

**HON HAI PRECISION INDUSTRY CO., LTD.
AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
JUNE 30, 2020 AND 2019**

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Hon Hai Precision Industry Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Hon Hai Precision Industry Co., Ltd. and its subsidiaries (the “Group”) as of June 30, 2020 and 2019, and the related consolidated statements of comprehensive income for the three-month and six-month periods ended June 30, 2020 and 2019, as well as the consolidated statements of changes in equity and of cash flows for the six-month periods ended June 30, 2020 and 2019, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these 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” as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Statement of Auditing Standards No. 65, “Review of Financial Information Performed by the Independent Auditor of the Entity” in the Republic of China. 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 explained in Notes 4(3) and 6(8), the financial statements of certain insignificant consolidated subsidiaries and investments accounted for under equity method were not reviewed by independent auditors. Those statements reflect total assets (including investments accounted for under equity method) of NT\$243,846,090 thousand and NT\$294,103,613 thousand, constituting 7.91% and 9.44% of the consolidated total assets, and total liabilities of NT\$53,536,025 thousand and NT\$51,171,625 thousand,

constituting 3.04% and 2.90% of the consolidated total liabilities as of June 30, 2020 and 2019, respectively, and total comprehensive income (loss) (including share of profit (loss) and other comprehensive income of associates and joint ventures accounted for under equity method) of NT\$713,055 thousand, NT\$1,648,553 thousand, (NT\$4,725,301) thousand and NT\$5,007,237 thousand, constituting 5.10%, 26.15%, 30.06% and 8.04% of the consolidated total comprehensive income for the three-month and six-month periods ended June 30, 2020 and 2019, respectively.

These amounts and the information disclosed in Note 13 were based solely on the unreviewed financial statements of these companies as of June 30, 2020 and 2019.

Qualified Conclusion

Based on our reviews and the review reports of other auditors, except for the adjustment to consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries, investments accounted for under the equity method and the information disclosed in Note 13 been reviewed by independent auditors, that we might have become aware of had it not been for the situation described above, based on our reviews, nothing has come to our attention that causes 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 at June 30, 2020 and 2019, and of its consolidated financial performance for the three-month and six-month periods then ended and its consolidated cash flows for the six-month periods then ended in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standard 34, “Interim Financial Reporting” as endorsed by the Financial Supervisory Commission.

Other Matter—Review Reports By Other Independent Auditors

We did not review the financial statements of certain consolidated subsidiaries. Those financial statements were reviewed by other independent auditors, whose reports thereon have been furnished to us, and our conclusion expressed herein, insofar as it relates to the amounts included in the financial statements was based solely on the review reports of other independent auditors. Those statements reflect total assets of NT\$164,714,775 thousand and NT\$216,887,375 thousand, constituting 5.34% and 6.96%

of the consolidated total assets as of June 30, 2020 and 2019, respectively, and total revenues of NT\$59,229,159 thousand, NT\$109,387,162 thousand, NT\$114,866,407 thousand and NT\$206,004,921 thousand, constituting 5.25%, 9.43%, 5.58% and 9.30% of total revenues for the three-month and six-month periods ended June 30, 2020 and 2019, respectively.

Hsu, Yung-Chien Hsu, Sheng-Chung
for and on behalf of PricewaterhouseCoopers, Taiwan
August 12, 2020

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2020, DECEMBER 31, 2019 AND JUNE 30, 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(THE BALANCE SHEETS AS OF JUNE 30, 2020 AND 2019 ARE UNAUDITED)

Assets			June 30, 2020		December 31, 2019		June 30, 2019	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 953,161,485	31	\$ 857,864,362	26	\$ 816,868,213	26
1110	Financial assets at fair value through profit or loss - current	6(2)	1,225,746	-	2,952,049	-	1,837,706	-
1136	Current financial assets at amortised cost, net	6(4) and 8	51,665,513	2	52,954,877	1	115,546,638	4
1170	Accounts receivable, net	6(5)	722,108,923	23	987,278,438	30	717,676,379	23
1180	Accounts receivable - related parties	7	32,908,483	1	44,754,604	1	44,792,788	2
1200	Other receivables	6(6)(11)	52,906,729	2	67,854,299	2	71,058,559	2
1210	Other receivables - related parties	7	10,318,787	-	24,366,543	1	37,932,331	1
130X	Inventory	6(7)	504,872,238	16	515,772,177	15	571,193,830	18
1410	Prepayments	7	18,657,789	1	19,895,574	1	20,166,066	1
11XX	Total current assets		2,347,825,693	76	2,573,692,923	77	2,397,072,510	77
Non-current assets								
1510	Financial assets at fair value through profit or loss - non-current	6(2)	90,285,191	3	82,660,725	3	78,674,006	3
1517	Non-current financial assets at fair value through other comprehensive income	6(3)	65,485,674	2	68,807,217	2	70,377,247	2
1535	Non-current financial assets at amortised cost, net	6(4) and 8	15,217,128	-	12,528,569	-	14,491,760	1
1550	Investments accounted for under equity method	6(8)	158,702,923	5	168,631,642	5	166,842,468	5
1600	Property, plant and equipment	6(9) and 8	269,882,577	9	287,523,253	9	281,459,480	9
1755	Right-of-use assets	6(10) and 7	46,665,541	2	46,760,340	1	42,366,227	1
1760	Investment property - net	6(12)	10,485,611	-	4,419,912	-	4,823,231	-
1780	Intangible assets	6(13)	40,627,171	1	41,380,353	1	30,189,585	1
1840	Deferred income tax assets		23,414,820	1	18,701,465	1	19,525,906	1
1900	Other non-current assets	6(11)(14) and 8	15,301,979	1	15,835,299	1	8,776,204	-
15XX	Total non-current assets		736,068,615	24	747,248,775	23	717,526,114	23
1XXX	Total assets		\$ 3,083,894,308	100	\$ 3,320,941,698	100	\$ 3,114,598,624	100

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HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2020, DECEMBER 31, 2019 AND JUNE 30, 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(THE BALANCE SHEETS AS OF JUNE 30, 2020 AND 2019 ARE UNAUDITED)

	Liabilities and Equity	Notes	June 30, 2020		December 31, 2019		June 30, 2019	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	Current liabilities							
2100	Short-term loans	6(16)	\$ 415,824,358	14	\$ 380,866,050	11	\$ 388,170,240	12
2110	Short-term notes and bills payable	6(15)	41,071,452	1	30,528,296	1	31,073,111	1
2120	Financial liabilities at fair value through profit or loss - current	6(2)	1,424,681	-	1,881,685	-	1,279,540	-
2170	Accounts payable		648,806,176	21	870,678,994	26	668,572,345	21
2180	Accounts payable - related parties	7	19,927,481	1	35,509,127	1	34,124,266	1
2200	Other payables	6(17) and 7	245,541,777	8	217,732,729	7	264,429,108	9
2230	Current tax liabilities		11,506,054	-	18,531,289	1	18,194,317	1
2250	Provisions for liabilities - current	6(24)	2,527,551	-	2,725,293	-	3,936,902	-
2280	Current lease liabilities	7	8,572,170	-	7,131,038	-	5,744,076	-
2300	Other current liabilities	6(18)	92,815,006	3	91,876,860	3	52,779,852	2
21XX	Total current liabilities		<u>1,488,016,706</u>	<u>48</u>	<u>1,657,461,361</u>	<u>50</u>	<u>1,468,303,757</u>	<u>47</u>
	Non-current liabilities							
2500	Financial liabilities at fair value through profit or loss - non-current	6(2)	2,250	-	-	-	11,100	-
2530	Corporate bonds payable	6(19)	178,431,065	6	175,505,344	5	197,885,404	6
2540	Long-term loans	6(20)	40,731,361	1	41,576,252	1	52,148,216	2
2550	Provisions for liabilities - non-current	6(24)	377,714	-	369,953	-	-	-
2570	Deferred income tax liabilities		22,583,014	1	18,261,509	1	21,567,566	1
2580	Non-current lease liabilities	7	20,915,904	1	20,875,343	1	17,296,221	1
2600	Other non-current liabilities	6(23)	7,115,728	-	7,266,519	-	7,028,103	-
25XX	Total non-current liabilities		<u>270,157,036</u>	<u>9</u>	<u>263,854,920</u>	<u>8</u>	<u>295,936,610</u>	<u>10</u>
2XXX	Total liabilities		<u>1,758,173,742</u>	<u>57</u>	<u>1,921,316,281</u>	<u>58</u>	<u>1,764,240,367</u>	<u>57</u>
	Equity							
	Equity attributable to owners of parent							
3110	Share capital - Common stock	6(25)	138,629,906	5	138,629,906	4	138,629,906	5
3200	Capital reserve	6(26)	201,732,042	7	199,383,371	6	194,557,918	6
3310	Retained earnings - Legal reserve	6(27)	161,043,748	5	149,512,874	4	149,512,874	5
3320	Special reserve		102,451,720	3	60,309,927	2	60,309,927	2
3350	Unappropriated retained earnings		708,370,677	23	794,615,182	24	715,121,148	23
3400	Other equity interest	6(28)	(142,594,893)	(5)	(102,451,720)	(3)	(41,583,825)	(2)
3500	Treasury stocks	6(25)	(15,194)	-	(15,194)	-	(15,194)	-
31XX	Equity attributable to owners of the parent		<u>1,169,618,006</u>	<u>38</u>	<u>1,239,984,346</u>	<u>37</u>	<u>1,216,532,754</u>	<u>39</u>
36XX	Non-controlling interest	6(29)	<u>156,102,560</u>	<u>5</u>	<u>159,641,071</u>	<u>5</u>	<u>133,825,503</u>	<u>4</u>
3XXX	Total equity		<u>1,325,720,566</u>	<u>43</u>	<u>1,399,625,417</u>	<u>42</u>	<u>1,350,358,257</u>	<u>43</u>
	Commitments and Contingent Liabilities	9						
	Subsequent Events	11						
3X2X	Total liabilities and equity		<u>\$ 3,083,894,308</u>	<u>100</u>	<u>\$ 3,320,941,698</u>	<u>100</u>	<u>\$ 3,114,598,624</u>	<u>100</u>

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

HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE AMOUNTS)
(UNAUDITED)

	Items	Notes	Three months ended June 30			Six months ended June 30		
			2020		2019	2020		2019
			AMOUNT	%	AMOUNT	AMOUNT	%	AMOUNT
4000	Operating revenue	6(30) and 7	\$ 1,128,336,907	100	\$ 1,159,784,106	\$ 2,057,470,029	100	\$ 2,214,086,625
5000	Operating costs	6(7)(34)(35) and 7	(1,061,705,988)	(94)	(1,098,177,804)	(1,949,025,405)	(95)	(2,094,177,749)
5900	Net operating margin		66,630,919	6	61,606,302	108,444,624	5	119,908,876
	Operating expenses	6(34)(35)						
6100	Selling expenses		(5,503,777)	(1)	(7,688,945)	(10,821,163)	-	(14,462,628)
6200	General and administrative expenses	12(2)	(17,043,518)	(1)	(18,821,553)	(32,079,517)	(2)	(36,368,546)
6300	Research and development expenses		(21,614,956)	(2)	(19,547,074)	(38,550,173)	(2)	(37,420,040)
6000	Total operating expenses		(44,162,251)	(4)	(46,057,572)	(81,450,853)	(4)	(88,251,214)
6900	Operating profit		22,468,668	2	15,548,730	26,993,771	1	31,657,662
	Non-operating income and expenses							
7100	Interest income	6(31)	13,969,304	1	20,216,839	27,619,345	2	36,006,006
7010	Other income		2,637,643	-	2,077,982	3,565,782	-	4,225,975
7020	Other gains and losses		4,696,003	1	(881,665)	5,137,380	-	8,215,228
7050	Finance costs	6(36)	(10,997,289)	(1)	(16,241,971)	(23,256,905)	(1)	(30,632,414)
7060	Share of profit of associates and joint ventures accounted for under equity method	6(8)	2,093,570	-	7,833,237	706,946	-	9,564,173
7000	Total non-operating income and expenses		12,399,231	1	13,004,422	13,772,548	1	27,378,968
7900	Profit before income tax		34,867,899	3	28,553,152	40,766,319	2	59,036,630
7950	Income tax expense	6(37)	(9,469,633)	(1)	(10,523,754)	(13,217,842)	(1)	(16,845,823)
8200	Profit for the period		\$ 25,398,266	2	\$ 18,029,398	\$ 27,548,477	1	\$ 42,190,807

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HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE AMOUNTS)
(UNAUDITED)

	Items	Notes	Three months ended June 30			Six months ended June 30		
			2020		2019	2020		2019
			AMOUNT	%	AMOUNT	AMOUNT	%	AMOUNT
	Other comprehensive income							
	Component of other comprehensive income that will not be reclassified to profit or loss							
8316	Unrealised gain (loss) on valuation of financial assets at fair value through other comprehensive income	6(3)(28)(29)	\$ 14,675,796	1 (\$	2,300,188)	- \$	692,829	- \$ 2,665,130
8320	Share of other comprehensive income (loss) of associates and joint ventures accounted for under equity method	6(28)	467,247	- (	217,013)	- (	3,558,208)	299,019
8310	Other comprehensive income (loss) that will not be reclassified to profit or loss		15,143,043	1 (	2,517,201)	- (	2,865,379)	2,964,149
	Components of other comprehensive income that will be reclassified to profit or loss							
8361	Financial statements translation differences of foreign operations	6(28)(29)	(26,281,030)	(2) (	10,292,870)	(1) (	38,513,051)	(2) 14,538,678
8370	Share of other comprehensive income (loss) of associates and joint ventures accounted for under equity method	6(28)	(279,412)	-	1,083,742	- (	1,887,169)	2,589,025
8360	Other comprehensive income (loss) that will be reclassified to profit or loss		(26,560,442)	(2) (	9,209,128)	(1) (	40,400,220)	(2) 17,127,703
8300	Other comprehensive income (loss) for the period		(\$ 11,417,399)	(1) (\$	11,726,329)	(1) (\$	43,265,599)	(2) \$ 20,091,852
8500	Total comprehensive income (loss) for the period		\$ 13,980,867	1 \$	6,303,069	1 (\$	15,717,122)	(1) \$ 62,282,659
	Profit (loss) attributable to:							
8610	Owners of the parent		\$ 22,880,412	2 \$	17,053,526	2 \$	24,964,263	1 \$ 36,878,567
8620	Non-controlling interest		2,517,854	-	975,872	-	2,584,214	5,312,240
			\$ 25,398,266	2 \$	18,029,398	2 \$	27,548,477	1 \$ 42,190,807
	Comprehensive income (loss) attributable to:							
8710	Owners of the parent		\$ 13,762,144	1 \$	6,550,257	1 (\$	14,478,269)	(1) \$ 55,702,717
8720	Non-controlling interest		218,723	- (	247,188)	- (	1,238,853)	- 6,579,942
			\$ 13,980,867	1 \$	6,303,069	1 (\$	15,717,122)	(1) \$ 62,282,659
	Earnings per share (in dollars)	6(38)						
9750	Basic earnings per share		\$ 1.65	\$	1.23	\$	1.80	\$ 2.66
9850	Diluted earnings per share		\$ 1.64	\$	1.22	\$	1.80	\$ 2.65

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

HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

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

HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

	Notes	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 40,766,319	\$ 59,036,630
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(34)	30,269,125	30,571,301
Amortisation	6(34)	2,155,612	742,959
Provision for doubtful accounts and sales discount	12(2)	1,622,496	748,046
Impairment loss	6(33)	-	157,082
(Gain) loss on disposal of property, plant and equipment, net	6(33)	(31,783)	500,708
Loss on disposal of investments		577	-
Gain on financial assets or liabilities at fair value through profit or loss, net	6(33)	(2,803,432)	(14,465,133)
Share of profit of associates and joint ventures accounted for under equity method	6(8)	(706,946)	(9,564,173)
Interest expense	6(36)	22,768,171	29,972,750
Interest income	6(31)	(27,619,345)	(36,006,006)
Dividend income	6(32)	(1,179,358)	(1,218,062)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets mandatorily measured at fair value through profit or loss		90,446	8,785,879
Notes receivable		103,096	137,154
Accounts receivable		263,795,606	290,788,116
Accounts receivable due from related parties		13,296,901	3,380,499
Other receivables		1,513,682	(1,440,520)
Inventories		10,899,939	54,682,445
Prepayments		1,237,785	(569,806)
Changes in operating liabilities			
Accounts payable		(222,448,920)	(237,110,160)
Accounts payable to related parties		(15,581,646)	(8,216,483)
Other payables		(10,910,431)	(9,474,927)
Provisions for liabilities		(189,981)	(1,715,245)
Other current liabilities		8,913,908	3,516,223
Accrued pension liabilities		(29,835)	(27,218)
Cash inflow generated from operations		115,931,986	163,212,059
Income taxes paid		(20,634,927)	(31,430,207)
Net cash flows from operating activities		<u>95,297,059</u>	<u>131,781,852</u>

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HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(UNAUDITED)

	Notes	2020	2019
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of property, plant and equipment	6(40)	(\$ 32,119,243)	(\$ 38,389,675)
Proceeds from disposal of property, plant and equipment	6(40)	2,451,356	1,644,531
Acquisition of financial assets at fair value through profit or loss		(5,029,139)	(6,902,388)
Net cash flow from acquisition of subsidiaries	6(39)	(1,141,675)	(3,286,252)
Proceeds from disposal of financial assets at fair value through profit or loss		1,389,208	12,590,164
Acquisition of financial assets at fair value through other comprehensive income		(460,886)	(1,099,229)
Proceeds from disposal of financial assets at fair value through other comprehensive income		138,948	87,906
Acquisition of (proceeds from disposal) of financial assets at amortised cost-current, net		1,330,443	(36,504,438)
(Proceeds from disposal) acquisition of financial assets at amortised cost-non-current, net		(4,370,875)	452,629
Proceeds from repayments of financial assets at amortised cost		1,279,800	1,369,020
Other investing activities		(190,712)	(83,867)
Decrease in other receivables due from related parties		15,507,298	22,227,538
Acquisition of investments accounted for under equity method	6(8)	(181,641)	(1,185,298)
Interest received		39,322,140	36,816,485
Dividends received		2,260,839	2,495,468
Acquisition of right-of-use assets		(981,967)	(262,375)
Proceeds from disposal of investments accounted for under equity method		68,050	-
Acquisition of intangible assets	6(13)	(571,356)	-
Decrease in other non-current assets		169,433	291,379
Net cash flows from (used in) investing activities		<u>18,870,021</u>	<u>(9,738,402)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase (decrease) in short-term loans	6(40)	34,958,308	(144,145,137)
Increase in short-term notes and bills payable	6(40)	10,560,095	11,898,755
Proceeds from issuing bonds	6(40)	12,800,000	31,060,000
Repayments of bonds	6(40)	(12,900,000)	(3,900,000)
Proceeds from long-term debt	6(40)	306,866	19,216,396
Repayments of long-term debt	6(40)	(5,070,587)	(872,721)
Increase (decrease) in other non-current liabilities		69,756	(529,578)
Payment of lease liabilities		(4,508,031)	(2,666,630)
Changes in non-controlling interests	6(29)	386,257	8,538,583
Cash dividends paid to non-controlling interest	6(29)	(2,685,915)	(1,848,441)
Interest paid		(35,525,290)	(31,380,255)
Net cash flows used in financing activities		<u>(1,608,541)</u>	<u>(114,629,028)</u>
Net effect of changes in foreign currency exchange rates		(17,261,416)	20,791,466
Net increase in cash and cash equivalents		95,297,123	28,205,888
Cash and cash equivalents at beginning of period		857,864,362	788,662,325
Cash and cash equivalents at end of period		<u>\$ 953,161,485</u>	<u>\$ 816,868,213</u>

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

HON HAI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. HISTORY AND ORGANISATION

Hon Hai Precision Industry Co., Ltd. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in the manufacture, sales and service of connectors, case, thermal module, wired/wireless communication products, optical products, power supply modules, and assemblies for use in the IT, communications, automotive equipment, precision molding, automobile, and consumer electronics industries.

2. THE DATE OF AUTHORISATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION

These consolidated financial statements were reported to the Board of Directors on August 12, 2020.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS”) as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC effective from 2020 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 1 and IAS 8, ‘Disclosure initiative-definition of material’	January 1, 2020
Amendments to IFRS 3, ‘Definition of a business’	January 1, 2020
Amendments to IFRS 9, IAS 39 and IFRS 7, ‘Interest rate benchmark reform’	January 1, 2020
Amendment to IFRS 16, ‘Covid-19-related rent concessions’	June 1, 2020

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

None.

(3) IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 4, 'Extension of the temporary exemption from applying IFRS 9'	January 1, 2021
Amendments to IFRS 3, 'Reference to the conceptual framework'	January 1, 2022
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 International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IAS 1, 'Classification of liabilities as current or non-current'	January 1, 2023
Amendments to IAS 16, 'Property, plant and equipment: proceeds before intended use'	January 1, 2022
Amendments to IAS 37, 'Onerous contracts—cost of fulfilling a contract'	January 1, 2022
Annual improvements to IFRS Standards 2018–2020	January 1, 2022

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unless otherwise stated, the principal accounting policies applied in the preparation of these consolidated financial statements set out below have been consistently applied to all the periods presented.

(1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and the International Accounting Standard 34, 'Interim financial reporting' as endorsed by the FSC.

(2) Basis of preparation

- A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:
 - (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
 - (b) Financial assets at fair value through other comprehensive income/Available-for-sale financial assets measured at fair value.
 - (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.
- B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process

of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

- (a) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
- (b) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.
- (d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. 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.
- (e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognized in profit or loss. All amounts previously recognized in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss.

B. Subsidiaries included in the consolidated financial statements:

Investor	Subsidiary	Main Business Activities	Ownership (%)			Note
			June 30, 2020	December 31, 2019	June 30, 2019	
Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Investment holdings in companies in Mainland China, Hong Kong, and America primarily engaged in manufacturing, sale, research and development of computer cases, connectors and computer components	100	100	100	(a) (b) (c) (e)
"	Foxconn Holding Ltd. and subsidiaries	Investment holdings in hi-tech companies in Asia-Pacific and America	100	100	100	(e)
"	Hyield Venture Capital Co., Ltd. and subsidiaries	Venture capital investments in companies primarily engaged in manufacturing of automobile wires/ electronic devices and electronic components, and services of planning, advisory and business management	100	100	100	(e)
"	Bao Shin International Investment Co., Ltd. and subsidiaries	Domestic investments in companies primarily engaged in manufacturing and sale of machinery and equipment	100	100	100	(e)
"	Hon Yuan International Investment Co., Ltd. and subsidiaries	Domestic investments in companies primarily engaged in manufacturing and sale of machinery and equipment	100	100	100	(e)

Investor	Subsidiary	Main Business Activities	Ownership (%)			Note
			June 30, 2020	December 31, 2019	June 30, 2019	
Hon Hai Precision Industry Co., Ltd.	Hon Chi International Investment Co., Ltd. and subsidiaries	Domestic investments in companies primarily engaged in software and electronic information application services, and manufacturing and sale of machinery and equipment	100	100	100	(e)
"	Lin Yih International Investment Co., Ltd. and subsidiaries	Domestic investments in companies primarily engaged in manufacturing electronic components	100	100	100	(e)
"	Hon Hai/Foxconn Logistics California LLC.	Logistics services in America	100	100	100	(e)
"	Hon Hai/Foxconn Logistics Texas LLC.	Logistics services in America	100	100	100	(e)
"	Ambit International Ltd. and subsidiaries	Investment holdings in companies in Mainland China primarily engaged in manufacturing and sale of power supply modules, application modules and network cables assemblies	100	100	100	(e)
"	Foxconn Singapore (Pte) Ltd. and subsidiaries	Asia-Pacific sales company and development of educational technology	100	100	100	(e)
"	Foxconn International Inc.	Patent applications in America	100	100	100	(e)
"	Altus Technology Inc.	Leasing services	100	100	100	(e)

Investor	Subsidiary	Main Business Activities	Ownership (%)			Note
			June 30, 2020	December 31, 2019	June 30, 2019	
Hon Hai Precision Industry Co., Ltd.	Premier Image Technology -Hong Kong Limited and subsidiaries	Investment holdings in companies in Mainland China, primarily engaged in manufacturing and trading of portable cameras	99.96	99.96	99.96	(e)
"	Foxconn SA B.V. and subsidiaries	Investment holdings in Russian domestic sales companies	100	100	100	(e)
"	Margini Holdings Limited and subsidiaries	Investment holdings in Vietnam export processing and construction services companies and Brazil domestic sales companies	100	100	100	(e)
"	Jin Ji City Trading Co., Ltd. -Hong Kong	Investment holdings and reinvestment in businesses relating to robots, equipment, moulds, parts, accessories and corresponding services	100	100	100	(e)
"	Foxconn Holdings B.V. - Netherlands and subsidiaries	Investment holdings in companies in Europe	100	100	100	(e)
"	Syntrend Creative Park Co., Ltd.	Retail of office machinery and equipment and electronic appliances, and information/software services	74.80	74.80	74.80	(e)
"	Perobot Co., Ltd.	Sale, software development, repair services, after-sale services and rental services of robots	100	100	100	(e)
"	ECMMS Precision Singapore Pte. Ltd.	Manufacturing and sales of computers and data processing equipment	100	100	100	(e)

Investor	Subsidiary	Main Business Activities	Ownership (%)			Note
			June 30, 2020	December 31, 2019	June 30, 2019	
Hon Hai Precision Industry Co., Ltd.	Fenix Industria De Electronicos Ltda.	Manufacturing WIFI cards and modules	100	100	100	(e)
"	Foxconn MOEBG Industria De Eletronicos Ltda.-Brazil	CFTV, DVR, bluetooth module, set-top box and optical network terminal	100	100	100	(e)
"	Asia Pacific Telecom Co., Ltd.	Concession of telecom industry, storage of data and manufacturing of wire wire or wireless communication, installation of computer and satellite TV channels and telecom-related business, and providing 3rd-Generation of mobile phone services	40.74	40.74	20	(d)

- (a) The Group acquired 100% equity interest in Mingyang Realty Development (Kunshan) Co., Ltd. and TuoZhan Property Development Co., Ltd. on April 12, 2019 and May 9, 2019, respectively and were included in the consolidated financial statements since the acquisition date.
- (b) The Group acquired 100% equity interest in Shandong Chengshang Energy Co., Ltd. in the second quarter 2020 and was included in the consolidated financial statements since the acquisition date.
- (c) The Company's subsidiary HongFuJin Precision Electronics (ZhengZhou) Co., Ltd., merged with a 100% subsidiary, Zhengzhou Fulianwang Electronic Technology Co., Ltd., due to reorganization in the second quarter of 2020. HongFuJin Precision Electronics (ZhengZhou) Co., Ltd., was the surviving company.
- (d) The Group acquired the new shares issued by Asia Pacific Telecom Co., Ltd. (the "Asia Pacific") in the amount of \$10,000,000 on November 21, 2019. After the acquisition, the Group owned 40.74% equity interest in Asia Pacific which represented the majority of the voting right of its shareholders and has control over the main activities of Asia Pacific. Accordingly, it was included in the consolidated financial statements since the control date.
- (e) The financial statements of the entity as of and for the six-month periods ended June 30, 2020

and 2019 were not reviewed by independent auditors as the entity did not meet the definition of significant subsidiary.

- (f) The financial statements of certain consolidated subsidiaries for the six-month periods ended June 30, 2020 and 2019 were not reviewed by independent auditors, which statements reflect total assets of \$233,393,728 and \$277,999,036, constituting 7.57% and 8.92% of consolidated total assets, and total liabilities of \$53,536,025 and \$51,171,625, constituting 3.04% and 2.90% of the consolidated total liabilities as of June 30, 2020 and 2019, respectively, as well as total comprehensive income (loss) of \$2,143,115, \$1,945,642, (\$4,221,437) and \$4,598,415, constituting 15.33%, 30.86%, 26.85% and 7.38% of the consolidated total comprehensive income for the three-month and six-month periods then ended, respectively.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

The information on non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest				Description
		June 30, 2020		December 31, 2019		
		Amount	Ownership %	Amount	Ownership %	
FIH Mobile Limited	Cayman	\$ 21,310,978	38%	\$ 23,939,629	38%	
Foxconn Ventures Pte. Ltd.	Singapore	21,639,135	46%	20,563,572	46%	
Foxconn Interconnect Technology Limited	Cayman	15,103,294	23%	15,271,092	23%	
Foxconn Industrial Internet Co., Ltd.	China	61,904,987	16%	61,422,746	16%	
Asia Pacific Telecom Co., Ltd.	Taiwan	20,651,431	59%	22,642,298	59%	
		\$140,609,825		\$143,839,337		

Name of subsidiary	Principal place of business	Non-controlling interest		
		June 30, 2019		Description
		Amount	Ownership %	
FIH Mobile Limited	Cayman	\$ 28,844,654	38%	
Foxconn Ventures Pte. Ltd.	Singapore	20,761,445	46%	
Foxconn Interconnect Technology Limited	Cayman	14,268,456	23%	
Foxconn Industrial Internet Co., Ltd.	China	54,602,861	16%	
		\$118,477,416		

Summarised financial information of the subsidiary:

Balance sheets

FIH Mobile Limited			
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 128,881,748	\$ 171,075,653	176,327,920
Non-current assets	35,833,027	38,859,935	40,559,455
Current liabilities	(107,196,677)	(145,825,230)	(150,672,998)
Non-current liabilities	(1,491,290)	(1,134,435)	(1,666,893)
Total net assets	<u>\$ 56,026,808</u>	<u>\$ 62,975,923</u>	<u>\$ 64,547,484</u>
Foxconn Interconnect Technology Limited			
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 75,162,777	\$ 82,202,432	82,098,998
Non-current assets	50,181,368	49,920,298	50,335,206
Current liabilities	(44,651,906)	(49,832,096)	(50,092,304)
Non-current liabilities	(19,356,835)	(20,011,770)	(21,318,477)
Total net assets	<u>\$ 61,335,404</u>	<u>\$ 62,278,864</u>	<u>\$ 61,023,423</u>
Foxconn Ventures Pte. Ltd.			
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 14,688,926	\$ 15,515,189	\$ 12,226,222
Non-current assets	34,150,297	30,975,076	34,464,180
Current liabilities	(1,280,686)	(1,295,604)	(1,060,853)
Total net assets	<u>\$ 47,558,537</u>	<u>\$ 45,194,661</u>	<u>\$ 45,629,549</u>
Foxconn Industrial Internet Co., Ltd.			
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 799,710,171	\$ 845,699,832	\$ 759,536,000
Non-current assets	54,720,698	54,267,529	60,384,801
Current liabilities	(462,364,420)	(503,806,489)	(463,666,677)
Non-current liabilities	(8,320,588)	(9,099,406)	(11,252,367)
Total net assets	<u>\$ 383,745,861</u>	<u>\$ 387,061,466</u>	<u>\$ 345,001,757</u>
Asia Pacific Telecom Co., Ltd.			
	June 30, 2020	December 31, 2019	
Current assets	\$ 8,828,236		10,939,105
Non-current assets	32,522,401		34,811,852
Current liabilities	(5,953,740)	(7,319,667)	
Non-current liabilities	(2,728,049)	(2,675,397)	
Total net assets	<u>\$ 32,668,848</u>	<u>\$ 35,755,893</u>	

Statements of comprehensive income

	FIH Mobile Limited	
	For the three-month period ended June 30,	
	2020	2019
Revenue and other operating revenue	\$ 59,229,159	\$ 109,387,162
Loss for the period from continuing operations	(1,157,557)	(477,265)
Other comprehensive loss, net of tax	(626,995)	(1,156,759)
Total comprehensive loss for the period	<u>(\$ 1,784,552)</u>	<u>(\$ 1,634,024)</u>
Comprehensive loss attributable to non-controlling interest	<u>(\$ 631,406)</u>	<u>(\$ 106,053)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>
	FIH Mobile Limited	
	For the six-month period ended June 30,	
	2020	2019
Revenue and other operating revenue	\$ 114,866,407	\$ 206,004,921
Loss for the period from continuing operations	(3,038,919)	(2,597,340)
Other comprehensive (loss) income, net of tax	(3,250,508)	362,848
Total comprehensive loss for the period	<u>(\$ 6,289,427)</u>	<u>(\$ 2,234,492)</u>
Comprehensive loss attributable to non-controlling interest	<u>(\$ 2,320,188)</u>	<u>(\$ 336,072)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>
	Foxconn Interconnect Technology Limited	
	For the three-month period ended June 30,	
	2020	2019
Revenue and other operating revenue	\$ 32,718,144	\$ 32,062,100
Profit for the period from continuing operations	556,313	1,718,438
Other comprehensive income (loss), net of tax	215,749	(1,293,007)
Total comprehensive income for the period	<u>\$ 772,062</u>	<u>\$ 425,431</u>
Comprehensive income (loss) attributable to non-controlling interest	<u>\$ 241,007</u>	<u>(\$ 104,320)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	Foxconn Interconnect Technology Limited	
	For the six-month period ended June 30,	
	2020	2019
Revenue and other operating revenue	\$ 57,496,290	\$ 59,429,120
Profit for the period from continuing operations	604,350	3,121,018
Other comprehensive loss, net of tax	(917,100)	(527,868)
Total comprehensive (loss) income for the period	(\$ 312,750)	\$ 2,593,150
Comprehensive (loss) income attributable to non-controlling interest	(\$ 26,834)	\$ 288,739
Dividends paid to non-controlling interest	\$ -	\$ -
	Foxconn Ventures Pte. Ltd.	
	For the three-month period ended June 30,	
	2020	2019
Revenue and other operating revenue	\$ -	\$ -
Profit (loss) for the period from continuing operations	2,756,702	(2,377,717)
Other comprehensive (loss) income, net of tax	(419,892)	167
Total comprehensive income (loss) for the period	\$ 2,336,810	(\$ 2,377,550)
Comprehensive income (loss) attributable to non-controlling interest	\$ 1,500,521	(\$ 891,023)
Dividends paid to non-controlling interest	\$ -	\$ -
	Foxconn Ventures Pte. Ltd.	
	For the six-month period ended June 30,	
	2020	2019
Revenue and other operating revenue	\$ -	\$ -
Profit for the period from continuing operations	4,300,343	4,339,554
Other comprehensive (loss) income, net of tax	(1,372,739)	84,289
Total comprehensive income for the period	\$ 2,927,604	\$ 4,423,843
Comprehensive income attributable to non-controlling interest	\$ 1,769,332	\$ 2,203,611
Dividends paid to non-controlling interest	\$ -	\$ -

Foxconn Industrial Internet Co., Ltd.		
For the three-month period ended June 30,		
	2020	2019
Revenue and other operating revenue	\$ 407,639,179	\$ 411,792,662
Profit for the period from continuing operations	13,731,625	12,068,373
Other comprehensive income (loss), net of tax	1,407,649	(1,279,178)
Total comprehensive income for the period	\$ 15,139,274	\$ 10,789,195
Comprehensive income attributable to non-controlling interest	\$ 2,429,816	\$ 2,625,177
Dividends paid to non-controlling interest	\$ 2,685,915	\$ 1,848,441

Foxconn Industrial Internet Co., Ltd.		
For the six-month period ended June 30,		
	2020	2019
Revenue and other operating revenue	\$ 752,946,329	\$ 777,825,972
Profit for the period from continuing operations	20,645,333	24,164,942
Other comprehensive income (loss), net of tax	10,124	(44,442)
Total comprehensive income for the period	\$ 20,655,457	\$ 24,120,500
Comprehensive income attributable to non-controlling interest	\$ 3,303,043	\$ 4,284,274
Dividends paid to non-controlling interest	\$ 2,685,915	\$ 1,848,441

Asia Pacific Telecom Co., Ltd.		
	For the three-month period ended June 30, 2020	For the six-month period ended June 30, 2020
Revenue and other operating revenue	\$ 3,446,049	\$ 6,822,007
Loss for the period from continuing operations	(1,502,934)	(2,890,216)
Other comprehensive loss, net of tax	(22)	(30)
Total comprehensive loss for the period	(\$ 1,502,956)	(\$ 2,890,246)
Comprehensive loss attributable to non-controlling interest	(\$ 898,426)	(\$ 1,717,800)
Dividends paid to non-controlling interest	\$ -	\$ -

Statements of cash flows

		FIH Mobile Limited	
		For the six-month period ended June 30,	
		2020	2019
Net cash (used in) provided by operating activities	(\$	10,596,270)	\$ 4,760,573
Net cash provided by investing activities		2,160,600	11,645,103
Net cash provided by (used in) financing activities		6,636,480	(11,487,353)
Effect of exchange rates on cash and cash equivalents	(	1,227,240)	153,196
(Decrease) increase in cash and cash equivalents	(	3,026,430)	5,071,519
Cash and cash equivalents, beginning of period		46,358,100	43,947,268
Cash and cash equivalents, end of period	\$	43,331,670	\$ 49,018,787
		Foxconn Interconnect Technology Limited	
		For the six-month period ended June 30,	
		2020	2019
Net cash (used in) provided by operating activities	(\$	939,900)	\$ 6,206,007
Net cash used in investing activities	(	3,255,390)	(2,990,995)
Net cash provided by (used in) financing activities		102,960	(3,821,817)
Effect of exchange rates on cash and cash equivalents	(	363,900)	(27,510)
Decrease in cash and cash equivalents	(	4,456,230)	(634,315)
Cash and cash equivalents, beginning of period		26,763,330	32,988,248
Cash and cash equivalents, end of period	\$	22,307,100	\$ 32,353,933

	Foxconn Ventures Pte. Ltd.	
	For the six-month period ended June 30,	
	2020	2019
Net cash provided by (used in) operating activities	\$ 83,641	(\$ 925)
Net cash (used in) provided by investing activities	(736,337)	9,664,500
Net cash provided by financing activities	-	-
(Decrease) increase in cash and cash equivalents	(652,696)	9,663,575
Cash and cash equivalents, beginning of period	15,518,762	2,523,743
Cash and cash equivalents, end of period	\$ 14,866,066	\$ 12,187,318
	Foxconn Industrial Internet Co., Ltd.	
	For the six-month period ended June 30,	
	2020	2019
Net cash used in operating activities	(\$ 22,328,359)	(\$ 5,692,476)
Net cash used in investing activities	(8,829,912)	(6,553,782)
Net cash provided by (used in) financing activities	27,777,436	(9,451,646)
Effect of exchange rates on cash and cash equivalents	1,231,189	7,347
Decrease in cash and cash equivalents	(2,149,646)	(21,690,557)
Cash and cash equivalents, beginning of period	283,994,561	274,412,146
Cash and cash equivalents, end of period	\$ 281,844,915	\$ 252,721,589
	Asia Pacific Telecom Co., Ltd.	
	For the six-month period ended June 30,	
	2020	
Net cash provided by operating activities	\$ 492,219	
Net cash used in investing activities	(450,478)	
Net cash used in financing activities	(1,760,488)	
Effect of exchange rates on cash and cash equivalents	(30)	
Decrease in cash and cash equivalents	(1,718,777)	
Cash and cash equivalents, beginning of period	8,204,093	
Cash and cash equivalents, end of period	\$ 6,485,316	

(4) Foreign currency translation

- A. The consolidated financial statements are presented in New Taiwan Dollars, which is the Company's functional and the Group's presentation currency.
- B. Foreign currency transactions and balances

- (a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognized in profit or loss in the period in which they arise.
- (b) Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognized in profit or loss.
- (c) Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.
- (d) All foreign exchange gains and losses are presented in the statement of comprehensive income within “other gains and losses”.

C. Translation of foreign operations

- (a) The operating results and financial position of all the group entities and associates that have a functional currency different from the presentation currency are translated into the presentation currency as follows:
 - i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;
 - ii. Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and
 - iii. All resulting exchange differences are recognized in other comprehensive income.
- (b) When the foreign operation of an associate is partially disposed of or sold, exchange differences that were recorded in other comprehensive income are proportionately reclassified to profit or loss as part of the gain or loss on sale. In addition, if the Group still retains partial interest in the former foreign associate after losing significant influence over the former foreign associate, such transactions should be accounted for as disposal of all interest in these foreign operations.
- (c) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Group retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.

- (d) Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing exchange rates at the balance sheet date.

(5) Classification of current and non-current items

- A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
 - (a) Assets arising from operating activities that are expected to be realized, or are intended to be sold or consumed within the normal operating cycle;
 - (b) Assets held mainly for trading purposes;
 - (c) Assets that are expected to be realized within twelve months from the balance sheet date;
 - (d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to settle liabilities more than twelve months after the balance sheet date.
- B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
 - (a) Liabilities that are expected to be settled within the normal operating cycle;
 - (b) Liabilities arising mainly from trading activities;
 - (c) Liabilities that are to be settle within twelve months from the balance sheet date;
 - (d) Liabilities for which the repayment date cannot be extended unconditionally to more than twelve months after the balance sheet date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

(6) Cash equivalents

Cash equivalents refer to short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Time deposits that meet the above criteria and are held for the purpose of meeting short-term cash commitment in operations are classified as cash equivalents.

(7) Financial assets at fair value through profit or loss

- A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortised cost or fair value through other comprehensive income.
- B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value and recognises the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair value, and recognises the gain or loss in profit or loss.
- D. The Group recognises the dividend income when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(8) Financial assets at fair value through other comprehensive income

- A. Financial assets at fair value through other comprehensive income comprise equity securities which are not held for trading, and for which the Group has made an irrevocable election at initial recognition to recognise changes in fair value in other comprehensive income and debt instruments which meet all of the following criteria:
 - (a) The objective of the Group's business model is achieved both by collecting contractual cash flows and selling financial assets; and
 - (b) The assets' contractual cash flows represent solely payments of principal and interest.
- B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. The Group subsequently measures the financial assets at fair value:
 - (a) The changes in fair value of equity investments that were recognised in other comprehensive income are reclassified to retained earnings and are not reclassified to profit or loss following the derecognition of the investment. Dividends are recognised as revenue when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.
 - (b) Except for the recognition of impairment loss, interest income and gain or loss on foreign exchange which are recognised in profit or loss, the changes in fair value of debt instruments are taken through other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss.

(9) Financial assets at amortised cost

- A. Financial assets at amortised cost are those that meet all of the following criteria:
 - (a) The objective of the Group's business model is achieved by collecting contractual cash flows.
 - (b) The assets' contractual cash flows represent solely payments of principal and interest.
- B. On a regular way purchase or sale basis, financial assets at amortised cost are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. Interest income from these financial assets is included in finance income using the effective interest method. A gain or loss is recognised in profit or loss when the asset is derecognised or impaired.
- D. The Group's time deposits which do not fall under cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

(10) Accounts and notes receivable

- A. Accounts and notes receivable entitle the Group a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term accounts and notes receivable without bearing interest are subsequently measured

at initial invoice amount as the effect of discounting is immaterial.

