225,265	$ 61,300	17,466	Subsidiary
	LITE-ON INC.	Taipei City, Taiwan	Investment activities	-	150,879	-	-	-	(923)	(927)	Subsidiary (Note 2)
	DYNA INVESTMENT CO., LTD	Taipei City, Taiwan	Investment activities	-	170,582	-	-	-	(51)	(50)	Subsidiary (Note 2)
Lite-On Technology Corporation	LEOTEK ROADWAY AND TRAFFIC INTELLIGENCE CORPORATION	Taipei City, Taiwan	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	50	-	5,000	100.00	50	-	$ -	Subsidiary
Lite-On Capital Corporation	Silitech Technology Corporation	New Taipei City, Taiwan	Manufacture and sale of modules and plastic products	107,901	107,901	385,545	0.57	12,849	41,449	-	Associate (Note 1)
	Lite-On Green Technologies, Inc.	Taipei City, Taiwan	Manufacture and wholesale of electronic components and energy technology services	1,040,000	1,040,000	67,000,000	100.00	233,869	3,983	-	Subsidiary
	Lite-on Green Energy (HK) Limited	Hong Kong	Investment activities	US$ 3,100	US$ 3,100	3,100,000	100.00	5,675	US$ (2)	-	Subsidiary
	Lite-On Technology (Europe) B.V.	Netherlands	Market research and after-sales services	1,938,096	1,938,096	281,875	46.00	169,462	EUR 300	-	Subsidiary
	LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Singapore	Investment activities	227,434	227,434	3,457,760	100.00	95,907	EUR 16	-	Subsidiary
Lite-On Green Technologies, Inc.	Lite-On Green Technologies B.V.	Netherlands	Solar energy engineering	EUR 11,520	EUR 11,520	6,818,200	100.00	47,467	EUR 165	-	Subsidiary
LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Lite-On Green Energy B.V.	Netherlands	Investment activities	EUR 2,500	EUR 2,500	9,139,785	100.00	EUR 606	EUR (7)	-	Subsidiary
Lite-On Green Technologies B.V.	Kompaktsolar GmbH	Berlin, Germany	Solar energy engineering	EUR 401	EUR 401	51,000	51.00	EUR -	EUR -	-	Associate
LITE-ON INC.	DYNA INVESTMENT CO., LTD.	Taipei City, Taiwan	Investment activities	-	79,179	-	-	-	(51)	-	Subsidiary (Note 2)
DYNA INVESTMENT CO., LTD.	LITE-ON INC.	Taipei City, Taiwan	Investment activities	-	105,538	-	-	-	(923)	-	Subsidiary (Note 2)
CHINA BRIDGE (CHINA) CO., LTD.	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Wuxi, China	Assembly and sale of power supplies, printers, display devices and scanners	CNY 36,244	CNY 36,244	-	100.00	CNY 167,452	CNY 17,158	-	Subsidiary
	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Changzhou, China	Development and manufacture of new-type electronic components and provision of technology consulting services, maintenance equipment and after-sales services	CNY 85,015	CNY 85,015	-	12.59	CNY 86,966	CNY 2,931	-	Subsidiary
LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Changzhou, China	Development, manufacture, sale and installation of power supplies and transformers and provision of technology consulting services, maintenance equipment and after-sales services	CNY 527,134	CNY 527,134	-	100.00	CNY 1,154,113	CNY 73,661	-	Subsidiary
	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Changzhou, China	Development, manufacture and sale of new-type electronic components and LEDs and provision of technology consulting services, maintenance equipment and after-sales services	CNY 503,977	CNY 503,977	-	87.41	CNY 603,790	CNY 2,931	-	Subsidiary
	LITE-ON MEDICAL DEVICE (CHANGZHOU) LTD.	Changzhou, China	Manufacture and sale of medical equipment	CNY 30,640	CNY 30,640	-	100.00	CNY 24,184	CNY (223)	-	Subsidiary
