

ASPEED TECHNOLOGY INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS  
(In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2023		December 31, 2022		March 31, 2022		LIABILITIES AND EQUITY	March 31, 2023		December 31, 2022		March 31, 2022	
	Reviewed		Audited		Reviewed			Reviewed		Audited		Reviewed	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
CURRENT ASSETS							CURRENT LIABILITIES						
Cash and cash equivalents	\$ 3,284,001	57	\$ 2,828,958	48	\$ 2,514,902	48	Trade payables	\$ 194,168	3	\$ 317,324	5	\$ 310,114	6
Financial assets at fair value through profit or loss - current	468,654	8	527,067	9	516,041	10	Accrued compensation employees and remuneration of directors	281,278	5	258,638	4	75,893	1
Trade receivables, net	516,072	9	979,728	16	963,544	19	Dividends payables	1,701,931	29	-	-	1,202,427	23
Inventories	417,636	7	400,392	7	211,422	4	Other payables	55,667	1	282,949	5	60,848	1
Prepayments and other current assets	30,114	1	42,997	1	16,665	-	Current tax liabilities	415,314	7	378,402	6	333,581	6
							Provisions - current	50,028	1	49,634	1	41,782	1
Total current assets	4,716,477	82	4,779,142	81	4,222,574	81	Lease liabilities - current	23,967	-	25,120	1	23,918	1
							Other current liabilities	27,613	1	72,696	1	143,494	3
NON-CURRENT ASSETS							Total current liabilities	2,749,966	47	1,384,763	23	2,192,057	42
Financial assets at fair value through profit or loss - non-current	75,647	1	72,893	1	76,788	2	NON-CURRENT LIABILITIES						
Property, plant and equipment	193,232	3	217,562	4	171,362	3	Deferred tax liabilities	28,413	1	33,097	1	42,705	1
Right-of-use assets	35,049	1	41,879	1	57,888	1	Lease liabilities - non-current	9,473	-	14,896	-	31,728	1
Goodwill	369,040	6	369,040	6	369,040	7	Provisions - non-current	6,447	-	6,447	-	6,447	-
Other Intangible assets, net	340,739	6	388,002	6	255,635	5	Total non-current liabilities	44,333	1	54,440	1	80,880	2
Deferred tax assets	35,923	1	44,881	1	47,791	1	Total liabilities	2,794,299	48	1,439,203	24	2,272,937	44
Refundable deposits	10,402	-	10,405	-	10,383	-	SHAREHOLDERS' EQUITY						
Other non-current assets	3,150	-	3,150	-	11,463	-	Capital						
Total non-current assets	1,063,182	18	1,147,812	19	1,000,350	19	Share capital	378,207	7	378,207	6	343,551	6
							Employee share bonus to be distributed	-	-	-	-	141,518	3
							Total capital	378,207	7	378,207	6	485,069	9
							Capital surplus	1,539,778	27	1,539,778	26	1,361,878	26
							Retained earnings						
							Legal reserve	601,620	10	601,620	10	470,328	9
							Special reserve	22,169	-	22,169	1	45,891	1
							Unappropriated earnings	495,056	9	2,010,678	34	602,970	11
							Total retained earnings	1,118,845	19	2,634,467	45	1,119,189	21
							Other equity	(51,470)	(1)	(64,701)	(1)	(16,149)	-
							Total equity	2,985,360	52	4,487,751	76	2,949,987	56
TOTAL	\$ 5,779,659	100	\$ 5,926,954	100	\$ 5,222,924	100	TOTAL	\$ 5,779,659	100	\$ 5,926,954	100	\$ 5,222,924	100

# ASPEED TECHNOLOGY INC. 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 March 31			
	2023		2022	
	Amount	%	Amount	%
OPERATING REVENUE				
Sale	\$ 669,214	100	\$ 1,151,371	100
Other operating revenue	<u>182</u>	<u>-</u>	<u>138</u>	<u>-</u>
Total operating revenue	669,396	100	1,151,509	100
OPERATING COSTS	<u>239,402</u>	<u>36</u>	<u>394,864</u>	<u>34</u>
GROSS PROFIT	<u>429,994</u>	<u>64</u>	<u>756,645</u>	<u>66</u>
OPERATING EXPENSES				
Selling and marketing expenses	18,517	3	20,934	2
General and administrative expenses	52,289	8	52,119	5
Research and development expenses	<u>149,743</u>	<u>22</u>	<u>138,075</u>	<u>12</u>
Total operating expenses	<u>220,549</u>	<u>33</u>	<u>211,128</u>	<u>19</u>
INCOME FROM OPERATIONS	<u>209,445</u>	<u>31</u>	<u>545,517</u>	<u>47</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income	19,024	3	1,732	-
Other income	1,409	-	1,317	-
Other gains and losses	(238)	-	40,874	4
Finance costs	<u>(191)</u>	<u>-</u>	<u>(297)</u>	<u>-</u>
Total non-operating income and expenses, net	<u>20,004</u>	<u>3</u>	<u>43,626</u>	<u>4</u>
INCOME BEFORE INCOME TAX FROM CONTINUING OPERATIONS	229,449	34	589,143	51
INCOME TAX EXPENSE	<u>43,140</u>	<u>6</u>	<u>121,078</u>	<u>10</u>
NET INCOME FOR THE PERIOD	186,309	28	468,065	41
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating financial statements of foreign operations	<u>(500)</u>	<u>-</u>	<u>1,126</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 185,809</u>	<u>28</u>	<u>\$ 469,191</u>	<u>41</u>