- C. The Group's operating pattern of accounts receivable that are expected to be factored is for the purpose of selling, and the accounts receivable are subsequently measured at fair value, with any changes in fair value recognised in profit or loss.

(11) Impairment of financial assets

For debt instruments measured at fair value through other comprehensive income and financial assets at amortised cost including accounts receivable, at each reporting date, the Group recognises the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognises the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable or contract assets that do not contain a significant financing component, the Group recognises the impairment provision for lifetime ECLs.

(12) Derecognition of financial assets

The Group derecognises a financial asset when one of the following conditions is met:

- A. The contractual rights to receive the cash flows from the financial asset expire.
- B. The contractual rights to receive cash flows of the financial asset have been transferred and the Group has transferred substantially all risks and rewards of ownership of the financial asset.
- C. The contractual rights to receive cash flows of the financial asset have been transferred; and the Group has not retained control of the financial asset.

(13) Leasing arrangement (lessor) – Lease receivable / Operating lease

- A. Based on the terms of a lease contract, a lease is classified as a finance lease if the lessee assumes substantially all the risks and rewards incidental to ownership of the leased asset.
 - (a) At commencement of the lease term, the lessor should record a finance lease in the balance sheet as 'lease receivables' at an amount equal to the net investment in the lease (including initial direct costs). The difference between gross lease receivable and the present value of the receivable is recognised as 'unearned finance income of finance lease'.
 - (b) The lessor should allocate finance income over the lease term based on a systematic and rational basis reflecting a constant periodic rate of return on the lessor's net investment in the finance lease.
 - (c) Lease payments (excluding costs for services) during the lease term are applied against the gross investment in the lease to reduce both the principal and the unearned finance income.
- B. Lease income from an operating lease (net of any incentives given to the lessee) is recognised in profit or loss on a straight-line basis over the lease term.

(14) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted-average cost method. The cost of finished goods and work in process comprises raw materials, direct labour, other direct costs and related production overheads (allocated based on

normal operating capacity). It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and applicable variable selling expense.

(15) Investments accounted for under the equity method / associates

- A. Associates are all entities over which the Group has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20 percent or more of the voting power of the investee. Investments in associates are accounted for using the equity method and are initially recognised at cost.
- B. The Group's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.
- C. When changes in an associate's equity do not arise from profit or loss or other comprehensive income of the associate and such changes do not affect the Group's ownership percentage of the associate, the Group recognises change in ownership interests in the associate in 'capital surplus' in proportion to its ownership.
- D. Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
- E. In the case that an associate issues new shares and the Group does not subscribe or acquire new shares proportionately, which results in a change in the Group's ownership percentage of the associate but maintains significant influence on the associate, then 'capital surplus' and 'investments accounted for under the equity method' shall be adjusted for the increase or decrease of its share of equity interest. If the above condition causes a decrease in the Group's ownership percentage of the associate, in addition to the above adjustment, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately on the same basis as would be required if the relevant assets or liabilities were disposed of.
- F. Upon loss of significant influence over an associate, the Group remeasures any investment retained in the former associate at its fair value. Any difference between fair value and carrying amount is recognised in profit or loss.
- G. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the

associate are reclassified to profit or loss, on the same basis as would be required if the relevant assets or liabilities were disposed of. If it retains significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately in accordance with the aforementioned approach.

- H. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss. If it retains significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss proportionately.

(16) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalized.
- B. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.
- C. While land is not depreciated, other property, plant and equipment that apply cost model are depreciated using the straight-line method to allocate their cost over their estimated useful lives. Each component of property, plant and equipment that is significant in relation to the total cost of the item is depreciated separately.
- D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each financial year-end. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change.

The estimated useful lives of property, plant and equipment are as follows:

Buildings	15 ~ 51 years
(Auxiliary buildings	6 ~ 11 years)
Machinery and equipment	3 ~ 9 years
Other equipment	1 ~ 6 years

(17) Leasing arrangements (lessee) — right-of-use assets/ lease liabilities

- A. Leases are recognised as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low-value assets, lease payments are recognised as an expense on a straight-line basis over the lease term.
- B. Lease liabilities include the net present value of the remaining lease payments at the

commencement date, discounted using the incremental borrowing interest rate. Lease payments are comprised of the following:

- (a) Fixed payments, less any lease incentives receivable;
- (b) Variable lease payments that depend on an index or a rate;
- (c) Amounts expected to be payable by the lessee under residual value guarantees;
- (d) The exercise price of a purchase option, if the lessee is reasonably certain to exercise that option; and
- (e) Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The Group subsequently measures the lease liability at amortised cost using the interest method and recognises interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognised as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.

C. At the commencement date, the right-of-use asset is stated at cost comprising the following:

- (a) The amount of the initial measurement of lease liability;
- (b) Any lease payments made at or before the commencement date;
- (c) Any initial direct costs incurred by the lessee; and
- (d) An estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognised as an adjustment to the right-of-use asset.

D. For lease modifications that decrease the scope of the lease, the lessee shall decrease the carrying amount of the right-of-use asset to reflect the partial or full termination of the lease, and recognise the difference between remeasured lease liability in profit or loss.

(18) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Investment property is depreciated on a straight-line basis over its estimated useful life of 6 to 51 years.

(19) Intangible assets

- A. Trademark right is stated at cost and regarded as having an indefinite useful life as it was assessed to generate continuous net cash inflow in the foreseeable future. Trademark right is not amortised, but is tested annually for impairment.
- B. Goodwill is generated by adopting the acquisition method when merger and acquisition occurs.
- C. Patent is amortised on a straight-line basis over its estimated useful life of 2 to 20 years.

- D. Customer relationship and developed technologies are amortised on a straight-line basis over its estimated life of 12 years and 2 to 7 years, respectively.
- E. Concession obtained individually is stated initially at its costs and is amortised on a straight-line basis over its useful life as follows:
- (a) The concession of the mobile broadband spectrum (4G) 700MHz frequency group started from December 2014 and is amortised until 2030. The useful life of the concession is 16 years.
 - (b) The concession of the mobile broadband spectrum (4G) 2600MHz frequency group started from October 2017 and is amortised until 2033. The useful life of the concession is 16 years.
 - (c) The Group obtained the concession of the mobile broadband spectrum (4G) 700MHz frequency group in December 2015 and is amortised until 2030. The useful life of the concession is 15 years.
 - (d) The Group obtained the concession of the mobile broadband spectrum (4G) 900MHz frequency group in December 2015 and is amortised until 2030. The useful life of the concession is 15 years.

(20) Impairment of non-financial assets

- A. The Group assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognizing impairment loss for an asset in prior periods no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortised historical cost would have been if the impairment had not been recognised.
- B. The recoverable amount of goodwill shall be evaluated periodically. An impairment is recognised when recoverable amount is lower than carrying amount. Impairment loss should not be reversed in the future.
- C. For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the cash-generating units, or groups of cash-generating units, that is/are expected to benefit from the synergies of the business combination. Each unit or group of units to which the goodwill is allocated represents the lowest level within the entity at which the goodwill is monitored for internal management purposes. Goodwill is monitored at the operating segment level.

(21) Borrowings

Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest

methods.

(22) Notes and accounts payable

- A. Accounts payable are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.
- B. The short-term notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(23) Financial liabilities at fair value through profit or loss

- A. Financial liabilities are classified in this category of held for trading if acquired principally for the purpose of repurchasing in the short-term. Derivatives are also categorised as financial liabilities held for trading unless they are designated as hedges. Financial liabilities that meet one of the following criteria are designated as at fair value through profit or loss at initial recognition:
 - (a) Hybrid (combined) contracts; or
 - (b) They eliminate or significantly reduce a measurement or recognition inconsistency; or
 - (c) They are managed and their performance is evaluated on a fair value basis, in accordance with a documented risk management policy.
- B. At initial recognition, the Group measures the financial liabilities at fair value. All related transaction costs are recognised in profit or loss. The Group subsequently measures these financial liabilities at fair value with any gain or loss recognised in profit or loss.
- C. If the credit risk results in fair value changes in financial liabilities designated as at fair value through profit or loss, they are recognised in other comprehensive income in the circumstances other than avoiding accounting mismatch or recognising in profit or loss for loan commitments or financial guarantee contracts.

(24) Bonds payable

Ordinary corporate bonds issued by the Group are initially recognised at fair value less transaction costs. Any difference between the proceeds (net of transaction costs) and the redemption value is presented as an addition to or deduction from bonds payable, which is amortised to profit or loss over the period of bond circulation using the effective interest method as an adjustment to 'finance costs'.

(25) Convertible bonds payable

Convertible bonds issued by the Group contain conversion options (that is, the bondholders have the right to convert the bonds into the Group's common shares by exchanging a fixed amount of cash for a fixed number of common shares), call options and put options. The Group classifies the bonds payable upon issuance as a financial asset, a financial liability or an equity instrument in accordance with the contract terms. They are accounted for as follows:

- (a) The embedded call options and put options are recognised initially at net fair value as 'financial assets or financial liabilities at fair value through profit or loss'. They are subsequently remeasured and stated at fair value on each balance sheet date; the gain or loss is recognised as 'gain or loss on valuation of financial assets or financial liabilities at fair value through profit or

loss’.

- (b) The host contracts of bonds or are initially recognised at fair value. Any difference between the initial recognition and the redemption value is accounted for as the premium or discount on bonds payable and subsequently is amortised in profit or loss as an adjustment to ‘finance costs’ over the period of circulation using the effective interest method.
- (c) The embedded conversion options which meet the definition of an equity instrument are initially recognised in ‘capital surplus—share options’ at the residual amount of total issue price less the amount of financial assets or financial liabilities at fair value through profit or loss and bonds payable as stated above. Conversion options are not subsequently remeasured.
- (d) Any transaction costs directly attributable to the issuance are allocated to each liability or equity component in proportion to the initial carrying amount of each abovementioned item.
- (e) When bondholders exercise conversion options, the liability component of the bonds (including bonds payable and ‘financial assets or financial liabilities at fair value through profit or loss’) shall be remeasured on the conversion date. The issuance cost of converted common shares is the total book value of the abovementioned liability component and ‘capital surplus—share options’.

(26) Derecognition of financial liabilities

A financial liability is derecognised when the obligation specified in the contract is either discharged or cancelled or expires.

(27) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

(28) Non-hedging and embedded derivatives

- A. Non-hedging derivatives are initially recognised at fair value on the date a derivative contract is entered into and recorded as financial assets or financial liabilities at fair value through profit or loss. They are subsequently remeasured at fair value and the gains or losses are recognised in profit or loss.
- B. Under the financial assets, the hybrid contracts embedded with derivatives are initially recognised as financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets at amortised cost based on the contract terms.
- C. Under the non-financial assets, whether the hybrid contracts embedded with derivatives are accounted for separately at initial recognition is based on whether the economic characteristics and risks of an embedded derivative are closely related in the host contract. When they are closely related, the entire hybrid instrument is accounted for by its nature in accordance with the applicable standard. When they are not closely related, the derivative is accounted for differently from the host contract as derivative while the host contract is accounted for by its nature in accordance with the applicable standard. Alternatively, the entire hybrid instrument is designated

as financial liabilities at fair value through profit or loss upon initial recognition.

(29) Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, and it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation on the balance sheet date, which is discounted using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to passage of time is recognised as interest expense. Provisions are not recognised for future operating losses.

(30) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognised as expense in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognised as pension expense when they are due on an accrual basis. Prepaid contributions are recognised as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plans

- i. Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Group in current period or prior periods. The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability; when there is no deep market in high-quality corporate bonds, the Group uses interest rates of government bonds (at the balance sheet date) instead.
- ii. Remeasurements arising on defined benefit plans are recognised in other comprehensive income in the period in which they arise and are recorded as retained earnings.
- iii. Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related

information is disclosed accordingly.

- iv. Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

C. Employees' compensation and directors' and supervisors' remuneration

Employees' compensation and directors' and supervisors' remuneration are recognised as expense and liability, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employee compensation is paid by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(31) Employee share-based payment

- A. For the equity-settled share-based payment arrangements, the employee services received are measured at the fair value of the equity instruments granted at the grant date, and are recognised as compensation cost over the vesting period, with a corresponding adjustment to equity. The fair value of the equity instruments granted shall reflect the impact of market vesting conditions and non-vesting conditions. Compensation cost is subject to adjustment based on the service conditions that are expected to be satisfied and the estimates of the number of equity instruments that are expected to vest under the non-market vesting conditions at each balance sheet date. Ultimately, the amount of compensation cost recognised is based on the number of equity instruments that eventually vest.
- B. Restricted stocks:
 - (a) Restricted stocks issued to employees are measured at the fair value of the equity instruments granted at the grant date, and are recognised as compensation cost over the vesting period.
 - (b) For restricted stocks where those stocks do not restrict distribution of dividends to employees and employees are not required to return the dividends received if they resign during the vesting period, the Group recognises the fair value of the dividends received by the employees who are expected to resign during the vesting period as compensation cost at the date of dividends declared.
 - (c) For restricted stocks where employees have to pay to acquire those stocks, if employees resign during the vesting period, they must return the stocks to the Group and the Group must refund their payments on the stocks, the Group recognises the payments from the employees who are expected to resign during the vesting period as liabilities at the grant date, and recognises the payments from the employees who are expected to be eventually vested with the stocks in 'capital surplus – others'.

(32) Income tax

- A. The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or items recognised directly in equity, in which cases the tax is recognised in other comprehensive income or equity.
- B. The current income tax expense is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.
- C. Deferred tax is recognised, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.
- D. Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. At each balance sheet date, unrecognised and recognised deferred tax assets are reassessed.
- E. Current income tax assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Deferred tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realise the asset and settle the liability simultaneously.
- F. A deferred tax asset shall be recognised for the carryforward of unused tax credits resulting from acquisitions of equipment or technology, research and development expenditures and equity investments to the extent that it is possible that future taxable profit will be available against which the unused tax credits can be utilised.
- G. The interim period income tax expense is recognised based on the estimated average annual

effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

- H. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognises the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognised outside profit or loss is recognised in other comprehensive income or equity while the effect of the change on items recognised in profit or loss is recognised in profit or loss.

(33) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are approved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(34) Revenue recognition

- A. The Group manufactures and sells consumer electronics products. Sales are recognised when control of the products has transferred, being when the products are delivered to the customers, the customers has full discretion over the channel and price to sell the products, and there is no unfulfilled obligation that could affect the customer's acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customers, and either the customers has accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.
- B. The Group renders telecommunication service. Service revenue is measured by the fair value of the consideration received or receivable taking into account business tax and rebates for the sale of goods to external customers in the ordinary course of the Group's activities. The main methods of revenue recognition are as follows:
- (a) The communication charges of fixed network and mobile services, as well as the connection charges among telecom operators, are recognised on the basis of the contract terms, which are calculated by predetermined rates and the actual usage volume.
 - (b) Fixed monthly service fees are recognised monthly.
 - (c) Prepaid card revenue is recognised on the basis of the actual usage volume by the customers.
- C. The Group recognises an asset (shown as 'other non-current assets') the incremental costs (mainly comprised of sales commissions) of obtaining a telecommunication contract if the Group expects to recover those costs. The recognised asset is amortized and consistent with the transfers to the customer of the goods or services to which the asset relates. The Group recognises an impairment loss to the extent that the carrying amount of the asset exceeds the remaining amount of consideration that the Group expects to receive less the costs that have not been recognised as expenses.
- D. Sales revenue is recognised to the extent that a significant reversal is highly improbable based

on the contractual price less the estimated sales discounts and allowances. Revenue recognition is revisited at each balance sheet date. No element of financing is deemed present as the sales are made with a credit term consistent with market practice.

- E. A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.
- F. The Group's obligation to provide a refund for faulty products under the standard warranty terms is recognised as a provision.
- G. The customer pays at the time specified in the payment schedule. If the products sold exceed the payment, a contract asset is recognised. If the payments exceed the products sold, a contract liability is recognised.

(35) Government grants

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Group recognises expenses for the related costs for which the grants are intended to compensate. Government grants related to property, plant and equipment are recognised as non-current liabilities and are amortised to profit or loss over the estimated useful lives of the related assets using the straight-line method.

(36) Business combinations

- A. The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured as the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. For each business combination, the Group measures at the acquisition date components of non-controlling interests in the acquiree that are present ownership interests and entitle their holders to the proportionate share of the entity's net assets in the event of liquidation at either fair value or the present ownership instruments' proportionate share in the recognised amounts of the acquiree's identifiable net assets. All other non-controlling interests should be measured at the acquisition-date fair value.
- B. The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previous equity interest in the acquiree over the fair value of the identifiable assets acquired and the liabilities assumed is recorded as goodwill at the acquisition date. If the total of consideration transferred, non-controlling interest in the acquiree recognised and the fair value of previously held equity interest in the acquiree is less than the fair value of the identifiable assets acquired and the liabilities assumed, the difference is recognised directly in profit or loss on the acquisition date.

(37) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments.

5. CRITICAL ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS ON UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgments in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. The above information is addressed below:

(1) Critical judgments in applying the Group's accounting policies

A. Revenue recognition

The Group determines whether the nature of its performance obligation is to provide the specified goods or services itself (i.e. the Group is a principal) or to arrange for the other party to provide those goods or services (i.e. the Group is an agent) based on the transaction model and its economic substance. The Group is a principal if it controls a promised good or service before it transfers the good or service to a customer. The Group recognises revenue at gross amount of consideration to which it expects to be entitled in exchange for those goods or services transferred. The Group is an agent if its performance obligation is to arrange for the provision of goods or services by another party. The Group recognises revenue at the amount of any fee or commission to which it expects to be entitled in exchange for arranging for the other party to provide its goods or services.

Indicators that the Group controls the good or service before it is provided to a customer include the following:

- (a) The Group is primarily responsible for the provision of goods or services;
- (b) The Group assumes the inventory risk before transferring the specified goods or services to the customer or after transferring control of the goods or services to the customer.
- (c) The Group has discretion in establishing prices for the goods or services.

B. Offsetting financial instruments

The Company's financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

(2) Critical accounting estimates and assumptions

The Group makes estimates and assumptions based on the expectation of future events that are believed to be reasonable under the circumstances at the end of the reporting period. The resulting accounting estimates might be different from the actual results. The estimates and assumptions that may significantly adjust the carrying amounts of assets and liabilities within the next financial year are addressed below:

A. Impairment assessment of tangible and intangible assets (excluding goodwill)

The Group assesses impairment based on its subjective judgement and determines the separate cash flows of a specific group of assets, useful lives of assets and the future possible income and expenses arising from the assets depending on how assets are utilized and industrial characteristics. Any changes of economic circumstances or estimates due to the change of Group strategy might cause adjustments on impairment of assets.

B. Impairment assessment of goodwill

The Group assesses impairment of goodwill based on subjective judgment which includes identifying and allocating assets, liabilities and goodwill to related cash-generating unit to determine recoverable amount of this unit. Details of impairment assessment of goodwill is provided in Note 6(13).

As of June 30, 2020, the Group recognised goodwill after impairment assessment of \$15,419,050.

C. Evaluation of inventories

As inventories are stated at the lower of cost and net realisable value, the Group must determine the net realisable value of inventories on balance sheet date based on judgments and estimates. Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realisable value. Such an evaluation of inventories is principally based on the demand for the products within the specified period in the future. Therefore, there might be significant changes to the evaluation.

As of June 30, 2020, the carrying amount of inventories was \$504,872,238.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Cash on hand and revolving funds	\$ 88,745	\$ 216,905	\$ 235,693
Checking accounts and demand deposits	716,063,433	649,335,476	609,657,034
Cash equivalents - Time deposits	236,629,781	208,182,131	203,876,502
Cash equivalents - Repo bonds	379,526	129,850	3,098,984
	<u>\$ 953,161,485</u>	<u>\$ 857,864,362</u>	<u>\$ 816,868,213</u>

A. The Group transacts with a variety of financial institutions with high credit quality for the purpose of dispersing credit risk, so it expects that the probability of counterparty default is low.

B. The Group's time deposits pledged to others as collateral had been transferred to "other current assets". Please refer to Note 8 for details.

(2) Financial assets and liabilities at fair value through profit or loss

	June 30, 2020	December 31, 2019	June 30, 2019
<u>Assets</u>			
Current items:			
Beneficiary certificates	\$ 589,740	\$ 639,679	\$ 513,719
Derivatives	636,006	2,312,370	1,323,987
	<u>\$ 1,225,746</u>	<u>\$ 2,952,049</u>	<u>\$ 1,837,706</u>
Non-current items:			
Equity instruments	\$ 13,399,369	\$ 12,744,243	\$ 15,191,783
Beneficiary certificates	72,954,304	63,546,321	61,153,634
Derivatives	3,931,518	6,370,161	2,328,589
	<u>\$ 90,285,191</u>	<u>\$ 82,660,725</u>	<u>\$ 78,674,006</u>
<u>Liabilities</u>			
Current items:			
Derivatives	(\$ 1,424,681)	(\$ 1,881,685)	(\$ 1,279,540)
Non-current items:			
Derivatives	(\$ 2,250)	\$ -	(\$ 11,100)

A. The descriptions of financial assets and liabilities at fair value through profit or loss are as follows:

- (a) Equity instruments: Including listed, unlisted and emerging stocks.
- (b) Beneficiary certificates: Including investment in open-end funds and private equity fund.
- (c) Derivatives: Including cross currency swap contracts, forward exchange contracts, convertible bonds payable and put options.

B. Amounts recognised in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

	<u>For the three-month period ended June 30,</u>	
	2020	2019
Equity instruments	1,575,788	(\$ 1,130,214)
Beneficiary certificates	2,471,038	496,243
Derivatives	(1,025,773)	4,755,223
	<u>\$ 3,021,053</u>	<u>\$ 4,121,252</u>
	<u>For the six-month period ended June 30,</u>	
	2020	2019
Equity instruments	\$ 254,169	\$ 5,561,000
Beneficiary certificates	5,376,230	2,803,930
Derivatives	(2,826,967)	6,100,203
	<u>\$ 2,803,432</u>	<u>\$ 14,465,133</u>

C. The non-hedging derivative instruments transaction and contract information are as follows:

	June 30, 2020		
	Contract amount		
<u>Derivative Financial Assets</u>	(Nominal Principal in thousands)		Contract period
Current items:			
Cross currency swap contracts	USD (BUY)	200,000	2020.06.19~2021.02.23
	TWD (SELL)	5,936,000	2020.06.19~2021.02.23
Foreign exchange forward contracts	JPY (BUY)	1,305,600	2020.06.04~2020.07.15
	CZK (BUY)	1,226,050	2020.05.28~2020.07.07
	RMB (BUY)	7,207,091	2020.04.20~2020.08.24
	USD (BUY)	690,638	2020.03.02~2021.04.30
	MXN (SELL)	1,243,107	2020.06.08~2021.04.30
	USD (SELL)	1,074,160	2020.04.20~2020.08.24
	JPY (SELL)	67,893,088	2020.03.02~2020.08.31
Financial products	USD	6,000	2019.12.03~2020.12.10
Non-current items:			
Convertible contract	USD	30,000	2016.12.19~2021.12.15
Cross currency swap contracts	USD (BUY)	1,000,000	2016.09.13~2026.09.24
	JPY (SELL)	102,619,000	2016.09.13~2026.09.24
<u>Derivative Financial Liabilities</u>			
Current items:			
Cross currency swap contracts	USD (BUY)	1,440,000	2020.02.21~2021.05.28
	JPY (BUY)	96,950,000	2020.03.23~2020.09.28
	TWD (SELL)	70,292,735	2020.02.21~2021.05.28
Foreign exchange forward contracts	USD (BUY)	91,057	2020.03.24~2020.08.31
	MXN (BUY)	4,121,030	2020.06.08~2020.08.18
	RMB (BUY)	2,017,156	2020.06.11~2020.08.21
	USD (SELL)	472,000	2020.06.08~2020.08.21
	CZK (SELL)	2,003,974	2020.06.01~2020.08.03
	MXN (SELL)	205,189	2020.03.24~2020.08.31

	December 31, 2019		
	Contract amount		
<u>Derivative Financial Liabilities</u>	<u>(Nominal Principal in thousands)</u>		<u>Contract period</u>
Current items:			
Cross currency swap contracts	JPY(BUY)	27,500,000	2019.12.23~2020.03.26
	TWD (SELL)	7,584,500	2019.12.23~2020.03.26
Foreign exchange forward contracts	EUR (BUY)	128,000	2019.12.11~2020.03.18
	CZK (BUY)	5,766,370	2019.11.05~2020.02.18
	MXN (BUY)	3,803,496	2019.10.22~2020.02.27
	RMB (BUY)	43,373,233	2019.10.23~2020.05.28
	TWD (BUY)	47,466,350	2019.11.11~2020.04.01
	USD (SELL)	8,323,670	2019.10.22~2020.05.28
Financial products	USD	56,000	2019.11.29~2020.12.10
Non-current items:			
Convertible contract	USD	30,000	2016.12.19~2021.12.15
Cross currency swap contracts	USD (BUY)	1,000,000	2016.09.13~2026.09.18
	JPY (SELL)	102,619,000	2016.09.13~2026.09.18
<u>Derivative Financial Liabilities</u>			
Current items:			
Cross currency swap contracts	USD (BUY)	1,700,000	2019.09.09~2020.05.29
	JPY (BUY)	141,250,000	2019.11.19~2020.06.30
	TWD (SELL)	92,004,305	2019.09.09~2020.06.30
Foreign exchange forward contracts	USD (BUY)	90,473	2019.05.24~2020.03.30
	RMB (BUY)	1,316,383	2019.12.18~2020.04.10
	MXN (SELL)	467,519	2019.05.24~2020.03.30
	USD (SELL)	188,000	2019.12.18~2020.04.10
	HKD (SELL)	475,569	2019.12.11~2020.03.02
	AUD (SELL)	9,000	2019.12.11~2020.01.13

	June 30, 2019		
	Contract amount		
<u>Derivative Financial Assets</u>	<u>(Nominal Principal in thousands)</u>		<u>Contract period</u>
Current items:			
Cross currency swap contracts	USD (BUY)	300,000	2019.04.02~2019.07.29
	JPY (BUY)	36,950,000	2019.03.27~2019.09.30
	TWD (SELL)	19,622,200	2019.03.27~2019.09.30
Foreign exchange forward contracts	CZK (BUY)	5,043,210	2019.05.07~2019.08.15
	JPY (BUY)	108,168,750	2019.06.19~2019.07.24
	MXN (BUY)	1,893,731	2019.05.13~2019.08.15
	RMB (BUY)	415,146	2019.05.17~2019.07.22
	USD (BUY)	450,000	2019.06.04~2019.08.27
	TWD (BUY)	29,249,490	2019.04.17~2019.07.24
	INR (SELL)	7,044,500	2019.06.17~2019.08.27
	USD (SELL)	2,307,000	2019.05.07~2019.08.15
	RMB (SELL)	2,412,915	2019.06.04~2019.07.29
Non-current items:			
Convertible contract	USD	30,000	2016.12.19~2021.12.15
Cross currency swap contracts	USD (BUY)	1,000,000	2016.09.13~2026.09.24
	JPY (SELL)	102,619,000	2016.09.13~2026.09.24
<u>Derivative Financial Liabilities</u>			
Current items:			
Cross currency swap contracts	USD (BUY)	500,000	2019.05.20~2019.12.05
	JPY (BUY)	143,000,000	2019.05.31~2019.12.30
	TWD (SELL)	57,142,300	2019.05.20~2019.12.30
Foreign exchange forward contracts	MXN (BUY)	1,430,700	2019.04.22~2019.07.25
	USD (BUY)	1,834,782	2019.01.25~2020.09.30
	RMB (BUY)	3,375,963	2019.02.08~2019.09.18
	TWD (BUY)	10,343,515	2019.04.16~2019.07.24
	INR (SELL)	43,457,132	2019.04.01~2019.09.19
	RMB (SELL)	7,238,565	2019.06.04~2019.07.29
	BRL (SELL)	508,492	2019.05.07~2019.08.13
	EUR (SELL)	15,000	2019.06.24~2019.07.26
	MXN (SELL)	411,865	2019.01.25~2020.03.30
	USD (SELL)	905,000	2019.02.08~2019.09.18

(a) Cross currency swap contracts

The cross currency swap contracts signed by the Company are to fulfill capital movement. For exchange rate, principals denominated in two currencies are exchanged at the same exchange rate at the initial and final exchanges. Thus, there is no foreign exchange risk. For interest rate, the fixed rate between two currencies is used to exchange. Thus, there is no interest rate risk.

(b) Forward foreign exchange contracts

The Group enters into foreign exchange forward transactions to hedge the following risk of exchange rate:

- A. Operating activities: Import of raw materials and export sales
- B. Investing activities: Import of machinery and equipment
- C. Financing activities: Long-term and short-term foreign currency assets and liabilities

(c) Financial products

All of the structured products the Group entered into an agreement with financial institutions pertain to hybrid financial products which are principal guaranteed products in combination with embedded derivative financial products.

(d) Convertible bonds payable

- i. The Company's indirect subsidiary, FIH Mobile Limited, acquired convertible bonds issued by Mango International in the amount of US\$60 million. The convertible bonds are embedded derivatives. For the year ended December 31, 2018, FIH Mobile Limited recognized valuation loss of US\$44,806 based on the estimated fair value of the convertible bonds due to significant doubt on Mango International's ability to continue as a going concern. For the three-month and six-month periods ended June 30, 2020, the valuation gain and loss were both \$0.
- ii. The Company's indirect subsidiary, PCE Paragon Solutions Kft., acquired convertible bonds issued by Nanthealth, Inc. in the amount of US\$30 million. The convertible bonds are embedded derivatives. Based on the contract, PCE Paragon Solutions Kft. has the right to require conversion after issue date and until maturity date if the written consent is submitted in advance. If there are remaining convertible bonds at maturity, such convertible bonds will be redeemed in the form of cash.

D. Details of the Group's investment in equity instruments and beneficiary certificates are provided in Table 3.

E. The Group has no financial assets at fair value through profit or loss pledged to others.

F. Information relating to credit risk of financial assets and liabilities at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

Items	June 30, 2020	December 31, 2019	June 30, 2019
Equity instruments	\$ 58,479,598	\$ 59,365,998	\$ 63,192,930
Valuation adjustment	7,006,076	9,441,219	7,184,317
	<u>\$ 65,485,674</u>	<u>\$ 68,807,217</u>	<u>\$ 70,377,247</u>

A. The Group has elected to classify equity investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income.

B. Amounts recognised in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	For the three-month period ended June 30,	
	2020	2019
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income (loss)	\$ 14,675,796	(\$ 2,300,188)
Cumulative gains reclassified to retained earnings due to derecognition	\$ 700,557	\$ 112,542
	For the six-month period ended June 30,	
	2020	2019
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 692,829	\$ 2,665,130
Cumulative gains reclassified to retained earnings due to derecognition	\$ 700,641	\$ 98,048

C. The Group has no financial assets at fair value through other comprehensive income pledged to others.

D. Details of the Group's investment in equity instruments is provided in Table 3.

(4) Financial assets at amortised cost

Items	June 30, 2020	December 31, 2019	June 30, 2019
Current items:			
Capital guarantee financial products	\$ 21,669,596	\$ 18,341,333	\$ 69,414,893
Time deposits with maturity over three months	28,458,485	33,401,517	44,862,518
Refundable deposits	459,161	758,872	277,239
Restricted bank deposits	684,117	133,411	-
Pledged time deposits	394,154	319,744	991,988
	<u>\$ 51,665,513</u>	<u>\$ 52,954,877</u>	<u>\$ 115,546,638</u>
Non-current items:			
Financial bonds-trust fund	\$ 10,885,420	\$ 12,484,790	\$ 13,114,670
Refundable deposits	-	-	1,194,589
Time deposits with maturity over twelve months	4,270,434	-	132,769
Restricted bank deposits	58,574	-	-
Pledged time deposits	2,700	43,779	49,732
	<u>\$ 15,217,128</u>	<u>\$ 12,528,569</u>	<u>\$ 14,491,760</u>

A. Amounts recognised in profit or loss in relation to financial assets at amortised cost are listed below:

	For the three-month period ended June 30,	
	2020	2019
Interest income	\$ 597,347	\$ 1,307,851

	For the six-month period ended June 30,	
	2020	2019
Interest income	\$ 967,840	\$ 1,820,148

- B. The Group invested in the trust fund named Guangdong Finance Trust - Peng Yun Tian Hua Collection Fund Trust in December 2017 which was mainly created for the investment in Guangzhou Guangyin Nanyue Intelligent Technology Industrial Investment Partnership. As of June 30, 2020, the Group has invested a total of RMB 3.5 billion and has redeemed RMB 900 million. Under the agreement, the Group will take over the share in the trust of the preferred beneficiary, Bank of Guangzhou, in case it initiates a redemption.
- C. The counterparties of the Group's investments have good credit quality.
- D. Information relating to financial asset at amortised cost pledged as collateral is provided in Note 8.

(5) Notes and accounts receivable

	June 30, 2020	December 31, 2019	June 30, 2019
Notes receivable	\$ 337,210	\$ 440,306	\$ 839,188
Accounts receivable	729,102,209	992,631,562	722,341,852
Less: Allowance for sales returns and allowances	(7,330,496)	(5,793,430)	(5,504,661)
	<u>\$ 722,108,923</u>	<u>\$ 987,278,438</u>	<u>\$ 717,676,379</u>

- A. As of June 30, 2020, December 31, 2019 and June 30, 2019, accounts receivable and notes receivable were all from contracts with customers. As of January 1, 2019, the balance of receivables from contracts with customers amounted to \$1,062,285,356.
- B. On June 30, 2020, December 31, 2019 and June 30, 2019, the Group had accounts receivable classified as financial assets at fair value through other comprehensive income in the amounts of \$134,710,340, \$108,993,188 and \$98,655,657, respectively.
- C. The Group entered into a factoring agreement with the following banks to sell its accounts receivable. Under the agreement, the Group is not obligated to bear the default risk of the transferred accounts receivable, but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred accounts receivable. Thus, the Group derecognised the transferred accounts receivable.
- As of June 30, 2020, December 31, 2019 and June 30, 2019, the relevant information on accounts receivable factored but unsettled were as follows:

June 30, 2020			
Accounts receivable factoring not yet due	Amount of accounts receivable derecognised	Amount advanced	Amount of consideration retained
\$ 51,648,668	\$ 51,648,668	\$ 51,648,668	\$ -
December 31, 2019			
Accounts receivable factoring not yet due	Amount of accounts receivable derecognised	Amount advanced	Amount of consideration retained
\$ 15,957,505	\$ 15,957,505	\$ 15,957,505	\$ -
June 30, 2019			
Accounts receivable factoring not yet due	Amount of accounts receivable derecognised	Amount advanced	Amount of consideration retained
\$ 8,725,437	\$ 8,725,437	\$ 8,725,437	\$ -

As of June 30, 2020, December 31, 2019 and June 30, 2019, the Group has no retention for the factoring of accounts receivable.

- D. As of June 30, 2020, December 31, 2019 and June 30, 2019, the Group has not signed promissory notes as guarantee for accounts receivable in commercial dispute.
- E. For the three-month and six-month periods ended June 30, 2020 and 2019, the financing charges (expenses) incurred from accounts receivable factoring information is provided in Note 6(36).
- F. The Group does not hold any collateral as security.
- G. Information relating to credit risk is provided in Note 12(2).

(6) Other receivables

	June 30, 2020	December 31, 2019	June 30, 2019
Tax refund receivable	\$ 22,180,665	\$ 27,552,147	\$ 34,793,285
Interest receivable	16,305,357	28,008,152	23,302,565
Loans to related parties	2,430,057	2,280,745	1,129,875
Others	11,990,650	10,013,255	11,832,834
	<u>\$ 52,906,729</u>	<u>\$ 67,854,299</u>	<u>\$ 71,058,559</u>

The Group's other receivables are due from entities and government agencies with good credit quality. There is no significant credit risk as default is unlikely to occur.

(7) Inventories

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Raw materials	\$ 194,594,834	\$ 148,887,252	\$ 160,284,592
Work in process	98,366,186	105,747,965	121,235,230
Finished goods	221,558,989	261,457,747	299,208,414
Inventory in transit	<u>19,939,741</u>	<u>23,526,271</u>	<u>22,343,090</u>
	534,459,750	539,619,235	603,071,326
Less: Allowance for inventory obsolescence and market price decline	(<u>29,587,512</u>)	(<u>23,847,058</u>)	(<u>31,877,496</u>)
	<u>\$ 504,872,238</u>	<u>\$ 515,772,177</u>	<u>\$ 571,193,830</u>

Expenses and losses incurred on inventories for the three-month and six-month periods ended June 30, 2020 and 2019 were as follows:

	<u>For the three-month period ended June 30,</u>	
	<u>2020</u>	<u>2019</u>
Cost of inventories sold	\$ 1,057,830,273	\$ 1,098,648,208
Loss on inventory obsolescence and market price decline	4,274,625	786,994
Revenue from sale of scraps	(436,771)	(1,394,865)
Others	<u>37,861</u>	<u>137,467</u>
	<u>\$ 1,061,705,988</u>	<u>\$ 1,098,177,804</u>
	<u>For the six-month period ended June 30,</u>	
	<u>2020</u>	<u>2019</u>
Cost of inventories sold	\$ 1,944,662,346	\$ 2,088,347,354
Loss on inventory obsolescence and market price decline	5,698,113	7,963,522
Revenue from sale of scraps	(1,647,079)	(2,267,608)
Others	<u>312,025</u>	<u>134,481</u>
	<u>\$ 1,949,025,405</u>	<u>\$ 2,094,177,749</u>

(8) Investments accounted for under equity method

	2020	2019
At January 1	\$ 168,631,642	\$ 160,316,664
Addition of investments accounted for under equity	181,641	1,185,298
Disposal of investments accounted for under equity	(68,627)	-
Earnings distribution of investments accounted for under equity method	(3,997,937)	(4,562,455)
Share of profit or loss of investments accounted for under equity method	706,946	9,564,173
Changes in retained earnings	(12,181)	(135,932)
Changes in capital surplus	(335,762)	(473,106)
Changes in other equity items	(5,445,377)	2,888,044
Impairment loss	-	(157,082)
Others	(957,422)	(1,783,136)
At June 30	<u>\$ 158,702,923</u>	<u>\$ 166,842,468</u>

- A. Some of the above investments accounted for under the equity method were based on the financial statements of the investee companies for the same periods which were not reviewed by independent auditors. The related investment balances for the abovementioned unaudited or unreviewed investee companies amounted to \$10,452,362 and \$16,104,577, constituting 0.34% and 0.52% of the consolidated total assets as of June 30, 2020 and 2019, respectively. The share of profit (loss) of associates and joint ventures accounted for under the equity method amounted to (\$1,430,060), (\$297,089), (\$503,864) and \$408,822, constituting 10.23%, 4.71%, 3.21% and 0.66% of the consolidated comprehensive income for the three-month and six-month periods ended June 30, 2020 and 2019, respectively.
- B. The Group acquired the new shares issued by Asia Pacific Telecom Co., Ltd. (the “Asia Pacific”) in 2019. After the acquisition, the Company owned 40.74% equity interest in Asia Pacific which represented majority of the voting rights of its shareholders and the Company has control over the main activities of Asia Pacific. Accordingly, it was included in the consolidated financial statements since the control date. Meanwhile, the Company lost significant influence over Asia Pacific and remeasured the fair value of the remaining investment. The Company recognised the difference between the fair value and book value of \$1,691,000 (shown as “other gains and losses”). Details of business combination about Asia Pacific is provided in Note 6(39).
- C. Associates
- (a) The basic information of the associates that are material to the Group is as follows

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Method of measurement
		June 30, 2020	December 31, 2019	June 30, 2019		
Sharp Corporation	Japan	42%	42%	42%	Strategic Investment	Equity method
Foxconn Technology Co., Ltd.	Taiwan	29%	29%	29%	Supplier	Equity method
Zhen Ding Technology Holding Limited	Cayman	34%	34%	34%	Supplier	Equity method

- (b) The summarized financial information of the associates that are material to the Group is as follows:

Balance sheet

	Sharp Corporation		
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 302,611,189	\$ 318,630,526	\$ 322,628,039
Non-current assets	203,020,192	214,183,459	210,261,287
Current liabilities	(238,528,584)	(254,314,425)	(260,869,191)
Non-current liabilities	(185,142,109)	(185,840,064)	(194,854,833)
Total net assets	81,960,688	92,659,496	77,165,302
Effect of accounting principles	(10,274,152)	(11,943,340)	(11,719,172)
The fair value adjustment of trademarks, other intangible net assets and tangible net assets	110,558,212	112,859,837	120,054,466
Total net assets after adjustment	<u>\$ 182,244,748</u>	<u>\$ 193,575,993</u>	<u>\$ 185,500,596</u>
Share in associate's net assets (Note)	\$ 68,998,800	\$ 73,410,848	\$ 70,389,404
Goodwill	12,391,746	12,450,964	12,633,696
Others	(874,599)	(975,970)	(587,517)
Carrying amount of the associate	<u>\$ 80,515,947</u>	<u>\$ 84,885,842</u>	<u>\$ 82,435,583</u>

Note : Share in associate's net assets is counted with equity of ordinary shares, excluding Class C shares of Sharp Corporation.