	LITE-ON COMPUTER (CHANGZHOU) CO., LTD.	Changzhou, China	Design, development, manufacture and sale of computer laptop keyboards and components and provision technology consulting services and after-sales services	CNY -	CNY 55,924	-	-	CNY -	CNY -	-	Subsidiary (Note 3)
	LITE-ON AUTOMOTIVE ELECTRONICS (CHANGZHOU) CO., LTD.	Changzhou, China	Manufacture, sale and processing of electronic products	CNY 223,746	CNY 223,746	-	100.00	CNY 212,743	CNY 6,074	-	Subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2021			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2021	December 31, 2020	Shares	Percentage of Ownership (%)	Carrying Amount			
Lite-On Automotive International (Cayman) Co., Ltd.	LITE-ON AUTOMOTIVE HOLDINGS (HONG KONG) CO., LIMITED	Hong Kong	Investment activities	HK$ 42,009	HK$ 42,009	101,250,185	100.00	US$ 87,216	HK$ 40,655	-	Subsidiary
HIGH YIELD GROUP CO., LTD.	LITE-ON IT INTERNATIONAL (HK) LIMITED	Hong Kong	Sale of optical disc drives	US$ 102,400	US$ 102,400	102,400,000	100.00	US$ 216,551	US$ (365)	-	Subsidiary
Philips & Lite-On Digital Solutions Corporation	Philips & Lite-On Digital Solutions USA, Inc.	USA	Sale of optical disc drives	$ 33	$ 33	1,000	100.00	$ 311,598	US$ 2,793	$ -	Subsidiary
	PLDS Germany GmbH	Germany	Development and sale of modules of automotive recorders	1,326,996	1,326,996	-	100.00	900,359	EUR 250	-	Subsidiary
	Philips & Lite-On Digital Solutions Korea Ltd.	South Korea	Sale of optical disc drives	15,376	15,376	17,823	100.00	30,398	KRW 8,478	-	Subsidiary
KBW-LEOTEK Jordan Private Shareholding Limited	LEOTEK, PSC	Jordan	Production, manufacture energy-saving lights	JOD 30	JOD 30	30,000	60.00	JOD 53	JOD 14	-	Subsidiary
LITE-ON TECHNOLOGY USA, INC.	LITE-ON, INC.	USA	Sales data processing business of optoelectronic products and power supplies	US$ 3,000	US$ 3,000	3,000,000	100.00	US$ 9,110	US$ 1,584	-	Subsidiary
	LITE-ON TRADING USA, INC.	USA	Sale of optical products	US$ 31,500	US$ 31,500	315,000	100.00	US$ 45,709	US$ 5,924	-	Subsidiary
	LEOTEK ELECTRONICS USA LLC.	USA	Sale of LED products	US$ 5,792	US$ 5,792	-	100.00	US$ 13,393	US$ (1,424)	-	Subsidiary
	POWER INNOVATIONS INTERNATIONAL, INC.	USA	Development, design and manufacture of power controls and energy management	US$ 15,756	US$ 15,756	12,916,109	95.25	US$ 5,986	US$ (416)	-	Subsidiary
	LITE-ON TECHNOLOGY SERVICE, INC.	USA	After-sales services of optical products	US$ 1,500	US$ 1,500	1,000	100.00	US$ 1,905	US$ 47	-	Subsidiary
Lite-On International Holding Co., Ltd.	LITE-ON CHINA HOLDING CO., LTD.	British Virgin Islands	Investment activities	US$ 427,342	US$ 427,342	427,341,532	100.00	US$ 794,199	US$ 37,024	-	Subsidiary
LITE-ON SINGAPORE PTE. LTD.	LiteStar JV Holding (BVI) Co., Ltd.	British Virgin Islands	Investment activities	US$ 27,000	US$ 27,000	2,323	17.59	US$ 25,280	$ 116,165	-	Associate
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Mexico	Production, manufacture, sale, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance of automotive industry	US$ 90	US$ 90	2,978	1.00	US$ 87	MXN 26,538	-	Subsidiary
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	India	Manufacture and sale of phone chargers and power supplies	INR 10,341	INR 10,341	1,034,082	1.00	US$ 114	INR 277,528	-	Subsidiary