(Continued)

## ASPEED TECHNOLOGY INC. 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 March 31			
	2023		2022	
	Amount	%	Amount	%
NET INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 186,309	28	\$ 468,065	41
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO:				
Owners of the Company	\$ 185,809	28	\$ 469,191	41
EARNINGS PER SHARE				
Basic	\$ 4.93		\$ 13.64	
Diluted	\$ 4.92		\$ 13.61	

(Concluded)

ASPEED TECHNOLOGY INC. AND SUBSIDIARIES

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

	Capital Share - Common Share			Capital Surplus	Retained Earnings			Others		Total Equity
	Shares (In Thousands)	Amount	Share Bonus to be Distributed		Legal Reserve	Special Reserve	Unappropriated Earnings	Employee Unearned Compensation	Exchange Differences on Translating Foreign Operations	
BALANCE AT JANUARY 1, 2022	34,369	\$ 343,694	\$ -	\$ 1,371,130	\$ 470,328	\$ 45,891	\$ 1,337,332	\$ (16,785)	\$ (5,384)	\$ 3,546,206
Appropriations of prior year's earnings										
Cash dividends to shareholders - NT\$35.00 per share	-	-	-	-	-	-	(1,202,427)	-	-	(1,202,427)
Net income for the three months ended March 31, 2022	-	-	-	-	-	-	468,065	-	-	468,065
Other comprehensive income after tax for the three months ended March 31, 2022	-	-	-	-	-	-	-	-	1,126	1,126
Comprehensive income for the three months ended March 31, 2022	-	-	-	-	-	-	468,065	-	1,126	469,191
Employee share bonus	-	-	141,518	-	-	-	-	-	-	141,518
Cancellation of restricted share under employees share options on March 7, 2022	(14)	(143)	-	(9,252)	-	-	-	9,395	-	-
Compensation cost of restricted shares for employees	-	-	-	-	-	-	-	(4,501)	-	(4,501)
BALANCE AT MARCH 31, 2022	34,355	\$ 343,551	\$ 141,518	\$ 1,361,878	\$ 470,328	\$ 45,891	\$ 602,970	\$ (11,891)	\$ (4,258)	\$ 2,949,987
BALANCE AT JANUARY 1, 2023	37,821	\$ 378,207	\$ -	\$ 1,539,778	\$ 601,620	\$ 22,169	\$ 2,010,678	\$ (62,683)	\$ (2,018)	\$ 4,487,751
Appropriations of prior year's earnings										
Cash dividends to shareholders - NT\$45.00 per share	-	-	-	-	-	-	(1,701,931)	-	-	(1,701,931)
Net income for the three months ended March 31, 2023	-	-	-	-	-	-	186,309	-	-	186,309
Other comprehensive loss after tax for the three months ended March 31, 2023	-	-	-	-	-	-	-	-	(500)	(500)
Comprehensive income for the three months ended March 31, 2023	-	-	-	-	-	-	186,309	-	(500)	185,809
Compensation cost of restricted shares for employees	-	-	-	-	-	-	-	13,731	-	13,731
BALANCE AT MARCH 31, 2023	37,821	\$ 378,207	\$ -	\$ 1,539,778	\$ 601,620	\$ 22,169	\$ 495,056	\$ (48,952)	\$ (2,518)	\$ 2,985,360

# ASPEED TECHNOLOGY INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 229,449	\$ 589,143
Adjustments for:		
Depreciation expense	31,349	24,168
Amortization expense	47,373	32,007
Net (gain) loss on fair value changes of financial assets designated as at fair value through profit or loss	(14,815)	12,395
Finance costs	191	297
Interest income	(19,024)	(1,732)
Recognition (reversal) of compensation cost of employee restricted shares	13,731	(4,501)
(Gain) loss on disposal of financial assets	(3,650)	4,443
Write-down of inventories	2,630	2,520
Net loss (gain) on foreign currency exchange	6,049	(92,289)
Recognition of provisions	394	2,096
Changes in operating assets and liabilities:		
Trade receivables	479,849	(114,106)
Inventories	(19,874)	(56,429)
Prepayments and other current assets	13,629	(3,696)
Trade payables	(128,061)	40,378
Other payables	(30,649)	(2,855)
Other current liabilities	(43,226)	13,154
Payables for compensation of employees and remuneration of directors	22,640	58,203
Cash generated from operations	587,985	503,196
Interest paid	(191)	(297)
Income taxes paid	(1,943)	(774)
Net cash generated from operating activities	585,851	502,125
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of financial assets at fair value through profit or loss	74,124	5,134
Payments for Property, plant and equipment	(5,740)	(18,872)
Decrease in refundable deposits	-	28
Payments for intangible assets	(201,408)	(14,968)
Interest received	18,296	1,732
Net cash used in investing activities	(114,728)	(26,946)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayments of the principal portion of lease liabilities	(6,554)	(5,892)

(Continued)

# ASPEED TECHNOLOGY INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2023	2022
Net cash used in financing activities	\$ (6,554)	\$ (5,892)
EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	(9,526)	68,167
NET INCREASE IN CASH AND CASH EQUIVALENTS	455,043	537,454
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	2,828,958	1,977,448
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	<u>\$ 3,284,001</u>	<u>\$ 2,514,902</u> (Concluded)