Foxconn Technology Co., Ltd.			
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 102,471,735	\$ 108,072,195	\$ 112,711,530
Non-current assets	44,539,785	56,503,622	51,090,105
Current liabilities	(50,873,527)	(54,840,529)	(61,961,477)
Non-current liabilities	(881,969)	(1,129,678)	(1,544,072)
Total net assets	<u>\$ 95,256,024</u>	<u>\$ 108,605,610</u>	<u>\$ 100,296,086</u>
Share in associate's net assets	\$ 28,076,771	\$ 32,011,570	\$ 29,562,333
Goodwill	338,190	338,190	338,190
Others	7,962	3,930	(22,537)
Carrying amount of the associate	<u>\$ 28,422,923</u>	<u>\$ 32,353,690</u>	<u>\$ 29,877,986</u>

Zhen Ding Technology Holding Limited			
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	\$ 88,021,238	\$ 83,203,716	\$ 76,658,459
Non-current assets	57,552,878	56,677,619	54,926,395
Current liabilities	(42,318,838)	(39,032,879)	(36,881,324)
Non-current liabilities	(16,457,597)	(10,504,355)	(10,193,257)
Total net assets	<u>\$ 86,797,681</u>	<u>\$ 90,344,101</u>	<u>\$ 84,510,273</u>
Share in associate's net assets	\$ 21,863,339	\$ 22,741,808	\$ 21,377,141
Others	-	(28,971)	-
Carrying amount of the associate	<u>\$ 21,863,339</u>	<u>\$ 22,712,837</u>	<u>\$ 21,377,141</u>

Statement of comprehensive income

Sharp Corporation		
For the three-month period ended June 30,		
	2020	2019
Revenue	\$ 143,805,372	\$ 146,267,635
Profit for the period from continuing operations	1,987,809	3,487,848
Other comprehensive income (loss), net of tax	1,989,191	(1,027,695)
Total comprehensive income	3,977,000	2,460,153
Effect of accounting principles	210,261	11,526,013
Total comprehensive income after adjusted	<u>\$ 4,187,261</u>	<u>\$ 13,986,166</u>
Dividends received from associates	<u>\$ 1,105,471</u>	<u>\$ 1,277,406</u>

Sharp Corporation		
For the six-month period ended June 30,		
	2020	2019
Revenue	\$ 286,337,577	\$ 322,131,702
(Loss) profit for the period from continuing operations	(7,101,165)	6,643,734
Other comprehensive loss, net of tax	(223,978)	(537,844)
Total comprehensive (loss) income	(7,325,143)	6,105,890
Effect of accounting principles	738,461	11,480,965
Total comprehensive (loss) income after adjusted	(\$ 6,586,682)	\$ 17,586,855
Dividends received from associates	\$ 1,105,471	\$ 1,277,406

Foxconn Technology Co., Ltd.		
For the three-month period ended June 30,		
	2020	2019
Revenue	\$ 22,739,527	\$ 22,820,411
Profit for the period from continuing operations	1,455,777	1,872,997
Other comprehensive loss, net of tax	(777,542)	(1,419,236)
Total comprehensive income	\$ 678,235	\$ 453,761
Dividends received from associates	\$ -	\$ -

Foxconn Technology Co., Ltd.		
For the six-month period ended June 30,		
	2020	2019
Revenue	\$ 33,933,637	\$ 35,527,706
Profit for the period from continuing operations	1,949,559	2,674,015
Other comprehensive (loss) income, net of tax	(11,762,932)	2,513,482
Total comprehensive (loss) income	(\$ 9,813,373)	\$ 5,187,497
Dividends received from associates	\$ -	\$ -

Zhen Ding Technology Holding Limited		
For the three-month period ended June 30,		
	2020	2019
Revenue	\$ 26,490,069	\$ 23,080,231
Profit for the period from continuing operations	1,847,633	1,784,966
Other comprehensive loss, net of tax	(1,337,702)	(874,728)
Total comprehensive income	\$ 509,931	\$ 910,238
Dividends received from associates	\$ -	\$ -

Zhen Ding Technology Holding Limited		
For the six-month period ended June 30,		
	2020	2019
Revenue	\$ 44,002,507	\$ 42,493,417
Profit for the period from continuing operations	3,111,728	2,417,866
Other comprehensive (loss) income, net of tax	(2,333,607)	915,735
Total comprehensive income	\$ 778,121	\$ 3,333,601
Dividends received from associates	\$ -	\$ -

- (c) The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarized below:

As of June 30, 2020, December 31, 2019 and June 30, 2019, the carrying amount of the Group's individually immaterial associates amounted to \$27,900,714, \$28,679,273 and \$33,151,758, respectively.

For the three-month period ended June 30,		
	2020	2019
Income (loss) for the period from continuing operations	\$ 805,379	(\$ 1,365,309)
Other comprehensive loss, net of tax	(924,857)	(1,038,608)
Total comprehensive loss	(\$ 119,478)	(\$ 2,403,917)
For the six-month period ended June 30,		
	2020	2019
Income (loss) for the period from continuing operations	\$ 383,651	(\$ 2,367,034)
Other comprehensive loss, net of tax	(930,673)	(141,336)
Total comprehensive loss	(\$ 547,022)	(\$ 2,508,370)

(d) The fair values of the Group's material associates which have quoted market price are as follows:

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Sharp Corporation	\$ 69,994,323	\$ 103,325,835	\$ 75,729,961
Foxconn Technology Co., Ltd.	23,556,001	27,600,129	26,307,676
Zhen Ding Technology Holding Limited	39,258,758	38,968,380	27,087,112
	<u>\$ 132,809,082</u>	<u>\$ 169,894,344</u>	<u>\$ 129,124,749</u>

(9) Property, plant and equipment

	2020						
	Land	Buildings	Machinery and equipment	Computer and communication equipment	Others	Construction in progress	Total
At January 1, 2020							
Cost	\$ 14,233,757	\$ 208,869,510	\$ 275,816,855	\$ 39,326,807	\$ 160,547,139	\$ 28,415,269	\$ 727,209,337
Accumulated depreciation and impairment	-	(88,283,906)	(208,403,723)	(29,795,877)	(113,202,578)	-	(439,686,084)
	<u>\$ 14,233,757</u>	<u>\$ 120,585,604</u>	<u>\$ 67,413,132</u>	<u>\$ 9,530,930</u>	<u>\$ 47,344,561</u>	<u>\$ 28,415,269</u>	<u>\$ 287,523,253</u>
2020							
Opening net book amount	\$ 14,233,757	\$ 120,585,604	\$ 67,413,132	\$ 9,530,930	\$ 47,344,561	\$ 28,415,269	\$ 287,523,253
Additions	87,128	1,078,770	4,396,044	431,057	5,383,148	13,910,087	25,286,234
Transfer	44,119	516,475	1,364,389	1,044,482	1,263,481	(10,009,913)	(5,776,967)
Acquired through business combinations	-	2,396	147	-	1,384,078	13,685	1,400,306
Disposals	(2,988)	(18,806)	(1,151,547)	(7,613)	(826,306)	(229,136)	(2,236,396)
Depreciation charge	-	(5,093,958)	(11,341,621)	(1,618,705)	(7,354,824)	-	(25,409,108)
Net exchange differences	(2,062,604)	(1,102,090)	(3,657,900)	(70,499)	(2,864,781)	(1,146,871)	(10,904,745)
Closing net book amount	<u>\$ 12,299,412</u>	<u>\$ 115,968,391</u>	<u>\$ 57,022,644</u>	<u>\$ 9,309,652</u>	<u>\$ 44,329,357</u>	<u>\$ 30,953,121</u>	<u>\$ 269,882,577</u>
At June 30, 2020							
Cost	\$ 12,299,412	\$ 206,741,729	\$ 267,263,186	\$ 40,148,413	\$ 161,723,367	\$ 30,953,121	\$ 719,129,228
Accumulated depreciation and impairment	-	(90,773,338)	(210,240,542)	(30,838,761)	(117,394,010)	-	(449,246,651)
	<u>\$ 12,299,412</u>	<u>\$ 115,968,391</u>	<u>\$ 57,022,644</u>	<u>\$ 9,309,652</u>	<u>\$ 44,329,357</u>	<u>\$ 30,953,121</u>	<u>\$ 269,882,577</u>

2019

	Land	Buildings	Machinery and equipment	Others	Construction in progress	Total
<u>At January 1, 2019</u>						
Cost	\$ 4,187,609	\$ 199,046,485	\$ 249,832,617	\$ 160,613,401	\$ 24,418,437	\$ 638,098,549
Accumulated depreciation and impairment	-	(81,242,477)	(169,196,450)	(109,799,610)	-	(360,238,537)
	<u>\$ 4,187,609</u>	<u>\$ 117,804,008</u>	<u>\$ 80,636,167</u>	<u>\$ 50,813,791</u>	<u>\$ 24,418,437</u>	<u>\$ 277,860,012</u>
<u>2019</u>						
Opening net book amount	\$ 4,187,609	\$ 117,804,008	\$ 80,636,167	\$ 50,813,791	\$ 24,418,437	\$ 277,860,012
Additions	2,708,159	1,602,230	7,229,064	7,056,577	10,337,210	28,933,240
Transfer	-	60,222	3,064,580	2,057,169	(6,114,124)	(932,153)
Acquired through business combinations	-	11,582	8,520	7,154	1,460	28,716
Disposals	-	(39,998)	(465,634)	(376,430)	(150,347)	(1,032,409)
Depreciation charge	-	(4,825,000)	(14,553,166)	(7,942,433)	-	(27,320,599)
Net exchange differences	(126,149)	825,597	1,488,883	1,089,093	645,249	3,922,673
Closing net book amount	<u>\$ 6,769,619</u>	<u>\$ 115,438,641</u>	<u>\$ 77,408,414</u>	<u>\$ 52,704,921</u>	<u>\$ 29,137,885</u>	<u>\$ 281,459,480</u>
<u>At June 30, 2019</u>						
Cost	\$ 6,769,619	\$ 200,060,798	\$ 304,183,804	\$ 176,087,900	\$ 29,137,885	\$ 716,240,006
Accumulated depreciation and impairment	-	(84,622,157)	(226,775,390)	(123,382,979)	-	(434,780,526)
	<u>\$ 6,769,619</u>	<u>\$ 115,438,641</u>	<u>\$ 77,408,414</u>	<u>\$ 52,704,921</u>	<u>\$ 29,137,885</u>	<u>\$ 281,459,480</u>

Details of property, plant and equipment pledged as collateral are provided in Note 8.

(10) Leasing arrangements — lessee

A. The Group leases various assets including land, land use right, buildings, transportation equipment and other equipment. Except for contracts of land use right which cover periods of 50 years, other rental contracts are typically made for periods of 1 to 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. Short-term leases with a lease term of 12 months, including dormitories, business vehicles and office.

C. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	June 30, 2020	December 31, 2019	June 30, 2019
	Carrying amount	Carrying amount	Carrying amount
Land and land use right	\$ 18,129,297	\$ 21,248,308	\$ 22,942,985
Buildings	25,933,630	23,633,305	17,839,212
Other equipment	2,602,614	1,878,727	1,584,030
	<u>\$ 46,665,541</u>	<u>\$ 46,760,340</u>	<u>\$ 42,366,227</u>

	For the three-month period ended June 30, 2020	For the three-month period ended June 30, 2019
	Depreciation charge	Depreciation charge
Land and land use right	\$ 154,920	\$ 297,191
Buildings	2,541,712	1,648,443
Other equipment	104,764	27,191
	<u>\$ 2,801,396</u>	<u>\$ 1,972,825</u>

	For the six-month period ended June 30, 2020	For the six-month period ended June 30, 2019
	Depreciation charge	Depreciation charge
Land and land use right	\$ 311,770	\$ 580,210
Buildings	4,260,895	2,592,640
Other equipment	287,352	77,852
	<u>\$ 4,860,017</u>	<u>\$ 3,250,702</u>

D. For the three-month and six-month periods ended June 30, 2020 and 2019, the additions to right-of-use assets were \$3,132,657, \$1,039,338, \$4,426,222 and \$1,934,639, respectively.

E. The information on income and expense accounts relating to lease contracts is as follows:

	For the three-month period ended June 30, 2020	For the three-month period ended June 30, 2019
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 357,710	\$ 188,946
Expense on short-term lease contracts	\$ 1,019,569	\$ 748,647
	For the six-month period ended June 30, 2020	For the six-month period ended June 30, 2019
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 745,078	\$ 482,630
Expense on short-term lease contracts	\$ 1,285,294	\$ 1,828,010

F. For the three-month and six-month periods ended June 30, 2020 and 2019, the Group's total cash outflow for leases were \$5,072,814, \$1,775,422, \$7,520,370 and \$5,239,645, respectively.

(11) Leasing arrangements – lessor

A. The Group mainly leases machinery and equipment. Rental contracts are typically made for 5 years.

B. The maturity analysis of the undiscounted lease payments in the finance lease is as follows:

	June 30, 2020	December 31, 2019
No later than one year	\$ 490,801	\$ 496,589
Later than one year but not later than five	1,940,893	1,941,955
	\$ 2,431,694	\$ 2,438,544

C. Reconciliation of the undiscounted lease payments and the net investment in the finance lease is provided as follows:

	June 30, 2020	
	Current	Non-current
Undiscounted lease payments	\$ 490,801	1,940,893
Unearned finance income	59,306	185,674
Net investment in lease	\$ 550,107	\$ 2,126,567
	December 31, 2019	
	Current	Non-current
Undiscounted lease payments	\$ 496,589	\$ 1,941,955
Unearned finance income	(27,548)	(69,638)
Net investment in lease	\$ 469,041	\$ 1,872,317

The net investment in the financial lease is shown as “other receivable” and “other non-current asset”, respectively.

(12) Investment property

	Land and buildings	
	2020	2019
<u>At January 1</u>		
Cost	\$ 8,015,199	\$ 4,129,588
Accumulated depreciation and impairment	(3,595,287)	(1,605,625)
	<u>\$ 4,419,912</u>	<u>\$ 2,523,963</u>
<u>For the six-month period ended June 30</u>		
Opening net book amount	\$ 4,419,912	\$ 2,523,963
Additions	6,638,455	370,775
Acquired through business combinations	-	2,047,982
Depreciation charge	(359,475)	(118,988)
Net exchange differences	(213,281)	(501)
Closing net book amount	<u>\$ 10,485,611</u>	<u>\$ 4,823,231</u>
<u>At June 30</u>		
Cost	\$ 14,683,731	\$ 8,379,169
Accumulated depreciation and impairment	(4,198,120)	(3,555,938)
	<u>\$ 10,485,611</u>	<u>\$ 4,823,231</u>

A. Rental income from the lease of the investment property and direct operating expenses arising from the investment property are shown below:

	For the three-month period ended June 30,	
	2020	2019
Rental income from the lease of the investment property	<u>\$ 283,011</u>	<u>\$ 130,966</u>
Direct operating expenses arising from the investment property that generated rental income for the period	<u>\$ 179,872</u>	<u>\$ 53,234</u>
	For the six-month period ended June 30,	
	2020	2019
Rental income from the lease of the investment property	<u>\$ 413,042</u>	<u>\$ 249,721</u>
Direct operating expenses arising from the investment property that generated rental income for the period	<u>\$ 359,475</u>	<u>\$ 118,988</u>

B. The Group assesses the recoverable amounts of those assets where there is an indication that they are impaired. There were no impairment losses during the six-month periods ended June 30, 2020 and 2019, respectively.

C. The fair value of the investment property held by the Group as at June 30, 2020, December 31, 2019 and June 30, 2019 was \$11,015,829, \$5,045,896 and \$5,173,824, respectively, which was revalued by independent appraisers. The valuation is based on latest market price of similar

investment property in the same area and condition which is categorized within Level 3 in the fair value hierarchy.

(13) Intangible assets

	2020						
	Goodwill	Concession	Patents	Trademarks	Developed technology	Customer relationships	Total
At January 1, 2020							
Cost	\$ 17,880,175	\$ 14,169,255	\$ 4,805,694	\$ 9,721,511	\$ 4,239,016	\$ 1,744,836	\$ 52,560,487
Accumulated amortisation and impairment	(2,473,634)	(3,810,083)	(2,911,823)	(305,822)	(1,468,219)	(210,553)	(11,180,134)
	<u>\$ 15,406,541</u>	<u>\$ 10,359,172</u>	<u>\$ 1,893,871</u>	<u>\$ 9,415,689</u>	<u>\$ 2,770,797</u>	<u>\$ 1,534,283</u>	<u>\$ 41,380,353</u>
2020							
Opening net book amount	\$ 15,406,541	\$ 10,359,172	\$ 1,893,871	\$ 9,415,689	\$ 2,770,797	\$ 1,534,283	\$ 41,380,353
Additions	-	412,000	159,356	-	-	-	571,356
Amortisation charge	-	(452,200)	(193,581)	(117,912)	(325,532)	(82,725)	(1,171,950)
Purchase price allocation	187,712	-	-	-	-	-	187,712
Net exchange differences	(175,203)	-	(37,407)	(82,466)	(28,332)	(16,892)	(340,300)
Closing net book amount	<u>\$ 15,419,050</u>	<u>\$ 10,318,972</u>	<u>\$ 1,822,239</u>	<u>\$ 9,215,311</u>	<u>\$ 2,416,933</u>	<u>\$ 1,434,666</u>	<u>\$ 40,627,171</u>
At June 30, 2020							
Cost	\$ 17,863,805	\$ 14,581,255	\$ 4,890,692	\$ 9,634,131	\$ 4,189,529	\$ 1,724,466	\$ 52,883,878
Accumulated amortisation and impairment	(2,444,755)	(4,262,283)	(3,068,453)	(418,820)	(1,772,596)	(289,800)	(12,256,707)
	<u>\$ 15,419,050</u>	<u>\$ 10,318,972</u>	<u>\$ 1,822,239</u>	<u>\$ 9,215,311</u>	<u>\$ 2,416,933</u>	<u>\$ 1,434,666</u>	<u>\$ 40,627,171</u>

2019

At January 1, 2019

	Goodwill	Patents	Trademarks	Developed technology	Customer relationships	Total
Cost	\$ 17,491,247	\$ 4,903,625	\$ 7,683,529	\$ 4,343,649	\$ 1,787,904	\$ 36,209,954
Accumulated amortisation and impairment	(2,440,238)	(2,563,462)	(72,280)	(760,559)	(16,390)	(5,852,929)
	<u>\$ 15,051,009</u>	<u>\$ 2,340,163</u>	<u>\$ 7,611,249</u>	<u>\$ 3,583,090</u>	<u>\$ 1,771,514</u>	<u>\$ 30,357,025</u>
2019						
Opening net book amount	\$ 15,051,009	\$ 2,340,163	\$ 7,611,249	\$ 3,583,090	\$ 1,771,514	\$ 30,357,025
Acquired through business combinations	261,037	-	-	-	-	261,037
Amortisation charge	-	(206,840)	(123,297)	(366,947)	(45,875)	(742,959)
Net exchange differences	<u>147,256</u>	<u>25,207</u>	<u>83,821</u>	<u>38,709</u>	<u>19,489</u>	<u>314,482</u>
Closing net book amount	<u>\$ 15,459,302</u>	<u>\$ 2,158,530</u>	<u>\$ 7,571,773</u>	<u>\$ 3,254,852</u>	<u>\$ 1,745,128</u>	<u>\$ 30,189,585</u>
<u>At June 30, 2019</u>						
Cost	\$ 17,926,548	\$ 4,957,631	\$ 7,768,391	\$ 4,391,723	\$ 1,807,692	\$ 36,851,985
Accumulated amortisation and impairment	(2,467,246)	(2,799,101)	(196,618)	(1,136,871)	(62,564)	(6,662,400)
	<u>\$ 15,459,302</u>	<u>\$ 2,158,530</u>	<u>\$ 7,571,773</u>	<u>\$ 3,254,852</u>	<u>\$ 1,745,128</u>	<u>\$ 30,189,585</u>

- A. Details of acquired through business combinations are provided in Note 6(39).
- B. The Company recognised goodwill of \$2,394,961 which was generated from business combination and acquisition of Nokia-branded products. For the purposes of impairment testing, goodwill has been allocated to the cash-generating unit (the ‘CGU’) relating to the Nokia-related business. The recoverable amount of this unit has been determined based on value in use calculation. The calculation uses cash flow projections based on financial budgets approved by the directors covering a five-year period. The cash flows beyond the five-year period are extrapolated using a growth rate as follows. The key assumptions for the value in use calculations are as follows:

	For the year ended December 31, 2018
Discount rate	18.81%
Growth rate	3%

This growth rate is based on the relevant industry growth forecasts and does not exceed the average long-term growth rate for the relevant industry. Other key assumptions for the value in use calculations relate to the estimation of cash inflows and outflows, which include budget sales and gross margin. Such estimation is based on management’s experience from manufacturing of related feature phones and smart phones and management’s expectations for the market development. During the year, due to the unsatisfactory performance of the CGU and it takes longer than expected time to penetrate the market, the recoverable amount was less than its book value. Based on the valuation, an impairment loss of \$2,394,961 was allocated to goodwill.

- C. Impairment assessment for goodwill of Belkin International Inc.

The Group acquired Belkin International Inc. (shown as “Belkin”) which generated goodwill of \$13,563,157 for the year ended December 31, 2019. Impairment assessment of goodwill is allocated to the Belkin’s CGU. The recoverable amount of the CGU relating to the goodwill arising from acquisition of Belkin was determined based on value-in-use calculation. The calculation uses projected cash flows based on financial budgets for a five-year period which reflects the medium-term plan of management in expanding the customer base and market share. Cash flows beyond the five-year period are extrapolated using the estimated growth rates. As of December 31, 2019, pre tax discount rate is 13.6%.

Based on previous assessment, there is no impairment loss on goodwill.

As a result of the impairment review, the recoverable amount of the CGU in which goodwill has been allocated is higher than the carrying amount as at June 30, 2020.

- D. The details of amortisation are as follows:

	For the three-month period ended June 30,	
	2020	2019
Operating costs	\$ 585,472	\$ 391,874
	For the six-month period ended June 30,	
	2020	2019
Operating costs	\$ 1,171,950	\$ 742,959

(14) Other non-current assets

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Utility duct access	\$ 1,004,517	\$ 1,095,837	\$ -
Computer software cost	2,577,408	2,713,429	2,833,726
Refundable deposits	1,801,418	2,737,880	-
Assets recognised for incremental costs of obtaining contract with customers	1,971,410	2,081,358	-
Prepayments for equipment	1,866,542	704,407	557,042
Others	6,080,684	6,502,388	5,385,436
	<u>\$ 15,301,979</u>	<u>\$ 15,835,299</u>	<u>\$ 8,776,204</u>

A. Refundable deposits mainly pertain to deposits for the lease of office buildings and data centers as well as bid bond for 1800MHz, 3.5GHz and 28GHz spectrum. The Company participated in the National Communications Commission's mobile broadband auction of 2019 for the bidding of 1800MHz, 3.5GHz and 28GHz spectrum, and paid the bid bond amounting to \$1,000,000 in September 2019, which was refunded in March 2020.

B. Utility duct access

A subsidiary of the Company, Asia Pacific Telecom Co., Ltd. ("Asia Pacific"), entered into a use of assets contract with Taiwan Railways Administration ("TRA") in January 2001. According to the contract, TRA provides the right to use 50% of the capacity of optical fiber duct (30 cm width), which was along the same path on both of the rails for 25 years since the Ministry of Transportation and Communication issued the 3G license. Under the contract, Asia Pacific should pay \$8,425,569 as compensation for the 25-year use right to TRA, and both parties agreed that TRA can use the compensation of \$8,000,000 as capital to invest in Asia Pacific. Under the contract, Asia Pacific should pay \$100,000 per year to TRA for 25 years as compensation of the use right, and TRA will no longer allow other telecom companies to use the optical fiber ducts; if any, Asia Pacific can deduct the payment based on the percentage that the other telecom companies used.

C. Incremental costs of obtaining a contract

A subsidiary of the Company, Asia Pacific Telecom Co., Ltd., recognises the incremental costs (mainly comprised of sales commissions) of obtaining a contract with a customer as an asset if the Group expects to recover those costs. The recognised asset is amortised on a systematic basis that is consistent with the transfers to the customer of the goods or services to which the asset relates. The Group recognised amortised cost of \$473,156 and \$983,662 in profit or loss for the three-month and six-month periods ended June 30, 2020, respectively.

D. Details of other non-current assets pledged as collateral are provided in Note 8.

(15) Short-term notes and bills payable

	June 30, 2020	December 31, 2019	June 30, 2019
Commercial paper	\$ 41,150,162	\$ 30,590,067	\$ 31,199,952
Less: Unamortised discount	(78,710)	(61,771)	(126,841)
	<u>\$ 41,071,452</u>	<u>\$ 30,528,296</u>	<u>\$ 31,073,111</u>
Interest rates per annum	<u>0.688%~1.488%</u>	<u>0.718%~1.438%</u>	<u>0.638%~0.988%</u>

(16) Short-term loans

Type of loans	June 30, 2020	Interest rate range	Collateral
Bank loans			
Credit loans	\$ 415,792,794	0.81%~6.5%	None
Secured loans	31,564	4.25%	Time deposits
	<u>\$ 415,824,358</u>		
Type of loans	December 31, 2019	Interest rate range	Collateral
Bank loans			
Credit loans	<u>\$ 380,866,050</u>	0.34%~8.45%	None
Type of loans	June 30, 2019	Interest rate range	Collateral
Bank loans			
Credit loans	\$ 387,293,959	0.81%~6.5%	None
Secured loans	876,281	3.40888%~6.2%	Time deposits
	<u>\$ 388,170,240</u>		

The Group has signed an agreement to offset financial assets and liabilities with financial institutions. The agreement meets the offsetting criteria of IAS 32, whereby the financial assets and liabilities are offset and reported in the net amount in the balance sheet. Details of the offset as of June 30, 2020, December 31, 2019 and June 30, 2019 are as follows:

June 30, 2020			
Description	Gross amount of recognised financial assets and liabilities	Gross amount of recognised financial assets and liabilities offset in the balance sheet	Net amount of financial assets and liabilities presented in the balance sheet
Bank deposits and loans	<u>\$ 1,504,438,468</u>	<u>\$ 1,504,438,468</u>	<u>\$ -</u>
December 31, 2019			
Description	Gross amount of recognised financial assets and liabilities	Gross amount of recognised financial assets and liabilities offset in the balance sheet	Net amount of financial assets and liabilities presented in the balance sheet
Bank deposits and loans	<u>\$ 1,424,606,382</u>	<u>\$ 1,424,606,382</u>	<u>\$ -</u>

June 30, 2019			
Description	Gross amount of recognised financial assets and liabilities	Gross amount of recognised financial assets and liabilities offset in the balance sheet	Net amount of financial assets and liabilities presented in the balance sheet
Bank deposits and loans	\$ 1,524,160,050	\$ 1,524,160,050	\$ -

(17) Other payables

	June 30, 2020	December 31, 2019	June 30, 2019
Dividends payable	\$ 58,604,017	\$ -	\$ 55,980,215
Awards and salaries payable	47,253,167	50,765,551	39,737,802
Accrued interest payable	15,811,314	28,568,433	23,832,148
Employees' bonuses payable	20,217,588	17,584,644	23,131,939
Payables for equipment	15,670,758	22,418,721	22,119,764
(including indirect materials)	9,603,986	10,509,888	13,188,129
Royalty fees payable	5,606,866	7,206,087	8,370,434
Tax payable	4,095,168	6,152,745	5,542,718
Restricted stock repurchase obligation	4,271,559	4,052,806	-
Others	64,407,354	70,473,854	72,525,959
	<u>\$ 245,541,777</u>	<u>\$ 217,732,729</u>	<u>\$ 264,429,108</u>

A subsidiary of the Company, Foxconn Industrial Internet Co., Ltd., issued employees' restricted shares in 2019. Employees have to pay to acquire those stocks, and if employees resign during the vesting period, they must return the stocks to the Group and the Group must refund payments made on the stocks. The Group recognises the payments from the employees who are expected to resign during the vesting period as liabilities at the grant date.

(18) Other current liabilities

	June 30, 2020	December 31, 2019	June 30, 2019
Receipts in advance of payments for equipment on behalf of others	\$ 10,024,410	\$ 8,218,433	\$ 8,715,007
Contract liabilities	22,914,957	18,231,021	10,432,120
Deferred income	7,272,486	6,922,868	6,126,724
Bonds payable maturing within one year	34,935,699	38,546,364	18,900,000
Long-term loans maturing within one year	10,188,814	14,553,911	3,130,284
Others	7,478,640	5,404,263	5,475,717
	<u>\$ 92,815,006</u>	<u>\$ 91,876,860</u>	<u>\$ 52,779,852</u>

(19) Bonds payable

	June 30, 2020	December 31, 2019	June 30, 2019
Convertible bonds payable	\$ 16,596,000	\$ 16,596,000	\$ 16,596,000
Add: Premium on bonds payable	7,500	7,500	7,500
Less: Discount on bonds payable	(624,686)	(752,592)	(880,996)
Subtotal	15,978,814	15,850,908	15,722,504
Corporate bonds payable	124,350,000	124,450,000	124,500,000
Foreign unsecured corporate bonds	73,037,950	73,750,800	76,562,900
Total	213,366,764	214,051,708	216,785,404
Less: Current portion (shown as “other current liabilities”)	(34,935,699)	(38,546,364)	(18,900,000)
	<u>\$ 178,431,065</u>	<u>\$ 175,505,344</u>	<u>\$ 197,885,404</u>

A. First overseas convertible bond issue of 2017

- (a) The Company issued the first overseas unsecured convertible bonds totaling USD 500 million with the approval of the competent authority on August 22, 2017. The bonds carry zero coupon rate over 5 years. The circulation period is from November 6, 2017 to November 6, 2022.
- (b) The conversion price is adjusted in line with the model specified in the conversion rules. As of June 30, 2020, there has not been any converted common stock at the conversion price of NT\$157.135 (using the exchange rate of 1 USD: 30.192 TWD).
- (c) In accordance with the conversion rules, if the convertible bond is purchased (including purchased from the secondary market), early redeemed, or repaid at maturity by the Company, or if the convertible bond is converted into common stocks or redeemed by the bondholder, the bond is to be retired and will not be reissued.
- (d) In accordance with the conversion rules, the rights and obligations of common stocks converted are the same as the outstanding ones previously subscribed.
- (e) The conversion options for the first overseas convertible bond issue of 2017 are separated from the liabilities and recorded as ‘capital surplus – share options’ amounting to \$1,099,253.

B. First unsecured convertible bond issue of 2018

- (a) ShunSin Technology Holdings Limited, a subsidiary of the Company, issued the first unsecured convertible bonds totaling \$1,500 million with the approval of the competent authority on January 10, 2018. The bonds carry zero coupon rate over 5 years. The circulation period is from February 12, 2018 to February 12, 2023.
- (b) The conversion price is NT\$171.3 after adjusting in line with the model specified in the conversion rules.
- (c) The conversion options of the bonds are separated from liabilities and recognised as equity and liabilities as follows:

Convertible bonds' present value at compound interest	\$	1,357,350
Embedded derivatives (i.e. put options and redemption rights)		13,650
Components of equity at issuance		<u>129,000</u>
	\$	<u>1,500,000</u>

(d) The details of non-current financial liabilities at fair value through other comprehensive income are as follows.

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Embedded derivatives (i.e. put options and redemption)	\$ 2,250	(\$ 22,800)	(\$ 22,800)
Valuation (loss) gain	(<u>4,500</u>)	<u>25,050</u>	<u>11,700</u>
	<u>(\$ 2,250)</u>	<u>\$ 2,250</u>	<u>(\$ 11,100)</u>

C. For details of principal, interest rate, maturity and other information of corporate bonds payable and foreign unsecured corporate bonds, please refer to Table 10.

(20) Long-term loans

Institution	Loan period	Interest rate	Collateral	June 30, 2020
Long-term loans				
Mizuho Corporate Bank Ltd., etc. syndicated loan	2019/03/19~ 2022/02/26	1.8592%~ 3.0300%	None	\$ 17,037,250
Mizuho Corporate Bank Ltd., etc. syndicated loan	2015/11/30~ 2020/11/30	0.4800%	"	2,827,950
ING Bank, N.V. etc. syndicated loan	2013/01/07~ 2020/07/29	1.7900%	"	1,070,785
First Commercial Bank	2011/11/30~ 2030/11/30	1.5433%	Yes	2,142,857
First Commercial Bank	2013/09/06~ 2033/09/06	1.7548%	"	1,191,484
First Commercial Bank	2015/04/09~ 2022/04/09	1.8076%	None	2,701
The Shanghai Commercial & Savings Bank, Ltd.	2013/06/17~ 2028/04/15	1.9900%~ 2.2000%	Yes	13,091
Jinshang Bank Company Limited	2019/01/29~ 2022/01/25	9.1000%	"	330,750
Agricultural Bank of China Limited	2017/05/23~ 2027/12/26	4.4100%~ 4.900%	None	6,428,405
Taiwan Cooperative Bank	2019/12/16~ 2024/12/16	1.5000%	"	5,648
SG Equipment Finance Czech Republic s.r.o.	2017/11/09~ 2022/08/15	3.47%	Yes	2,898
Other loans				
China Bills Finance Corporation etc. syndicated loan	2016/08/22~ 2021/12/22	1.038%~ 1.046%	None	19,900,000
Other			"	6,040
				50,959,859
Less: Current portion				(10,188,814)
Administration fee of syndicated loans				(18,741)
Unamortised discount				(20,943)
				<u>\$ 40,731,361</u>

Institution	Loan period	Interest rate	Collateral	December 31, 2019
Long-term loans				
Mizuho Corporate Bank Ltd., etc. syndicated loan	2019/03/19~ 2022/02/26	2.7048%~ 2.7600%	None	\$ 17,238,500
Mizuho Corporate Bank Ltd., etc. syndicated loan	2015/11/30~ 2020/11/30	0.4800%	"	5,038,500
Citi Bank	2017/05/17~ 2020/05/17	0.5500%	"	2,760,000
ING Bank, N.V. etc. syndicated loan	2013/01/07~ 2020/07/29	1.7900%	"	142,035
First Commercial Bank	2011/11/30~ 2030/11/30	1.5433%	Yes	2,142,857
First Commercial Bank	2013/09/06~ 2033/09/06	1.7548%	"	1,235,613
First Commercial Bank	2015/04/09~ 2022/04/09	1.8076%	None	3,472
The Shanghai Commercial & Savings Bank, Ltd.	2013/6/17~ 2028/04/15	1.9900%~ 2.2000%	Yes	14,782
Jinshang Bank Company Limited	2019/01/29~ 2022/01/25	9.1000%	"	361,628
JinSun International Commercial Bank Co., Ltd.	2019/11/25~ 2022/11/25	1.0300%	None	1,000,000
Agricultural Bank of China Limited	2017/5/23~ 2027/12/26	4.4100%~ 4.900%	"	6,332,503
Taiwan Cooperative Bank	2019/12/16~ 2024/12/16	1.65%	"	1,000
Other loans				
China Bills Finance Corporation etc. syndicated loan	2017/12/25~ 2020/4/25	1.038%~ 1.046%	None	19,900,000
Other			"	6,081
				56,176,971
Less: Current portion				(14,553,911)
Administration fee of syndicated loans				(24,709)
Unamortised discount				(22,099)
				<u>\$ 41,576,252</u>

Institution	Loan period	Interest rate	Collateral	June 30, 2019
Long-term loans				
Mizuho Corporate Bank Ltd., etc. syndicated loan	2019/03/19~ 2022/02/26	3.3318%~ 3.3818%	None	\$ 17,859,500
Mizuho Corporate Bank Ltd., etc. syndicated loan	2015/11/30~ 2020/11/30	0.4800%	"	5,307,000
Citi Bank	2017/05/17~ 2020/05/17	0.5500%	"	2,888,580
ING Bank, N.V. etc. syndicated loan	2013/01/07~ 2020/07/29	1.7900%	"	222,779
First Commercial Bank	2011/11/30~ 2030/11/30	1.5433%	Yes	2,142,857
First Commercial Bank	2013/09/06~ 2033/09/06	1.7548%	"	1,279,742
First Commercial Bank	2015/04/09~ 2022/04/09	1.8076%	None	4,244
The Shanghai Commercial & Savings Bank, Ltd.	2013/06/17~ 2028/04/15	1.9900%~ 2.2000%	Yes	16,473
Agricultural Bank of China Limited	2017/05/23~ 2027/12/26	4.4100%~ 4.4900%	None	5,707,036
Other loans				
China Bills Finance Corporation etc. syndicated loan	2017/12/25~ 2020/04/25	1.038%~ 1.046%	None	19,900,000
Other			"	6,284
				55,334,495
Less: Current portion			(	3,130,284)
Administration fee of syndicated loans			(	31,552)
Unamortised discount			(	24,443)
			\$	52,148,216

A. Throughout the term of Mizuho Corporate Bank Ltd., ING Bank, N.V. and Citibank Ltd., etc. syndicated term loan agreement, the Group shall maintain certain financial ratios, to be tested semi-annually and annually on consolidated basis.

B. Details of long-term loans pledged as collateral are provided in Note 8.

(21) Pensions

A. Defined benefit plans

- (a) The Company has a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each

additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions for the deficit by next March.

- (b) For the aforementioned pension plan, the Group recognised pension costs of \$4,111, \$6,659, \$9,662 and \$13,319 for the three-month and six-month periods ended June 30, 2020 and 2019, respectively.
- (c) Expected contributions to the defined benefit pension plan of the Group for the year ending December 31, 2021 amount to \$16,500.

B. Defined contribution plans

- (a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) The subsidiaries in mainland China have defined contribution pension plans and contribute an amount monthly based on 8%~9% of employees' monthly salaries and wages to an independent fund administered by a government agency. The plan is administered by the government of mainland China. Other than the monthly contributions, the Group does not have further pension liabilities.
- (c) The pension costs under the defined contribution pension plans of the Group for the three-month and six-month periods ended June 30, 2020 and 2019 were \$2,453,131, \$3,946,704, \$5,002,044 and \$8,789,599, respectively. As a result of the coronavirus epidemic in China in early 2020, the local government reduced by half the pension insurance premiums of a period of six months from February 2020.

(22) Share-based payment

As of June 30, 2020, December 31, 2019 and June 30, 2019, the share-based payment transactions of FIH Mobile Limited and Foxconn Interconnect Limited, subsidiaries of the Company, are set forth below:

Type of arrangement	Grant date	Quantity granted	Vesting conditions
Senior management share grant plan	January 1, 2015	21,840,000	Note (1)
Employee restricted share plan	January 1, 2016	4,101,500	Note (2)
Restricted share plan	December 6, 2017	259,240,433	Note (3)
"	April 30, 2019	149,183,352	Note (3)
"	September 11, 2019	10,348,325	Note (3)
"	December 31, 2019	18,881,226	Note (3)
Employee stock options	April 30, 2019	25,947,021	Note (4)
"	September 11, 2019	473,000	Note (4)
"	December 31, 2019	6,013,755	Note (4)
Share award scheme	June, 2018	2,874,000	Note (5)
"	August, 2019	2,983,000	Note (5)
Employee stock options	December 28, 2018	41,763,000	Note (6)

Note 1: Grantees do not need to pay to acquire those shares. Issuance of shares is based on grantees' service periods. Shares will be vested from 31 March 2017 in accordance with the number of the grantees' shares on every March 31, June 30, September 30 and December 31 at 9 % in each quarter of 2017, 3% in each quarter of 2018 and 3.25% in each quarter from 2019 to 2022. Such vesting schedule was subsequently revised by the Company in May 2017, under which the shares will be vested from 31 March 2018 in accordance with the number of the grantees' shares on every March 31, June 30, September 30 and December 31 at 12% in each quarter of 2018 and 3.25% in each quarter from 2019 to 2022.

Note 2: Grantees do not need to pay to acquire those shares. Issuance of shares is based on grantees' service periods and certain performance indicators. Shares will be vested from December 31, 2016 in accordance with the number of the grantees' shares on every December 31 at 25% over the 4-year period, subject to performance related adjustment.

Note 3: The employees can only exercise the rights after fulfilling the stipulated term of service under the limited partnership agreement. The difference between the fair value of the equity instrument and the consideration paid by the employee to acquire the instrument is amortised over a service period of 3 to 5 years starting from the grant date.

Note 4: From the date of grant that exercise issue five years, each issue exercise 20% equally.

Note 5: Vested immediately.

Note 6: Vesting period is over 1 to 4 years starting from grant date which is December 28, 2018.

A. Senior management share grant plan-Foxconn Interconnect Technology Limited

The weighted average fair value of shares granted under this plan determined using the H-model was USD3.95 per share. The significant inputs into the model were weighted average cost of capital of 13.4%, perpetuity growth rate of 3%, discount for lack of marketability of 20% and control premium of 20%. The volatility is measured at the standard deviation of continuously compounded share returns based on statistical analysis of daily share prices of comparable companies in the market. For the three-month and six-month periods ended June 30, 2020 and 2019, expenses incurred on senior management share grant plan were \$40,469 (USD1,353

thousands), \$51,731 (USD1,661 thousand), \$73,500 (USD2,450 thousand) and \$102,947 (USD3,323 thousand), respectively.

B. Employee restricted share plan-Foxconn Interconnect Technology Limited

The weighted average fair value of shares granted determined using the market approach was USD6 per share. The significant input applied in this approach was price/earnings ratio of 13.5. For the three-month and six-month periods ended June 30, 2020 and 2019, expenses incurred on employee restricted share plan were \$0 (USD0), (\$30,807) (USD996 thousand), \$0 (USD 0) and (\$20,726) (USD669 thousand), respectively.

C. Restricted share plan-Foxconn Industrial Internet Co., Ltd.

The fair value of shares granted determined was RMB3,873,301 thousand. For the three-month and six-month periods ended June 30, 2020 and 2019, expenses incurred on restricted share plan were \$1,108,624 (RMB262,252 thousand), \$793,602 (RMB177,911 thousand), \$2,005,395 (RMB470,088 thousand) and \$1,216,703 (RMB270,108 thousand), respectively.

D. Employee stock options-Foxconn Industrial Internet Co., Ltd.

The increment of fair value related to the Options determined using the Black-Scholes model was RMB217,098 thousand.

For the three-month and six-month periods ended June 30, 2020, expenses incurred on employee stock options were \$83,714 (RMB19,185 thousand) and \$155,875 (RMB36,539 thousand), respectively.

E. Share award scheme-Foxconn Interconnect Technology Limited

Existing shares of the Company will be purchased by an independent trustee of the share award scheme from the market out of cash contributed by the Group and be held in trust until such shares are awarded and vested in accordance with the provisions of the share award scheme on December 31, 2018. For the three-month and six-month periods ended June 30, 2020 and 2019, no expense was incurred on the above share award scheme.

F. Employee stock options-Foxconn Interconnect Technology Limited

On December 28, 2018, the Company granted certain eligible employees an aggregated 41,763,000 share options at an exercise price of HKD3.422 per share and will be vested over 1-year to 4-year period. The share options granted are subject to performance related adjustment. The fair value of the options determined using the Black-Scholes model was \$185,091 (USD6,139 thousand), and the share-based payment expenses incurred under this transaction for the three-month and six-month periods ended June 30, 2020 and 2019 were \$10,103 (USD338 thousand), \$29,298 (USD941 thousand), \$20,160 (USD672 thousand) and \$57,871 (USD1,868 thousand), respectively.