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON INTELLIGENT TECHNOLOGY (YENCHENG) CORP.	Yancheng, China	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	CNY 19,427	CNY 19,427	-	100.00	CNY 17,704	CNY (7,176)	-	Subsidiary
LTC GROUP LTD.	TITANIC CAPITAL SERVICES LTD.	British Virgin Islands	Investment activities	$ 529,106	$ 529,106	8,655,240	100.00	US$ 20,204	US$ 1,075	-	Subsidiary
	LTC INTERNATIONAL LTD.	British Virgin Islands	Manufacture and sale of system products	-	485,514	-	-	US$ -	US$ 6	-	Subsidiary (Note 4)
Lite-On Technology (Europe) B.V.	Lite-On (Finland) Oy	Finland	Manufacture and sale of mobile phone modules and design of assembly lines	EUR 64,891	EUR 64,891	2,500	100.00	EUR 7,970	EUR 195	-	Subsidiary
Lite-On (Finland) Oy	Lite-On Mobile Oyj	Finland	Manufacture and sale of mobile phone modules and design of assembly lines	EUR 196,618	EUR 196,618	52,937,148	100.00	EUR 7,680	EUR 195	-	Subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2021			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2021	December 31, 2020	Shares	Percentage of Ownership (%)	Carrying Amount			
LITE-ON CHINA HOLDING CO., LTD.	LITE-ON ELECTRONICS COMPANY LIMITED	Hong Kong	Investment activities	US$ 375,760	US$ 375,760	3,083,467,107	100.00	US$ 747,609	HK$ 269,996	-	Subsidiary
	YET FOUNDATE LIMITED	Hong Kong	Manufacture of plastic and computer peripheral products	CNY 73,220	CNY 73,220	68,429,663	100.00	US$ 20,935	CNY 1,208	-	Subsidiary
	FORDGOOD ELECTRONIC LIMITED	Hong Kong	Import and export and real estate business	US$ 12,666	US$ 12,666	100,150,100	100.00	US$ 19,438	HK$ 3,063	-	Subsidiary
	G&W TECHNOLOGY (BVI) LIMITED	British Virgin Islands	Real estate management	US$ 3,900	US$ 3,900	3,900,000	50.00	US$ 4,532	US$ 764	-	Subsidiary
G&W TECHNOLOGY (BVI) LIMITED	G&W TECHNOLOGY LIMITED	Hong Kong	Leasing business	US$ 65	US$ 65	499,998	100.00	US$ 1,342	US$ 605	-	Subsidiary
Lite-On Japan Ltd.	L&K Industries Philippines, Inc.	Philippines	Import and export of electronic components	JPY 91,681	JPY 91,681	350,000	35.00	JPY 2,459	JPY (6,064)	-	Associate
	Lite-On Japan (H.K.) Limited	Hong Kong	Import and export of electronic components	JPY 70,000	JPY 70,000	50,000	100.00	JPY 70,000	JPY 71,060	-	Subsidiary (Note 5)
	Lite-On Japan (Korea) Co., Ltd.	South Korea	Import and export of electronic components	JPY 22,593	JPY 22,593	20,000	100.00	JPY 935	JPY -	-	Subsidiary (Note 5)
	LITE-ON JAPAN (Thailand) CO., LTD.	Thailand	Import and export of electronic components	JPY 64,992	JPY 64,992	199,998	100.00	JPY 64,992	THB (19,594)	-	Subsidiary (Note 5)
Lite-On Mobile Oyj	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Brazil	Manufacture and sale of mobile phone modules and design of assembly lines	EUR 2,509	EUR 2,509	6,507,001	2.97	EUR 729	BRL 36,186	-	Subsidiary
LITE-ON MOBILE PTE. LTD.	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Brazil	Manufacture and sale of mobile phone modules and design of assembly lines	US$ 108,302	US$ 108,302	212,824,231	97.03	US$ 27,615	BRL 36,186	$ -	Subsidiary
	LITE-ON YOUNG FAST PTE. LTD.	Singapore	Investment activities	US$ -	US$ 3,863	-	-	US$ -	US$ -	-	Subsidiary (Note 6)
	Yamada-Lom Fabricacao De Artefatos De Material Plastico Ltda.	Brazil	Manufacture and sale of mobile phone modules and design of assembly lines	US$ -	US$ 540	-	-	US$ -	BRL -	-	Associate (Note 7)

Note 1 Information on net income or loss of investee has not been resolved by its board of directors, so it is shown as an estimated amount. Refer to financial statements published on the market observation post system for the final amount of net income or loss.

Note 2: Merged with the Company in June 2021, and was dissolved upon merging with the Company in July 2021.

Note 3 Merged into LITE-ON TECHNOLOGY (JIANGSU) CO., LTD. on January 1, 2021, and the deregistration procedure was completed in April 2021.

Note 4 Dissolved upon merging with TITANIC CAPITAL SERVICES LTD. in July 2021. The asset transfer process for the Company's shares held by LTC International LTD. is expected to be completed in the fourth quarter of 2021.

Note 5 The investment income/losses and adjustment for changes in equities are recognized by the Group.

Note 6 Liquidated in March 2021.

Note 7 Disposed in August 2021.

Note 8 Refer to Table 9 for information on investments in mainland China.

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENT IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars or Thousands of Foreign Currencies)

Investor Company	Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (Note 2)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of January 1, 2021	Investment of Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2021	Net Income (Losses) of the Investee Company (Note 2)	Percentage of Ownership	Share of Profits/Losses (Note 2)	Carrying Amount as of September 30, 2021 (Note 2)	Accumulated Inward Remittance of Earnings as of September 30, 2021	Note
						Outflow	Inflow							
LITE-ON TECHNOLOGY CORPORATION	LITE-ON COMPUTER TECHNOLOGY (DONGGUAN) CO., LTD.	Manufacture and sale of display device	$ 455,838 (US$ 16,400)	a	$ 791,296 (US$ 28,469)	$ -	$ -	$ 791,296 (US$ 28,469)	$ -	100.00	$ -	$ -	$ -	Note 3
	LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	ODM services	1,848,368 (US$ 66,500)	a	1,848,312 (US$ 66,498)	-	-	1,848,312 (US$ 66,498)	126,624 (CNY 29,299)	100.00	126,624 (CNY 29,299)	3,326,580 (HK$ 932,050)	-	
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Manufacture of electronic components	983,943 (US$ 35,400)	a	983,943 (US$ 35,400)	-	-	983,943 (US$ 35,400)	199,585 (CNY 46,181)	100.00	199,585 (CNY 46,181)	3,195,940 (HK$ 895,447)	-	
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Manufacture and sale of keyboards	133,416 (US$ 4,800)	a	133,416 (US$ 4,800)	-	-	133,416 (US$ 4,800)	371,273 (CNY 85,907)	100.00	371,273 (CNY 85,907)	5,015,199 (HK$ 1,405,172)	-	Note 3
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Manufacture and sale of printers and scanners	1,017,297 (US$ 36,600)	a	1,017,297 (US$ 36,600)	-	-	1,017,297 (US$ 36,600)	497,776 (CNY 115,178)	100.00	497,776 (CNY 115,178)	9,773,077 (HK$ 2,738,247)	-	Note 4
	CHINA BRIDGE (CHINA) CO., LTD.	Investment activities, consulting services and acting as a sales agent	833,850 (US$ 30,000)	a	826,762 (US$ 29,745)	-	-	826,762 (US$ 29,745)	76,647 (CNY 17,735)	100.00	76,647 (CNY 17,735)	1,551,088 (HK$ 434,588)	-	