(23) Other non-current liabilities

	June 30, 2020	December 31, 2019	June 30, 2019
Government grants	\$ 2,850,002	\$ 3,040,714	\$ 3,247,794
Reserve for retirement pension	1,414,001	1,443,836	1,595,851
Others	2,851,725	2,781,969	2,184,458
	<u>\$ 7,115,728</u>	<u>\$ 7,266,519</u>	<u>\$ 7,028,103</u>

(24) Provisions

	Warranty	Decommissioning liabilities	Others	Total
At January 1, 2020	\$ 2,707,812	\$ 369,953	\$ 17,481	\$ 3,095,246
Additional provisions	749,256	7,761	1,138	758,155
Used during the period	(125,798)	-	(584)	(126,382)
Unused amounts reversed	(764,287)	-	(1,248)	(765,535)
Exchange differences	(56,219)	-	-	(56,219)
At June 30, 2020	<u>\$ 2,510,764</u>	<u>\$ 377,714</u>	<u>\$ 16,787</u>	<u>\$ 2,905,265</u>

Analysis of total provisions:

	June 30, 2020	December 31, 2019	June 30, 2019
Current	<u>\$ 2,527,551</u>	<u>\$ 2,725,293</u>	<u>\$ 3,936,902</u>
Non-current	<u>\$ 377,714</u>	<u>\$ 369,953</u>	<u>\$ -</u>

A. The Group provides warranties on 3C products sold. Provision for warranty is estimated based on historical warranty data of 3C products.

B. In accordance with the applicable agreements or the law/regulation requirements, the Group bears dismantling, removing the asset and restoring the site obligations for certain base stations. Provision was recognised as the present value of costs which was estimated to be incurred for dismantling, removing the asset and restoring the site. The decommissioning activities are ongoing.

(25) Share capital—common stock

A. As of June 30, 2020, the Company's authorised capital was \$180,000,000, consisting of 18 billion shares of ordinary stock, and the paid-in capital was \$138,629,906, consisting of 13,862,991 thousand shares with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

B. Pursuant to the resolution adopted at the stockholders' meeting held on June 1, 1999, and after obtaining approval from the SFC, the Company issued 25 million units of global depository receipts (GDRs) in Europe, Asia and the USA. The issuance amounted to USD 347,250 thousand, and the main terms and conditions of the GDRs are as follows:

(a) Voting

Holders of GDRs have no right to directly exercise voting rights or attend the Company's stockholders' meeting, except when a motion is on the election of directors or supervisors.

A holder or holders together holding at least 51% of the GDRs outstanding at the relevant record date of the stockholders' meeting can instruct the Depositary to vote in the same direction in respect of one or more resolutions to be proposed at the meeting.

(b) Sale and withdrawal of GDRs

Under the current R.O.C. law, shares represented by the GDRs may be withdrawn by holders of GDRs commencing three month after the initial issue of GDRs. A holder of a GDR may, provided that the Company has delivered to the custodian physical share certificates in respect of the Deposited Shares, request the Depositary to sell or cause to be sold on behalf of such holder the shares represented by such GDRs.

(c) Dividends

GDR holders are entitled to receive dividends to the same extent as the holders of common stock.

(d) As of June 30, 2020, 73,565 thousand units of GDRs were outstanding, which represents 147,130 thousand shares of common stock.

C. Treasury stocks

The Company's subsidiary, Hon Jin International Investment Co., Ltd., acquired ordinary shares issued by the Company in 1998. As of June 30, 2020, December 31, 2019 and June 30, 2019, the subsidiary owned a total of 1,483,078 shares, 1,483,078 shares and 1,853,848 shares, respectively.

The original cost of treasury stocks was \$18,901, and the cost after capital reduction was \$15,194.

(26) Capital surplus

Pursuant to the R.O.C. Company Act, capital reserve arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital reserve to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital reserve should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	Share premium	Changes in ownership interests in subsidiaries	Net change in equity of associates	Share option	Total
At January 1, 2020	\$ 88,501,031	\$ 99,189,558	\$ 10,593,529	\$ 1,099,253	\$199,383,371
Adjustments arising from changes in percentage of ownership in subsidiaries	-	2,684,433	-	-	2,684,433
Changes in equity of associates and joint ventures accounted for under the equity method	-	-	(335,762)	-	(335,762)
At June 30, 2020	<u>\$ 88,501,031</u>	<u>\$101,873,991</u>	<u>\$ 10,257,767</u>	<u>\$ 1,099,253</u>	<u>\$201,732,042</u>

	Share premium	Changes in ownership interests in subsidiaries	Net change in equity of associates	Share option	Total
At January 1, 2019	\$ 88,501,031	\$ 88,873,887	\$ 11,544,285	\$ 1,099,253	\$190,018,456
Adjustments arising from changes in percentage of ownership in subsidiaries	-	5,012,568	-	-	5,012,568
Changes in equity of associates and joint ventures accounted for under the equity method	-	-	(473,106)	-	(473,106)
At June 30, 2019	<u>\$ 88,501,031</u>	<u>\$ 93,886,455</u>	<u>\$ 11,071,179</u>	<u>\$ 1,099,253</u>	<u>\$194,557,918</u>

(27) Retained earnings

A. The annual net income of the Company shall be appropriated in accordance with the priorities listed as follows:

- (a) Recovering of losses;
- (b) Appropriation of 10% for legal reserve, where such legal reserve amounts to the total paid-in capital, this provision shall not apply.
- (c) Appropriation or reversal of special reserve pursuant to applicable law or regulation.

As to the earnings available for appropriation to shareholders including accumulated unappropriated earnings and earnings available for appropriation this year, the board of directors is authorised to draft an appropriation plan in accordance with the dividend policy in Section D of this Article.

The Company is currently at a developing stage. The Company's dividend distribution policy is subject to the Company's current and future investment environment, fund requirements, competition from local and abroad, and capital budgets, as well as taking into consideration the interest of shareholders and long-term financial planning. Shareholder dividends are set aside on accumulated unappropriated earnings, which shall not be less than 15% of earnings available for appropriation for the year and cash dividends shall not be less 10% of total dividends.

B. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose.

The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

- C. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- D. The appropriations of 2019 and 2018 earnings had been resolved at the stockholders' meeting on June 23, 2020 and June 21, 2019, respectively. Details are summarized below:

	2019		2018	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 11,530,874	\$ -	\$ 12,906,510	\$ -
Special reserve	42,141,793	-	32,770,617	-
Cash dividends	58,224,561	4.2	55,451,962	4.0
	<u>\$ 111,897,228</u>	<u>\$ 4.2</u>	<u>\$ 101,129,089</u>	<u>\$ 4.0</u>

The information on distribution of earnings will be posted on the "Market Observation Post System" of the TSEC.

(28) Other equity items

	Financial assets at fair value through other comprehensive income	Currency translation adjustments	Total
At January 1, 2020	\$ 11,437,746	(\$ 113,889,466)	(\$ 102,451,720)
- Group	498,697	(35,196,493)	(34,697,796)
- Associates	(3,558,208)	(1,887,169)	(5,445,377)
At June 30, 2020	<u>\$ 8,378,235</u>	<u>(\$ 150,973,128)</u>	<u>(\$ 142,594,893)</u>

	Financial assets at fair value through other comprehensive income	Currency translation adjustments	Total
At January 1, 2019	\$ 5,089,256	(\$ 65,399,183)	(\$ 60,309,927)
- Group	2,440,598	13,397,460	15,838,058
- Associates	299,019	2,589,025	2,888,044
At June 30, 2019	<u>\$ 7,828,873</u>	<u>(\$ 49,412,698)</u>	<u>(\$ 41,583,825)</u>

(29) Non-controlling interests

	For the six-month period ended June 30,	
	2020	2019
At January 1	\$ 159,641,071	\$ 120,555,419
Share attributable to non-controlling interests		
Gain for the period	2,584,214	5,312,240
Currency translation difference	(3,316,558)	1,141,218
Unrealised gains and losses on investments in equity instruments measured at fair value through other comprehensive income	(506,509)	126,484
Changes in non-controlling interests	(2,299,658)	6,690,142
At June 30	<u>\$ 156,102,560</u>	<u>\$ 133,825,503</u>

Certain subsidiaries of the Group have issued employee share-based payment and new shares during 2020 and 2019. The Group has not purchased additional shares in proportion to its ownership and thus, the non-controlling interest of the Group increased (decreased) by (\$2,002,487) and \$2,773,918, (\$2,299,658) and \$6,690,142 and equity attributable to owners of the parent increased (decreased) by \$1,783,732, (\$1,473,858), 2,684,433 and \$5,012,568 for the three-month and six-month periods ended June 30, 2020 and 2019, respectively.

(30) Operating revenue

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following major product lines and geographical regions:

Revenue from external customer contracts	For the three-month period ended June 30,	
	2020	2019
America	\$ 253,029,128	\$ 337,601,576
Ireland	345,870,965	228,301,373
China	148,986,938	212,725,895
Singapore	80,707,466	122,090,654
Japan	44,240,136	74,012,632
Taiwan	21,485,057	10,259,950
Others	234,017,217	174,792,026
	<u>\$ 1,128,336,907</u>	<u>\$ 1,159,784,106</u>

Revenue from external customer contracts	For the six-month period ended June 30,	
	2020	2019
America	\$ 606,549,011	\$ 708,238,204
Ireland	607,298,920	467,825,116
China	231,646,806	318,044,952
Singapore	171,870,791	223,016,359
Japan	61,182,494	86,211,454
Taiwan	43,519,741	39,204,186
Others	335,402,266	371,546,354
	<u>\$ 2,057,470,029</u>	<u>\$ 2,214,086,625</u>

B. Contract assets and liabilities

The Group has recognised the following receipts in advance as contract liabilities:

	June 30, 2020	December 31, 2019	June 30, 2019	January 1, 2019
Contract liabilities				
(shown as				
“other current				
liabilities”)	<u>\$ 22,914,957</u>	<u>\$ 18,231,021</u>	<u>\$ 10,432,120</u>	<u>\$ 8,831,047</u>

C. Assets recognised from costs to obtaining a contract

Under IFRS 15, the incremental costs related to obtaining a telecommunication contract was recognised as an asset as the Group expects to recover these costs. For the details on incremental costs recognised during three-month and six-month periods ended June 30, 2020, please refer to Note 6(14).

(31) Interest income

	For the three-month period ended June 30,	
	2020	2019
Interest income from bank deposits	\$ 13,371,957	\$ 18,908,988
Interest income from current financial assets at amortised cost	597,347	1,307,851
	<u>\$ 13,969,304</u>	<u>\$ 20,216,839</u>
	For the six-month period ended June 30,	
	2020	2019
Interest income from bank deposits	\$ 26,651,505	\$ 34,185,858
Interest income from current financial assets at amortised cost	967,840	1,820,148
	<u>\$ 27,619,345</u>	<u>\$ 36,006,006</u>

(32) Other income

	For the three-month period ended June 30,	
	2020	2019
Dividend income	\$ 1,133,885	\$ 1,006,192
Government grants	416,397	657,397
Other non-operating income	1,087,361	414,393
	<u>\$ 2,637,643</u>	<u>\$ 2,077,982</u>
	For the six-month period ended June 30,	
	2020	2019
Dividend income	\$ 1,179,358	\$ 1,218,062
Government grants	425,998	1,675,529
Other non-operating income	1,960,426	1,332,384
	<u>\$ 3,565,782</u>	<u>\$ 4,225,975</u>

(33) Other gains and losses

	For the three-month period ended June 30,	
	2020	2019
Net gain on financial assets and liabilities at fair value through profit or loss	\$ 3,021,053	\$ 4,121,252
Gain (loss) on disposal of property, plant and equipment	56,188 (	447,287)
Net currency exchange gain (loss)	2,328,578 (	3,569,297)
Impairment loss	- (	157,082)
Other losses	(709,816)	(829,251)
	<u>\$ 4,696,003</u>	<u>(\$ 881,665)</u>
	For the six-month period ended June 30,	
	2020	2019
Net gain on financial assets and liabilities at fair value through profit or loss	\$ 2,803,432	\$ 14,465,133
Gain (loss) on disposal of property, plant and equipment	31,783 (	500,708)
Net currency exchange gain (loss)	3,342,236 (	5,180,216)
Impairment loss	- (	157,082)
Other losses	(1,040,071)	(411,899)
	<u>\$ 5,137,380</u>	<u>\$ 8,215,228</u>

(34) Expenses by nature

Additional disclosures related to cost of sales and operating expenses are as follows:

	For the three-month period ended June 30,	
	2020	2019
Product warranty costs	\$ 10,642,313	\$ 11,847,145
Employee benefit expense	73,778,701	58,009,407
Depreciation	15,628,278	15,243,088
Amortisation	1,058,628	391,874
	<u>\$ 101,107,920</u>	<u>\$ 85,491,514</u>
	For the six-month period ended June 30,	
	2020	2019
Product warranty costs	17,217,313	22,748,475
Employee benefit expense	133,331,368	122,394,729
Depreciation	30,269,125	30,571,301
Amortisation	2,155,612	742,959
	<u>\$ 182,973,418</u>	<u>\$ 176,457,464</u>

(35) Employee benefit expense

	For the three-month period ended June 30,	
	2020	2019
Wages and salaries	\$ 64,847,522	\$ 47,923,622
Share-based payment	1,242,910	843,824
Labor and health insurance fees	1,367,611	2,080,909
Pension costs	2,457,242	3,953,363
Other personnel expenses	3,863,416	3,207,689
	<u>\$ 73,778,701</u>	<u>\$ 58,009,407</u>
	For the six-month period ended June 30,	
	2020	2019
Wages and salaries	\$ 115,365,798	\$ 101,152,776
Share-based payment	2,254,930	1,356,795
Labor and health insurance fees	3,455,018	4,716,763
Pension costs	5,011,706	8,802,918
Other personnel expenses	7,243,916	6,365,477
	<u>\$ 133,331,368</u>	<u>\$ 122,394,729</u>

- A. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation. The ratio shall be between 5% and 7% for employees' compensation and 0% for directors' and supervisors' remuneration.
- B. For the three-month and six-month periods ended June 30, 2020 and 2019, employees' compensation was accrued at \$1,378,642, \$909,629, \$1,542,834 and \$2,065,473, respectively. The aforementioned amounts were recognised in salary expenses. The expenses recognised for

2020 and 2019 were estimated and accrued based on 5% of profit of current year distributable. For 2019, the employees' compensation resolved by the Board of Directors on May 12, 2020 amounted to \$6,350,593, which was the same with the amount recognised in the financial statements for the year ended December 31, 2019, and will be distributed in the form of cash. Information about the appropriation of employees' compensation (bonus) by the Company as proposed by the Board of Directors and resolved by the stockholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(36) Financial costs

	For the three-month period ended June 30,	
	2020	2019
Interest expense:		
Bank borrowings	\$ 10,125,064	\$ 15,300,088
Corporate bonds	408,813	707,090
Interest expense from lease liability	357,710	188,946
Financing expense from accounts receivable factoring	105,702	45,847
	<u>\$ 10,997,289</u>	<u>\$ 16,241,971</u>
	For the six-month period ended June 30,	
	2020	2019
Interest expense:		
Bank borrowings	\$ 20,661,598	\$ 28,568,996
Corporate bonds	1,361,495	1,403,754
Interest expense from lease liability	745,078	482,630
Financing expense from accounts receivable factoring	488,734	177,034
	<u>\$ 23,256,905</u>	<u>\$ 30,632,414</u>

(37) Income tax

A. Income tax expense

(a) Components of income tax expense:

		For the three-month period ended June 30,	
		2020	2019
Current tax:			
Current tax on profits for the period	\$	7,884,723	\$ 5,549,868
Tax on undistributed surplus earnings		257,101	1,835,874
Adjustments in respect of prior period		1,971,822	(493,438)
Total current tax		<u>10,113,646</u>	<u>6,892,304</u>
Deferred tax:			
Origination and reversal of temporary differences	(	644,013)	3,631,450
Income tax expense	\$	<u>9,469,633</u>	<u>\$ 10,523,754</u>
		For the six-month period ended June 30,	
		2020	2019
Current tax:			
Current tax on profits for the period	\$	10,191,409	\$ 10,879,241
Tax on undistributed surplus earnings		257,101	1,835,874
Adjustments in respect of prior period		3,161,182	509,252
Total current tax		<u>13,609,692</u>	<u>13,224,367</u>
Deferred tax:			
Origination and reversal of temporary differences	(	391,850)	3,621,456
Income tax expense	\$	<u>13,217,842</u>	<u>\$ 16,845,823</u>

B. The Company's income tax returns through 2017 have been assessed and approved by the Tax Authority.

(38) Earnings per share

For the three-month period ended June 30, 2020			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 22,880,412	13,861,508	\$ 1.65
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 22,880,412	13,861,508	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	19,557	
Convertible bonds-overseas	56,546	86,582	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 22,936,958	13,967,647	\$ 1.64
For the three-month period ended June 30, 2019			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 17,053,526	13,861,508	\$ 1.23
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 17,053,526	13,861,508	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	28,283	
Convertible bonds-overseas	55,818	91,240	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 17,109,344	13,981,031	\$ 1.22

For the six-month period ended June 30, 2020			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 24,964,263	13,861,508	\$ 1.80
<u>Diluted earnings per share:</u>			
Profit attributable to ordinary shareholders of the parent	\$ 24,964,263	13,861,508	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	19,557	
Convertible bonds-overseas	112,872	86,582	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 25,077,135	13,967,647	\$ 1.80
For the six-month period ended June 30, 2019			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 36,878,567	13,861,508	\$ 2.66
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 36,878,567	13,861,508	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	28,283	
Convertible bonds-overseas	110,809	91,240	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 36,989,376	13,981,031	\$ 2.65

(39) Business combinations

- A. The Group acquired the new shares issued by Asia Pacific Telecom Co., Ltd. (the “Asia Pacific”) for \$10,000,000 on November 21, 2019. After acquisition, the Group owned 40.74% interest in Asia Pacific, which represented majority of the voting rights of its shareholders, and has control over the main activities of Asia Pacific. Accordingly, it was included in the consolidated financial statements since control date. Communications is the main business of Asia Pacific. With the acquisition, the Group expects to develop 5-generation (5G) communication.
- B. The fair value of identifiable assets acquired and liabilities assumed are summarised as follows:

	2019
	Asia Pacific Telecom Co., Ltd.
Purchase consideration	
Cash paid	\$ 10,000,000
Fair value of equity interest in Asia Pacific Telecom Co., Ltd. held before the business combination	6,393,680
Fair value of the non-controlling interest	22,862,687
	39,256,367
Recognised amount of identifiable assets acquired and liabilities assumed	
Cash and cash equivalents	9,297,209
Notes receivable and accounts receivable	1,965,828
Other receivables	117,277
Inventory	495,850
Property, plant and equipment	11,608,612
Right-of-use assets	3,207,059
Intangible assets	12,680,996
Deferred income tax assets	4,309,033
Other non-current assets	6,549,306
Short-term loans and notes and bills payable	(3,285,344)
Accounts payable	(1,281,558)
Other payables	(2,686,196)
Deferred income tax liabilities	(608,502)
Lease liabilities	(3,207,059)
Other liabilities	(694,512)
Total identifiable net assets	38,467,999
Goodwill	\$ 788,368

- C. The fair value of the acquired identifiable intangible assets (including patents and 4G concession) of \$12,680,996 for the period ended June 30, 2020 is provisional pending receipt of the final valuations for those assets. For details, please refer to Note 6(13).

- D. Fuxiang Precision Industrial (Kunshan) Co., Ltd., a subsidiary of the Company, acquired 100% equity interest in Mingyang Realty Development (Kunshan) Co., Ltd. and Tuozhan Property Development Co., Ltd. on April 12, 2019 and May 9, 2019 for a consideration of RMB217,730 thousand and RMB574,945 thousand, respectively. The combinations mainly acquired investment property of \$2,047,982 and goodwill of \$261,037.
- E. FuYang Soleros Technology (Nanyang) Co., Ltd., a subsidiary of the Company, acquired 100% equity interest in Shandong Chengshang Energy Co., Ltd. in the second quarter of 2020 for a consideration of RMB275,260 thousand. The combination mainly acquired property, plant and equipment of \$1,400,306.

(40) Supplemental cash flow information

A. Investing activities with partial cash payments

	For the six-month period ended June 30,	
	2020	2019
Purchase of property, plant and equipment	\$ 25,286,234	\$ 28,933,240
Add: Opening balance of payable on equipment	22,418,721	31,245,417
Less: Ending balance of payable on equipment	(15,670,758)	(22,119,764)
Net exchange differences	85,046	330,782
Cash paid during the period	<u>\$ 32,119,243</u>	<u>\$ 38,389,675</u>
Disposal of property, plant and equipment	\$ 2,268,179	\$ 531,701
Add: Opening balance of receivable on equipment	220,019	2,383,723
Less: Ending balance of receivable on equipment	(35,528)	(1,270,666)
Net exchange differences	(1,314)	(227)
Cash received during the period	<u>\$ 2,451,356</u>	<u>\$ 1,644,531</u>

B. Financing activities with no cash flow effects

	For the six-month period ended June 30,	
	2020	2019
Declared cash dividends	<u>\$ 58,224,561</u>	<u>\$ 55,451,962</u>

C. Changes in liabilities from financing activities

For the six-month periods ended June 30, 2020 and 2019, liabilities from financing activities included short-term loans, short-term notes and bills payable, corporate bonds payable and long-term loans, the related changes resulting from cash flows from financing activities, discount amortisation and changes in exchange rate. Summarised amount is as follows, and relevant information is shown in the statements of cash flows

	2020	2019
At January 1	\$ 681,576,217	\$ 778,219,243
Changes in cash flow from financing activities	40,654,682	(86,742,707)
Changes in other non-cash items	118,091	16,218
Impact of changes in foreign exchange rate	(1,166,241)	(185,499)
At June 30	<u>\$ 721,182,749</u>	<u>\$ 691,307,255</u>

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

Names of related parties	Relationship with the Group
Sharp Corporation and subsidiaries	Associates
Foxconn Technology Co., Ltd. and subsidiaries	"
Pan International Industrial Corporation and subsidiaries	"
Eson Precision Ind. Co., Ltd. and subsidiaries	"
General Interface Solution Holding Limited and subsidiaries	"
Zhen Ding Technology Holding Limited and subsidiaries	"
Ennoconn Corporation and subsidiaries	"
CyberTAN Technology, Inc. and subsidiaries	"
Foxsemicon Integrated Technology Inc. and subsidiaries	"
UER Technology Corporation	"
G-TECH Optoelectronics Corporation	"
Advanced Optoelectronic Technology Inc.	"
Ampower Technology Co., Ltd.	"
Asia Pacific Telecom Co., Ltd.	"
Fitipower Integrated Technology Inc.	"
Zeitec semiconductor Co., Ltd.	"
Foxstar Technology Co., Ltd.	"
CJ Electric Systems Co., Ltd.	"
Ampower (BeiHai) Ltd.	"
SafeDX S.R.O.	"
Beijing HengYu New Energy Auto Rental Co., Ltd.	"
Shanghai Topone Logistics Co., Ltd.	"
Hangzhou GengDe Electronics Co., Ltd.	"
Shenzhen Lluvia Technology Co., Ltd.	"
Trans-Iot Technology Co., Ltd.	"
Hongkang Zhihui Corporation Limited	"
HaiWei Technology (Shenzhen) Co., Ltd.	"
Morgen Precision Industry Co., Ltd. and subsidiaries	"
He Cheng Da Technology (Shenzhen) Co., Ltd.	"
Sichuang Cheng Gong Fu Chuang Technology Co., Ltd.	"
Maxnerva Technology Services Ltd and subsidiaries	"
FuDongQun Automation Technology (Shenzhen) Co., Ltd.	"

Names of related parties	Relationship with the Group
Cheng Uei Precision Industry Co., Ltd. and subsidiaries	Other related party
Innolux Corporation and subsidiaries	"
SIO International Holdings Limited and subsidiaries	"
ES Platform Limited	"

(2) Significant transactions and balances with related parties

A. Sales

	For the three-month period ended June 30,	
	2020	2019
Sales of goods:		
Associates	\$ 34,852,874	\$ 53,702,770
Other related party	2,238,082	3,293,497
	<u>\$ 37,090,956</u>	<u>\$ 56,996,267</u>
	For the six-month period ended June 30,	
	2020	2019
Sales of goods:		
Associates	\$ 57,770,503	\$ 92,595,205
Other related party	3,687,237	6,756,104
	<u>\$ 61,457,740</u>	<u>\$ 99,351,309</u>

The amounts above include administration and service revenue. Goods are sold based on the price lists in force and terms that would be available to third parties. The Group sold materials to the above related parties for processing and repurchased the finished goods. The sales amount of materials and repurchase price of finished goods were offset against each other and shown at net amount in the financial statements.

B. Purchases

	For the three-month period ended June 30,	
	2020	2019
Purchase of goods:		
Associates	\$ 21,215,933	\$ 24,639,063
Other related party	2,569,928	4,648,412
	<u>\$ 23,785,861</u>	<u>\$ 29,287,475</u>
	For the six-month period ended June 30,	
	2020	2019
Purchase of goods:		
Associates	\$ 35,247,392	\$ 44,184,419
Other related party	5,105,810	7,985,804
	<u>\$ 40,353,202</u>	<u>\$ 52,170,223</u>

Purchases from related enterprises are based on normal commercial terms and conditions.

C. Receivables from related parties

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Accounts receivable:			
Associates	\$ 30,862,825	\$ 44,003,230	\$ 42,371,939
Other related party	2,058,003	2,214,499	2,434,287
Less: Reclassify as other receivables	- (1,449,260)		-
Less: Allowance for doubtful accounts	(12,345)	(13,865)	(13,438)
	<u>32,908,483</u>	<u>44,754,604</u>	<u>44,792,788</u>
Other receivables - sale of property,			
Associates	30,766	38,441	50,842
Innolux Corporation and subsidiaries	21	-	1,114,211
Other receivables - purchase of materials on behalf of related parties:			
Associates	1,164,844	1,467,582	2,151,030
Other related party	599	121,893	1,570
Other receivables - dividend receivable:			
Associates	2,885,059	-	3,285,049
Other related party	31,397	-	19,457
	<u>4,112,686</u>	<u>1,627,916</u>	<u>6,622,159</u>
Other receivables - disposal of investment (shown as “other and “other non-current assets”):			
ES Platform Limited	6,821,601	21,859,451	30,518,646
Other receivables			
Associates	-	1,449,260	-
Less: Allowance for doubtful accounts	(762,872)	(762,872)	-
	<u>6,058,729</u>	<u>22,545,839</u>	<u>30,518,646</u>
	<u>\$ 43,079,898</u>	<u>\$ 68,928,359</u>	<u>\$ 81,933,593</u>

(a) The amount is due 14 to 90 days after the transaction date.

(b) The Company disposed preferred C stock shares without voting rights of Sharp Corporation on December 29, 2017. The consideration for the disposal of 1,136,363 shares was \$93,128,046 (¥352,490,712 thousand), which is due in each quarter beginning from the settlement date. The last settlement date is March 31, 2021. As at June 30, 2020, December

31, 2019 and June 30, 2019, allowance for doubtful accounts amounted to \$762,872, \$762,872 and \$0, respectively.

(c) The receivables are unsecured and non-interest bearing.

(d) Information relating to credit risk is provided in Note 12(2).

D. Payables to related parties

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Accounts payable:			
Associates	\$ 16,745,590	\$ 30,846,862	\$ 28,913,060
Other related party	<u>3,181,891</u>	<u>4,662,265</u>	<u>5,211,206</u>
	<u>19,927,481</u>	<u>35,509,127</u>	<u>34,124,266</u>
Other payables - acquisition of property, plant and equipment:			
Associates	74,393	311,969	432,541
Other payables - procurement of raw materials on behalf of others:			
Associates	<u>2,671,914</u>	<u>2,005,923</u>	<u>2,840,930</u>
	<u>2,746,307</u>	<u>2,317,892</u>	<u>3,273,471</u>
	<u>\$ 22,673,788</u>	<u>\$ 37,827,019</u>	<u>\$ 37,397,737</u>

Payables to related parties primarily arose from purchase transactions and procurement of raw materials by the related parties on behalf of the Company. The amount is due 30 to 90 days after the transaction date. The payables are non-interest bearing.

E. Lease transactions—lessee

(a) The Group leases buildings from associates. Rental contracts are typically made for periods of 1 to 3 years. Rents are paid at the end of the month.

(b) For the three-month and six-month periods ended June 30, 2020 and 2019, the Group acquired right-of-use asset of \$0, \$9,985, \$0 and \$9,985, respectively.

(c) Lease liabilities

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Associates	<u>\$ 160,056</u>	<u>\$ 297,003</u>	<u>\$ 294,084</u>

For the three-month and six-month periods ended June 30, 2020 and 2019 the interest expense incurred on lease liabilities were \$2,098, \$4,136, \$4,566 and \$7,590, respectively.

F. Prepayments:

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Associates	<u>\$ 1,658</u>	<u>\$ 3,888</u>	<u>\$ 2,249</u>

G. Property transactions:

(a) Acquisition of property, plant and equipment:

		For the three-month period ended June 30,	
		2020	2019
Acquisition of property, plant and equipment:			
Associates		\$ 201,363	\$ 504,308
		For the six-month period ended June 30,	
		2020	2019
Acquisition of property, plant and equipment:			
Associates		\$ 247,980	\$ 1,094,734

(b) Proceeds from sale of property, plant and equipment and gain (loss) on disposal:

		For the three-month period ended June 30,			
		2020		2019	
		Proceeds from sale of property, plant and equipment	Gain	Proceeds from sale of property, plant and equipment	Gain
Sale of property, plant and equipment:					
Associates		\$ 9,638	\$ 2,005	\$ 70,076	\$ 34,323
		For the six-month period ended June 30,			
		2020		2019	
		Proceeds from sale of property, plant and equipment	Gain	Proceeds from sale of property, plant and equipment	Gain
Sale of property, plant and equipment:					
Associates		\$ 11,384	\$ 2,448	\$ 93,312	\$ 38,309

(c) Disposal of financial assets

				For the six-month period ended June 30, 2020	
	Item recognised	Shares traded	Transaction target	Proceeds from disposal	Gain on sale
Associates	Investment accounted under the equity method	-	Efei hu (Taiwan) Limited	\$ 10,199	\$ 44

H. Loans to related parties

(a) Receivables from related parties

	June 30, 2020	December 31, 2019	June 30, 2019
Associates	\$ 147,372	\$ 192,788	\$ 791,526

For the information on the impairment loss on loans to related parties and related allowance for uncollectible accounts, please refer to Note 12(2). For collaterals, please refer to Table 1.

(b) Interest income

	For the three-month period ended June 30,	
	2020	2019
Associates	\$ 2,085	\$ 15,561
	For the six-month period ended June 30,	
	2020	2019
Associates	\$ 4,558	\$ 19,784

For the three-month and six-month period ended June 30, 2020 and 2019, the interest was recognised at the rates of 1.8%~12%, 1.8%~10%, 1.8%~12% and 1.8%~10%, respectively.

(3) Key management compensation

	For the three-month period ended June 30,	
	2020	2019
Salaries and other short-term employee benefits	\$ 111,570	\$ 344,015
Service execution fees	1,716	84
Share-based payments	32,569	129,714
	\$ 145,855	\$ 473,813
	For the six-month period ended June 30,	
	2020	2019
Salaries and other short-term employee benefits	\$ 273,768	\$ 503,294
Service execution fees	3,353	171
Share-based payments	191,534	299,040
	\$ 468,655	\$ 802,505

8. PLEDGED ASSETS

As of June 30, 2020, December 31, 2019 and June 30, 2019, the book values of the Group's pledged assets are as follows:

Assets	Nature	June 30, 2020	December 31, 2019	June 30, 2019
Time deposits and cash (shown as “current financial assets at amortised cost”)	Customs deposits and short-term loans	\$ 394,154	\$ 319,744	\$ 991,988
Restricted deposits (shown as “current financial assets at amortised cost”)	Prepaid card, performance bond and reserve accounts for short-term loans	684,117	133,411	-
Time deposits and cash (shown as “non-current financial assets at amortised cost”)	Security deposit for provisional attachment, bond deposit as security for court proceedings, security deposit for employment of foreign employees and customs deposits	2,700	43,779	49,732
Restricted deposits (shown as “non-current financial assets at amortised cost”)	Switch center lease guarantee and and performance bond	58,574	-	-
Property, plant and equipment and other non-current assets	Long-term loans	4,881,624	5,155,879	5,569,165
		<u>\$ 6,021,169</u>	<u>\$ 5,652,813</u>	<u>\$ 6,610,885</u>

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

Except for Note 6(4), contingencies and commitments are as follows:

(1) Contingencies - Significant legal matter

On March 8, 2019, Microsoft Corporation and Microsoft Licensing, GP sued the Group over the dispute regarding the royalty payment under the patent licensing agreement. The case is now in legal proceedings with the assistance of a lawyer and under the jurisdiction of the United States District Court for the Northern District of California.

(2) Commitments

A. Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	June 30, 2020	December 31, 2019	June 30, 2019
Property, plant and equipment	<u>\$ 4,070,540</u>	<u>\$ 3,850,503</u>	<u>\$ 1,852,152</u>

- B. As of June 30, 2020 and December 31, 2019, a subsidiary of the Company, Asia Pacific Telecom Co., Ltd., had outstanding contracts for equipment procurements and base transceiver stations construction totaling \$2,188,646 and \$1,503,888, respectively, which will be paid in the future or paid by issuing promissory notes and commercial paper.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

- A. The Company's subsidiary, Foxconn Industrial Internet Co., Ltd. (the "FII"), signed an agreement for the acquisition of 39,971,265 common shares of Digiwin Software Co., Ltd. (the "Digiwin Software") for a consideration of RMB559,797 thousand with Digital China Software (BVI) Limited and Talent Gain Developments Limited on July 4, 2020. At the same time, FII and Digiwin Software's four other shareholders signed a joint agreement indicating that they will act together to direct Digiwin Software's major activities. FII and the other signatory totally hold 22.85% equity interest in Digiwin Software and became Digiwin Software's first majority shareholders.
- B. As resolved by the Board of Directors on August 12, 2020, the Company will issue \$27,000,000 unsecured corporate bonds, which can be issued once or separately.

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to operate with the goal to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including 'current and non-current borrowings' as shown in the consolidated balance sheet) less cash and cash equivalents. Total capital is calculated as 'equity' as shown in the consolidated balance sheet less the total intangible assets.

During 2020, the Group's strategy, which was unchanged from 2019, was to maintain the gearing ratio at 70% or below.

(2) Financial instruments

A. Financial instruments by category

Please refer to the consolidated balance sheets and Note 6 for the amounts and details of the financial assets (financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income, financial assets at amortised cost, investments in debt instruments without active market, accounts receivable (including related parties) and other receivables) and financial liabilities (financial liabilities at fair value through profit or loss, accounts payable (including related parties), other payables, short-term loans, long-term loans and corporate bonds payable).

B. Financial risk management policies

(a) Risk categories:

The Group employs a comprehensive risk management and control system to clearly identify, measure, and control the various kinds of financial risk it faces, including market risk (including foreign exchange risk, interest rate risk and price risk), credit risk, and liquidity risk.

(b) Management objectives:

- i. Except for market risk, which is controlled by outside factors, the remainder of the foregoing types of risks can be controlled internally or removed from business processes. Therefore, the goal in managing each of these risks is to reduce them to zero.
- ii. As for market risk, the goal is to optimize its overall position through strict analysis, suggestion, execution and audit processes, and proper consideration of a) long-term trends in the external economic/financial environment, b) internal operating conditions, and c) the actual effects of market fluctuations.
- iii. The Group's overall risk management policy focuses on the unpredictable item of financial markets and seeks to reduce the risk that potentially pose adverse effects on the Group's financial position and financial performance.
- iv. For the information on the derivative financial instruments that the Group enters into, please refer to Note 6(2).

(c) Management system:

- i. Risk management is executed by the Group's finance department by following policies approved by the Board. Through cooperation with the Group's operating units, finance department is responsible for identifying, evaluating and hedging financial risks.
- ii. The Board has a written policy covering overall risk management. It also has written policies covering specific issues, such as exchange rate risk, interest rate risk, credit risk, derivative and non-derivative financial instruments used, and the investment of excess working capital.

C. Significant financial risks and degrees of financial risks

(a) Market risk

i. Foreign exchange risk

(i) Nature:

The Group is a multinational group in the Electronics manufacturing services industry. Most of the exchange rate risk from operating activities come from:

- a. Foreign exchange risk arises from different exchange rates to functional currency as the invoice dates of accounts receivable and payable denominated in non-functional foreign currency are different. Due to the characteristics of the subcontracting industry, the Company's revenue and expenditures are mostly denominated in foreign currency. Thus, the remaining net foreign exchange risk is not material after offsetting assets and liabilities. Furthermore, although the variations in currencies of the Company's certain foreign investments in emerging countries (i.e. Brazil,

Mexico, etc.) are considered huge, the percentage of the investments is not significant and thus the Company's foreign exchange risk can be maintained in the controllable range. (Note: The Group has several sites in various countries and thus is exposed to various foreign exchange risks. The main risk arises from USD and RMB.)

- b. Except for the above transactions (operating activities) recognised in the income statement, assets and liabilities recognised in the balance sheet and the net investment in foreign operations also result in the exchange rate risk.

(ii) Management:

- a. For such risks, the Group has set up policies requiring companies in the Group to manage its exchange rate risks.
- b. As to the exchange rate risk arising from the difference between various functional currencies and the reporting currency in the consolidated financial statements, it is managed by the Group's finance department.

(iii) The source:

- a. U.S. dollar and NT dollar:

Foreign exchange risk arises primarily from U.S. dollar-denominated cash, cash equivalents, accounts receivable and other receivables, other assets, loans, accounts payable and other payables and other liabilities, which results in exchange loss or gain when they are converted into New Taiwan dollars.

- b. U.S. dollar and RMB:

Foreign exchange risk arises primarily from U.S. dollar-denominated cash, cash equivalents, accounts receivable and other receivables, other assets, loans, accounts payable and other payables and other liabilities, which results in exchange loss or gain when they are converted into RMB.

- c. JPY and U.S. dollar:

Foreign exchange risk arises primarily from yen-denominated loans, accounts payable and other payables, which results in exchange loss or gain when they are converted into U.S. dollar

- d. JPY and NT dollar:

Foreign exchange risk arises primarily from yen-denominated loans, accounts payable and other payables, which results in exchange loss or gain when they are converted into New Taiwan dollars.

(iv) Extent

The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

June 30, 2020					
(Foreign currency: Functional currency)	Foreign currency amount	Exchange	Book value	Sensitivity analysis	
	(in thousands)	rate	(NTD)	Extent of variation	Effect on profit or loss
<u>Financial assets</u>					
<u>Monetary items</u>					
USD : NTD	\$ 11,786,258	29.63	\$ 349,226,825	1%	\$ 3,492,268
USD : RMB	53,879,113	7.0772	1,596,438,118	1%	15,964,381
JPY : USD	81,024,096	0.0093	22,289,729	1%	222,897
JPY : NTD	39,434,998	0.2751	10,848,568	1%	108,486
<u>Net effect in</u>					
<u>consolidated entities</u>					
<u>with foreign</u>					
<u>currency</u>					
USD : NTD	\$ 44,937,596	29.63	\$ 1,331,500,969		
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD : NTD	\$ 9,177,115	29.63	\$ 271,917,917	1%	\$ 2,719,179
USD : RMB	46,774,744	7.0772	1,385,935,665	1%	13,859,357
JPY : USD	59,867,283	0.0093	16,469,490	1%	164,695
JPY : NTD	338,636	0.2751	93,159	1%	932

December 31, 2019					
(Foreign currency: Functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Sensitivity analysis	
				Extent of variation	Effect on profit or loss
<u>Financial assets</u>					
<u>Monetary items</u>					
USD : NTD	\$ 15,262,225	29.98	\$ 457,561,506	1%	\$ 4,575,615
USD : RMB	29,249,562	6.9638	876,901,869	1%	8,769,019
JPY : USD	91,298,663	0.0092	25,198,431	1%	251,984
JPY : NTD	86,240,866	0.2760	23,802,479	1%	238,025
<u>Net effect in</u>					
<u>consolidated entities</u>					
<u>with foreign</u>					
<u>currency</u>					
USD : NTD	\$ 44,243,649	29.98	\$ 1,326,424,597		
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD : NTD	\$ 11,994,176	29.98	\$ 359,585,396	1%	\$ 3,595,854
USD : RMB	16,165,597	6.9638	484,644,598	1%	4,846,446
JPY : USD	59,940,153	0.0092	16,543,482	1%	165,435
JPY : NTD	602,063	0.2760	166,169	1%	1,662

	June 30, 2019				
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Sensitivity analysis	
(Foreign currency: Functional currency)				Extent of variation	Effect on profit or loss
<u>Financial assets</u>					
<u>Monetary items</u>					
USD : NTD	\$ 10,938,200	31.06	\$ 339,740,492	1%	\$ 3,397,405
USD : RMB	35,103,553	6.8682	1,090,316,356	1%	10,903,164
JPY : USD	92,934,168	0.0093	26,820,801	1%	268,208
RMB : NTD	126,867,567	0.2886	36,613,980	1%	366,140
<u>Net effect in</u>					
<u>consolidated entities</u>					
<u>with foreign</u>					
<u>currency</u>					
USD : NTD	\$ 42,329,131	31.06	\$ 1,314,742,809		
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD : NTD	\$ 7,060,527	31.06	\$ 219,299,969	1%	\$ 2,193,000
USD : RMB	24,514,550	6.8682	761,421,923	1%	7,614,219
JPY : USD	59,968,752	0.0093	17,306,982	1%	173,070
JPY : NTD	1,061,077	0.2886	306,227	1%	3,062

(v) Total exchange gain (loss), including realised and unrealised arising from significant foreign exchange variation on the monetary items held by the Group for the three-month and six-month periods ended June 30, 2020 and 2019 amounted to \$2,328,578, (\$3,569,297), \$3,342,236 and (\$5,180,216) respectively.

ii. Equity securities

(i) Nature

The Group primarily invests in domestic and foreign publicly traded equity instruments, which are accounted for as financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and available-for-sale financial assets. The prices of those equity instruments will be affected by the uncertainty of the future value of the investment.

(ii) Extent

If such equity instruments' prices rise or fall by 1%, with all other factors held constant, the impact on equity due to investments in equity instruments measured at fair value through other comprehensive income, and investments in equity at fair value through profit or loss are \$788,850 and \$855,690 for the six-month periods ended June 30, 2020 and 2019, respectively.

iii. Futures

(i) Nature

The Group is exposed to commodity price risk because of future commodity price

fluctuations.

(ii) Extent

The Group sets stop-loss amount to reduce its futures market risk whenever futures contracts are entered into. As a result, there is no significant futures market risk.

iv. Cash flow and fair value interest rate risk

The Group's interest rate risk arises from long-term loans or corporate bonds with floating rates. The Company's long-term corporate bonds with fixed interest rates do not have interest rate risk or fair value interest rate risk.