	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Manufacture and sale of IT products	1,234,543 (US$ 44,416)	a	1,197,826 (US$ 43,095)	-	-	1,197,826 (US$ 43,095)	179,886 (CNY 41,623)	100.00	179,886 (CNY 41,623)	4,658,985 (HK$ 1,305,367)	-	
	LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED	Manufacture and sale of mobile terminal equipment	682,645 (US$ 24,560)	a	682,645 (US$ 24,560)	-	-	682,645 (US$ 24,560)	-	100.00	-	-	-	Note 4
	LITE-ON TECHNOLOGY (GUANGZHOU) LIMITED	Manufacture and sale of computer case	922,794 (US$ 33,200)	a	922,794 (US$ 33,200)	-	-	922,794 (US$ 33,200)	-	100.00	-	-	-	Note 4
	COMMIT Incorporated	Manufacture and sale of application software and multimedia product design	891,830 (US$ 32,086)	a	16,677 (US$ 600)	-	-	16,677 (US$ 600)	-	1.87	-	-	-	
	LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED	Manufacture and sale of mobile terminal equipment	439,439 (US$ 15,810)	a	439,439 (US$ 15,810)	-	-	439,439 (US$ 15,810)	-	100.00	-	-	-	Note 4
	LITE-ON (GUANGZHOU) INFORTECH CO., LTD.	Information outsourcing	35,300 (US$ 1,270)	a	65,151 (US$ 2,344)	-	-	65,151 (US$ 2,344)	3,436 (CNY 795)	100.00	3,436 (CNY 795)	197,967 (HK$ 55,467)	-	
	LITE-ON (GUANGZHOU) PRECISION TOOLING LTD.	Manufacture and sale of modules	505,869 (US$ 18,200)	a	339,099 (US$ 12,200)	-	-	339,099 (US$ 12,200)	-	100.00	-	-	-	Note 4
	LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD.	Manufacture and sale of electronic components	333,540 (US$ 12,000)	a	370,674 (US$ 13,336)	-	-	370,674 (US$ 13,336)	11,085 (CNY 2,565)	100.00	11,085 (CNY 2,565)	517,684 (HK$ 145,046)	-	
	LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Manufacture and sale of electronic components	180,668 (US$ 6,500)	a	180,668 (US$ 6,500)	-	-	180,668 (US$ 6,500)	15,822 (CNY 3,661)	100.00	15,822 (CNY 3,661)	389,102 (US$ 13,999)	-	
	LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	Investment activities, consulting services and acting as a sales agent	4,613,970 (US$ 166,000)	a	4,613,970 (US$ 166,000)	-	-	4,613,970 (US$ 166,000)	351,034 (CNY 81,224)	100.00	351,034 (CNY 81,224)	9,183,673 (HK$ 2,573,106)	-	
	LITE-ON TECHNOLOGY (GZ) INVESTMENT COMPANY LIMITED	Investment activities	2,223,600 (US$ 80,000)	a	2,223,600 (US$ 80,000)	-	-	2,223,600 (US$ 80,000)	23,381 (CNY 5,410)	100.00	23,381 (CNY 5,410)	565,749 (HK$ 158,513)	-	
	LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	Development, manufacture and sale of electronic components, power supplies and provision of technology consulting services	443,942 (US$ 15,972)	a	443,942 (US$ 15,972)	-	-	443,942 (US$ 15,972)	104,977 (CNY 24,290)	100.00	104,977 (CNY 24,290)	1,273,480 (HK$ 356,807)	-	
	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	27,795 (US$ 1,000)	a	27,795 (US$ 1,000)	-	-	27,795 (US$ 1,000)	(10,869) (CNY -2,515)	100.00	(10,869) (CNY -2,515)	(43,620) (CNY -10,122)	-	
	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Manufacture of automotive components	1,195,185 (US$ 43,000)	a	1,195,185 (US$ 43,000)	-	-	1,195,185 (US$ 43,000)	(49,070) (CNY -11,354)	100.00	(49,070) (CNY -11,354)	1,672,092 (US$ 60,158)	-	

(Continued)

Investor Company	Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (Note 2)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of January 1, 2021	Investment of Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2021	Net Income (Losses) of the Investee Company (Note 2)	Percentage of Ownership	Share of Profits/Losses (Note 2)	Carrying Amount as of June 30, 2021 (Note 2)	Accumulated Inward Remittance of Earnings as of June 30, 2021	Note
						Outflow	Inflow							
LITE-ON TECHNOLOGY CORPORATION	LiteON Auto Electric Technology (Guangzhou) Ltd.	Manufacture and sale of optical disc drives	$ 55,590 (US$ 2,000)	a	$ 55,590 (US$ 2,000)	$ -	$ -	$ 55,590 (US$ 2,000)	$ (2,796) (CNY -647)	100.00	$ (2,796) (CNY -647)	$ 78,854 (US$ 2,837)	$ -	
	LITEON-IT OPTO TECH (BH) CO., LTD.	Manufacture and sale of optical disc drives	1,528,725 (US$ 55,000)	a	1,528,725 (US$ 55,000)	-	-	1,528,725 (US$ 55,000)	41,252 (CNY 9,545)	100.00	41,252 (CNY 9,545)	4,264,253 (US$ 153,418)	-	
	Lite-On (Guangzhou) Automotive Electronics Limited	Manufacture, sale and processing of electronic products	172,329 (US$ 6,200)	a	163,157 (US$ 5,870)	-	-	163,157 (US$ 5,870)	137,667 (CNY 31,854)	100.00	137,667 (CNY 31,854)	1,893,308 (HK$ 530,472)	-	
	LITE-ON AUTOMOTIVE (WUXI) CO., LTD.	Manufacture, sale and processing of electronic products	138,975 (US$ 5,000)	a	138,975 (US$ 5,000)	-	-	138,975 (US$ 5,000)	8,600 (CNY 1,990)	100.00	8,600 (CNY 1,990)	528,998 (HK$ 148,216)	-	
	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Manufacture of computer peripheral products	369,006 (US$ 13,276)	a	179,055 (US$ 6,442)	-	-	179,055 (US$ 6,442)	30,218 (CNY 6,992)	100.00	30,218 (CNY 6,992)	1,370,016 (US$ 49,290)	-	
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Manufacture and sale of energy saving equipment	1,973,445 (US$ 71,000)	a	1,973,445 (US$ 71,000)	-	-	1,973,445 (US$ 71,000)	135,657 (CNY 31,389)	100.00	135,657 (CNY 31,389)	2,638,329 (US$ 92,921)	-	
	SUZHOU LITE-ON STORAGE CO., LTD.	Research, development, manufacture, sale of SSD and smart storage device (including high-speed with more than 100TB storage capacity) provide after-sales service and technical support; import and export as a principal or an agent, assorted products and technologies	-	b	1,250,775 (US$ 45,000)	-	1,014,378 (US$ 36,265)	236,397 (US$ 8,735)	(75,460) (CNY -17,445)	-	(15,113) (CNY -3,489)	-	1,014,378 (CNY 235,000)	Note 5
	BEIJING LITE-ON MOBILE ELECTRONIC AND TELECOMMUNICATION COMPONENTS CO., LTD.	Manufacture and sale of mobile phone modules and design of assembly lines	444,720 (US$ 16,000)	a	1,455,457 (US$ 52,364)	-	-	1,455,457 (US$ 52,364)	(41,273) (CNY -9,550)	100.00	(41,273) (CNY -9,550)	389,797 (US$ 14,024)	-	
	GUANGZHOU LITE-ON MOBILE ENGINEERING PLASTICS CO., LTD.	Manufacture and sale of mobile phone modules and design for assembly line	543,948 (US$ 19,570)	a	2,518,977 (US$ 90,627)	-	-	2,518,977 (US$ 90,627)	20,511 (CNY 4,746)	100.00	20,511 (CNY 4,746)	1,869,158 (US$ 67,248)	-	
	LITE-ON GREEN TECHNOLOGIES (NANJING) CORPORATION	Solar energy engineering	20,846 (US$ 750)	a	20,846 (US$ 750)	-	-	20,846 (US$ 750)	(899) (CNY -208)	100.00	(899) (CNY -208)	(12,721) (CNY -2,952)	-	
	Changzhou Binhu Thin Film Solar Greenhouse Co., Ltd.	Manufacture and sale of solar energy engineering	430,940 (CNY 100,000)	a	83,302 (US$ 2,997)	-	-	83,302 (US$ 2,997)	- -	19.90	- -	3,891 (US$ 140)	-	
	Epricrystal (Changzhou) Co., Ltd.	Design, manufacture and sale of light-emitting diode and related display	4,363,815 (US$ 157,000)	a	750,465 (US$ 27,000)	-	-	750,465 (US$ 27,000)	123,958 (CNY 28,682)	19.74	24,466 (CNY 5,661)	846,539 (CNY 196,440)	-	
	DONGGUAN LITE-ON COMPUTER CO., LTD.	Manufacture and sale of computer hosts and components	55,590 (US$ 2,000)	a	55,590 (US$ 2,000)	-	-	55,590 (US$ 2,000)	765 (CNY 177)	100.00	765 (CNY 177)	103,611 (CNY 24,043)	-	
	Dongguan Huaqiang Information Technology Co., Ltd.	Manufacture and sale of laser head and digital player machine core	-	a	48,419 (US$ 1,742)	-	-	48,419 (US$ 1,742)	(7,577) (CNY -1,756)	-	(3,538) (CNY -820)	-	-	Note 6
	NL (SHANGHAI) CO., LTD.	Import and export of electronic components	8,339 (US$ 300)	a	86,109 (US$ 3,098)	-	-	86,109 (US$ 3,098)	7,341 (JPY 28,422)	100.00	7,341 (JPY 28,422)	8,846 (JPY 35,655)	-	Note 7
Philips & Lite-On Digital Solutions Corporation	Philips & Lite-On Digital Solutions (Shanghai) Co., Ltd.	Sale of optical disc drives	27,795 (US$ 1,000)	a	27,795 (US$ 1,000)	-	-	27,795 (US$ 1,000)	(19,439) (CNY -4,498)	100.00	(19,439) (CNY -4,498)	417,303	-	