Long-term loans or corporate bonds with floating rates expose the Group to cash flow interest rate risk, but most of the risks are offset by cash and cash equivalents with variable interest rates.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments.

According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. The Group assesses the credit quality of the customers by taking into account their financial position, past experience and other factors to conduct its internal risk management.

Individual risk limits are set based on internal or external ratings in accordance with limits set by the board of directors. The utilisation of credit limits is regularly monitored. Major credit risk arises from cash and cash equivalents, derivative financial instruments and other financial instruments. The counterparties are banks with good credit quality and financial institutions with investment grade or above and government agencies, so there is no significant compliance concerns and credit risk.

- ii. The Group assumes that if the contract payments were past due over 90 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition; if past due over 360 days, a default has been occurred.
- iii. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
- (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganization due to their financial difficulties;
 - (ii) Default or delinquency in interest or principal repayments;
 - (iii) Adverse changes in national or regional economic conditions that are expected to cause a default.
- iv. The aging analysis of notes receivable and accounts receivable (including related parties) is as follows:

	<u>June 30, 2020</u>	<u>December 31, 2019</u>	<u>June 30, 2019</u>
Not past due	\$ 731,651,906	\$ 1,001,387,391	\$ 715,267,330
Up to 90 days	21,576,084	24,455,224	42,108,954
91 to 180 days	3,876,249	4,753,352	6,587,364
181 to 270 days	749,508	2,567,063	1,247,978
271 to 360 days	429,782	1,172,202	230,428
Over 361 days	4,076,718	3,505,105	2,545,212
	<u>\$ 762,360,247</u>	<u>\$ 1,037,840,337</u>	<u>\$ 767,987,266</u>

The above aging analysis is based on days overdue.

- v. The Group applies the following approaches to assess the expected credit losses (ECLs) of accounts receivable:
- (i) Assess the ECLs on an individual basis if a significant default has occurred to certain customers.
 - (ii) Classify the other customers' accounts receivable based on the Group's credit rating standards and estimates the ECLs using loss rate methodology or provision matrix.
 - (iii) Adjust the loss rates constructed from historical and recent information by taking into account the business cycle indicators of the National Development Council and forecasts of the Basel Committee on Banking Supervision.
 - (iv) As of June 30, 2020, December 31, 2019 and June 30, 2019, the individual provision for impairment of accounts receivable using loss rate methodology or provision matrix is as follows:

	Individual	Group 1	Group 2	Group 3	Group 4	Total
<u>June 30, 2020</u>						
Expected loss rate	100%	0.0375%	0.0875%	0.19%~35.66%	4.07%~55.09%	
Total book value	\$ 4,316,767	\$ 538,341,782	\$ 161,030,634	\$ 50,156,330	\$ 8,514,734	\$ 762,360,247
Loss allowance	\$ 4,316,767	\$ 201,878	\$ 140,902	\$ 2,012,523	\$ 670,771	\$ 7,342,841
<u>December 31, 2019</u>						
Expected loss rate	100%	0.03%	0.07%	0.01%~7.05%	0.02%~69.30%	
Total book value	\$ 4,318,769	\$ 754,159,158	\$ 216,730,417	\$ 23,888,891	\$ 38,743,102	\$ 1,037,840,337
Loss allowance	\$ 4,318,769	\$ 217,984	\$ 145,002	\$ 384,193	\$ 741,347	\$ 5,807,295
<u>June 30, 2019</u>						
Expected loss rate	100%	0.03%	0.07%	1.22%~6.27%	1.61%~29.42%	
Total book value	\$ 3,607,133	\$ 474,158,478	\$ 226,432,063	\$ 21,191,488	\$ 42,598,104	\$ 767,987,266
Loss allowance	\$ 3,607,133	\$ 142,450	\$ 161,477	\$ 225,372	\$ 1,381,667	\$ 5,518,099

- Group 1: Standard Poor's, Fitch's, or Moody's rating of A-level, or rated as A-level in accordance with the Group's credit policies for those that have no external credit ratings.
- Group 2: Standard Poor's or Fitch's rating of BBB, Moody's rating of Baa, or rated as B or C in accordance with the Group's credit policies for those that have no external credit ratings.
- Group 3: Standard Poor's or Fitch's rating of BB + and below, or Moody's rating of Ba1 and below.
- Group 4: Rated as other than A, B, or C in accordance with the Group's credit policies for those that have no external credit ratings.
- vi. As of June 30, 2020, December 31, 2019 and June 30, 2019, the Group assessed the impairment loss arising from loans to related parties and recognised allowance for uncollectible accounts at \$762,872, \$762,872 and \$0, respectively.
- vii. Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable (including related parties) is as follows

	2020	2019
At January 1	\$ 5,807,295	\$ 4,748,936
Impairment loss	1,622,496	748,046
Effect of foreign exchange	(86,950)	21,117
At June 30	<u>\$ 7,342,841</u>	<u>\$ 5,518,099</u>

(c) Liquidity risk

- i. Cash flow forecasting is performed by each operating entity of the Group and aggregated by Group treasury. The Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans, covenant compliance, compliance with internal balance sheet ratio targets and, if applicable, external regulatory or legal requirements, for example, currency restrictions.
- ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

June 30, 2020	Less than 1 year	Between 1 to 2 years	Between 2 to 5 years	Over 5 years	Total
Bonds payable	\$ 34,935,699	\$ 43,578,000	\$ 91,679,251	\$ 43,791,000	\$ 213,983,950
Long-term loans	10,188,814	18,461,352	18,143,691	4,166,002	50,959,859
Finance lease payable	8,572,170	6,647,390	8,383,981	5,611,928	29,215,469
	<u>\$ 53,696,683</u>	<u>\$ 68,686,742</u>	<u>\$ 118,206,923</u>	<u>\$ 53,568,930</u>	<u>\$ 294,159,278</u>
December 31, 2019	Less than 1 year	Between 1 to 2 years	Between 2 to 5 years	Over 5 years	Total
Bonds payable	\$ 38,546,364	\$ 41,688,000	\$ 96,026,436	\$ 38,536,000	\$ 214,796,800
Long-term loans	14,553,911	13,713,380	19,357,935	8,551,745	56,176,971
Finance lease payable	7,131,038	6,112,704	8,416,686	6,451,935	28,112,363
	<u>\$ 60,231,313</u>	<u>\$ 61,514,084</u>	<u>\$ 123,801,057</u>	<u>\$ 53,539,680</u>	<u>\$ 299,086,134</u>
June 30, 2019	Less than 1 year	Between 1 to 2 years	Between 2 to 5 years	Over 5 years	Total
Bonds payable	\$ 18,900,000	\$ 35,487,607	\$ 114,557,148	\$ 48,714,145	\$ 217,658,900
Long-term loans	3,130,284	5,594,441	38,519,067	8,090,703	55,334,495
Finance lease payable	5,744,076	4,995,636	7,726,780	4,573,805	23,040,297
	<u>\$ 27,774,360</u>	<u>\$ 46,077,684</u>	<u>\$ 160,802,995</u>	<u>\$ 61,378,653</u>	<u>\$ 296,033,692</u>

Aside from those mentioned above, other non-derivative financial liabilities are to be settled within one year.

Derivative financial liabilities:

June 30, 2020	Less than 1 year	Between 1 to 2 years	Between 2 to 5 years	Over 5 years	Total
Forward exchange contracts	\$ 364,402	\$ -	\$ -	\$ -	\$ 364,402
Cross currency swap contracts	1,060,279	-	-	-	1,060,279
Convertible bonds payable	-	-	2,250	-	2,250
	\$ 1,424,681	\$ -	\$ 2,250	\$ -	\$ 1,426,931
December 31, 2019	Less than 1 year	Between 1 to 2 years	Between 2 to 5 years	Over 5 years	Total
Forward exchange contracts	\$ 43,180	\$ -	\$ -	\$ -	\$ 43,180
Cross currency swap contracts	1,838,505	-	-	-	1,838,505
	\$ 1,881,685	\$ -	\$ -	\$ -	\$ 1,881,685
June 30, 2019	Less than 1 year	Between 1 to 2 years	Between 2 to 5 years	Over 5 years	Total
Forward exchange contracts	\$ 934,446	\$ -	\$ -	\$ -	\$ 934,446
Cross currency swap contracts	345,094	-	-	-	345,094
Convertible bonds payable	-	-	11,100	-	11,100
	\$ 1,279,540	\$ -	\$ 11,100	\$ -	\$ 1,290,640

(3) Fair value information

- A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in derivative instruments is included in Level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's equity investment without active market is included in Level 3.

- B. Fair value information of investment property at cost is provided in Note 6(12).

- C. Financial instruments not measured at fair value:

- (a) Except for those listed in the table below, the carrying amounts of the Group's financial instruments not measured at fair value (including cash and cash equivalents, notes and accounts receivable, other receivables, financial assets at amortised cost (excluding bank debentures), short-term loans, notes and accounts payable, other payables and long-term loans approximate to their fair values.

June 30, 2020				
	Book Value	Fair Value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 213,983,950	\$ -	\$ 205,253,935	\$ -
December 31, 2019				
	Book Value	Fair Value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 214,796,800	\$ -	\$ 210,235,461	\$ -
June 30, 2019				
	Book Value	Fair Value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 217,658,900	\$ -	\$ 212,500,928	\$ -

- (b) The methods and assumptions of fair value measurement are as follows:

Bonds payable: Regarding the bonds issued by the Group, the coupon rate approximates to the current market rate. Therefore, the fair value is estimated using the present value of the expected cash flows and market interest rate.

- D. The related information on financial and non-financial instruments measured at fair value by

level on the basis of the nature, characteristics and risks of the assets and liabilities at June 30, 2020, December 31, 2019 and June 30, 2019 is as follows:

(a) The related information on the nature of the assets and liabilities is as follows:

June 30, 2020	Level 1	Level 2	Level 3	Total
Assets:				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 11,602,754	\$ -	\$ 1,796,615	\$ 13,399,369
Beneficiary certificates	589,740	15	72,954,289	73,544,044
Derivatives	-	4,567,524	-	4,567,524
Financial assets at fair value through other comprehensive income				
Equity instruments	49,413,042	-	16,072,632	65,485,674
Accounts receivable expected factoring	-	134,710,340	-	134,710,340
	<u>\$ 61,605,536</u>	<u>\$ 139,277,879</u>	<u>\$ 90,823,536</u>	<u>\$ 291,706,951</u>
Liabilities:				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivatives	\$ -	(\$ 1,426,931)	\$ -	(\$ 1,426,931)
December 31, 2019	Level 1	Level 2	Level 3	Total
Assets:				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 12,744,243	\$ -	\$ -	\$ 12,744,243
Beneficiary certificates	639,411	268	63,546,321	64,186,000
Derivatives	-	8,682,531	-	8,682,531
Financial assets at fair value through other comprehensive income				
Equity instruments	45,226,243	-	23,580,974	68,807,217
Accounts receivable expected factoring	-	108,993,188	-	108,993,188
	<u>\$ 58,609,897</u>	<u>\$ 117,675,987</u>	<u>\$ 87,127,295</u>	<u>\$ 263,413,179</u>

<u>December 31, 2019</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Liabilities:				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivatives	\$ -	(\$ 1,881,685)	\$ -	(\$ 1,881,685)
<u>June 30, 2019</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets:				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 15,191,783	\$ -	\$ -	\$ 15,191,783
Beneficiary certificates	513,142	577	61,153,634	61,667,353
Derivatives	-	3,652,576	-	3,652,576
Financial assets at fair value through other comprehensive income				
Equity instruments	42,317,624	342,758	27,716,865	70,377,247
Accounts receivable expected factoring	-	98,655,657	-	98,655,657
	<u>\$ 58,022,549</u>	<u>\$102,651,568</u>	<u>\$ 88,870,499</u>	<u>\$249,544,616</u>
Liabilities:				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivatives	\$ -	(\$ 1,290,640)	\$ -	(\$ 1,290,640)

(b) The methods and assumptions the Group used to measure fair value are as follows:

- i. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>	<u>Open-end fund</u>
Market quoted price	Closing price	Net asset value

- ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques method can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the

consolidated balance sheet date.

- iii. When assessing non-standard and low-complexity financial instruments, for example, debt instruments without active market, interest rate swap contracts, foreign exchange swap contracts and options, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
 - iv. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.
 - v. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
 - vi. The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.
- E. For the six-month periods ended June 30, 2020 and 2019, there was no transfer between Level 1 and Level 2.
- F. For the six-month periods ended June 30, 2020 and 2019, there was no transfer into or out from Level 3.

	2020	2019
At January 1	\$ 87,127,295	\$ 76,982,820
Gains and losses recognised in profit or loss	5,409,680	2,803,930
Gains and losses recognised in other comprehensive income	(8,447,561)	1,255,791
Acquired in the period	5,574,005	8,001,617
Sold in the period	(465,467)	(199,042)
Transferred into Level 3	1,705,267	39,252
Effect of exchange rate changes	(79,683)	(13,869)
At June 30	<u>\$ 90,823,536</u>	<u>\$ 88,870,499</u>

- G. Investment segment is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments.

Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value. Investment segment sets up valuation policies, valuation processes and rules for measuring fair value of financial instruments and ensures compliance with the related requirements in IFRS.

H. The following is the qualitative information on significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at June 30, 2020	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	<u>\$ 396,718</u>	Market comparable companies	Revenue multiple	0.47~9.28 (2.16)	The higher the revenue multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value.
			Value to EBITA multiple	12.53~19.42 (23.28)	
			Net value multiple	1.80	
			Discount for lack of marketability	15%~35% (23.28%)	
	<u>\$ 8,067,712</u>	Stock value in complex capital structure	Weighted average cost of capital	14.60%~15.52% (14.77%)	The higher the long-term revenue growth rate and long-term pre-tax operating margin, the higher the fair value; the higher the discount for lack of marketability, discount for lack of control and weighted average cost of capital, the lower the fair value. The higher the revenue multiple, the higher the fair value.
			Long-term revenue growth rate	2%	
			Long-term pre-tax operating margin	23.53%~26.80% (26.21%)	
			Discount for lack of marketability	5%~35% (6.23%)	
			Discount for lack of control	10%~15% (11.62%)	
			Expected equity value volatility	31.45%~110.82% (50.32%)	
			Revenue multiple	0.29~12.75 (2.60)	
			Value to operating income ratio multiple	5.76	

	Fair value at June 30, 2020	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Unlisted shares	<u>\$ 9,404,817</u>	Recent non-active market price	Not applicable	Not applicable	Not applicable
Venture capital shares and private equity fund investment	<u>\$ 24,030,300</u>	Net assets value	Discount for lack of marketability Discount for lack of control	4.71%~10% (5.82%) 4.62%~15% (8.95%)	The higher discount for lack of marketability and lack of control, the lower the fair value.
	<u>\$ 48,923,989</u>	Stock value in complex capital structure	Discount for lack of marketability	5%	The higher discount for lack of marketability, the lower the fair value.

	Fair value at December 31, 2019	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	<u>\$ 408,733</u>	Market comparable companies	Revenue multiple Value to EBITA multiple Net value multiple Discount for lack of marketability	0.53~9.28 (2.05) 12.53~19.42 (15.73) 1.8 15%~35% (23.58%)	The higher the revenue multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value.

	Fair value at December 31, 2019	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Unlisted shares	<u>\$ 15,026,251</u>	Stock value in complex capital structure	Weighted average cost of capital Long-term revenue growth rate Long-term pre-tax operating margin Discount for lack of marketability Discount for lack of control Expected equity value volatility Revenue multiple Value to operating income ratio multiple	14.6%~15.52% (14.79%) 2% 23.53%~29.72% (28.52%) 5%~35% (18.12%) 10%~15% (14.6%) 23.68%~110.82% (42.11%) 0.28~12.75 (2.46) 6.7	The higher the long-term revenue growth rate and long-term pre-tax operating margin, the higher the fair value; the higher the discount for lack of marketability, discount for lack of control and weighted average cost of capital, the lower the fair value. The higher the revenue multiple, the higher the fair value.
Unlisted shares	<u>\$ 6,302,878</u>	Recent non-active market price	Not applicable	Not applicable	Not applicable
Venture capital shares and private equity fund investment	<u>\$ 65,389,433</u>	Net assets value	Discount for lack of marketability Discount for lack of control	4.49%~10% (4.85%) 3.97%~15% (4.62%)	The higher discount for lack of marketability and lack of control, the lower the fair value.
Unlisted shares	<u>\$ 5,293,974</u>	Market comparable companies	Revenue multiple Value to EBITA multiple Net value multiple Discount for lack of marketability	0.36~4.53 (1.81) 9.04 1.22~1.80 (1.27) 20%~30% (23.7%)	The higher the revenue multiple, the higher the fair value; the higher the discount for lack of marketability, the lower the fair value.

	Fair value at June 30, 2019	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Unlisted shares	<u>\$ 12,557,815</u>	Stock value in complex capital structure	Weighted average cost of capital Long-term revenue growth rate Long-term pre-tax operating margin Discount for lack of marketability Discount for lack of control Expected equity value volatility	12.51%~16.72% (14.16%) 2% 10.00%~21.15% (19.14%) 5%~30% (13.97%) 5%~15% (12.88%) 30.29%~55.88% (44.58%)	The higher the long-term revenue growth rate and long-term pre-tax operating margin, the higher the fair value; the higher the discount for lack of marketability, discount for lack of control and weighted average cost of capital, the lower the fair value. The higher the revenue multiple, the higher the fair value.
Unlisted shares	<u>\$ 7,706,417</u>	Recent non-active market price	Not applicable	Not applicable	Not applicable
Venture capital shares and private equity fund investment	<u>\$ 63,312,293</u>	Net assets value	Discount for lack of marketability Discount for lack of control	5.00%~11.28% (5.55%) 6.18%~15.00% (6.61%)	The higher discount for lack of marketability and lack of control, the lower the fair value.

- I. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

		June 30, 2020			
		Recognised in profit or loss		Recognised in other comprehensive income	
		Favourable change	Unfavourable change	Favourable change	Unfavourable change
	Input	Change			
Financial assets Equity instruments and derivatives	<u>\$ 90,823,536</u>	±1%	<u>\$ 747,509</u>	<u>(\$ 747,509)</u>	<u>\$ 160,726</u> <u>(\$ 160,726)</u>
		December 31, 2019			
		Recognised in profit or loss		Recognised in other comprehensive income	
		Favourable change	Unfavourable change	Favourable change	Unfavourable change
	Input	Change			
Financial assets Equity instruments and derivatives	<u>\$ 87,127,295</u>	±1%	<u>\$ 635,463</u>	<u>(\$ 635,463)</u>	<u>\$ 235,810</u> <u>(\$ 235,810)</u>
		June 30, 2019			
		Recognised in profit or loss		Recognised in other comprehensive income	
		Favourable change	Unfavourable change	Favourable change	Unfavourable change
	Input	Change			
Financial assets Equity instruments and derivatives	<u>\$ 88,870,499</u>	±1%	<u>\$ 611,536</u>	<u>(\$ 611,536)</u>	<u>\$ 277,169</u> <u>(\$ 277,169)</u>

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

- A. Loans to others: Please refer to table 1.
- B. Provision of endorsements and guarantees to others: Please refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.
- D. Acquisition or sale of the same security with the accumulated cost reaching NT\$300 million or

20% of paid-in capital or more: Please refer to table 4.

E. Acquisition of real estate reaching NT\$300 million or 20% of paid-in capital or more: None.

F. Disposal of real estate reaching NT\$300 million or 20% of paid-in capital or more: None.

G. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: Please refer to table 5.

H. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: Please refer to table 6.

I. Trading in derivative instruments undertaken during the reporting periods: Please refer to Note 6(2).

J. Significant inter-company transactions during the reporting periods: Please refer to table 7.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China) : Please refer to table 8.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 9.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: The Company appointed Foxconn (Far East) Limited's Mainland investee to render processing services and to trade. The transactions were eliminated in the consolidated financial statements. For significant transactions of processing services, trading, receivables and payables, endorsements and guarantees or collaterals provided, and financing, please refer to Note 13(1) A, B, G and H.

(4) Major shareholders

For the names, number and ratio of shares held by shareholders holding over 5% of the Company's shares: Please refer to Table 11.

14. SEGMENT INFORMATION

(1) General information

The Group has adopted eCMMS (E-enabled Components, Modules, Moves & Services) strategy, and provided a one-stop shop to its customers, which are primarily in the 3C industries, with a total solution for design, development, engineering, procurement, manufacturing, logistics and after-sales service. The Group segregates operating segments from both a customer service and product perspective.

In accordance with IFRS No. 8, "Operating Segments", the Group has determined the operating segments and reportable operating segments. Operating segments which have met certain quantitative threshold are disclosed individually or aggregately as reportable operating segments; other segments which have not met the quantitative threshold are included in the 'all other segments'. The Group has identified the electronic manufacturing integrated services department, which

provides global 3C production-related one-stop services, as a reportable operating segment.

(2) Measurement of segment information

The chief operating decision maker assesses performance and allocates resources of the operating segments based on each operating segment's revenue and operating income after adjusting the internal costs and allocated expenses. Except for the recognition of internal costs which shall be in accordance with the Group's related internal calculation basis, the operating segments' accounting policies are the same as disclosed in Note 4.

(3) Segment information

The financial information on reportable segments provided to the chief operating decision maker is as follows:

	For the three-month period ended June 30,	
	2020	2019
	Electronic Manufacturing Integration Service	Electronic Manufacturing Integration Service
Net external revenue	\$ 1,211,008,560	\$ 1,078,863,624
Revenue from internal customers	69,316,378	81,748,238
Segment revenue	<u>\$ 1,280,324,938</u>	<u>\$ 1,160,611,862</u>
Segment profit	<u>\$ 36,067,418</u>	<u>\$ 32,135,659</u>
	For the six-month period ended June 30,	
	2020	2019
	Electronic Manufacturing Integration Service	Electronic Manufacturing Integration Service
Net external revenue	\$ 2,127,538,077	\$ 2,094,100,885
Revenue from internal customers	132,783,268	153,437,206
Segment revenue	<u>\$ 2,260,321,345</u>	<u>\$ 2,247,538,091</u>
Segment profit	<u>\$ 42,476,239</u>	<u>\$ 59,143,656</u>

(4) Reconciliation for segment income (loss)

Sales between segments are carried out at arm's length. The revenue from external parties reported to the chief operating decision-maker is measured in a manner consistent with that in the income statement.

A reconciliation of reportable segment profit or loss to the profit before tax and discontinued operations for the three-month and six-month periods ended June 30, 2020 and 2019 is provided as follows:

	For the three-month period ended June 30,	
Operating revenue	2020	2019
Total reported segment revenue	\$ 1,280,324,938	\$ 1,160,611,862
Other operating segment revenue	19,819,075	17,155,046
Elimination of intersegment revenue	(171,807,106)	(17,982,802)
Total revenue	<u>\$ 1,128,336,907</u>	<u>\$ 1,159,784,106</u>
	For the six-month period ended June 30,	
Operating revenue	2020	2019
Total reported segment revenue	\$ 2,260,321,345	\$ 2,247,538,091
Other operating segment revenue	33,506,820	31,696,928
Elimination of intersegment revenue	(236,358,136)	(65,148,394)
Total revenue	<u>\$ 2,057,470,029</u>	<u>\$ 2,214,086,625</u>
	For the three-month period ended June 30,	
Profit and loss	2020	2019
Profit of reported segment	\$ 36,067,418	\$ 32,135,659
Profit (loss) of other operating segments	1,244,910	(1,395,857)
Elimination of intersegment transactions and internal costs and allocated expenses adjustments	(2,444,429)	(2,186,650)
Profit before income tax	<u>\$ 34,867,899</u>	<u>\$ 28,553,152</u>
	For the six-month period ended June 30,	
Profit and loss	2020	2019
Profit of reported segment	\$ 42,476,239	\$ 59,143,656
Profit of other operating segments	1,749,161	1,495,843
Elimination of intersegment transactions and internal costs and allocated expenses adjustments	(3,459,081)	(1,602,869)
Profit before income tax	<u>\$ 40,766,319</u>	<u>\$ 59,036,630</u>

Hon Hai Precision Industry Co., Ltd. and Subsidiaries

Loans to others

June 30, 2020

Table 1

Expressed in thousands of TWD
(Except as otherwise indicated)

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral		Allowance for doubtful accounts	Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
												Item	Value				
1	Hyield Venture Capital Co., Ltd.	Jusda International Logistics (Taiwan) Co., Ltd.	Other Receivables	Y	\$ 60,000	\$ 60,000	\$ 60,000	2.000	Short term financing	\$ -	Business operation	None	\$ -	-	2,509,158	\$ 10,036,632	Note 1
1	Hyield Venture Capital Co., Ltd.	Linkooh Technology Inc.	Other Receivables	Y	30,000	10,000	10,000	2.000	Short term financing	-	Business operation	None	-	-	2,509,158	10,036,632	Note 1
2	Bon Shin International Investment Co., Ltd.	Flnet Co., Ltd.	Other Receivables	Y	170,000	-	-	N/A	Short term financing	-	Business operation	None	-	-	1,745,276	6,981,102	Note 1
2	Bon Shin International Investment Co., Ltd.	Altus Technology Inc.	Other Receivables	Y	220,000	220,000	220,000	2.000	Short term financing	-	Business operation	None	-	-	1,745,276	6,981,102	Note 1
2	Bon Shin International Investment Co., Ltd.	Jusda International Logistics (Taiwan) Co., Ltd.	Other Receivables	Y	60,000	-	-	N/A	Short term financing	-	Business operation	None	-	-	1,745,276	6,981,102	Note 1
2	Bon Shin International Investment Co., Ltd.	Breaktime Inc.	Other Receivables	Y	20,000	20,000	10,000	2.000	Short term financing	-	Business operation	None	-	-	1,745,276	6,981,102	Note 1
2	Bon Shin International Investment Co., Ltd.	Big Innovation Company Ltd.	Other Receivables	Y	25,000	25,000	25,000	2.000	Short term financing	-	Business operation	None	-	-	1,745,276	6,981,102	Note 1

Maximum outstanding balance during the six months ended June 30, 2020																	
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote	
												Item	Value				
3	Premier Image Technology (China) Ltd.	Hongfuzhun Precision Shenzhen Co., Ltd.	Other Receivables	Y	\$ 653,880	\$ 628,005	4.700	Short term financing	\$ -	Business operation	\$ -	None	\$ -	\$ 233,923,601	\$ 467,847,202	Note 2	
3	Premier Image Technology (China) Ltd.	Shenzhen Xunfeng Business Co., Ltd.	Other Receivables	N	697,472	669,872	3.915	Short term financing	-	Business operation	-	None	-	677,031	2,708,126	Note 3	
4	Foxconn Precision Component (Shenzhen) Co., Ltd.	Shenzhen Xunfeng Business Co., Ltd.	Other Receivables	N	174,368	167,468	3.915	Short term financing	-	Business operation	-	None	-	205,102	820,410	Note 3	
4	Foxconn Precision Component (Shenzhen) Co., Ltd.	Fujian Precision Industry (Shenzhen) Co., Ltd.	Other Receivables	Y	871,840	837,340	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	
5	Fuhajie Industrial (Shenzhen) Co., Ltd.	Shenzhen Xunfeng Business Co., Ltd.	Other Receivables	N	196,164	188,402	3.915	Short term financing	-	Business operation	-	None	-	241,849	967,396	Note 3	
6	Futaihua Industrial (Shenzhen) Co., Ltd.	Shenzhen Xunfeng Business Co., Ltd.	Other Receivables	N	193,037	188,402	3.915	Short term financing	-	Business operation	-	None	-	21,395,733	85,582,932	Note 3	
7	Jusda Supply Chain Management International Ltd.	Guangzhou Jusda Supply Chain Management Co., Ltd.	Other Receivables	Y	213,165	167,468	3.915	Short term financing	-	Business operation	-	None	-	4,264,239	8,528,478	Note 7	
7	Jusda Supply Chain Management International Ltd.	Shenzhen Fertile Plan International Logistics Co., Ltd.	Other Receivables	Y	3,051,440	2,930,690	3.915	Short term financing	-	Business operation	-	None	-	4,264,239	8,528,478	Note 7	

Table 1, Page 2

Maximum outstanding balance during the six months ended June 30, 2020																
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote	
											Item	Value				
7	Jusda Supply Chain Management International Ltd.	Shanghai Topone Logistics Co., Ltd.	Other Receivables	Y	\$ 152,572	\$ 83,734	6.000	Short term financing	\$ -	Business operation	None	\$ -	\$ 4,264,239	\$ 8,528,478	Note 7	
7	Jusda Supply Chain Management International Ltd.	Wuhan Topone Logistics Co., Ltd.	Other Receivables	Y	65,388	62,801	6.000	Short term financing	-	Business operation	None	-	4,264,239	8,528,478	Note 7	
7	Jusda Supply Chain Management International Ltd.	Shenzhen Topone Logistics Co., Ltd.	Other Receivables	Y	65,388	62,801	6.000	Short term financing	-	Business operation	None	-	4,264,239	8,528,478	Note 7	
7	Jusda Supply Chain Management International Ltd.	Shandong Anjie Supply Chain Management Co., Ltd.	Other Receivables	N	1,242,367	1,215,913	3.915	Short term financing	-	Business operation	Qiujiu Yang guarantee by Grand Talent Limited stock	2,704,608	4,264,239	8,528,478	Note 7、Note 9	
8	Zhengzhou Jusda Industrial Park Development Co., Ltd.	Shenzhen Fertile Plan International Logistics Co., Ltd.	Other Receivables	Y	287,707	276,322	3.915	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7	
9	Jiaxing Jusda Supply Chain Management Co., Ltd.	Shenzhen Fertile Plan International Logistics Co., Ltd.	Other Receivables	Y	520,924	500,311	3.915	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7	
10	Kaopu Information Technology (Beijing) Co., Ltd.	Xilingol League Beiguobaiuo Supply Chain Management Co., Ltd.	Other Receivables	Y	4,359	-	N/A	Short term financing	-	Business operation	None	-	7,809	31,234	Note 3	
10	Kaopu Information Technology (Beijing) Co., Ltd.	Guangzhou Mengong Logistics Co., Ltd.	Other Receivables	Y	8,718	-	N/A	Short term financing	-	Business operation	None	-	7,809	31,234	Note 3	

Table 1, Page 3

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
												Item	Value			
11	Shenzhen Fertile Plan International Logistics Co., Ltd.	Guangzhou Jusda Supply Chain Management Co., Ltd.	Other Receivables	Y	\$ 261,552	\$ -	\$ -	N/A	Short term financing	\$ -	Business operation	None	\$ -	\$ 2,842,826	\$ 5,685,652	Note 7
12	Jusda International Limited	Jusda Supply Chain Management Corporation	Other Receivables	Y	91,065	50,371	50,371	2.900	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7
12	Jusda International Limited	Jusda Supply Chain Management Mexico, S. De R.L. De C.V.	Other Receivables	Y	69,506	68,149	68,149	1.42~2.90	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7
12	Jusda International Limited	Jusda Europe S.R.O.	Other Receivables	Y	105,770	103,705	103,705	1.420	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7
13	Jusda Europe S.R.O.	Jusda NL, B.V.	Other Receivables	Y	30,301	29,943	29,943	0.600	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7
14	Chongqingshi Futaitong Plan Logistics Co., Ltd.	Shenzhen Fertile Plan International Logistics Co., Ltd.	Other Receivables	Y	108,980	-	-	N/A	Short term financing	-	Business operation	None	-	2,842,826	5,685,652	Note 7
15	Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Hongqing Precision Machine Co., Ltd.	Other Receivables	Y	435,920	418,670	418,670	3.915	Short term financing	-	Business operation	None	-	233,923,601	467,847,202	Note 2
15	Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Nanjing Hongfuxia Precision Electronics Co., Ltd.	Other Receivables	Y	1,743,680	1,256,010	1,256,010	3.915	Short term financing	-	Business operation	None	-	233,923,601	467,847,202	Note 2

Table 1, Page 4

Maximum outstanding balance during the six months ended June 30, 2020																	
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote	
												Item	Value				
16	Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Huaian Mingyang Real Estate Development Co., Ltd.	Other Receivables	Y	\$ 287,707	\$ 276,322	3.915	Short term financing	\$ -	Business operation	\$ -	None	\$ -	\$ 233,923,601	\$ 467,847,202	Note 2	
17	Fu Ding Electronical Technology (Jiashan) Co., Ltd.	Beijing Hengyu New Energy Auto Rental Co., Ltd.	Other Receivables	Y	153,444	147,372	5.000	Short term financing	-	Business operation	-	None	-	2,695,932	10,783,728	Note 3	
17	Fu Ding Electronical Technology (Jiashan) Co., Ltd.	Nanjing Hongfuxia Precision Electronics Co., Ltd.	Other Receivables	Y	1,268,700	1,256,010	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	
17	Fu Ding Electronical Technology (Jiashan) Co., Ltd.	Shanghai Foxconn Co., Ltd.	Other Receivables	Y	4,412,940	4,396,035	3.915~3.920	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	
18	Fuzhun Precision Tooling (Huaian) Co., Ltd.	Nanjing Hongfuxia Precision Electronics Co., Ltd.	Other Receivables	Y	2,833,480	2,721,355	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	
19	Huaian Mingyang Real Estate Development Co., Ltd.	Fuyu (Funing) Energy Technology Development Co., Ltd.	Other Receivables	Y	13,078	12,560	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	
20	Foxway Precision Industry (Hangzhou) Co., Ltd.	Nanjing Hongfuxia Precision Electronics Co., Ltd.	Other Receivables	Y	871,840	837,340	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	
21	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Foxconn Precision Electronics (Yantai) Co., Ltd.	Other Receivables	Y	2,989,968	2,918,555	1.000	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2	

Table 1, Page 5

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral		Allowance for doubtful accounts	Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
												Item	Value				
21	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Synergy Technology (Chengdu) Co., Ltd.	Other Receivables	Y	\$ 367,930	\$ 353,370	\$ 353,370	1.800	Short term financing	\$ -	Business operation	None	\$ -	\$ 353,370	\$ 3,600,950	\$ 14,403,801	Note 3
21	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Hongfutai Precision Electronics (Yantai) Co., Ltd.	Other Receivables	Y	3,035,500	2,963,000	2,963,000	1~2	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2
21	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Yantai Fuhuada Precision Electronics Co., Ltd.	Other Receivables	Y	4,978,987	4,881,780	4,881,780	1.000	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Zhengzhou Fulianwang Electronic Technology Co., Ltd.	Other Receivables	Y	1,945,440	1,884,015	1,884,015	3.915	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Fuyang Soleros Technology (Nanyang) Co., Ltd.	Other Receivables	Y	3,217,275	1,967,749	1,967,749	3.915	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Hongfusheng Precision Electronics (Zhengzhou) Co., Ltd.	Other Receivables	Y	376,803	376,803	376,803	3.915	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	First Special Material (Henan) Limited	Other Receivables	Y	130,776	125,601	125,601	3.915	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Dongyi GCL-Power Photovoltaic Technology Co., Ltd.	Other Receivables	Y	435,920	418,670	418,670	3.915	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2

Table 1, Page 6

Maximum outstanding balance during the six months ended June 30, 2020																
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
					\$	\$		term financing	\$	Business operation	\$	Item	Value	\$	\$	
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Nanjing Hongfluxia Precision Electronics Co., Ltd.	Other Receivables	Y	4,249,700	592,600	2.410	Short term financing	\$ -	Business operation	\$ -	None	\$ -	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Inner Mongolia Xin Jing Photovoltaic Power Generation Co., Ltd.	Other Receivables	Y	649,521	623,818	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
22	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Lankao Yufu Precision Technology Co., Ltd.	Other Receivables	Y	2,179,600	2,093,350	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
23	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Other Receivables	Y	648,480	-	N/A	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
24	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	WWW (Jincheng) Co., Ltd.	Other Receivables	Y	1,062,425	1,037,050	3.000	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
25	Fujin Precision Industrial (Jincheng) Co., Ltd.	WWW (Jincheng) Co., Ltd.	Other Receivables	Y	1,716,547	1,716,547	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
25	Fujin Precision Industrial (Jincheng) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Other Receivables	Y	4,359,200	4,186,700	3.915	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
26	Guizhou Funayuanhuang Technology Co., Ltd.	Tianjin Funayuanhuang Technology Co., Ltd.	Other Receivables	Y	56,670	54,427	3.850	Short term financing	-	Debt repayment	-	None	-	233,923,601	467,847,202	Note 3

Table 1, Page 7

Maximum outstanding balance during the six months ended June 30, 2020																
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
												Item	Value			
27	Foxconn (Far East) Limited	Fullertain Information Technologies Limited	Other Receivables	Y	\$ 60,710	\$ 59,260	0.000	Short term financing	\$ -	Business operation	\$ -	None	\$ -	\$ 233,923,601	\$ 467,847,202	Note 2
27	Foxconn (Far East) Limited	Foxconn Singapore Pte Limited	Other Receivables	Y	91,065	88,890	0.000	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
27	Foxconn (Far East) Limited	Big Innovation Holding Limited	Other Receivables	Y	121,122	118,757	0.000	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
27	Foxconn (Far East) Limited	Ambit International Limited	Other Receivables	Y	612,108	604,156	0.000	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
28	Smart Technologies Inc.	Smart Technologies ULC	Other Receivables	Y	6,088,033	5,818,246	0-5.000	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
29	Smart Technologies Corp.	Smart Technologies ULC	Other Receivables	Y	614,689	600,008	1.590	Short term financing	-	Business operation	-	None	-	233,923,601	467,847,202	Note 2
30	Foxconn (Kunshan) Computer Connector Co., Ltd.	Chongqing Hongteng Technology Co., Ltd.	Other Receivables	Y	65,388	62,801	3.915	Short term financing	-	Business operation	-	None	-	61,072,763	61,072,763	Note 4
31	Fuyu Electronical Technology (Huaian) Co., Ltd.	Fumeng Electronical Technology (Heze) Co., Ltd.	Other Receivables	Y	171,588	167,468	3.915	Short term financing	-	Business operation	-	None	-	61,072,763	61,072,763	Note 4

Maximum outstanding balance during the six months ended June 30, 2020																	
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote	
												Item	Value				
32	Shunsin Technology (Samoa) Corporation Limited	Talentek Microelectronics (Hefei) Co., Ltd.	Other Receivables	Y	\$ 32,694	\$ 31,400	3.450	Short term financing	\$ -	Business operation	\$ -	None	\$ -	79,672	\$ 318,686	Note 5	
32	Shunsin Technology (Samoa) Corporation Limited	Shunsin Technology Holdings Limited	Other Receivables	Y	676,640	608,589	0.000	Short term financing	-	Business operation	-	None	-	796,716	796,716	Note 5	
33	FIH Precision Component (Beijing) Co., Ltd.	TNS Mobile (Beijing) Co., Ltd.	Other Receivables	Y	1,525,720	1,465,345	3.915	Short term financing	-	Business operation	-	None	-	16,756,875	33,513,750	Note 6	
33	FIH Precision Component (Beijing) Co., Ltd.	Guizhou Fuzhikang Precision Electronics Co., Ltd.	Other Receivables	Y	1,525,720	1,465,345	3.915	Short term financing	-	Business operation	-	None	-	16,756,875	33,513,750	Note 6	
33	FIH Precision Component (Beijing) Co., Ltd.	FIH (Tianjin) Precision Industry Co., Ltd.	Other Receivables	Y	3,488,324	3,474,961	3.850-3.915	Short term financing	-	Business operation	-	None	-	16,756,875	33,513,750	Note 6	
34	FIH Precision Electronics (Lang Fang) Co., Ltd.	Guizhou Fuzhikang Precision Electronics Co., Ltd.	Other Receivables	Y	1,307,760	-	N/A	Short term financing	-	Business operation	-	None	-	16,756,875	33,513,750	Note 6	
34	FIH Precision Electronics (Lang Fang) Co., Ltd.	Shenzhen Next Generation Communications Limited	Other Receivables	Y	117,698	113,041	3.915	Short term financing	-	Business operation	-	None	-	16,756,875	33,513,750	Note 6	
34	FIH Precision Electronics (Lang Fang) Co., Ltd.	Hengyang Futaihong Precision Industry Co., Ltd.	Other Receivables	Y	420,280	418,670	3.915	Short term financing	-	Business operation	-	None	-	16,756,875	33,513,750	Note 6	

Table 1, Page 9

Maximum outstanding balance during the six months ended June 30, 2020																	
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral			Allowance for doubtful accounts	Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
											Item	Value					
34	FIH Precision Electronics (Lang Fang) Co., Ltd.	Shenzhen Futaihong Precision Industry Co., Ltd.	Other Receivables	Y	\$ 4,795,120	\$ 2,512,020	3.915	Short term financing	\$ -	Business operation	None	\$ -	\$ -	\$ 16,756,875	\$ 33,513,750	Note 6	
35	Honxun Electrical Industry (Hangzhou) Co., Ltd.	Guizhou Fuzhikang Precision Electronics Co., Ltd.	Other Receivables	Y	871,840	-	N/A	Short term financing	-	Business operation	None	-	-	16,756,875	33,513,750	Note 6	
36	FIH Mobile Limited	TNS Mobile Oy	Other Receivables	Y	740,750	740,750	0.000	Short term financing	-	Business operation	None	-	-	5,585,625	22,342,500	Note 6	
36	FIH Mobile Limited	Fushan Technology (Vietnam) Limited Liability Company	Other Receivables	Y	900,600	888,900	0.900	Short term financing	-	Business operation	None	-	-	5,585,625	22,342,500	Note 6	
36	FIH Mobile Limited	Chief Expertise Limited	Other Receivables	Y	3,252,177	3,252,177	0.000	Short term financing	-	Business operation	None	-	-	5,585,625	22,342,500	Note 6	
36	FIH Mobile Limited	TNS Limited	Other Receivables	Y	3,344,366	3,344,366	0.000	Short term financing	-	Business operation	None	-	-	5,585,625	22,342,500	Note 6	
37	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Fu You Wan De Trading Co., Ltd.	Other Receivables	Y	125,601	125,601	3.850	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2	
37	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Fuguikang Precision Electronics (Guizhou) Co., Ltd.	Other Receivables	Y	871,840	837,340	3.915	Short term financing	-	Business operation	None	-	-	233,923,601	467,847,202	Note 2	

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts		Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
												Item	Value	Item	Value			
38	Global Services Solutions S.R.O.	Vaultdx S.R.O.	Other Receivables	Y	\$ 7,916	\$ 7,467	\$ 7,467	2.620	Short term financing	\$ -	Business operation	\$ -	-	None	\$ -	\$ 91,190	\$ 121,587	Note 3
39	Shenzhen Precision Technology Co., Ltd.	Nanning Fugui Precision Industrial Co., Ltd.	Other Receivables	Y	3,051,440	-	-	-	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8
39	Shenzhen Precision Technology Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Other Receivables	Y	18,874,680	13,397,440	13,397,440	3.915	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8
40	Futaihua Precision Electronics (Zhengzhou) Co., Ltd.	Hebi Yuzhan Precision Technology Co., Ltd.	Other Receivables	Y	2,179,600	2,093,350	2,093,350	3.915	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8
40	Futaihua Precision Electronics (Zhengzhou) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Other Receivables	Y	23,975,600	17,584,140	17,584,140	3.915	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8
41	Henan Yuzhan Technology Limited	Nanning Fugui Precision Industrial Co., Ltd.	Other Receivables	Y	3,923,280	-	-	-	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8
42	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Other Receivables	Y	5,620,160	5,442,710	5,442,710	3.915	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8
43	Ambit Microsystem (Shanghai) Co., Ltd.	System Integration Electronics (Hangzhou) Co., Ltd.	Other Receivables	Y	1,072,425	-	-	-	Short term financing	-	Business operation	-	-	None	-	76,587,513	153,175,026	Note 8

Maximum outstanding balance during the six months ended June 30, 2020															
No.	Creditor	Borrower	General ledger account	Is a related party	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
											Item	Value			
44	IPL International Limited	Foxconn CZ S.R.O.	Other Receivables	Y	\$ 1,629,650	\$ 1,629,650	0.000	Short term financing	\$ -	Business operation	None	\$ -	\$ 76,587,513	\$ 153,175,026	Note 8
44	IPL International Limited	Foxconn Technology CZ	Other Receivables	Y	1,951,300	1,925,950	0.000	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8
44	IPL International Limited	Cloud Network Technology Kft.	Other Receivables	Y	11,407,550	11,407,550	1.070~2.590	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8
44	IPL International Limited	Focus PC Enterprises Limited	Other Receivables	Y	13,570,540	13,570,540	0.000	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8
44	IPL International Limited	Cloud Network Technology Singapore Pte. Ltd.	Other Receivables	Y	34,222,800	33,778,200	0.00~1.48	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8
45	Foxconn CZ S.R.O.	Foxconn Technology CZ	Other Receivables	Y	1,973,075	-	N/A	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8
45	Foxconn CZ S.R.O.	Safedex S.R.O.	Other Receivables	Y	20,295	20,295	0.600	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8
46	Cloud Network Technology Kft.	FII USA Inc.	Other Receivables	Y	4,355,610	4,355,610	1.070~2.4600	Short term financing	-	Business operation	None	-	76,587,513	153,175,026	Note 8

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate (%)	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
												Item	Value			
47	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Langfang Yuzhan Technology Limited	Other Receivables	Y	\$ 62,801	\$ 62,801	\$ 62,801	3.850	Short term financing	\$ -	Business operation	None	\$ -	\$ 76,587,513	\$ 153,175,026	Note 8

Note 1: The ceiling on total loans granted by a domestic subsidiary to all parties is 40% of its net assets value; the ceiling on single loan granted by a domestic subsidiary to all parties is 10% of its net assets value.