Investor Company	Accumulated Investment in Mainland China as of September 30, 2021	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
LITE-ON TECHNOLOGY CORPORATION	$ 27,615,000 (US$ 993,754)	$ 35,734,169 (US$ 1,285,633)	Note 8
Philips & Lite-On Digital Solutions Corporation	27,795 (US$ 1,000)	27,795 (US$ 1,000)	$ 338,374 (Note 9)

Note 1: The way of investment in mainland China is as follows:

a. Indirect investment in mainland China through holding companies.
b. Direct investment in mainland China through the Company.

Note 2: The financial statements used as basis for calculating the investment amounts were not reviewed by the independent auditor, except for Lite-On Electronics (Guangzhou) Co., Ltd., Lite-On Technology (Changzhou) Co., Ltd., Lite-On Opto Technology (Changzhou) Co., Ltd.

Note 3: LITE-ON COMPUTER TECHNOLOGY (DONGGUAN) CO., LTD. merged with SILITEK ELEC. (DONGGUAN) CO., LTD. with the SILITEK ELEC. (DONGGUAN) CO., LTD. as the surviving entity. Because the merging process was still underway, the change in the amount of investment in mainland China has not yet been registered with the Ministry of Economic Affairs.

(Continued)

Note 4: LITE-ON ELECTRONICS (GUANGZHOU) LIMITED merged with LITE-ON TECHNOLOGY (GUANGZHOU) LIMITED, LITE-ON (GUANGZHOU) PRECISION TOOLING LTD., LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED, and LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED with the LITE-ON ELECTRONICS (GUANGZHOU) LIMITED as the surviving entity. Because the merging process was still under way, the change in the amount of investment in mainland China has not yet been registered with the Ministry of Economic Affairs.

Note 5: Disposed in June 2021, and was approved by the Ministry of Economic Affairs on August 13, 2021 under Order No. 11000203470.

Note 6: Disposed by Lite-Space Technology Company Limited, an associate of the Group, in March 2021, and was approved by the Ministry of Economic Affairs on June 24, 2021 under Order No. 11000153670.

Note 7: Investment profits or losses and adjustments for changes in equity investment were recognized by the Company.

Note 8: Under Order No. 10920439200 issued by the Ministry of Economic Affairs on January 4, 2021, the Company acquired a certification approved by the Industrial Development Bureau and valid from December 18, 2020 to December 17, 2023 of its status as operation headquarters. Thus, the Company has no limitation on the amount of investing in mainland China.

Note 9: Calculated based on 60% of Philips & Lite-On Digital Solutions Corporation's net worth.

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021
(Amounts in Thousands of New Taiwan Dollars)