Note 2: The policy for loans granted mutually between overseas subsidiaries of which the Company directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an overseas subsidiary to all overseas subsidiaries is 40% of the Company's net assets; limit on loans granted by an overseas subsidiary to a single overseas subsidiary is 20% of the Company's net assets.

Note 3: The policy for loans granted by subsidiaries to the company whose voting shares are not directly or indirectly wholly-owned is as follows: ceiling on total loans granted by an subsidiary is 40% of all subsidiary's net assets; limit on loans granted by subsidiary to a single party is 10% of the subsidiary's net assets. Except for Global Services Solutions S.R.O. ceiling on total loans to all parties is 80% of the net assets value of lender ; limit on loans to a single party is 60% of the lender.

Note 4: The policy for loans granted by Foxconn Interconnect Technology Limited is as follows: ceiling on total loans to all parties is 50% of the net assets value of Foxconn Interconnect Technology Limited; limit on loans to a single party is 50% of the net assets value of Foxconn Interconnect Technology Limited. Except for overseas subsidiaries of which the Foxconn Interconnect Technology Limited directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by overseas subsidiaries is 100% of the net assets value of Foxconn Interconnect Technology Limited; limit on loans granted by an overseas subsidiary to a single party is 100% of the net assets value of Foxconn Interconnect Technology Limited.

Note 5: The policy for loans granted by subsidiaries of which Shunsin Technology Holdings Limited directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an subsidiary to all parties for short-term financing is 40% of the net assets of the subsidiary; limit on loans granted by an subsidiary to a single party is 10% of the net assets value of the subsidiary. Except for overseas subsidiaries of which the Shunsin Technology Holdings Limited directly or indirectly holds 100% of the net assets value of Shunsin Technology Holdings Limited; limit on loans granted by an overseas subsidiary to a single party is 100% of the net assets value of Shunsin Technology Holdings Limited.

Note 6: The policy for loans granted by overseas subsidiaries of which FIH Mobile Limited directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an overseas subsidiary to all parties is 60% of the net assets of FIH Mobile Limited; limit on loans granted by an overseas subsidiary to a single party is 30% of the net assets value of FIH Mobile Limited. Except for the policy for loans granted directly by FIH Mobile Limited is as follows : ceiling on total loans to all parties is 40% of the net assets value of FIH Mobile Limited ; limit on loans to a single party is 10% of the net assets value of FIH Mobile Limited.

Note 7: The policy for loans granted by Jusda Supply Chain Management International Ltd. is as follows : ceiling on total loans to all parties is 60% of the net assets value of lender ; limit on loans to a single party is 30% of the net assets value of lender.

The policy for loans granted by overseas subsidiaries of which Jusda Supply Chain Management International Ltd. directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an subsidiary to all parties is 40% of the net assets value of Jusda Supply Chain Management International Ltd.; limit on loans to a single party is 20% of the net assets value of Jusda Supply Chain Management International Ltd..

The policy for loans granted by overseas subsidiaries of which Jusda Supply Chain Management International Ltd. are not directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an subsidiary to all parties is 40% of the net assets value of lender; limit on loans to a single party is 10% of the net assets value of lender.

Note 8: The policy for loans granted by overseas subsidiaries (except for Taiwanese subsidiaries) of which FII directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an subsidiary to all parties is 40% of the net assets of FII; limit on loans granted by an overseas subsidiary to a single party is 20% of the net assets value of FII.

Note 9: Shandong Jusda Supply Chain Management Co., Ltd. was renamed Shandong Anjie Supply Chain Management Co., Ltd. on April 16, 2020.

Note 10: The net assets referred to above are based on the latest reviewed financial statements.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Provision of endorsements and guarantees to others
June 30, 2020

Table 2 Expressed in thousands of TWD
(Except as otherwise indicated)

No.	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company (%)	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/ guarantor											
0	Hon Hai Precision Industry Co., Ltd.	Hon Hai Precision Industry Co., Ltd.	Note 1	\$ 584,809,003	\$ 19,500	\$ 19,500	\$ 19,500	\$ -	0.00	\$ 1,169,618,005	N	N	N	Note 3、7
0	Hon Hai Precision Industry Co., Ltd.	Foxconn Slovakia, Spol. S.R.O.	Note 2	584,809,003	5,050,215	4,990,500	2,827,950	-	0.43	1,169,618,005	Y	N	N	Note 3、7
0	Hon Hai Precision Industry Co., Ltd.	Falcon Precision Trading Limited	Note 2	584,809,003	8,282,480	7,954,730	-	-	0.68	1,169,618,005	Y	N	N	Note 3、7
0	Hon Hai Precision Industry Co., Ltd.	AFE Inc.	Note 2	584,809,003	33,352,556	32,555,963	32,555,963	-	2.78	1,169,618,005	Y	N	N	Note 3、7
0	Hon Hai Precision Industry Co., Ltd.	Competition Team Technologies Limited	Note 2	584,809,003	39,001,400	38,003,400	29,630,000	-	3.25	1,169,618,005	Y	N	N	Note 3、7
0	Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited	Note 2	584,809,003	123,680,000	118,520,000	43,370,000	-	10.13	1,169,618,005	Y	N	N	Note 3、7

No.		Party being endorsed/guaranteed		Relationship with the endorser/guarantor	Limit on endorsements/guarantees provided for a single party	Maximum outstanding endorsement/guarantee amount as of June 30, 2020	Outstanding endorsement/guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/guarantees secured with collateral	Ratio of accumulated endorserment/ to net asset value of the endorser/guarantor company (%)	Ceiling on total amount of endorsements/guarantees provided	Provision of			Footnote
		Endorser/guarantor	Company name									Provision of endorsements/guarantees by parent company	Provision of endorsements/guarantees by subsidiary to parent company	Provision of endorsements/guarantees to the party in Mainland China	
0		Hon Hai Precision Industry Co., Ltd.	Fuyu Properties (Shanghai) Co., Ltd.	Note 2	\$ 584,809,003	\$ 531,213	\$ 518,525	\$ 518,525	\$ -	0.04	\$ 1,169,618,005	Y	N	Y	Note 3、7
1		Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Note 1	57,134,829	2,975,582	2,964,184	2,964,184	-	0.25	114,269,657	N	N	Y	Note 5、7
1		Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Lankao Yufu Precision Technology Co., Ltd.	Note 2	233,923,601	6,974,720	6,698,720	6,428,405	-	0.57	584,809,003	N	N	Y	Note 4、7
2		Jusda International Limited	Jusda Europe S.R.O.	Note 2	2,842,826	351,001	346,850	346,850	-	0.03	7,107,065	Y	N	N	Note 4、7
3		Q-Edge Corporation	AFE Inc.	Note 2	233,923,601	139,258	135,932	135,932	-	0.01	584,809,003	N	N	N	Note 4、7
4		Smart Technologies Inc.	Smart Technologies ULC	Note 2	233,923,601	1,365,975	1,333,350	1,170,385	-	0.11	584,809,003	N	N	N	Note 4、7
5		Shanghai Topone Logistics Co., Ltd.	Inner Mongolia Topone Logistics Co., Ltd.	Note 2	388,225	4,362	-	-	-	0.00	776,450	Y	N	Y	Note 5、7
5		Shanghai Topone Logistics Co., Ltd.	Chengdu Yipu Logistics Co., Ltd.	Note 2	388,225	5,124	4,010	4,010	-	0.00	776,450	Y	N	Y	Note 5、7

Party being endorsed/guaranteed		Ratio of accumulated endorsement/ to net asset value of the endorser/ guarantor company (%)										Provision of endorsements/ guarantees by subsidiary to parent company		Provision of endorsements/ guarantees to the party in Mainland China		Footnote
No.	Endorser/ guarantor	Company name	Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	guarantee amount to net asset value of the endorser/ guarantor company (%)	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China			
5	Shanghai Topone Logistics Co., Ltd.	Shandong Wangliu Logistics Co., Ltd.	Note 2	\$ 388,225	\$ 7,322	\$ 5,367	\$ 5,367	\$ -	0.00	\$ 776,450	Y	N	Y	Note 5、7		
5	Shanghai Topone Logistics Co., Ltd.	Wuhan Topone Logistics Co., Ltd.	Note 2	388,225	18,152	10,748	10,748	-	0.00	776,450	Y	N	Y	Note 5、7		
5	Shanghai Topone Logistics Co., Ltd.	Guangzhou Wangliu Logistics Co., Ltd.	Note 2	388,225	25,783	20,279	20,279	-	0.00	776,450	Y	N	Y	Note 5、7		
5	Shanghai Topone Logistics Co., Ltd.	Xi'An Topone Logistics Co., Ltd.	Note 2	388,225	53,813	31,172	31,172	-	0.00	776,450	Y	N	Y	Note 5、7		
6	Pee Paragon Solutions Kft	Cloud Network Technology Kft	Note 2	14,927,528	72,816	69,868	69,868	-	0.01	29,855,056	N	N	N	Note 5、7		
7	Lankao Yufu Precision Technology Co., Ltd.	Lankao Yufu Precision Technology Co., Ltd.	Note 1	4,283,099	252,168	251,202	251,202	-	0.02	8,566,198	N	N	Y	Note 5、7		
8	Hongfusheng Precision Electronics (Zhengzhou) Co., Ltd.	Hongfusheng Precision Electronics (Zhengzhou) Co., Ltd.	Note 1	489,105	156,473	46,054	46,054	-	0.00	978,211	N	N	Y	Note 5、7		
9	Foxconn Precision Electronics (Yantai) Co., Ltd.	Foxconn Precision Electronics (Yantai) Co., Ltd.	Note 1	1,217,499	59,206	16,747	16,747	16,747	0.00	2,434,998	N	N	Y	Note 5、7		

No.	Endorser/ guarantor	Party being endorsed/guaranteed		Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company (%)	Ceiling on total amount of endorsements/ guarantees provided	Provision of			Footnote
		Company name										endorsements/ guarantees by parent company	endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	
10	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Note 1		\$ 18,004,751	\$ 17,437	\$ 16,747	\$ 16,747	\$ 16,747	0.00	\$ 36,009,502	N	N	Y	Note 5、7
11	Hongfuai Precision Electronics (Yantai) Co., Ltd.	Hongfuai Precision Electronics (Yantai) Co., Ltd.	Note 1		3,359,508	8,718	8,373	8,373	8,373	0.00	6,719,015	N	N	Y	Note 5、7
12	Yantai Futaitong International Logistics Co., Ltd.	Yantai Futaitong International Logistics Co., Ltd.	Note 1		9,766	2,180	2,093	2,093	2,093	0.00	19,531	N	N	Y	Note 5、7
13	Kunshan Fuchengke Precision Electronical Co., Ltd.	Kunshan Fuchengke Precision Electronical Co., Ltd.	Note 1		452,172	371,456	371,456	371,456	-	0.03	904,344	N	N	Y	Note 5、7
14	Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Note 1		3,094,984	4,795	419	419	-	0.00	6,189,968	N	N	Y	Note 5、7
15	Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Note 1		7,242,988	151,711	145,708	145,708	-	0.01	14,485,976	N	N	Y	Note 5、7
16	Hongzhaoda Integrated Service (Kunshan) Co., Ltd.	Hongzhaoda Integrated Innovative Service (Kunshan) Co., Ltd.	Note 1		192,975	1,744	1,675	1,675	-	0.00	385,950	N	N	Y	Note 5、7

Table 2. Page 4

Party being endorsed/guaranteed		Ratio of accumulated endorserment/										Footnote		
No.	Endorser/ guarantor	Company name	Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	guarantee amount to net asset value of the endorser/ guarantor company (%)	Ceiling on total amount of endorserments/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
17	Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Note 1	4,017,275	4,359	4,187	4,187	\$	0.00	\$ 8,034,549	N	N	Y	Note 5、7
18	Fuzhun Precision Tooling (Huaian) Co., Ltd.	Fuzhun Precision Tooling (Huaian) Co., Ltd.	Note 1	2,295,207	4,359	4,187	4,187	\$	0.00	4,590,414	N	N	Y	Note 5、7
19	Fu Ding Electronic Technology (Jiashan) Co., Ltd.	Fu Ding Electronic Technology (Jiashan) Co., Ltd.	Note 1	13,479,660	355,275	10,467	10,467	\$	0.00	26,959,320	N	N	Y	Note 5、7
20	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Note 1	9,162,548	708,592	705,878	705,878	\$	0.06	18,325,097	N	N	Y	Note 5、7
21	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Note 1	21,806,980	130,776	125,601	125,601	\$	0.01	43,613,959	N	N	Y	Note 5、7
22	Triple Win Technology (Jincheng) Co., Ltd.	Triple Win Technology (Jincheng) Co., Ltd.	Note 1	326,532	95,902	92,107	92,107	\$	0.01	653,063	N	N	Y	Note 5、7
23	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Note 1	31,412,186	693,462	648,939	648,939	\$	0.06	62,824,372	N	N	Y	Note 5、7
23	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Note 2	31,412,186	174,368	167,468	167,468	\$	0.01	62,824,372	Y	N	Y	Note 5、7

Table 2. Page 5

Party being endorsed/guaranteed		Relationship with the endorser/guarantor	Limit on endorsements/guarantees provided for a single party	Maximum outstanding endorsement/guarantee amount as of June 30, 2020	Outstanding endorsement/guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/guarantees secured with collateral	Ratio of accumulated endorserment/ to net asset value of the endorser/guarantor company (%)	Ceiling on total amount of endorserments/guarantees provided	Provision of			Footnote
No.	Endorser/guarantor									Provision of endorserments/guarantees by parent company to subsidiary	Provision of endorserments/guarantees by subsidiary to parent company	Provision of endorserments/guarantees to the party in Mainland China	
24	Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Note 1	\$ 1,298,682	\$ 174,368	\$ 167,468	\$ -	0.01	\$ 2,597,363	N	N	Y	Note 5、7
25	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Note 1	4,122,553	43,592	41,867	-	0.00	8,245,105	N	N	Y	Note 5、7
26	Fujian Precision Electronics (Chongqing) Co., Ltd.	Fujian Precision Electronics (Chongqing) Co., Ltd.	Note 1	163,886	8,718	8,373	8,373	0.00	327,771	N	N	Y	Note 5、7
27	Chongqing Hongteng Technology Co., Ltd.	Chongqing Hongteng Technology Co., Ltd.	Note 1	115,521	872	837	837	0.00	231,042	N	N	Y	Note 5、7
28	Fuyu Electronical Technology (Huaian) Co., Ltd.	Fuyu Electronical Technology (Huaian) Co., Ltd.	Note 1	5,358,778	152,572	146,535	-	0.01	10,717,555	N	N	Y	Note 5、7
29	Huaian Fulitong Trading Co., Ltd.	Huaian Fulitong Trading Co., Ltd.	Note 1	358,380	32,694	31,400	31,400	0.00	716,760	N	N	Y	Note 5、7
30	Fu Sheng Optoelectronics Technology (Kunshan) Co., Ltd.	Fu Sheng Optoelectronics Technology (Kunshan) Co., Ltd.	Note 1	267,188	26,478	25,431	25,431	0.00	534,377	N	N	Y	Note 5、7
31	Sharp Fit Automotive Technology (Wuxi) Co., Ltd.	Sharp Fit Automotive Technology (Wuxi) Co., Ltd.	Note 1	93,491	88,243	-	-	0.00	186,982	N	N	Y	Note 5、7

Table 2. Page 6

Party being endorsed/guaranteed		Relationship with the endorser/guarantor		Limit on endorsements/ provided for a single party		Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorser/ amount to net asset value of the endorser/ guarantor company (%)	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
No.	Endorser/ guarantor	Company name	Note 1	\$	\$	\$	\$	\$	\$		\$	N	N	N	Note
32	Foxconn Interconnect Technology Limited Taiwan Branch	Foxconn Interconnect Technology Limited Taiwan Branch	Note 1	\$ 30,536,382	\$	8,000	8,000	8,000	-	0.00	61,072,763	N	N	N	Note 5、7
33	Hon-Ling Technology Co., Ltd.	Hon-Ling Technology Co., Ltd.	Note 1	388,792		2,000	2,000	2,000	2,000	0.00	777,584	N	N	N	Note 5、7
34	Hengyang Futaihong Precision Industry Co., Ltd.	Hengyang Futaihong Precision Industry Co., Ltd.	Note 1	695,938		36,792	2,093	2,093	-	0.00	1,391,877	N	N	Y	Note 5、7
35	Shenzhen Futaihong Precision Industry Co., Ltd.	Shenzhen Futaihong Precision Industry Co., Ltd.	Note 1	9,212,859		65,388	62,801	62,801	-	0.01	18,425,718	N	N	Y	Note 5、7
36	Futaijing Precision Electrons (Yantai) Co., Ltd.	Futaijing Precision Electrons (Yantai) Co., Ltd.	Note 1	725,431		4,359	4,187	4,187	4,187	0.00	1,450,861	N	N	Y	Note 5、7
37	Futaihua Industrial (Shenzhen) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Note 1	106,978,665		697,472	669,872	669,872	-	0.06	213,957,331	N	N	Y	Note 5、7
38	Ur Materials (Shenzhen) Co., Ltd.	Ur Materials (Shenzhen) Co., Ltd.	Note 1	1,048,596		523,104	-	-	-	0.00	1,048,596	N	N	Y	Note 6、7
39	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Note 1	56,913,993		43,751	43,751	43,751	-	0.00	113,827,986	N	N	Y	Note 5、7

Party being endorsed/guaranteed		Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company (%)													Provision of endorsements/ guarantees by subsidiary to parent company		Provision of endorsements/ guarantees to the party in Mainland China		Footnote
No.	Endorser/ guarantor	Company name	Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	Amount of guarantee amount to net asset value of the endorser/ guarantor company (%)	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote					
40	Triple Win Technology (Shenzhen) Co., Ltd.	Triple Win Technology (Shenzhen) Co., Ltd.	Note 1	\$ 2,590,690	\$ 13,078	\$ 12,560	\$ 12,560	\$ -	0.00	\$ 5,181,380	N	N	Y	Note 5、7					
41	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Note 1	4,649,765	4,359	4,187	4,187	-	0.00	9,299,530	N	N	Y	Note 5、7					
42	Premier Image Technology (China) Ltd.	Premier Image Technology (China) Ltd.	Note 1	3,385,157	2,180	-	-	-	0.00	6,770,315	N	N	Y	Note 5、7					
43	Hongfujin Precision Electronics (Hengyang) Co., Ltd.	Hongfujin Precision Electronics (Hengyang) Co., Ltd.	Note 1	1,701,759	1,308	-	-	-	0.00	3,403,518	N	N	Y	Note 5、7					
44	Foxconn Hon Hai Technology India Mega Development	Foxconn Hon Hai Technology India Mega Development	Note 1	2,493,809	103,504	96,296	96,296	-	0.01	4,987,618	N	N	N	Note 5、7					
45	Global Services Solutions S.R.O.	Global Services Solutions S.R.O.	Note 1	75,992	1,108	1,081	1,081	1,081	0.00	151,984	N	N	N	Note 5、7					
46	Foxconn Slovakia, Spol. S.R.O.	Foxconn Slovakia, Spol. S.R.O.	Note 1	1,882,446	16,834	16,635	16,635	-	0.00	3,764,893	N	N	N	Note 5、7					
47	Shunsin Technology (Zhong Shan) Limited	Shunsin Technology (Zhong Shan) Limited	Note 1	4,237,524	21,796	20,934	20,934	-	0.39	8,475,048	N	N	Y	Note 5、7					

Party being endorsed/guaranteed			Ratio of accumulated endorsement/											
No.	Endorser/ guarantor	Company name	Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/ guarantees secured with collateral	of the endorser/ guarantor company (%)	Ceiling on total amount of endorsements/ guarantees provided	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements/ guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China	Footnote
48	Henan Yuzhan Technology Co., Ltd.	Henan Yuzhan Technology Co., Ltd.	Note 1	\$ 40,656,024	\$ 245,282	\$ 242,829	\$ 242,829	\$ -	0.02	\$ 81,312,049	N	N	Y	Note 5、7
49	Futaihua Precision Electronics (Zhenzhou) Co., Ltd.	Futaihua Precision Electronics (Zhenzhou) Co., Ltd.	Note 1	26,340,095	566,696	544,271	544,271	-	0.05	52,680,189	N	N	Y	Note 5、7
50	Hebi Yuzhan Precision Technology Co., Ltd.	Hebi Yuzhan Precision Technology Co., Ltd.	Note 1	1,266,531	135,135	4,187	4,187	-	0.00	2,533,061	N	N	Y	Note 5、7
51	Shenzhen Precision Technology Co., Ltd.	Shenzhen Precision Technology Co., Ltd.	Note 1	21,470,706	100,262	96,294	96,294	-	0.01	42,941,411	N	N	Y	Note 5、7
52	Shenzhen Fugui Precision Industrial Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Note 1	11,560,946	7,969,054	401,923	401,923	-	0.03	11,560,946	N	N	Y	Note 6、7
53	Ambit Microsystem (Shanghai) Co., Ltd.	Ambit Microsystem (Shanghai) Co., Ltd.	Note 1	5,003,432	21,449	10,467	10,467	-	0.00	10,006,863	N	N	Y	Note 5、7
54	Amworld Microsystems (Shanghai) Ltd.	Amworld Microsystems (Shanghai) Ltd.	Note 1	484,004	30,514	29,307	29,307	-	0.00	968,007	N	N	Y	Note 5、7
55	System Integration Electronics (Hangzhou) Co., Ltd.	System Integration Electronics (Hangzhou) Co., Ltd.	Note 1	1,084,736	65,388	37,680	37,680	-	0.00	2,169,471	N	N	Y	Note 5、7

Table 2. Page 9

Party being endorsed/guaranteed		Relationship with the endorser/guarantor	Limit on endorsements/guarantees provided for a single party	Maximum outstanding endorsement/guarantee amount as of June 30, 2020	Outstanding endorsement/guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/guarantees secured with collateral	Ratio of accumulated endorserment/ to net asset value of the endorser/guarantor company (%)	Ceiling on total amount of endorsements/guarantees provided	Provision of			Footnote
No.	Endorser/guarantor									Provision of endorsements/guarantees by parent company	Provision of endorsements/guarantees by subsidiary to parent company	Provision of endorsements/guarantees to the party in Mainland China	
56	Shanxi Yuding Precision Technology Co., Ltd.	Shanxi Yuding Precision Technology Co., Ltd.	Note 1	\$ 7,509,258	\$ 12,560	\$ 12,560	\$ 12,560	0.00	\$ 15,018,517	N	N	Y	Note 5、7
57	Wuhan Yuzhan Precision Technology Co., Ltd.	Wuhan Yuzhan Precision Technology Co., Ltd.	Note 1	1,016,257	148,213	16,747	-	0.00	2,032,514	N	N	Y	Note 5、7
58	Chongqing Fugui Electronics Co., Ltd.	Chongqing Fugui Electronics Co., Ltd.	Note 1	611,279	654	628	628	0.00	1,222,559	N	N	Y	Note 5、7
59	Baichang Technology Service (Tianjin) Co., Ltd.	Baichang Technology Service (Tianjin) Co., Ltd.	Note 1	606,448	12,560	12,560	12,560	0.00	1,212,897	N	N	Y	Note 5、7
60	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Note 1	9,802,926	430,787	334,936	-	0.03	19,605,853	N	N	Y	Note 5、7
61	Foxconn CZ S.R.O.	Foxconn CZ S.R.O.	Note 1	4,166,002	1,979	1,867	-	0.00	8,332,005	N	N	N	Note 5、7
62	Ingrasys Technology Inc.	Ingrasys Technology Inc.	Note 1	1,137,374	21,467	21,308	-	0.00	2,274,748	N	N	N	Note 5、7
63	Foxconn Cloud Network Technology Singapore Pte. Ltd., Taiwan Branch	Foxconn Cloud Network Technology Singapore Pte. Ltd., Taiwan Branch	Note 1	2,313,412	1,000	1,000	1,000	0.00	4,626,823	N	N	N	Note 5、7

Party being endorsed/guaranteed		Relationship with the endorser/guarantor	Limit on endorsements/guarantees provided for a single party	Maximum outstanding endorsement/guarantee amount as of June 30, 2020	Outstanding endorsement/guarantee amount at June 30, 2020	Actual amount drawn down	Amount of endorsements/guarantees secured with collateral	Ratio of accumulated endorsement/ to net asset value of the endorser/guarantor company (%)	Ceiling on total amount of endorsements/guarantees provided	Provision of			Footnote
Endorser/guarantor	Company name									endorsements/guarantees by parent company	endorsements/guarantees by subsidiary to parent company	Provision of endorsements/guarantees to the party in Mainland China	
No.			\$	\$	\$	\$	\$		\$	N	N	Y	Note
64	Jincheng Futaihua Precision Electronic Co., Ltd.	Note 1	8,366,471	8,579	8,373	8,373	-	0.00	16,732,942	N	N	Y	5、7
65	Zhengzhou Yu Teng Precision Technology Co., Ltd.	Note 1	875,752	429	419	419	-	0.00	1,751,504	N	N	Y	Note 5、7
66	Fujin Precision Industrial (Jincheng) Co., Ltd.	Note 1	17,049,763	8,458	8,373	8,373	-	0.00	34,099,525	N	N	Y	Note 5、7
67	Ingrasys (Singapore) Pte. Ltd.	Note 1	2,103,106	10,197	9,749	9,749	-	0.00	4,206,212	N	N	N	Note 5、7
68	Foxconn Industrial Internet Co., Ltd.	Note 2	191,468,783	17,778,000	17,778,000	-	-	1.52	382,937,565	N	N	N	Note 5、7

Note 1: Having business relationship.

Note 2: The endorser/guarantor parent company owns directly and indirectly more 50% voting shares of the endorsed/guaranteed company.

Note 3: The total endorsements and guarantees of the Company to others should not be in excess of the Company's net assets, and for a single party should not be in excess of 50% of the Company's net assets.

Note 4: The policy for endorsements and guarantees of the Company and its subsidiaries to others as a whole should not be in excess of the Company's net assets, and for a single enterprise should not be in excess of 50% the Company's net assets.

Note 5: The total amount of the Company's subsidiaries' guarantees for customs duties to itself should not be in excess of the endorsement guarantee Company's net assets, and for a single party should not be in excess of 50%.

Note 6: Ur Materials (Shenzhen) Co., Ltd. and Shenzhen Fugui Precision Industrial Co., Ltd.'s guarantee for customs duties to itself, the total amount of the Company's subsidiaries' guarantees for customs duties to itself should not be in excess of the endorsement guarantee Company's net assets.

Note 7: The net assets referred to above are based on the latest reviewed financial statements.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Holding of marketable securities (not including subsidiaries, associates and joint ventures)
June 30, 2020

Table 3

Expressed in thousands of TWD
(Except as otherwise indicated)

As of June 30, 2020						
Securities held by	Marketable securities (Note 1)	Relationship with the securities issuer	General ledger account (Note 2)	Number of shares (in thousand shares or thousand units)	Book value	Ownership (%)
					Fair value	Footnote
Hon Hai Precision Industry Co., Ltd.	Common Stock of Innolux Co., Ltd.	Other related party	(1)	147,965	\$ 1,168,926	1
"	Common Stock of Usun Technology Co., Ltd.	None	(1)	5,180	198,394	8
"	Others (Note 3)	None	(1)	-	123,327	-
Bon Shin International Investment Co., Ltd. and subsidiaries	Common Stock of Simplo Technology Co., Ltd.	None	(1)	7,730	2,469,878	4
"	Common Stock of UVAT Technology Co., Ltd.	None	(1)	4,064	98,950	10
"	Others (Note 3)	None	(1)	-	196,891	-
Hon Yuan International Investment Co., Ltd.	Common Stock of Usun Technology Co., Ltd.	None	(1)	784	30,027	1
"	Others (Note 3)	None	(1)	-	607	-
Lin Yih International Investment Co., Ltd. and subsidiaries	Common Stock of AcBel Polytech Inc.	None	(1)	3,388	66,574	1
"	Others (Note 3)	None	(1)	-	36,785	-
Hyield Venture Capital Co., Ltd. and subsidiaries	Common Stock of Innolux Co., Ltd.	Other related party	(1)	176,311	1,392,859	2
"	Common Stock of Microelectronics Technology Inc.	None	(1)	7,616	179,346	3
"	Common Stock of Simplo Technology Co., Ltd.	None	(1)	8,215	2,624,585	4
"	Common Stock of Taiwan Mobile Co., Ltd.	None	(1)	31,974	3,533,154	1
"	Common Stock of Usun Technology Co., Ltd.	None	(1)	3,836	146,919	6
"	Yonglin Life Technology Fund I, L.P.	None	(2)	-	272,582	-
"	Common Stock of Unimicron Technology Corp.	None	(1)	1,050	52,605	-
"	Others (Note 3)	None	(1)(2)	-	244,064	-
Hongqi Venture Capital Co., Ltd. and subsidiaries	Wallop International Corporation	None	(1)	110	607	1
Foxconn (Far East) Limited and subsidiaries	Big Digital	None	(1)	9	154,242	1
"	Cloud Minds Inc	None	(1)	-	331,856	1
"	Galaxy Digital Holdings Ltd.	None	(1)	4,537	265,933	7
"	Common Stock of Gopro, Inc.	None	(1)	1,700	239,766	2
"	Common Stock of Hike Global Pte, Ltd.	None	(1)	359	133,335	4
"	Common Stock of HMD Global Oy	None	(1)	-	1,570,390	-
"	Hoptu-Arm Innovationfund, L.P.	None	(2)	-	326,912	-
"	IDG China Capital	None	(2)	-	2,653,276	-
"	Preferred Stock of Katerra Inc.	None	(1)	8,108	603,010	2
"	Common Stock of Katerra Inc.	None	(1)	4,337	206,900	1
"	Megvii	None	(1)	2,276	1,097,778	2
"	Keyssa, Inc.	None	(1)	-	266,670	-

Securities held by Foxconn (Far East) Limited and subsidiaries	Marketable securities (Note 1)	Relationship with the securities issuer	General ledger account (Note 2)	Number of shares (in thousand shares or thousand units)		Ownership (%)	Fair value	Footnote
	Molekule Inc.	None	(1)	-	\$	145,187	-	\$ 145,187
"	Moran Cognitive Technology (Cayman) Limited	None	(1)	16,993		296,300	12	296,300
"	Dell Technologies Inc. Class C Common Stock	None	(2)	935		1,522,461	-	1,522,461
"	Nanoplus Technology Ltd.	None	(1)	12,383		265,492	9	265,492
"	Pewee International Ott (Cayman Islands) Holdings Limited	None	(1)	3,000		766,232	5	766,232
"	Common Stock of SK Holding Co., Ltd.	None	(1)	2,450		16,899,767	5	16,899,767
"	Skycus Asset Management Ltd.	None	(2)	-		1,321,422	5	1,321,422
"	Softbank Vision Fund L.P.	None	(2)	-		24,461,995	-	24,461,995
"	The Lightco Inc.	None	(1)	7,785		219,252	4	219,252
"	Common Stock of Vizio Inc.	None	(1)	515		291,598	4	291,598
"	VV Fund II L.P.	None	(2)	-		376,642	-	376,642
"	Alibaba Group Holding Limited	None	(2)	1,260		8,052,901	-	8,052,901
"	China Harmony New Energy Auto Holding Ltd.	None	(2)	128,734		1,894,416	8	1,894,416
"	Xiaoju Kuazhi Inc.	None	(1)	3,136		2,197,807	-	2,197,807
"	Tianjin Aiqi Honhai Smart Transportation Equity Investment Fund Partnership L.P.	None	(1)	-		814,164	-	814,164
"	Beijing-based Pensees Technology Co., Ltd.	None	(1)	-		125,601	4	125,601
"	Henan Anciai Hi-Tech Co., Ltd.	None	(1)	147,013		2,948,233	17	2,948,233
"	Shenzhen Yuto Printing Corporation	None	(1)	30,650		3,530,093	-	3,530,093
"	Contemporary Ampere Technology Co., Limited	None	(1)	16,100		11,752,577	1	11,752,577
"	Guangzhou ChengXingZhiDong Motors Technology Co., Ltd.	None	(1)	230		1,381,611	13	1,381,611
"	China Unicom Smart Connection Technology Company Limited	None	(1)	-		174,114	3	174,114
"	Artificial Intelligent Speech	None	(1)	-		209,335	1	209,335
"	Asia-IO Holdings Limited	None	(1)	-		59,260	-	59,260
"	Figure Technologies Inc.	None	(1)	-		177,780	-	177,780
"	Ningbo Radi-Cool Advanced Energy Technologies Co., Ltd.	None	(1)	-		121,414	3	121,414
"	Jinan Fujie industrial investment fund partnership (limited partnership)	None	(2)	-		394,238	-	394,238
"	Kanatsa Corporation	None	(2)	-		1,682,702	-	1,682,702
"	Plume	None	(1)	-		288,893	-	288,893
"	Nuwa Robotics Corporation	None	(1)	-		103,704	-	103,704
"	Airspan Network Inc.	None	(1)	-		207,425	-	207,425
"	Razer	None	(1)	22,928		127,951	-	127,951
"	Suzhou Xindalu Precision Technology Co. Ltd.	None	(1)	-		113,913	-	113,913
"	Others (Note 3)	None	(1)(2)	-		1,544,535	-	1,544,535
"	RMB-Structured Deposits	None	(3)	-		2,937,251	-	2,937,251
"	"Winners" Currency and Bond Series Financial Products	None	(3)	-		3,996,645	-	3,996,645
"	RMB Continuous Serial Deposits Financial Products	None	(3)	-		14,735,700	-	14,735,700
"	Finance Trust Peng Yun Tian Hua Collection Fund Trust	None	(3)	-		10,885,420	-	10,885,420

AS OF JUNE 30, 2020									
Securities held by	Marketable securities (Note 1)	Relationship with the securities issuer	General ledger account (Note 2)	Number of shares (in thousand shares or thousand units)		Ownership		Footnote	
				Book value	(%)	Fair value			
Foxconn Holding Ltd. and subsidiaries	500 Startups III, L.P.	None	(2)	-	\$	268,399	6	\$	268,399
"	S.A.S. Dragon Holdings Ltd.	None	(1)	124,000		1,075,893	20		1,075,893
"	Airspan Networks Inc.	None	(1)	97		24,180	3		24,180
"	Cloudminds Technologies Co., Ltd.	None	(1)	6,206		625,667	2		625,667
"	GLOBANT S.A. (GLOB)	None	(1)	45		200,508	-		200,508
"	GVFX1 L.P.	None	(2)	-		459,556	-		459,556
"	Innovation Works Development Fund III, L.P.	None	(2)	-		1,510,832	-		1,510,832
"	Innovation Works Development Fund, L.P.	None	(2)	-		971,737	-		971,737
"	Innovation Works Limited	None	(1)	2,600		134,817	5		134,817
"	Common stock of Katerra Inc.	None	(1)	26,411		1,259,941	5		1,259,941
"	Keyssa, Inc.	None	(1)	1,826		169,355	3		169,355
"	Nautilus Ventures LLC	None	(2)	-		704,152	-		704,152
"	Playground Global LLC	None	(2)	-		236,271	-		236,271
"	Playground Ventures II	None	(2)	-		1,770,464	-		1,770,464
"	Playground Ventures, L.P.	None	(2)	-		1,235,242	-		1,235,242
"	Riverwood Capital	None	(2)	-		468,722	-		468,722
"	Silverlink Capital, L.P.	None	(2)	-		5,406,223	-		5,406,223
"	Sinovation Fund, L.P.	None	(2)	-		374,425	-		374,425
"	Softbank Vision Fund L.P.	None	(2)	-		24,461,995	-		24,461,995
"	TJ 2015 Fund L.P.	None	(2)	-		689,467	-		689,467
"	Translink Capital Partners II L.P.	None	(2)	-		114,544	-		114,544
"	Translink Capital Partners III L.P.	None	(2)	-		602,894	-		602,894
"	WRV II-A, L.P.	None	(2)	-		2,402,253	-		2,402,253
"	WRVI CAPITAL III, L.P.	None	(2)	-		865,048	-		865,048
"	Others (Note 3)	None	(1)(2)	-		492,162	-		492,162
Foxconn Singapore Pte. Ltd.	Common Stock of Hike Global Pte, Ltd.	None	(1)	-		66,668	-		66,668
"	Others (Note 3)	None	(2)	-		91,769	-		91,769

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities within the scope of IFRS 9 'Financial instruments'.

Note 2: Code of general ledger accounts: (1) Financial asset measured at fair value through other comprehensive income (2) Financial assets at fair value through profit or loss (3) Financial asset measured at amortised cost

Note 3: Due to the amount is insignificant, combined disclosure is adopted.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries

Acquisition or sale of the same security with the accumulated cost reaching NT \$300 million or 20% of paid-in capital or more
For the six-month periods ended June 30, 2020

Table 4

Expressed in thousands
(Except as otherwise indicated)

Balance as at																			
January 1, 2020																			
Addition																			
Disposal																			
Balance as at June 30, 2020																			
		Relationship with		Number of shares (in thousand shares)		Amount		Number of shares (in thousand shares)		Selling price		Book value		Gain (loss) on disposal		Number of shares (in thousand shares)		Amount	
Investor	Marketable securities	General ledger account	Counterparty (Note 6)	the investor (Note 6)	Transaction currency	Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Selling price	Book value	Gain (loss) on disposal	Number of shares (in thousand shares)	Amount				
Hon Hai Precision Industry Co., Ltd.	Foxconn Holding Limited	Note 1	Foxconn Holding Ltd.	Note 7	USD	1,453,568	\$ 1,453,568	66,911	\$ 66,911	-	\$ -	-	\$ -	-	\$ -	1,520,479	\$ 1,520,479		
"	Foxconn Singapore Pte. Ltd.	Note 1	Foxconn Singapore Pte. Ltd.	Note 7	USD	299,838	299,838	104,000	104,000	-	-	-	-	-	-	403,838	403,838		
Foxconn (Far East) Limited and Subsidiaries	Softbank Vision Fund L.P.	Note 4, 5	-	-	USD	-	664,993	-	40,349	-	-	-	-	-	-	-	825,582		
"	Dell Technologies Inc. Class C Common Stock	Note 4	-	-	USD	1,734	89,136	-	-	799	41,209	41,209	-	-	935	51,382			
"	Ainemo Inc.	Note 2	-	-	USD	196,528	239,685	-	-	196,528	38,706	15,516	23,190	-	-	-	-		
"	Shandong Chengshang Energy Co., Ltd.	Note 1	-	Note 7	RMB	-	-	-	275,260	-	-	-	-	-	-	275,260			
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	-	400,000	-	402,541	400,000	2,541	-	-	-	-		
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	-	400,000	-	402,541	400,000	2,541	-	-	-	-		
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	1,000,000	-	-	-	1,003,074	1,000,000	3,074	-	-	-	-		
"	RMB-Structured Deposits	Note 3	-	-	RMB	-	150,000	-	-	-	150,562	150,000	562	-	-	-	-		

Investor	Marketable securities	General ledger account	Counterparty (Note 6)	Relationship with the investor (Note 6)	Balance as at January 1, 2020			Addition			Disposal			Balance as at June 30, 2020	
					Number of shares (in thousand shares)	Amount	Transaction currency	Number of shares (in thousand shares)	Amount	Transaction currency	Number of shares (in thousand shares)	Selling price	Book value	Gain (loss) on disposal	Amount
Foxconn (Far East) Limited and Subsidiaries	RMB-Structured Deposits	Note 3	-	-	-	\$ 300,000	RMB	-	\$ -	-	-	\$ 301,093	\$ 300,000	\$ 1,093	\$ -
	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	350,000	-	-	351,074	350,000	1,074	-
	Wealth Shuttle No.3	Note 3	-	-	-	300,000	RMB	-	-	-	-	302,515	300,000	2,515	-
	Wealth Shuttle No.3	Note 3	-	-	-	200,000	RMB	-	-	-	-	201,677	200,000	1,677	-
	Wealth Shuttle No.3	Note 3	-	-	-	500,000	RMB	-	-	-	-	504,192	500,000	4,192	-
	Wealth Shuttle No.3	Note 3	-	-	-	300,000	RMB	-	-	-	-	302,515	300,000	2,515	-
	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	200,000	RMB	-	-	-	-	201,825	200,000	1,825	-
	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	600,000	-	-	602,249	600,000	2,249	-
	Wealth Shuttle No.2	Note 3	-	-	-	500,000	RMB	-	-	-	-	502,630	500,000	2,630	-
	Wealth Shuttle No.1	Note 3	-	-	-	-	RMB	-	200,000	-	-	200,535	200,000	535	-
	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	550,000	RMB	-	-	-	-	554,029	550,000	4,029	-
	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	RMB	-	400,000	-	-	401,151	400,000	1,151	-
	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	RMB	-	400,000	-	-	401,206	400,000	1,206	-
	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	RMB	-	400,000	-	-	401,124	400,000	1,124	-
	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	75,000	RMB	-	-	-	-	76,413	75,000	1,413	-
	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	-	-	-	-	-	-	-
	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	-	-	-	-	-	-	-
	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	-	-	-	-	-	-	-

Balance as at																
January 1, 2020																
Addition																
Disposal																
Balance as at June 30, 2020																
Investor	Marketable securities	General ledger account	Counterparty (Note 6)	Relationship with the investor (Note 6)	Transaction currency	Number of shares		Amount		Number of shares (in thousand shares)	Selling price		Book value	Gain (loss) on disposal	Number of shares (in thousand shares)	Amount
						(in thousand shares)	Amount	(in thousand shares)	Amount		(in thousand shares)	Amount				
Foxconn (Far East) Limited and Subsidiaries	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	\$ -	\$ 100,000	-	\$ 100,873	\$ 100,000	\$ 873	-	\$ -	
"	“Winners” Currency and Bond Series Financial Products	Note 3	-	-	RMB	-	-	-	500,000	-	502,637	500,000	2,637	-	-	
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	-	1,000,000	-	1,004,863	1,000,000	4,863	-	-	
"	RMB-Structured Deposits	Note 3	-	-	RMB	-	-	-	200,000	-	200,524	200,000	524	-	-	
"	“Ben Li Feng” RMB Wealth Management Products	Note 3	-	-	RMB	-	-	-	400,000	-	402,762	400,000	2,762	-	-	
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	-	200,000	-	201,800	200,000	1,800	-	-	
"	“Ben Li Feng” RMB Wealth Management Products	Note 3	-	-	RMB	-	-	-	396,000	-	398,734	396,000	2,734	-	-	
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	-	1,000,000	-	1,003,255	1,000,000	3,255	-	-	
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-	-	-	40,000	-	40,245	40,000	245	-	-	

Balance as at														Balance as at June 30, 2020				
January 1, 2020					Addition				Disposal									
Investor	Marketable securities	General ledger account	Counterparty (Note 6)	Relationship with the investor (Note 6)	Transaction currency	Number of shares (in thousand shares)		Number of shares (in thousand shares)		Selling price	Book value	Gain (loss) on disposal	Number of shares (in thousand shares)					
						Amount	\$	Amount	\$				Amount	\$				
Foxconn (Far East) Limited and Subsidiaries	“Winners” Currency and Bond Series Financial Products	Note 3	-	-	RMB	-	\$	-	\$	550,000	-	\$	554,719	\$	4,719	-	\$	-
"	“Winners” Currency and Bond Series Financial Products	Note 3	-	-	RMB	-		-		300,000	-		301,385		300,000	1,385		-
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-		-		400,000	-		402,490		400,000	2,490		-
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-		-		300,000	-		301,867		300,000	1,867		-
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-		-		400,000	-		401,588		400,000	1,588		-
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-		-		100,000	-		100,622		100,000	622		-
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-		-		150,000	-		150,934		150,000	934		-
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	RMB	-		-		100,000	-		100,397		100,000	397		-

Investor	Marketable securities	General ledger account	Counterparty (Note 6)	Relationship with the investor (Note 6)	Balance as at January 1, 2020			Addition			Disposal				Balance as at June 30, 2020	
					Number of shares (in thousand shares)	Amount	Transaction currency	Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Selling price	Book value	Gain (loss) on disposal	Number of shares (in thousand shares)	Amount	
Foxconn (Far East) Limited and Subsidiaries	RMB Continuous Serial Deposits Financial Products	Note 3,5	-	-	-	\$ -	RMB	-	\$ 45,000	-	\$ 45,417	\$ 45,000	\$ 417	-	\$ -	-
"	"Winners" Currency and Bond Series Financial Products	Note 3	-	-	-	-	RMB	-	100,000	-	-	-	-	-	-	100,000
"	"Winners" Currency and Bond Series Financial Products	Note 3	-	-	-	-	RMB	-	300,000	-	-	-	-	-	-	300,000
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	RMB	-	1,200,000	-	-	-	-	-	-	1,200,000
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	RMB	-	1,000,000	-	-	-	-	-	-	1,000,000
"	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	400,000	-	-	-	-	-	-	400,000
"	RMB-Structured Deposits	Note 3	-	-	-	-	RMB	-	300,000	-	-	-	-	-	-	300,000
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	RMB	-	200,000	-	-	-	-	-	-	200,000
"	"Winners" Currency and Bond Series Financial Products	Note 3	-	-	-	-	RMB	-	550,000	-	-	-	-	-	-	550,000

Investor	Marketable securities	General ledger account	Counterparty (Note 6)	Relationship with the investor (Note 6)	Balance as at January 1, 2020			Addition			Disposal			Balance as at June 30, 2020	
					Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Selling price	Book value	Gain (loss) on disposal	Number of shares (in thousand shares)	Amount
Foxconn (Far East) Limited and Subsidiaries	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	\$	-	-	\$	300,000	-	-	-	-	\$ 300,000
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	-	-	-	300,000	-	-	-	-	300,000
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	-	-	-	400,000	-	-	-	-	400,000
"	RMB Continuous Serial Deposits Financial Products	Note 3	-	-	-	-	-	-	-	100,000	-	-	-	-	100,000
"	Finance Trust Peng Yun Tian Hua Collection Fund Trust	Note 3	-	-	-	-	-	-	-	-	-	382,826	82,826	-	1,100,000
Foxconn Holding Ltd. and Subsidiaries	Softbank Vision Fund L.P.	Note 4,5	-	-	-	-	664,993	-	-	40,349	-	-	-	-	825,582
"	WRVI CAPITAL III, L.P.	Note 4	-	-	-	-	-	-	-	29,195	-	-	-	-	29,195

Note 1: Code of general ledger account is "investments accounted for under equity method".

Note 2: Code of general ledger account is "financial assets at fair value through Other Comprehensive Income". The disposal gain or loss would be reclassified from "Other Comprehensive Income" to "Retained Earnings".

Note 3: Code of general ledger account is "financial assets at amortized cost". The disposal gain and loss is from interest income.

Note 4: Code of general ledger account is "financial assets at fair value through profit or loss". Due to adoption of IFRS, it would be valued at fair value rather than recognised disposal gain or loss.

Note 5: The total amount of the Group's acquisition or sale of the same security is reaching NT\$300 million or more.

Note 6: Fill in the columns the counterparty and relationship if securities are accounted for under the equity method; otherwise leaves the columns blank.

Note 7: The counterparty is a subsidiary of the Company.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries

Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
For the six-month period ended June 30, 2020

Expressed in thousands of TWD
(Except as otherwise indicated)

Table 5

Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Transaction		Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)	
				Amount	Percentage of total purchases (sales)	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Hon Hai Precision Industry Co., Ltd.	cCMMS Precision Singapore Pte. Ltd.	Subsidiary	Sales	\$ 7,358,071	1	Payment term 90 days	Note 1	\$ 3,813,557	1	Note 2
Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	Sales	6,748,377	1	Payment term 45-90 days	Note 1	45,722,172	13	Note 2
Hon Hai Precision Industry Co., Ltd.	Sharp Corporation	Affiliate	Sales	4,246,540	-	Payment term 60 days	Note 1	797,736	-	
Hon Hai Precision Industry Co., Ltd.	Innolux Corporation	Other related party	Sales	1,202,946	-	Payment term 90 days	Note 1	675,759	-	
Hon Hai Precision Industry Co., Ltd.	Sharp Manufacturing Corporation (Malaysia) Sdn. Bhd.	Affiliate	Sales	1,188,283	-	Payment term 90 days	Note 1	746,484	-	Note 2
Hon Hai Precision Industry Co., Ltd.	Sharp Hong Kong Limited	Affiliate	Sales	793,523	-	Payment term 45-90 days	Note 1	345,591	-	Note 2
Hon Hai Precision Industry Co., Ltd.	Ningbo Innolux Optoelectronics Ltd.	Other related party	Sales	749,330	-	Payment term 60 days	Note 1	530,339	-	
Hon Hai Precision Industry Co., Ltd.	Ningbo Innolux Display Ltd.	Other related party	Sales	684,783	-	Net 90 days	Note 1	510,345	-	
Hon Hai Precision Industry Co., Ltd.	Foxconn Slovakia, Spol. S.R.O.	Subsidiary	Sales	632,179	-	Payment term 60 days	Note 1	26,021	-	
Hon Hai Precision Industry Co., Ltd.	Interface Optoelectronics (Wuxi) Co., Ltd.	Affiliate	Sales	473,770	-	Payment term 90 days	Note 1	391,998	-	
Hon Hai Precision Industry Co., Ltd.	Foxconn Japan Co., Limited	Subsidiary	Sales	385,836	-	Payment term 90 days	Note 1	228,612	-	
Hon Hai Precision Industry Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other related party	Sales	290,876	-	Payment term 30-90 days	Note 1	64,937	-	
Hon Hai Precision Industry Co., Ltd.	Goldtek Technology Co., Ltd.	Affiliate	Sales	287,996	-	Payment term 90 days	Note 1	168,298	-	
Hon Hai Precision Industry Co., Ltd.	Sharp (Taiwan) Electronics Corporation	Affiliate	Sales	250,528	-	Payment term 60 days	Note 1	79,104	-	
Hon Hai Precision Industry Co., Ltd.	CASwell, Inc.	Affiliate	Sales	249,618	-	Payment term 90 days	Note 1	113,540	-	

Purchaser/seller		Counterparty		Relationship with the counterparty	Purchases (sales)	Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)	
						Amount	Percentage of total purchases (sales)					Balance	Percentage of total notes/accounts receivable (payable)
						\$			Unit price	Credit term		\$	
Hon Hai Precision Industry Co., Ltd.		Foxconn European Manufacturing Services S.R.O.		Subsidiary	Sales	236,929	-	Payment term 45 days	Note 1	Note 1	-	-	Note 2
Hon Hai Precision Industry Co., Ltd.		Sharp Manufacturing France S.A.		Affiliate	Sales	113,023	-	Net 60 days	Note 1	Note 1	25,078	-	-
Hon Hai Precision Industry Co., Ltd.		Foxconn (Far East) Limited and subsidiaries		Subsidiary	Purchases	329,482,980	31	Payment term 30-90 days	Note 1	Note 1	(229,603,437) (	39)	Note 2
Hon Hai Precision Industry Co., Ltd.		Falcon Precision Trading Limited		Subsidiary	Purchases	170,012,813	16	45 days after validation	Note 1	Note 1	(29,339,387) (	5)	-
Hon Hai Precision Industry Co., Ltd.		Competition Team Technologies Limited		Subsidiary	Purchases	120,585,369	11	Payment term 90 days	Note 1	Note 1	(48,015,545)	(8)	Note 2
Hon Hai Precision Industry Co., Ltd.		Best Leap Enterprises Limited		Subsidiary	Purchases	60,393,204	6	Payment term 90 days	Note 1	Note 1	(16,532,734)	(3)	Note 2
Hon Hai Precision Industry Co., Ltd.		Foxconn Global Services Division S.R.O.		Subsidiary	Purchases	29,906,142	3	Payment term 90 days	Note 1	Note 1	(9,210,481)	(2)	Note 2
Hon Hai Precision Industry Co., Ltd.		Sharp Corporation		Affiliate	Purchases	1,372,939	-	Net 30 days	Note 1	Note 1	(309,368)	-	-
Hon Hai Precision Industry Co., Ltd.		Innolux Corporation		Other related party	Purchases	1,324,577	-	Payment term 90 days	Note 1	Note 1	(897,264)	-	-
Hon Hai Precision Industry Co., Ltd.		Foxconn Slovakia, Spol. S.R.O.		Subsidiary	Purchases	1,067,886	-	60 days after validation	Note 1	Note 1	(398,587)	-	-
Hon Hai Precision Industry Co., Ltd.		Sharp Manufacturing Corporation (Malaysia) Sdn. Bhd.		Affiliate	Purchases	1,024,262	-	Payment term 90 days	Note 1	Note 1	(472,841)	-	Note 2
Hon Hai Precision Industry Co., Ltd.		Cheng Uei Precision Industry Co., Ltd.		Other related party	Purchases	730,886	-	Payment term 60 days	Note 1	Note 1	(548,981)	-	-
Hon Hai Precision Industry Co., Ltd.		eCMMS Precision Singapore Pte. Ltd.		Subsidiary	Purchases	665,550	-	Net 30 days	Note 1	Note 1	(473,098)	-	Note 2
Hon Hai Precision Industry Co., Ltd.		Nanjing Sharp Electronics Co., Ltd.		Affiliate	Purchases	350,190	-	Net 30 days	Note 1	Note 1	(154,190)	-	Note 2
Hon Hai Precision Industry Co., Ltd.		Pan-International Industrial Co.		Affiliate	Purchases	302,744	-	Payment term 90 days	Note 1	Note 1	(175,324)	-	-
Hon Hai Precision Industry Co., Ltd.		Sharp Hong Kong Limited		Affiliate	Purchases	136,757	-	Payment term 45-90 days	Note 1	Note 1	(30,922)	-	-
Hon Hai Precision Industry Co., Ltd.		Foxstar Technology Co., Ltd.		Affiliate	Purchases	108,263	-	Payment term 90 days	Note 1	Note 1	(19,162)	-	-
Hon Hai Precision Industry Co., Ltd.		Fast Victor Limited		Subsidiary	Processing and molding costs	13,936,655	81	-	Note 1	Note 1	(11,923,540)	(50)	-
													(Shown as other payables)

Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)					
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	Processing and molding costs	3,131,731	18	-	Note 1	Note 1	\$	11,637,516	(49)
Shunsin Technology (Zhong Shan) Co., Ltd.	Shunsin Technology Holdings Limited	Subsidiary	Sales	625,269	50	Payment term 45 days	Note 1	Note 1	(Shown as other payables)	-	-
	Triple Win Technology (Shenzhen) Co., Ltd.	Subsidiary	Sales	558,539	45	Payment term 45 days	Note 1	Note 1	222,829	97	
	AMB Logistics Ltd.	Subsidiary	Sales	925,267	8	Payment term 60 days	Note 1	Note 1	-	-	-
	Amworld Microsystems (Shanghai) Ltd.	Subsidiary	Sales	105,334	1	Payment term 90 days	Note 1	Note 1	-	-	-
Ambit Microsystem (Shanghai) Co., Ltd.	Funing Precision Component Co., Ltd.	Subsidiary	Sales	596,027	5	Net 60 days	Note 1	Note 1	286,206	4	
Ambit Microsystem (Shanghai) Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	1,447,638	12	Net 60 days	Note 1	Note 1	1,263,135	18	
Ambit Microsystem (Shanghai) Co., Ltd.	Fuhong Precision Component (Bac Giang) Limited	Subsidiary	Sales	2,919,930	24	Net 60 days	Note 1	Note 1	860,419	13	
AMB Logistics Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	963,298	100	Payment term 30 days	Note 1	Note 1	-	-	-
Ingrasys Technology Co., Ltd.	Ingrasys Technology USA Inc.	Subsidiary	Sales	1,974,710	6	Payment term 90 days	Note 1	Note 1	974,254	5	
Ingrasys Technology Co., Ltd.	Hon-Ling Technology Co., Ltd.	Subsidiary	Sales	125,033	-	Payment term 60 days	Note 1	Note 1	-	-	-
Ingrasys Technology Co., Ltd.	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	Sales	333,908	1	Payment term 60 days	Note 1	Note 1	270,713	1	
Ingrasys Technology Co., Ltd.	Foxconn Technology (India) Private Limited	Subsidiary	Sales	597,319	2	Payment term 90 days	Note 1	Note 1	765,690	4	
Ingrasys Technology Co., Ltd.	Foxconn Technology CZ S.R.O.	Subsidiary	Sales	2,764,962	8	Payment term 90 days	Note 1	Note 1	1,139,762	6	
Ingrasys Technology Co., Ltd.	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Sales	6,719,675	20	Payment term 90 days	Note 1	Note 1	6,539,346	35	
Ingrasys Technology Co., Ltd.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales	7,657,848	22	Payment term 90 days	Note 1	Note 1	4,194,420	22	
Ingrasys Technology Co., Ltd.	Ingrasys Technology Korea, Inc.	Subsidiary	Sales	207,908	1	Payment term 90 days	Note 1	Note 1	-	-	-
Ingrasys Technology Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	1,108,290	3	Payment term 30 days	Note 1	Note 1	237,205	1	
Ingrasys Technology Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	803,965	2	Payment term 60 days	Note 1	Note 1	348,346	2	

Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)					
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Ingrasys Technology Co., Ltd.	Yuzhang Precision Technology Japan Co., Ltd.	Subsidiary	Sales	\$ 892,387	3	Payment term 60 days	Note 1	Note 1	\$ 342,957	2	
Ingrasys Technology Co., Ltd.	Cloud Network Technology Kft.	Subsidiary	Sales	797,037	2	Payment term 45 days	Note 1	Note 1	116,237	1	
Ingrasys Technology Co., Ltd.	Cloud Network Technology USA Inc.	Subsidiary	Sales	547,424	2	Payment term 30 days	Note 1	Note 1	353,752	2	
Ingrasys Technology Co., Ltd.	AFE, Inc.	Subsidiary	Sales	179,647	1	Payment term 30 days	Note 1	Note 1	111,898	1	
Ingrasys Technology Usa Inc.	eCMMS Precision Singapore Pte. Ltd.	Subsidiary	Sales	180,791	1	Payment term 90 days	Note 1	Note 1	145,087	1	
Jusda International Logistics (Taiwan) Co., Ltd.	Jusda International Limited	Subsidiary	Sales	118,961	47	Net 30 days	Note 1	Note 1	14,902	17	
Sode Technology Corporation	Fitipower Integrated Technology Inc.	Affiliate	Sales	479,341	53	Payment term 30 days	Note 1	Note 1	150,848	52	
Sode Technology Corporation	Sharp Corporation	Affiliate	Purchases	637,627	79	Payment term 30 days	Note 1	Note 1 (	128,752)	(43)	
Hon-Ling Technology Co., Ltd.	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Management service revenue	1,077,192	45	Payment term 30 days	Note 1	Note 1	589,024	46	
Hon-Ling Technology Co., Ltd.	Mega Well Limited	Subsidiary	Management service revenue	1,259,965	55	Payment term 30 days	Note 1	Note 1	371,078	53	
Foconn Global Network Corporation	Asia Pacific Telecom Co., Ltd.	Subsidiary	Sales	137,672	28	Payment term 30 days	Note 1	Note 1	116,415	22	
Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Chium Mai Communication Systems, Inc.	Subsidiary	Sales	288,584	1	Payment term 90 days	Note 1	Note 1	246,029	2	
Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	7,794,816	32	Net 120 days	Note 1	Note 1	2,230,798	14	
Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Hongfujing Precision Industry (Shenzhen) Co., Ltd.	Subsidiary	Sales	292,632	1	Payment term 45 days	Note 1	Note 1	297,663	2	
Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Sharp (Taiwan) Electronics Corporation	Affiliate	Purchases	249,204	1	Net 60 days	Note 1	Note 1 (	16,117)	-	
Futaijing Precision Electronics (Beijing) Co., Ltd.	FIH Precision Electronics (Lang Fang) Co., Ltd.	Subsidiary	Sales	279,055	64	Payment term 90 days	Note 1	Note 1	224,394	80	
Futaijing Precision Electronics (Beijing) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	106,195	24	Payment term 60 days	Note 1	Note 1	35,143	12	
FIH Precision Electronics (Lang Fang) Co., Ltd.	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	3,268,007	79	Payment term 30 days	Note 1	Note 1	3,711,388	42	
FIH Precision Electronics (Lang Fang) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	172,051	4	Payment term 30 days	Note 1	Note 1	248,598	3	
FIH (Hong Kong) Limited	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	966,931	2	Payment term 60 days	Note 1	Note 1	899,820	5	

Differences in transaction terms compared to third party transactions

Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Transaction			Notes/accounts receivable (payable)		
				Amount	Percentage of total purchases (sales)	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)
FIH (Hong Kong) Limited	Ensky Technology Pte. Ltd	Subsidiary	Sales	\$ 12,701,840	31	Note 1	Note 1	\$ 5,650,022	32
FIH (Hong Kong) Limited	Pan-International Industrial Co.	Affiliate	Purchases	336,967	1	Note 1	Note 1	(235,839)	(1)
FIH (Hong Kong) Limited	Garuda International Limited	Affiliate	Purchases	101,628	-	Note 1	Note 1	(58,683)	-
FIH (Hong Kong) Limited	Sharp Corporation	Affiliate	Purchases	3,525,568	8	Note 1	Note 1	(21,429)	-
FIH (Hong Kong) Limited	Sharp Corporation	Affiliate	Sales	14,415,551	35	Note 1	Note 1	1,151,027	7
Futaijing Precision Electronics (Yantai) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	12,553,697	100	Note 1	Note 1	2,466,073	100
Futaijing Precision Electronics (Yantai) Co., Ltd.	Pan-International Industrial Co.	Affiliate	Purchases	1,388,134	13	Note 1	Note 1	(37,337)	(1)
Futaijing Precision Electronics (Yantai) Co., Ltd.	Sharp Corporation	Affiliate	Purchases	543,464	5	Note 1	Note 1	(25,383)	(1)
Futaijing Precision Electronics (Yantai) Co., Ltd.	Sharp Hong Kong Limited	Affiliate	Purchases	1,878,679	17	Note 1	Note 1	(356,742)	(8)
Futaijing Precision Electronics (Yantai) Co., Ltd.	Sharp (Taiwan) Electronics Corporation	Affiliate	Purchases	258,958	2	Note 1	Note 1	(255,765)	(6)
Hengyang Futaihong Precision Industry Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	13,034,683	100	Note 1	Note 1	10,762,854	100
Carston Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	111,734	14	Note 1	Note 1	-	-
Carston Ltd.	Best Leap Enterprises Limited	Subsidiary	Sales	217,300	28	Note 1	Note 1	214,620	39
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	159,540	2	Note 1	Note 1	297,167	4
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Carston Ltd.	Subsidiary	Sales	201,661	3	Note 1	Note 1	-	-
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Subsidiary	Sales	752,749	11	Note 1	Note 1	163,432	2
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	Sales	164,380	2	Note 1	Note 1	166,678	2
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Sales	1,578,902	24	Note 1	Note 1	2,324,806	35
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales	196,748	3	Note 1	Note 1	393,378	6
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	Sales	217,986	3	Note 1	Note 1	213,171	3
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Shenzhen Zhi Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	191,463	3	Note 1	Note 1	588,905	9

Differences in transaction terms compared to third party transactions

Transaction		Notes/accounts receivable (payable)				Percentage of total notes/accounts receivable (payable)				Footnote			
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote		
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	\$ 173,080	3	Net 90 days	Note 1	Note 1	\$ 210,997	3	3		
Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Interface Optoelectronics (SZ) Co., Ltd	Affiliate	Sales	107,482	2	Net 30 days	Note 1	Note 1	96,873	1	1		
Shunsin Technology Holdings Limited	Foxconn Interconnect Technology Limited	Subsidiary	Sales	193,263	13	Net 90 days	Note 1	Note 1	-	-	-		
Fuding Electronical Technology (Jiashan) Co., Ltd.	Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Subsidiary	Sales	3,634,640	25	Payment term 90 days	Note 1	Note 1	3,390,821	27	27		
Fuding Electronical Technology (Jiashan) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Sales	2,249,019	16	Payment term 15 days	Note 1	Note 1	2,641,109	21	21		
Fuding Electronical Technology (Jiashan) Co., Ltd.	Fuzhun Precision Tooling (Jiashan) Co., Ltd.	Subsidiary	Sales	200,838	1	Payment term 90 days	Note 1	Note 1	203,920	2	2		
Triple Win Technology (Shenzhen) Co., Ltd.	Best Ever Industries Limited	Subsidiary	Sales	15,743,213	55	Payment term 30 days	Note 1	Note 1	4,959,532	37	37		
Triple Win Technology (Shenzhen) Co., Ltd.	Triple Win Technology (JinCheng) Co., Ltd.	Subsidiary	Sales	1,320,739	5	Payment term 30 days	Note 1	Note 1	628,647	5	5		
Triple Win Technology (Shenzhen) Co., Ltd.	General Interface Solution Limited	Affiliate	Purchases	1,002,682	4	Payment term 90 days	Note 1	Note 1	(129,397)	-	-		
Triple Win Technology (Shenzhen) Co., Ltd.	Garuda International Limited	Affiliate	Purchases	341,673	1	Net 60 days	Note 1	Note 1	(197,958)	-	-		
Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Sales	183,848	39	Net 90 days	Note 1	Note 1	260,742	51	51		
Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Fuding Electronical Technology (Jiashan) Co., Ltd.	Subsidiary	Sales	4,672,033	59	Payment term 90 days	Note 1	Note 1	5,307,634	61	61		
Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Fusing International Inc. Pte. Ltd.	Subsidiary	Sales	172,752	2	Payment term 90 days	Note 1	Note 1	170,342	2	2		
Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Sales	838,804	11	Payment term 30 days	Note 1	Note 1	1,101,604	13	13		
Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Fu Yu Precision Components (KunShan) Co., Ltd.	Affiliate	Sales	175,277	2	Payment term 90 days	Note 1	Note 1	162,427	2	2		
Hightech Electronics Components Inc.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Sales	3,005,597	46	Payment term 90 days	Note 1	Note 1	336,798	56	56		
Hightech Electronics Components Inc.	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	Sales	291,152	5	Payment term 60 days	Note 1	Note 1	71,431	12	12		
Hightech Electronics Components Inc.	Fusing International Inc.	Subsidiary	Sales	614,450	10	Payment term 60 days	Note 1	Note 1	105,080	17	17		
Hightech Electronics Components Inc.	Competition Team Ireland Limited	Subsidiary	Sales	2,341,523	36	Payment term 60 days	Note 1	Note 1	42,729	7	7		
Hightech Electronics Components Inc.	Foxconn Japan Co., Limited	Subsidiary	Sales	164,626	3	Payment term 60 days	Note 1	Note 1	50,094	8	8		

Transaction			Differences in transaction terms compared to third party transactions				Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	transactions		Footnote	
						Unit price	Credit term		
Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Subsidiary	Sales	\$ 300,619	25	Net 90 days	Note 1	\$ 284,078	26
Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Foxconn (Kunshan) Computer Connector Co., Ltd.	Subsidiary	Sales	144,605	12	Net 90 days	Note 1	140,564	13
PCE Technology Inc.	Carston Ltd.	Subsidiary	Sales	135,107	46	Net 30 days	Note 1	-	-
Foxconn Assembly LLC	Cloud Network Technology USA Inc.	Subsidiary	Sales	987,398	99	Net 30 days	Note 1	641,435	93
Shenzhen Fuhongjie Technology Service Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	180,526	50	Net 30 days	Note 1	66,296	70
PCE Paragon Solutions (Mexico) S.A. De C.V.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales	687,315	83	Payment term 30 days	Note 1	145,016	71
PCE Paragon Solutions (Mexico) S.A. De C.V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	136,017	17	Payment term 30 days	Note 1	58,289	29
Shenzhen Fertile Plan International Logistics Co., Ltd.	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	Sales	156,281	5	Net 90 days	Note 1	139,765	3
Shenzhen Fertile Plan International Logistics Co., Ltd.	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Sales	239,764	8	Net 60 days	Note 1	239,269	4
Shenzhen Fertile Plan International Logistics Co., Ltd.	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	204,272	7	Net 90 days	Note 1	138,823	3
Shenzhen Fertile Plan International Logistics Co., Ltd.	Jusda International Limited	Subsidiary	Sales	315,173	10	Net 30 days	Note 1	1,175,446	27
Fuzhun Precision Tooling (Huaian) Co., Ltd.	Fuyu Electronical Technology (Huaian) Co., Ltd.	Subsidiary	Sales	226,601	62	Payment term 30 days	Note 1	166,006	71
PCE Paragon Solutions (USA) Inc.	Profit New Limited	Subsidiary	Sales	370,111	77	Payment term 30 days	Note 1	184,012	83
Funing Precision Component Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	29,273,862	99	Net 60 days	Note 1	15,654,115	99
Foxconn Baja California S.A. De C.V.	eCMMS Precision Singapore Pte. Ltd.	Subsidiary	Sales	933,482	99	Payment term 60 days	Note 1	698,846	99
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Top Step Enterprises Limited	Subsidiary	Sales	106,374	-	Net 90 days	Note 1	69,043	-
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	100,484	-	Payment term 90 days	Note 1	132,539	1
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Foxconn Technology Pte. Ltd.	Affiliate	Purchases	164,322	1	Net 90 days	Note 1	(136,860)	(1)
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Foxconn Technology Pte. Ltd.	Affiliate	Purchases	117,846	-	Payment term 90 days	Note 1	(74,987)	-
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Pan-International Industrial Co.	Affiliate	Purchases	154,689	-	90 days after	Note 1	(134,117)	(1)
Hongfujin Precision Industry (Yantai) Co., Ltd.	Hongfutai Precision Electronics (Yantai) Co., Ltd.	Subsidiary	Sales	553,032	2	Net 90 days	Note 1	497,259	4

Differences in transaction terms compared to third party transactions

Transaction			Notes/accounts receivable (payable)			Percentage of total notes/accounts receivable (payable)			Footnote		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Hongfujin Precision Industry (Yantai) Co., Ltd.	Fugikang Precision Electronics (Guizhou) Co., Ltd.	Subsidiary	Sales	\$ 123,214	-	Payment term 90 days	Note 1	Note 1	\$ 107,407	1	1
Hongfujin Precision Industry (Yantai) Co., Ltd.	General Interface Solution Limited	Affiliate	Purchases	592,375	2	Net 60 days	Note 1	Note 1	(239,200)	(4)	(4)
Hongfujin Precision Industry (Yantai) Co., Ltd.	Inmolux Corporation	Other related party	Purchases	1,019,400	4	Net 90 days	Note 1	Note 1	(256,894)	(4)	(4)
Hongfujin Precision Industry (Yantai) Co., Ltd.	Foxconn Technology Pte. Ltd.	Affiliate	Purchases	485,403	2	Payment term 90 days	Note 1	Note 1	(3,298,255)	(49)	(49)
Hongfujin Precision Industry (Yantai) Co., Ltd.	Foxconn Technology Pte. Ltd.	Affiliate	Sales	19,938,734	65	Payment term 30 days	Note 1	Note 1	10,157,584	73	73
Hongfujin Precision Industry (Yantai) Co., Ltd.	Pan-International Industrial Co.	Affiliate	Purchases	857,441	3	90 days after	Note 1	Note 1	(662,752)	(10)	(10)
Hongfujin Precision Industry (Yantai) Co., Ltd.	Garuda International Limited	Affiliate	Purchases	302,504	1	90 days after	Note 1	Note 1	(240,182)	(4)	(4)
Hongfujin Precision Industry (Yantai) Co., Ltd.	Sharp Corporation	Affiliate	Sales	722,049	2	Payment term 60 days	Note 1	Note 1	346,978	2	2
Foxconn Technology CZ S.R.O.	Ingrasys Technology Co., Ltd.	Subsidiary	Sales	530,379	6	Payment term 45 days	Note 1	Note 1	-	-	-
Foxconn Technology CZ S.R.O.	Foxconn CZ S.R.O.	Subsidiary	Sales	576,335	6	Payment term 45 days	Note 1	Note 1	292,957	9	9
Foxconn Technology CZ S.R.O.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales	268,839	3	Payment term 45 days	Note 1	Note 1	112,291	4	4
Global Services Solutions S.R.O.	Foxconn Global Services Division S.R.O.	Subsidiary	Sales	212,495	79	Payment term 45 days	Note 1	Note 1	30,615	41	41
Fugion Material Technology (Shenzhen) Co., Ltd.	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Subsidiary	Sales	588,903	5	Net 90 days	Note 1	Note 1	-	-	-
Fugion Material Technology (Shenzhen) Co., Ltd.	Fuyu Electronical Technology (Huaian) Co., Ltd.	Subsidiary	Sales	362,330	3	Net 90 days	Note 1	Note 1	-	-	-
Fugion Material Technology (Shenzhen) Co., Ltd.	Fuding (Zhengzhou) Precision Industry Co., Ltd.	Subsidiary	Sales	240,352	2	Net 90 days	Note 1	Note 1	-	-	-
Fugion Material Technology (Shenzhen) Co., Ltd.	Avary Holding (Shenzhen) Co., Ltd.	Affiliate	Sales	201,651	2	Net 90 days	Note 1	Note 1	-	-	-
Fugion Material Technology (Shenzhen) Co., Ltd.	Fu Gang Electronics (Dong Guan) Co., Ltd.	Other related party	Sales	170,630	2	Net 14 days	Note 1	Note 1	-	-	-
Foxconn Image & Printing Product Pte. Ltd.	Sharp Manufacturing (Thailand) Co., Ltd.	Affiliate	Sales	125,830	-	Payment term 30 days	Note 1	Note 1	30,015	4	4
Foxconn Image & Printing Product Pte. Ltd.	Sharp Manufacturing France S.A.	Affiliate	Sales	107,902	-	Net 40 days	Note 1	Note 1	41,728	5	5
Foxconn Image & Printing Product Pte. Ltd.	Sharp Electronics Corporation	Affiliate	Sales	125,309	-	Payment term 30 days	Note 1	Note 1	45,285	6	6

Transaction		Differences in transaction terms compared to third party transactions					Notes/accounts receivable (payable)				
		Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Purchaser/seller	Counterparty			\$					\$		
PCE Technology De Juarez S.A. De C.V.	eCMMS Precision Singapore Pte. Ltd.	Subsidiary	Sales	767,877	37	Net 30 days	Note 1	Note 1	410,121	47	
PCE Technology De Juarez S.A. De C.V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	1,320,790	63	Net 30 days	Note 1	Note 1	465,544	53	
Futaihua Industrial (Shenzhen) Co., Ltd.	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	272,921	-	Payment term 90 days	Note 1	Note 1	398,411	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	Hengyang Futaihong Precision Industry Co., Ltd.	Subsidiary	Sales	111,762	-	Net 120 days	Note 1	Note 1	122,823	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Subsidiary	Sales	430,876	-	Payment term 90 days	Note 1	Note 1	528,208	1	
Futaihua Industrial (Shenzhen) Co., Ltd.	Best Leap Enterprises Limited	Subsidiary	Sales	74,066,968	47	Payment term 90 days	Note 1	Note 1	17,269,628	16	
Futaihua Industrial (Shenzhen) Co., Ltd.	Hongfujin Precision Industry (Yantai) Co., Ltd.	Subsidiary	Sales	116,012	-	Payment term 90 days	Note 1	Note 1	114,405	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Sales	77,991,824	49	Net 30 days	Note 1	Note 1	76,394,886	73	
Futaihua Industrial (Shenzhen) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Sales	1,583,778	1	Payment term 90 days	Note 1	Note 1	989,961	1	
Futaihua Industrial (Shenzhen) Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	Sales	104,006	-	Payment term 90 days	Note 1	Note 1	134,516	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	Shenzhenshi Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	1,851,411	1	Payment term 90 days	Note 1	Note 1	2,343,131	2	
Futaihua Industrial (Shenzhen) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	106,098	-	Net 90 days	Note 1	Note 1	75,524	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	G-Tech Optoelectronics Corporation	Affiliate	Sales	278,795	-	Net 45 days	Note 1	Note 1	147,399	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	General Interface Solution Limited	Affiliate	Purchases	109,828	-	Payment term 90 days	Note 1	Note 1 (	70,203)	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	Foxconn Technology Pte. Ltd.	Affiliate	Purchases	278,634	-	Payment term 90 days	Note 1	Note 1 (	223,591)	-	
Futaihua Industrial (Shenzhen) Co., Ltd.	Nanjing Sharp Electronics Co., Ltd.	Affiliate	Sales	337,181	-	Payment term 60 days	Note 1	Note 1	379,177	-	
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Hightech Electronics Components Inc.	Subsidiary	Sales	5,272,716	30	Payment term 60 days	Note 1	Note 1	61,198	1	
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Sales	3,465,631	20	Payment term 60 days	Note 1	Note 1	2,535,089	29	
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Fujun Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	Sales	1,294,663	7	Payment term 90 days	Note 1	Note 1	898,230	10	
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Fusing International Inc.	Subsidiary	Sales	2,345,508	13	Net 60 days	Note 1	Note 1	1,647,009	19	

Differences in transaction terms compared to third party transactions											
Transaction						Notes/accounts receivable (payable)					
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Percentage of total purchases (sales)		Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
				Amount							
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Competition Team Ireland Limited	Subsidiary	Sales	\$	4,048,778	23	Net 60 days	Note 1	\$	2,755,158	32
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Foxconn Japan Co., Limited	Subsidiary	Sales		114,858	1	Payment term 60 days	Note 1		112,573	1
Honfujin Precision Electronics (Chongqing) Co., Ltd.	Innolux Corporation	Other related party	Purchases		570,160	3	Net 90 days	Note 1	(	369,861)	(24)
Foxconn Precision Electronics (YanTai) Co., Ltd.	Futaijing Precision Electrons (Yantai) Co., Ltd.	Subsidiary	Sales		1,082,360	38	Payment term 90 days	Note 1		766,574	46
Foxconn Precision Electronics (YanTai) Co., Ltd.	Yantaishi Fultong International Trading Co., Ltd.	Subsidiary	Sales		765,823	27	Net 120 days	Note 1		399,954	24
Foxconn Precision Electronics (YanTai) Co., Ltd.	Hongfuitai Precision Electronics (YanTai) Co., Ltd.	Subsidiary	Sales		160,116	6	Net 90 days	Note 1		58,987	4
Foxconn Precision Electronics (YanTai) Co., Ltd.	Hongfujin Precision Industry (Yantai) Co., Ltd.	Subsidiary	Sales		321,056	11	Net 90 days	Note 1		191,811	11
Foxconn Precision Electronics (YanTai) Co., Ltd.	YanTai Fuzhun Precision Electronics Co., Ltd.	Affiliate	Purchases		175,561	6	Net 30 days	Note 1	(	94,663)	(9)
Foxconn Precision Electronics (YanTai) Co., Ltd.	YanTai Fuzhun Precision Electronics Co., Ltd.	Affiliate	Sales		144,275	5	Net 90 days	Note 1		82,284	5
Foxconn Precision Electronics (YanTai) Co., Ltd.	Sharp Hong Kong Limited	Affiliate	Purchases		531,891	19	Payment term 120 days	Note 1	(	78,500)	(7)
Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Ingrasys Technology Co., Ltd.	Subsidiary	Sales		420,147	-	Net 90 days	Note 1		349,210	-
Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Ingrasys Technology USA Inc.	Subsidiary	Sales		348,965	-	Payment term 30 days	Note 1		-	-
Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Profit New Limited	Subsidiary	Sales		65,795,966	55	Net 90 days	Note 1		44,169,271	60
Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales		17,857,615	15	Payment term 90 days	Note 1		15,531,385	21
Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales		281,299	-	Net 75 days	Note 1		397,419	1
Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Garuda International Limited	Affiliate	Purchases		223,986	-	Payment term 90 days	Note 1	(	188,655)	-
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Limited	Subsidiary	Sales		166,754,341	57	Net 90 days	Note 1		13,427,077	10
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales		143,061	-	Net 90 days	Note 1		147,891	-
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	Sales		124,596,392	42	Net 90 days	Note 1		121,986,853	89

Differences in transaction terms compared to third party transactions

Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Transaction			Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Notes/accounts receivable (payable)		Footnote
				Amount	\$						Balance	Percentage of total notes/accounts receivable (payable)	
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	General Interface Solution Limited	Affiliate	Purchases	356,397			-	60 days after validation	Note 1	Note 1	(\$ 257,140)	-	
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Garuda International Limited	Affiliate	Purchases	611,578			-	Net 90 days	Note 1	Note 1	(368,226)	-	
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Hangzhou GengDe Electronics Co., Ltd.	Affiliate	Sales	440,955			-	Net 90 days	Note 1	Note 1	400,750	-	
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other related party	Purchases	800,845			-	Payment term 90 days	Note 1	Note 1	(794,471)	(1)	
Furaihua Precision Electronics (Chengdu) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Sales	340,775			81	Net 90 days	Note 1	Note 1	221,811	85	
Yantai Fuhuada Precision Electronics Co., Ltd.	Nanjing Sharp Electronics Co., Ltd.	Affiliate	Purchases	166,320			34	Net 60 days	Note 1	Note 1	(120,213)	(40)	
AnPinDa Precision Industry (Huizhou) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Sales	530,316			38	Payment term 90 days	Note 1	Note 1	265,392	26	
System Integration Electronics (Hangzhou) Co., Ltd.	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	137,893			1	Net 60 days	Note 1	Note 1	-	-	
System Integration Electronics (Hangzhou) Co., Ltd.	System Integration(Hai ning) Electronics Co., Ltd.	Subsidiary	Sales	4,898,210			20	Net 30 days	Note 1	Note 1	957,361	20	
Nanning Fugui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	Sales	31,891,155			41	Net 90 days	Note 1	Note 1	29,769,859	63	
Nanning Fugui Precision Industrial Co., Ltd.	ChongQing FuGui Electronics Co., Ltd	Subsidiary	Sales	136,669			-	Net 60 days	Note 1	Note 1	-	-	
Furaihua Precision Electronics (Zhenzhou) Co., Ltd.	IPL International Limited	Subsidiary	Sales	10,162,845			100	Net 180 days	Note 1	Note 1	9,380,962	98	
Furaihua Precision Electronics (Zhenzhou) Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Purchases	347,431			31	Payment term 30 days	Note 1	Note 1	(224,241)	(12)	
Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Competition Team Technologies Limited	Subsidiary	Sales	183,801,798			46	Payment term 90 days	Note 1	Note 1	34,217,523	17	
Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Furaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales	175,532			-	Payment term 90 days	Note 1	Note 1	112,011	-	
Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	Sales	2,719,585			1	Payment term 90 days	Note 1	Note 1	1,274,158	1	
Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Hongfusheng Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	Sales	173,542			-	Payment term 90 days	Note 1	Note 1	82,640	-	
Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Singapore Pte. Ltd.	Subsidiary	Sales	206,674,387			52	Payment term 90 days	Note 1	Note 1	157,648,790	80	
Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Brasil Industria e Comercio Ltda.	Subsidiary	Sales	2,019,606			1	Payment term 90 days	Note 1	Note 1	1,507,331	1	