No. (Note 1)	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transaction			
				Financial Statements Item	Amount	Terms	% of Consolidated Net Revenue or Total Assets (Note 3)
0	Lite-On Technology Corporation	Philips & Lite-On Digital Solutions Corporation	a.	Sales	$ 4,997,830	Cost-plus pricing	4
		Philips & Lite-On Digital Solutions Corporation	a.	Trade receivables	2,487,252	Cost-plus pricing	1
		LITE-ON SINGAPORE PTE. LTD.	a.	Sales	2,842,749	Cost-plus pricing	2
		LITE-ON TRADING USA, INC.	a.	Sales	2,146,911	Cost-plus pricing	2
		LITE-ON SINGAPORE PTE. LTD.	a.	Purchases	17,754,800	Cost-plus pricing	15
		LITE-ON SINGAPORE PTE. LTD.	a.	Trade payables	8,461,411	Cost-plus pricing	5
		Lite-On Overseas Trading Co., Ltd.	a.	Purchases	43,613,925	Cost-plus pricing	36
		Lite-On Overseas Trading Co., Ltd.	a.	Trade payables	18,024,306	Cost-plus pricing	10
1	Philips & Lite-On Digital Solutions Corporation	Philips & Lite-On Digital Solutions USA, Inc.	a.	Sales	2,599,138	Cost-plus pricing	2
2	LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	1,433,747	Cost-plus pricing	1
3	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Lite-On Overseas Trading Co., Ltd.	c.	Sales	8,893,672	Cost-plus pricing	7
4	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	4,512,383	Cost-plus pricing	4
5	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	10,853,765	Cost-plus pricing	9
		LITE-ON SINGAPORE PTE. LTD.	c.	Trade receivables	2,992,665	Cost-plus pricing	2
		Lite-On Overseas Trading Co., Ltd.	c.	Sales	7,355,617	Cost-plus pricing	6
		Lite-On Overseas Trading Co., Ltd.	c.	Trade receivables	2,394,444	Cost-plus pricing	1
6	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	10,210,031	Cost-plus pricing	8
		Lite-On Overseas Trading Co., Ltd.	c.	Trade receivables	2,078,563	Cost-plus pricing	1
7	SILITEK ELEC. (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	7,991,939	Cost-plus pricing	7
8	LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	1,232,746	Cost-plus pricing	1
9	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	1,536,092	Cost-plus pricing	1
10	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	c.	Sales	1,237,807	Cost-plus pricing	1
		Lite-On Overseas Trading Co., Ltd.	c.	Sales	14,729,206	Cost-plus pricing	12
		Lite-On Overseas Trading Co., Ltd.	c.	Trade receivables	5,206,221	Cost-plus pricing	3

(Continued)

No. (Note 1)	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transaction			
				Financial Statements Item	Amount	Terms	% of Consolidated Net Revenue or Total Assets (Note 3)
11	LITEON-IT OPTO TECH (BH) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	$ 3,688,880	Cost-plus pricing	3
12	Lite-On Electronics (Thailand) Co., Ltd.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	3,194,374	Cost-plus pricing	3
13	LITE-ON SINGAPORE PTE. LTD.	LITE-ON ELECTRONICS H.K. LIMITED	c.	Sales	2,298,076	Cost-plus pricing	2
		LITE-ON TRADING USA, INC.	c.	Sales	6,335,450	Cost-plus pricing	5
		LITE-ON TRADING USA, INC.	c.	Trade receivables	3,053,894	Cost-plus pricing	2
14	Lite-On Overseas Trading Co., Ltd.	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	c.	Sales	7,838,691	Cost-plus pricing	7
		LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	c.	Sales	9,184,086	Cost-plus pricing	8
		LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	c.	Trade receivables	4,280,034	Cost-plus pricing	2
		LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	c.	Sales	8,896,400	Cost-plus pricing	7
		SILITEK ELEC. (DONGGUAN) CO., LTD.	c.	Sales	6,058,649	Cost-plus pricing	5
		LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	c.	Sales	12,665,166	Cost-plus pricing	11
		LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	c.	Trade receivables	4,608,684	Cost-plus pricing	3
		LITEON-IT OPTO TECH (BH) CO., LTD.	c.	Sales	3,418,269	Cost-plus pricing	3
		LITE-ON SINGAPORE PTE. LTD.	c.	Sales	11,675,488	Cost-plus pricing	10
15	Lite-On (Guangzhou) Automotive Electronics Limited	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	c.	Sales	1,436,139	Cost-plus pricing	1
		LITE-ON SINGAPORE PTE. LTD.	c.	Sales	1,541,493	Cost-plus pricing	1

Note 1: The Company and its subsidiaries are coded as follows:

a. The Company is coded “0”.
b. The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Nature of relationship is as follows:

a. From the parent company to its subsidiary.
b. From a subsidiary to its parent company.
c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenues or total assets. For balance sheet items, each item's period-end balance is shown as a percentage to consolidated total assets as of September 30, 2021. For profit or loss items, cumulative amounts are shown as a percentage to consolidated total operating revenue for the nine months ended September 30, 2021.

Note 4: The intercompany transactions have been eliminated upon consolidation.

Note 5: The above table only discloses each of the related-party transactions which amount to at least 1% of total revenue or total assets, while the reverse flow of transactions is not additionally disclosed.

(Concluded)