Transaction			Differences in transaction terms compared to third party transactions				Notes/accounts receivable (payable)				
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Foxconn Hon Hai Technology India Mega Development	Subsidiary	Sales	\$ 340,382	-	Payment term 90 days	Note 1	Note 1	\$ 842,249	-	
Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Garuda International Limited	Affiliate	Purchases	199,750	-	Payment term 90 days	Note 1	Note 1	(150,502)	-	
Profit New Limited	Ingrasys Technology Co., Ltd.	Subsidiary	Sales	14,414,786	20	Payment term 30 days	Note 1	Note 1	13,112,810	21	
Profit New Limited	Hongfujin Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Sales	30,207,522	41	Payment term 90 days	Note 1	Note 1	29,440,144	46	
Profit New Limited	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales	170,554	-	Payment term 90 days	Note 1	Note 1	150,622	-	
Profit New Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	28,220,767	38	Payment term 30 days	Note 1	Note 1	20,379,614	32	
Profit New Limited	Cloud Network Technology USA Inc.	Subsidiary	Sales	510,643	1	Payment term 30 days	Note 1	Note 1	-	-	
Mega Well Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	86,622,113	100	Payment term 30 days	Note 1	Note 1	70,108,398	100	
Mega Well Limited	Yuzhang Precision Technology Japan Co., Ltd.	Subsidiary	Sales	381,404	-	Payment term 30 days	Note 1	Note 1	313,954	-	
Fast Victor Limited	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	Sales	160,603	-	Payment term 90 days	Note 1	Note 1	82,643	-	
Fast Victor Limited	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Purchases	160,603	-	Net 90 days	Note 1	Note 1	(1,049,399)	(2)	
Fast Victor Limited	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Sales	6,044,836	6	Net 45 days	Note 1	Note 1	2,282,499	4	
Competition Team Ireland Limited	Foxconn Global Services Division S.R.O.	Subsidiary	Sales	1,301,508	13	Net 45 days	Note 1	Note 1	669,824	17	
Competition Team Ireland Limited	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	Sales	3,487,459	34	Net 10 days	Note 1	Note 1	518,825	13	
Competition Team Ireland Limited	Chongqing Jingmei Precision Electronic Co., Ltd.	Subsidiary	Sales	117,549	1	Net 60 days	Note 1	Note 1	65,538	2	
Competition Team Ireland Limited	Innolux Corporation	Other related party	Purchases	137,845	1	Payment term 60 days	Note 1	Note 1	(60,217)	(2)	
WWW (Jin Cheng) Co., Ltd.	Beyond Maximum Industrial Limited	Subsidiary	Sales	219,033	59	Payment term 90 days	Note 1	Note 1	108,115	42	
Mexus Solutions Inc.	Big Innovation Holdings Limited	Subsidiary	Sales	119,823	43	Payment term 30 days	Note 1	Note 1	45,562	59	
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Subsidiary	Sales	231,489	-	Net 90 days	Note 1	Note 1	151,201	-	
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Fast Victor Limited	Subsidiary	Sales	93,533,020	96	Net 90 days	Note 1	Note 1	42,047,317	95	

Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)					
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Foxconn Brasil Industria e Comercio Ltda.	Subsidiary	Sales	\$ 2,585,787	3	Payment term 90 days	Note 1	Note 1	\$ 1,326,972	3	3
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Purchases	6,420,416	7	90 days after validation	Note 1	Note 1	(266,196)	-	-
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Garuda International Limited	Affiliate	Purchases	122,389	-	90 days after validation	Note 1	Note 1	(63,205)	-	-
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Sharp Corporation	Affiliate	Purchases	252,009	-	Net 60 days	Note 1	Note 1	(78,033)	-	-
Scientific-Atlanta De Mexico S. DE R. L. DE C. V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	1,168,494	100	Payment term 60 days	Note 1	Note 1	246,473	99	99
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Futaihua Precision Electronics (Zhengzhou) Co., Ltd.	Subsidiary	Sales	185,120	1	Payment term 90 days	Note 1	Note 1	-	-	-
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Jinzheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	Sales	450,485	4	Payment term 90 days	Note 1	Note 1	489,600	5	5
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Cloud Network Technology (Samoa) Limited	Subsidiary	Sales	3,030,824	24	Payment term 90 days	Note 1	Note 1	2,745,643	26	26
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	IPL International Limited	Subsidiary	Sales	8,739,446	68	Payment term 90 days	Note 1	Note 1	5,650,025	53	53
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Wuhan Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	139,109	1	Payment term 90 days	Note 1	Note 1	1,408,666	13	13
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Purchases	282,104	11	Payment term 90 days	Note 1	Note 1	(167,610)	(7)	(7)
Hongfujin Precision Electrons (Hengyang) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	205,253	18	Net 30 days	Note 1	Note 1	147,704	18	18
Hongfujin Precision Electrons (Hengyang) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales	405,989	35	Net 90 days	Note 1	Note 1	97,350	12	12
Hongfujin Precision Electrons (Hengyang) Co., Ltd.	Shenzhen Shi Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	467,297	40	Net 60 days	Note 1	Note 1	513,285	61	61
Foxconn Interconnect Technology Limited	Hongfujin Precision Industry Co., Ltd.	Subsidiary	Sales	868,403	2	Payment term 90 days	Note 1	Note 1	410,568	2	2
Foxconn Interconnect Technology Limited	Foxconn CZ S.R.O.	Subsidiary	Sales	108,968	-	Payment term 45 days	Note 1	Note 1	1,838	-	-
Foxconn Interconnect Technology Limited	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	Sales	706,882	1	Payment term 90 days	Note 1	Note 1	315,179	1	1
Foxconn Interconnect Technology Limited	Hongfujin Precision Industry (Yantai) Co., Ltd.	Subsidiary	Sales	234,170	-	Payment term 90 days	Note 1	Note 1	157,525	1	1
Foxconn Interconnect Technology Limited	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales	150,680	-	Payment term 90 days	Note 1	Note 1	137,408	1	1

Transaction				Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)				
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Foxconn Interconnect Technology Limited	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Sales	\$ 679,674	1	Payment term 90 days	Note 1	Note 1	\$ 315,434	1	1
Foxconn Interconnect Technology Limited	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	205,404	-	Payment term 90 days	Note 1	Note 1	123,843	1	1
Foxconn Interconnect Technology Limited	Hongfujin Precision Industry (Zhenzhou) Co., Ltd.	Subsidiary	Sales	140,556	-	Payment term 90 days	Note 1	Note 1	120,095	1	1
Foxconn Interconnect Technology Limited	Hongzhaoda Integrated Innovative Service (Kunshan) Co., Ltd.	Subsidiary	Sales	287,970	1	Payment term 60 days	Note 1	Note 1	50,736	-	-
Foxconn Interconnect Technology Limited	Henan Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	116,504	-	Payment term 60 days	Note 1	Note 1	318	-	-
Foxconn Interconnect Technology Limited	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	285,606	-	Payment term 60 days	Note 1	Note 1	51,143	-	-
Foxconn Interconnect Technology Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	360,564	1	Payment term 60 days	Note 1	Note 1	181,466	1	1
Foxconn Interconnect Technology Limited	Fuhong Precision Component (Bac Giang) Limited	Subsidiary	Sales	207,774	-	Payment term 90 days	Note 1	Note 1	765,703	3	3
Foxconn Interconnect Technology Limited	Cybertan Technology Inc.	Affiliate	Purchases	413,604	1	Payment term 45 days	Note 1	Note 1	-	-	-
Foxconn Interconnect Technology Limited	Foxconn Technology Pte. Ltd.	Affiliate	Purchases	128,146	-	Net 90 days	Note 1	Note 1	-	-	-
Foxconn Interconnect Technology Limited	Pan-International Industrial Co.	Affiliate	Sales	807,705	1	Payment term 90 days	Note 1	Note 1	519,356	2	2
Foxconn Interconnect Technology Limited	Tekcon Electronics Corp.	Affiliate	Sales	108,645	-	Payment term 60 days	Note 1	Note 1	300,198	1	1
Foxconn Interconnect Technology Limited	New Ocean Precision Component (Jiangxi) Co., Ltd.	Affiliate	Purchases	702,812	1	Payment term 90 days	Note 1	Note 1 (	446,437)	(2)	(2)
Foxconn Interconnect Technology Limited	Avary Holding (Shenzhen) Co., Ltd.	Affiliate	Sales	262,451	-	Payment term 90 days	Note 1	Note 1	182,796	1	1
Foxconn Interconnect Technology Limited	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Affiliate	Sales	124,840	-	Payment term 90 days	Note 1	Note 1	74,571	-	-
Foxconn Interconnect Technology Limited	Garuda International Limited	Affiliate	Purchases	208,138	-	Net 90 days	Note 1	Note 1	-	-	-
Foxconn Interconnect Technology Limited	Sharp Corporation	Affiliate	Sales	330,491	1	Payment term 30 days	Note 1	Note 1	-	-	-
View Great Limited	FIH (Hong Kong) Limited	Subsidiary	Sales	108,337	32	Payment term 60 days	Note 1	Note 1	-	-	-
Fuguikang Precision Electrons (Guizhou) Co., Ltd.	Guizhou Fuzhikang Electronic Co., Ltd.	Subsidiary	Sales	108,178	10	Net 45 days	Note 1	Note 1	-	-	-
Fuguikang Precision Electrons (Guizhou) Co., Ltd.	Hongfujin Precision Industry (Yantai) Co., Ltd.	Subsidiary	Sales	372,302	36	Payment term 90 days	Note 1	Note 1	-	-	-

Transaction		Differences in transaction terms compared to third party transactions				Notes/accounts receivable (payable)						
		Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote		
Jusda International Limited	Purchaser/seller	Counterparty										
Jusda International Limited		Ingrasys Technology Co., Ltd.	Subsidiary	Sales	\$	315,933	5	Net 60 days	Note 1	\$	134,350	4
Jusda International Limited		Jusda Supply Chain Management International Co., Ltd.	Subsidiary	Sales		337,850	6	Net 60 days	Note 1		330,599	10
Jusda International Limited		Competition Team Ireland Limited	Subsidiary	Sales		120,681	2	Net 60 days	Note 1		106,587	3
Jusda International Limited		Sharp Jusda Logistics Corporation	Subsidiary	Sales		985,208	17	Net 60 days	Note 1		731,097	22
Jusda International Limited		Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales		443,458	7	Net 60 days	Note 1		325,976	10
Jusda International Limited		Imolux Corporation	Other related party	Sales		129,306	2	Net 30 days	Note 1		48,121	1
Chongqing Jingmei Precision Electronic Co., Ltd.		Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	Sales		181,678	100	Net 90 days	Note 1		92,009	100
Hongfuzhuan Precision Shenzhen Co., Ltd.		Shenzhenshi Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales		265,682	30	Net 60 days	Note 1		508,557	28
eCMMS Precision Singapore Pte. Ltd.		Competition Team Technologies USA Inc.	Subsidiary	Sales		9,428,845	23	Payment term 75 days	Note 1		3,229,375	21
eCMMS Precision Singapore Pte. Ltd.		Competition Team Technologies Mexico S.A. De C.V.	Subsidiary	Sales		228,841	1	Payment term 75 days	Note 1		326,482	2
eCMMS Precision Singapore Pte. Ltd.		Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales		4,310,970	11	Net 120 days	Note 1		2,165,751	14
eCMMS Precision Singapore Pte. Ltd.		Eson Precision Industry (Singapore) Pte. Ltd.	Affiliate	Purchases		450,232	1	Payment term 30 days	Note 1	(	166,513)	(1)
eCMMS Precision Singapore Pte. Ltd.		Sharp Electronics Corporation	Affiliate	Sales		283,850	1	Payment term 40 days	Note 1		121,113	1
Jinchen Hongren Technology Co., Ltd.		Shenzhen Jingjiang Yunchuang Technology Co., Ltd.	Subsidiary	Sales		165,621	31	Payment term 90 days	Note 1		198,574	50
Jin Ji Full Precision Machinery (Wuhan) Co., Ltd.		Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales		113,175	66	Payment term 30 days	Note 1		74,344	61
Ingrasys (Singapore) Pte. Ltd.		Ingrasys Technology Co., Ltd.	Subsidiary	Sales		844,260	2	Net 90 days	Note 1		640,093	2
Ingrasys (Singapore) Pte. Ltd.		Ingrasys Technology USA Inc.	Subsidiary	Sales		29,129,172	53	Net 90 days	Note 1		14,688,727	52
Ingrasys (Singapore) Pte. Ltd.		Foxconn Technology CZ S.R.O.	Subsidiary	Sales		907,667	2	Payment term 45 days	Note 1		1,325,305	5
Ingrasys (Singapore) Pte. Ltd.		Ingrasys Technology Korea, Inc.	Subsidiary	Sales		253,654	-	Net 90 days	Note 1		225,785	1
Ingrasys (Singapore) Pte. Ltd.		Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales		492,140	1	Payment term 60 days	Note 1		472,708	2
Ingrasys (Singapore) Pte. Ltd.		Yuzhang Precision Technology Japan Co., Ltd.	Subsidiary	Sales		1,236,795	2	Payment term 60 days	Note 1		782,871	3
Ingrasys (Singapore) Pte. Ltd.		Cloud Network Technology Kft.	Subsidiary	Sales		924,299	2	Net 45 days	Note 1		439,323	2
Hongfujing Precision Electronics (Guiyang) Co., Ltd.		Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales		1,190,206	97	Net 60 days	Note 1		667,830	96

Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)					
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Percentage of total purchases		Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
				Amount	(sales)						
Henan Yuzhan Technology Limited	Shenzhen Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	\$ 667,020	3	Payment term 90 days	Note 1	Note 1	\$ 165,314	1	1
Henan Yuzhan Technology Limited	Cloud Network Technology (Samoa) Limited	Subsidiary	Sales	1,202,102	5	Payment term 30 days	Note 1	Note 1	1,147,825	5	5
Henan Yuzhan Technology Limited	IPL International Limited	Subsidiary	Sales	23,991,082	92	Net 30 days	Note 1	Note 1	21,292,484	93	93
Jincheng Futaihua Precision Electronic Co., Ltd.	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	240,075	1	Payment term 90 days	Note 1	Note 1	-	-	-
Jincheng Futaihua Precision Electronic Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	Sales	413,614	2	Payment term 90 days	Note 1	Note 1	403,405	3	3
Jincheng Futaihua Precision Electronic Co., Ltd.	Cloud Network Technology (Samoa) Limited	Subsidiary	Sales	5,334,895	32	Payment term 90 days	Note 1	Note 1	4,433,511	30	30
Jincheng Futaihua Precision Electronic Co., Ltd.	IPL International Limited	Subsidiary	Sales	10,523,595	62	Payment term 90 days	Note 1	Note 1	8,573,155	59	59
Jincheng Futaihua Precision Electronic Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Sales	525,849	3	Payment term 90 days	Note 1	Note 1	583,188	6	6
Jincheng Futaihua Precision Electronic Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Purchases	633,826	5	Payment term 90 days	Note 1	Note 1 (	893,164)	(19)	(19)
Lankao Yufu Precision Technology Co., Ltd.	HeNan YuZhan Technology Limited	Subsidiary	Sales	1,517,261	54	Payment term 90 days	Note 1	Note 1	490	-	-
Lankao Yufu Precision Technology Co., Ltd.	Lankao Yufu Precision Technology Co., Ltd.	Subsidiary	Sales	108,954	22	Payment term 30 days	Note 1	Note 1	29,085	13	13
Shenzhen Yuzhan Precision Technology Co., Ltd.	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	458,411	1	Net 90 days	Note 1	Note 1	163,334	1	1
Shenzhen Yuzhan Precision Technology Co., Ltd.	Shenzhen Fertile Plan international Logistics Co., Ltd.	Subsidiary	Sales	260,675	-	Net 90 days	Note 1	Note 1	128,055	-	-
Shenzhen Yuzhan Precision Technology Co., Ltd.	Futaihua Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	Sales	623,674	1	Payment term 90 days	Note 1	Note 1	522,726	2	2
Shenzhen Yuzhan Precision Technology Co., Ltd.	HeNan YuZhan Technology Limited	Subsidiary	Sales	1,333,887	2	Payment term 90 days	Note 1	Note 1	779,857	5	5
Shenzhen Yuzhan Precision Technology Co., Ltd.	Lankao Yufu Precision Technology Co., Ltd.	Subsidiary	Sales	113,533	-	Net 15 days	Note 1	Note 1	123,399	-	-
Shenzhen Yuzhan Precision Technology Co., Ltd.	Cloud Network Technology (Samoa) Limited	Subsidiary	Sales	10,510,102	18	Payment term 30 days	Note 1	Note 1	2,760,054	9	9
Shenzhen Yuzhan Precision Technology Co., Ltd.	IPL International Limited	Subsidiary	Sales	44,238,166	76	Net 30 days	Note 1	Note 1	24,340,036	77	77
Shenzhen Yuzhan Precision Technology Co., Ltd.	Fuzhun Precision (Hebi) Electronics Co., Ltd.	Affiliate	Sales	210,345	-	Net 90 days	Note 1	Note 1	228,625	1	1
Fuzhun Precision Tooling (Jiashan) Co., Ltd.	Fuding Electronical Technology (Jiashan) Co., Ltd.	Subsidiary	Sales	1,285,713	100	Net 90 days	Note 1	Note 1	789,591	100	100

Differences in transaction terms compared to third party transactions											
Transaction					Notes/accounts receivable (payable)						
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Jusda Europe S.R.O.	Foxconn Global Services Division S.R.O.	Subsidiary	Sales	\$ 109,715	23	Payment term 45 days	Note 1	Note 1	\$ 35,208	23	
Nanjing Hongfusharp Precision Electronics Co., Ltd.	Nanjing Sharp Electronics Co., Ltd.	Affiliate	Sales	156,627	25	Payment term 60 days	Note 1	Note 1	856,364	28	
Sharp Jusda Logistics Corporation	Jusda Supply Chain Management Corporation	Subsidiary	Sales	114,851	2	Payment term 30 days	Note 1	Note 1	215,423	11	
Sharp Jusda Logistics Corporation	Sharp Corporation	Affiliate	Purchases	3,746,566	58	Payment term 30 days	Note 1	Note 1 (	176,999)	(4)	
Sharp Jusda Logistics Corporation	Sharp Corporation	Affiliate	Sales	3,177,954	47	Payment term 30 days	Note 1	Note 1	695,685	34	
Sharp Jusda Logistics Corporation	Sharp Marketing Japan Corporation	Affiliate	Sales	602,421	9	Payment term 30 days	Note 1	Note 1	246,668	12	
Sharp Jusda Logistics Corporation	Dynabook, Inc.	Affiliate	Sales	175,103	3	Payment term 30 days	Note 1	Note 1	52,334	3	
Chongqing Fugui Electronics Co., Ltd.	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	Sales	187,786	5	Net 30 days	Note 1	Note 1	140,948	11	
Chongqing Fugui Electronics Co., Ltd.	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	140,222	4	Net 60 days	Note 1	Note 1	-	-	
Chongqing Fugui Electronics Co., Ltd.	Mega Well Limited	Subsidiary	Sales	2,759,043	80	Net 90 days	Note 1	Note 1	928,961	75	
Shenzhen Fugui Precision Industrial Co., Ltd.	Ingrasys Technology Co., Ltd.	Subsidiary	Sales	422,692	1	Payment term 90 days	Note 1	Note 1	274,813	1	
Shenzhen Fugui Precision Industrial Co., Ltd.	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Sales	126,031	-	Payment term 90 days	Note 1	Note 1	130,844	-	
Shenzhen Fugui Precision Industrial Co., Ltd.	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	1,033,967	2	Payment term 90 days	Note 1	Note 1	645,810	1	
Shenzhen Fugui Precision Industrial Co., Ltd.	Profit New Limited	Subsidiary	Sales	10,167,132	16	Payment term 90 days	Note 1	Note 1	10,914,106	20	
Shenzhen Fugui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	Sales	49,945,075	81	Payment term 90 days	Note 1	Note 1	41,185,709	77	
Shenzhen Fugui Precision Industrial Co., Ltd.	General Interface Solution Limited	Affiliate	Purchases	124,264	-	60 days after validation	Note 1	Note 1 (	61,074)	-	
Shenzhen Fugui Precision Industrial Co., Ltd.	Inmolux Corporation	Affiliate	Purchases	188,395	-	Net 60 days	Note 1	Note 1 (	34,941)	-	
Shenzhen Fugui Precision Industrial Co., Ltd.	Garuda International Limited	Affiliate	Purchases	253,144	-	Net 90 days	Note 1	Note 1 (	151,481)	(1)	
Shenzhen Fugui Precision Industrial Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	Affiliate	Purchases	108,519	-	Net 90 days	Note 1	Note 1 (	74,886)	-	

Differences in transaction terms compared to third party transactions										
Transaction					Notes/accounts receivable (payable)			Percentage of total notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Footnote
Cloud Network Technology Singapore Pte. Ltd.	Ingrasys Technology USA Inc.	Subsidiary	Sales	\$ 259,789	-	Net 60 days	Note 1	Note 1	\$ 278,981	-
Cloud Network Technology Singapore Pte. Ltd.	Foxconn CZ S.R.O.	Subsidiary	Sales	10,175,922	2	Net 90 days	Note 1	Note 1	14,307,251	6
Cloud Network Technology Singapore Pte. Ltd.	Funing Precision Component Co., Ltd.	Subsidiary	Sales	23,566,096	5	Net 90 days	Note 1	Note 1	10,920,071	5
Cloud Network Technology Singapore Pte. Ltd.	Foxconn Technology CZ S.R.O.	Subsidiary	Sales	180,415	-	Net 45 days	Note 1	Note 1	117,376	-
Cloud Network Technology Singapore Pte. Ltd.	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Subsidiary	Sales	26,216,363	6	Payment term 90 days	Note 1	Note 1	23,914,544	10
Cloud Network Technology Singapore Pte. Ltd.	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	4,506,199	1	Payment term 90 days	Note 1	Note 1	1,384,767	1
Cloud Network Technology Singapore Pte. Ltd.	Mega Well Limited	Subsidiary	Sales	499,630	-	Payment term 90 days	Note 1	Note 1	306,542	-
Cloud Network Technology Singapore Pte. Ltd.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales	7,291,887	2	Net 60 days	Note 1	Note 1	6,144,122	3
Cloud Network Technology Singapore Pte. Ltd.	Hongfujing Precision Electronics (Guiyang) Co., Ltd.	Subsidiary	Sales	325,644	-	Net 60 days	Note 1	Note 1	-	-
Cloud Network Technology Singapore Pte. Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	3,122,935	1	Net 60 days	Note 1	Note 1	1,434,730	1
Cloud Network Technology Singapore Pte. Ltd.	Cloud Network Technology Kft.	Subsidiary	Sales	454,361	-	Payment term 30 days	Note 1	Note 1	189,481	-
Cloud Network Technology Singapore Pte. Ltd.	Cloud Network Technology USA Inc.	Subsidiary	Sales	20,610,238	5	Payment term 30 days	Note 1	Note 1	26,605,580	11
Cloud Network Technology Singapore Pte. Ltd.	IPL International Limited	Subsidiary	Sales	167,089	-	Payment term 90 days	Note 1	Note 1	-	-
Cloud Network Technology Singapore Pte. Ltd.	Fuhong Precision Component (Bac Giang) Limited	Subsidiary	Sales	15,018,376	3	Net 90 days	Note 1	Note 1	4,191,970	2
Cloud Network Technology Singapore Pte. Ltd.	Foxconn Moebg Industria De Eletronicos Ltda.	Subsidiary	Sales	288,654	-	Net 120 days	Note 1	Note 1	126,072	-
Cloud Network Technology Singapore Pte. Ltd.	Cybertan Technology Inc.	Affiliate	Purchases	491,063	1	90 days after validation	Note 1	Note 1 (	225,823)	-
Cloud Network Technology Singapore Pte. Ltd.	Garuda International Limited	Affiliate	Purchases	512,892	1	90 days after validation	Note 1	Note 1 (	298,712)	-
Cloud Network Technology Singapore Pte. Ltd.	Sharp Corporation	Affiliate	Sales	357,439	-	Payment term 60 days	Note 1	Note 1	154,020	-
Cloud Network Technology Kft.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	Sales	269,290	1	Payment term 45 days	Note 1	Note 1	143,199	1

Differences in transaction terms compared to third party transactions

Transaction				transactions			Notes/accounts receivable (payable)				
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Percentage of total purchases			Percentage of total notes/accounts receivable				
				Amount	Credit term (sales)	Unit price	Credit term	Balance	(payable)	Footnote	
Cloud Network Technology Kft.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	\$ 7,748,386	22	Payment term 30 days	Note 1	Note 1	\$ -	-	-
Cloud Network Technology (Samoa) Limited	Foxconn Precision International Limited	Subsidiary	Sales	20,053,710	100	Net 30 days	Note 1	Note 1	10,734,034	100	100
Shanxi Yuding Precision Technology Co., Ltd.	IPL International Limited	Subsidiary	Sales	8,400,422	100	Net 45 days	Note 1	Note 1	7,550,007	100	100
Shanxi Yuding Precision Technology Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	Purchases	2,743,966	79	Payment term 30 days	Note 1	Note 1	(2,044,908)	(53)	(53)
Shanxi Yuding Precision Technology Co., Ltd.	Fuzhun Precision (Hebi) Electronics Co., Ltd.	Affiliate	Purchases	156,346	4	Net 90 days	Note 1	Note 1	(79,879)	(2)	(2)
Cloud Network Technology USA Inc.	Foxconn CZ S.R.O.	Subsidiary	Sales	787,688	1	Net 45 days	Note 1	Note 1	225,220	1	1
Cloud Network Technology USA Inc.	Nanning Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	190,550	-	Payment term 90 days	Note 1	Note 1	-	-	-
Cloud Network Technology USA Inc.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	230,397	-	Payment term 30 days	Note 1	Note 1	147,770	1	1
Cloud Network Technology USA Inc.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	3,685,083	5	Net 180 days	Note 1	Note 1	733,112	4	4
Cloud Network Technology USA Inc.	NSG Technology Inc.	Subsidiary	Sales	119,623	-	Net 30 days	Note 1	Note 1	116,567	1	1
IPL International Limited	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	Sales	386,697	-	Payment term 30 days	Note 1	Note 1	216,589	1	1
IPL International Limited	HeNan YuZhan Technology Limited	Subsidiary	Sales	1,298,161	1	Net 60 days	Note 1	Note 1	610,403	2	2
IPL International Limited	Jincheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	Sales	471,281	-	Net 45 days	Note 1	Note 1	184,107	1	1
IPL International Limited	Foxconn Precision International Limited	Subsidiary	Sales	99,535,161	97	Payment term 30 days	Note 1	Note 1	32,421,386	95	95
IPL International Limited	Shenzhen Shi Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	433,195	-	Net 45 days	Note 1	Note 1	218,656	1	1
Jusda Supply Chain Management Corporation	Sharp Devices (Europe) GmbH	Affiliate	Sales	144,334	14	Net 45 days	Note 1	Note 1	9,585	2	2
AFE, Inc.	FII USA Inc	Subsidiary	Sales	678,797	82	Net 30 days	Note 1	Note 1	-	-	-
Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Limited	Subsidiary	Sales	4,004,422	62	Net 90 days	Note 1	Note 1	40,877	2	2
Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	Sales	2,421,188	37	Net 60 days	Note 1	Note 1	2,370,778	98	98
Fortunebay Technology Pte. Ltd.	FIH (Hong Kong) Limited	Subsidiary	Sales	367,598	20	Payment term 60 days	Note 1	Note 1	17,346	1	1
Fortunebay Technology Pte. Ltd.	Rising Stars Mobile India Private Limited	Subsidiary	Sales	137,669	8	Net 60 days	Note 1	Note 1	16,313	1	1

Transaction		Differences in transaction terms compared to third party transactions				Notes/accounts receivable (payable)					
		Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Purchaser/seller	Counterparty			\$					\$		
Fortunebay Technology Pte. Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Sales	114,129	6	Net 45 days	Note 1	Note 1	112,721	9	
Fortunebay Technology Pte. Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Sales	292,145	16	Net 45 days	Note 1	Note 1	288,542	24	
Fortunebay Technology Pte. Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	Sales	505,553	28	Net 45 days	Note 1	Note 1	485,246	40	
Fortunebay Technology Pte. Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	Sales	139,893	8	Net 45 days	Note 1	Note 1	126,099	10	
Wuhan Yuzhan Precision Technology Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	Sales	533,147	64	Payment term 30 days	Note 1	Note 1	-	-	
Wuhan Yuzhan Precision Technology Co., Ltd.	ShanXi Yuding Precision Technology Co., Ltd.	Subsidiary	Sales	228,232	27	Payment term 30 days	Note 1	Note 1	148,379	52	
Hebi Yuzhan Precision Technology Co., Ltd.	Futaihua Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	Sales	173,124	10	Payment term 90 days	Note 1	Note 1	-	-	
Hebi Yuzhan Precision Technology Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	Sales	364,929	20	Payment term 90 days	Note 1	Note 1	188,823	19	
Hebi Yuzhan Precision Technology Co., Ltd.	HeNan YuZhan Technology Limited	Subsidiary	Sales	800,955	45	Payment term 90 days	Note 1	Note 1	350,947	36	
Hebi Yuzhan Precision Technology Co., Ltd.	Jincheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	Sales	314,375	17	Payment term 90 days	Note 1	Note 1	276,087	28	
Shenzhen Jingliang Yunchuang Technology Co., Ltd.	Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Subsidiary	Sales	156,919	14	Net 90 days	Note 1	Note 1	161,587	18	
Shenzhen Jingliang Yunchuang Technology Co., Ltd.	Shenzhenshi Yuzhan Precision Technology Co., Ltd.	Subsidiary	Sales	314,574	28	Net 60 days	Note 1	Note 1	110,890	13	
Sharp Jusda Logistics Malaysia Sdn. Bhd.	Sharp Electronics (Malaysia) Sdn. Bhd.	Affiliate	Sales	134,746	81	Net 30 days	Note 1	Note 1	25,704	82	
Triple Win Technology (JinCheng) Co., Ltd.	Triple Win Technology (Shenzhen) Co., Ltd.	Subsidiary	Sales	10,346,113	96	Payment term 90 days	Note 1	Note 1	2,189,909	95	
Triple Win Technology (JinCheng) Co., Ltd.	Best Ever Industries Limited	Subsidiary	Sales	466,975	4	Payment term 90 days	Note 1	Note 1	125,503	5	
Shenzhen Hochichuang Technology Co., Ltd.	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Subsidiary	Sales	149,044	85	Net 30 days	Note 1	Note 1	28,711	66	
Likom De Mexico S.A De C.V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	135,640	100	Payment term 30 days	Note 1	Note 1	-	-	
Bang Tai International Logistics Co., Ltd	Jusda International Limited	Subsidiary	Sales	149,999	26	Net 60 days	Note 1	Note 1	326,993	82	
Polight Technologies Ltd.	Best Ever Industries Limited	Subsidiary	Sales	173,828	100	Payment term 30 days	Note 1	Note 1	118,985	100	
Shanghai Topone Logistics Co., Ltd	Shenzhen Fertile Plan international Logistics Co., Ltd.	Subsidiary	Sales	168,367	7	Payment term 30 days	Note 2	Note 2	68,517	3	

Transaction			Differences in transaction terms compared to third party transactions			Notes/accounts receivable (payable)				
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
NSG Technology Inc.	Purchaser/seller	Counterparty	Relationship with the counterparty							
		Mega Well Limited	Subsidiary	Sales	\$ 172,978	12	Payment term 30 days	Note 1	\$ -	-
NSG Technology Inc.		Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	Sales	109,029	7	Payment term 30 days	Note 1	-	-
NSG Technology Inc.		Cloud Network Technology USA Inc.	Subsidiary	Sales	1,036,447	70	Payment term 30 days	Note 1	581,457	77
Fuhong Precision Component (Bac Giang) Limited		Foxconn Interconnect Technology Limited	Subsidiary	Sales	3,499,502	14	Payment term 90 days	Note 1	1,798,926	15
Fuhong Precision Component (Bac Giang) Limited		New Wing Interconnect Technology (Bac Giang) Limited	Subsidiary	Sales	591,092	2	Payment term 90 days	Note 1	247,494	2
Fuhong Precision Component (Bac Giang) Limited		Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	20,622,160	83	Payment term 90 days	Note 1	9,590,912	82
Jusda International Supply Chain Management (Vietnam) Company Limited		Funing Precision Component Co., Ltd.	Subsidiary	Sales	189,129	35	Payment term 30 days	Note 1	65,641	25
Jusda International Supply Chain Management (Vietnam) Company Limited		Fuhong Precision Component (Bac Giang) Limited	Subsidiary	Sales	103,868	19	Payment term 30 days	Note 1	40,299	16

Note 1: The prices and terms to related parties were not significantly different from transaction with third parties, except for particular transactions with no similar transactions to compare with. For these transactions, the prices and terms were determined in accordance with mutual agreements.

Note 2: The Group sold materials to the above related parties for processing and repurchased the finished goods. The sales amount of materials and repurchase price of finished goods were offset against each other and shown at net amount in the financial statements.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
June 30, 2020

Table 6

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables		Expressed in thousands of TWB (Except as otherwise indicated)	
					Amount	Action taken	Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	\$ 45,722,172	3	\$ 2,414,521	Subsequent Collection	\$ 16,676,865	\$ -
Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	17,337,674 (Shown as other receivables)(Note)	-	1,863,667	Subsequent Collection	1,159,476	-
Hon Hai Precision Industry Co., Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	152,683,027 (Shown as other receivables)(Note)	-	-	-	55,294,203	-
Hon Hai Precision Industry Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	71,489,191 (Shown as other receivables)(Note)	-	531,746	Subsequent Collection	20,544,132	-
Hon Hai Precision Industry Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	85,918,940 (Shown as other receivables)(Note)	-	-	-	36,140,739	-
Hon Hai Precision Industry Co., Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	44,531,012 (Shown as other receivables)(Note)	-	-	-	14,841,730	-
Hon Hai Precision Industry Co., Ltd.	eCMMS Precision Singapore	Subsidiary	3,813,557	1	41,267	Subsequent Collection	775,950	-
Hon Hai Precision Industry Co., Ltd.	Foxconn Hon Hai Technology India Mega Development Private Limited	Subsidiary	3,221,911	1	804,410	Subsequent Collection	315,541	-
Hon Hai Precision Industry Co., Ltd.	Yantai Xiaye Electrons Co., Ltd.	Affiliate	1,878,681	-	66,810	Subsequent Collection	133,621	705
Hon Hai Precision Industry Co., Ltd.	Dynabook Technology (Hangzhou) Inc.	Affiliate	1,291,431	2	332	Subsequent Collection	607,003	484
Hon Hai Precision Industry Co., Ltd.	Sharp Corporation	Affiliate	797,736	4	2,774	Subsequent Collection	836,807	299
Hon Hai Precision Industry Co., Ltd.	Sharp Manufacturing Corporation (Malaysia) Sdn. Bhd.	Affiliate	746,484	2	154	Subsequent Collection	348,535	280
Hon Hai Precision Industry Co., Ltd.	Dynabook Technology (Taiwan) Co., Ltd.	Affiliate	726,635	-	176	Subsequent Collection	343,597	272
Hon Hai Precision Industry Co., Ltd.	Innolux Corporation	Other related party	675,759	2	355	Subsequent Collection	180,427	253
Hon Hai Precision Industry Co., Ltd.	Ningbo Innolux Optoelectronics Ltd.	Other related party	530,339	2	109	Subsequent Collection	108,204	199
Hon Hai Precision Industry Co., Ltd.	Ningbo Innolux Display Ltd.	Other related party	510,345	1	-	-	105,619	191
Hon Hai Precision Industry Co., Ltd.	Interface Optoelectronics (Wuxi) Co., Ltd.	Affiliate	391,998	1	-	-	70,450	147
Hon Hai Precision Industry Co., Ltd.	Sharp Hong Kong Limited	Affiliate	345,591	-	-	-	232,333	130
Hon Hai Precision Industry Co., Ltd.	Foxconn Technology Pte. Ltd.	Affiliate	265,948	1	354	Subsequent Collection	168,618	100
Hon Hai Precision Industry Co., Ltd.	Foxconn Japan Co., Limited	Subsidiary	228,612	1	85,043	Subsequent Collection	130,768	-
Hon Hai Precision Industry Co., Ltd.	Goldtek Technology Co., Ltd.	Affiliate	168,298	1	-	-	53,501	63
Hon Hai Precision Industry Co., Ltd.	Nanjing Sharp Electronics Co., Ltd.	Affiliate	158,203	1	-	-	63,744	59

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken			
			\$	-	\$	Subsequent Collection	\$	-	\$
Hon Hai Precision Industry Co., Ltd.	Pan-International Electronics (Malaysia) Sdn. Bhd.	Affiliate	139,037	-	120,925	Subsequent Collection			52
Hon Hai Precision Industry Co., Ltd.	CASwell, Inc.	Affiliate	113,540	3	-	-	18,876		43
ShunSin Technology (Zhong Shan) Limited	Triple Win Technology (ShenZhen) Co., Ltd.	Subsidiary	222,829	1	-	-	70,281		
Ambit Microsystem (Shanghai) Co., Ltd.	Funing Precision Component Co., Ltd.	Subsidiary	286,206	2	27,647	Subsequent Collection	258,558		-
Ambit Microsystem (Shanghai) Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	1,263,135	2	434,217	Subsequent Collection	828,918		-
Ambit Microsystem (Shanghai) Co., Ltd.	FUHONG Precision Component (Bac Giang) Limited	Subsidiary	860,419	3	551,532	Subsequent Collection	594,654		-
Ingrasys Technology Inc.	Ingrasys Technology USA Inc.	Subsidiary	974,254	1	121,477	Subsequent Collection	162,674		-
Ingrasys Technology Inc.	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	270,713	2	45,979	Subsequent Collection	127,556		-
Ingrasys Technology Inc.	Foxconn Technology (India) Private Limited	Subsidiary	765,690	1	316,295	Subsequent Collection	323,190		-
Ingrasys Technology Inc.	Foxconn Technology CZ s.r.o.	Subsidiary	1,139,762	3	96,024	Subsequent Collection	216,633		-
Ingrasys Technology Inc.	HongFuJing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	6,539,346	2	945,799	Subsequent Collection	1,098,291		-
Ingrasys Technology Inc.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	4,194,420	2	498,964	Subsequent Collection	1,005,135		-
Ingrasys Technology Inc.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	237,205	4	929	Subsequent Collection	171,812		-
Ingrasys Technology Inc.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	348,346	2	28,286	Subsequent Collection	188,646		-
Ingrasys Technology Inc.	Yuzhang Precision Technology Japan Co., Ltd.	Subsidiary	342,957	1	6,724	Subsequent Collection	236,081		-
Ingrasys Technology Inc.	Cloud Network Technology Kft.	Subsidiary	116,237	4	-	-	56,029		-
Ingrasys Technology Inc.	Cloud Network Technology USA Inc.	Subsidiary	353,752	1	172,385	Subsequent Collection	2,483		-
Ingrasys Technology Inc.	AFE, INC.	Subsidiary	111,898	3	728	Subsequent Collection	-		-
Foxnum Technology Co., Ltd.	Hong-Qi Mechatronics (Anhui) Co., Ltd.	Subsidiary	158,012	-	156,055	Subsequent Collection	-		-
Ingrasys Technology USA Inc.	eCMMS Precision Singapore Pte. Ltd.	Subsidiary	145,087	1	47,838	Subsequent Collection	47,838		-
Socle Technology Corp	Fitipower Integrated Technology Inc.	Affiliate	150,848	10	-	-	62,632		57
Hon-Ling Technology Co., Ltd.	HongFuJing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	589,024	4	-	-	8,374		-
Hon-Ling Technology Co., Ltd.	Mega Well Limited	Subsidiary	371,078	5	-	-	-		-
Foxconn Global Network	Asia Pacific Telecom Co., Ltd.	Subsidiary	116,415	-	-	-	-		-
Shenzhen FuTaiHong Precision Industry Co., Ltd.	Chiun Mai Communication Systems, Inc.	Subsidiary	246,029	5	-	-	13,943		-
Shenzhen FuTaiHong Precision Industry Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	2,230,798	2	-	-	2,230,798		-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken	\$		
Shenzhen FutaiHong Precision Industry Co., Ltd.	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Subsidiary	\$ 297,663	2	\$ 297,663	Subsequent Collection	\$ 297,663	\$ -	-
Futaijing Precision Electronics (Beijing) Co., Ltd.	FIH Precision Electronics (Lang Fang) Co., Ltd.	Subsidiary	224,394	5	-	-	224,394	-	-
FIH Precision Electronics (Lang Fang) Co., Ltd.	Shenzhen FutaiHong Precision Industry Co., Ltd.	Subsidiary	3,711,388	1	3,711,388	Subsequent Collection	-	-	-
FIH Precision Electronics (Lang Fang) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	248,598	3	248,598	Subsequent Collection	30,754	-	-
FIH (Hong Kong) Limited	Shenzhen FutaiHong Precision Industry Co., Ltd.	Subsidiary	899,820	3	-	-	116,998	-	-
FIH (Hong Kong) Limited	Ensky Technology Pte. Ltd.	Subsidiary	5,650,022	2	-	-	5,650,022	-	-
FIH (Hong Kong) Limited	Sharp Corporation	Affiliate	1,151,027	10	-	-	1,151,027	432	-
FuTaijing Precision Electrons (Yantai) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	2,466,073	10	-	-	2,466,073	-	-
Hengyang Futaihong Precision Industry Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	10,762,854	2	-	-	10,762,854	-	-
Foxconn (Far East) Limited	Foxteq Holdings Inc.	Subsidiary	142,224	-	-	-	-	-	-
Foxconn (Far East) Limited	Best Behaviour Holdings Limited	Subsidiary	142,224	-	-	-	-	-	-
Carston Limited	Best Leap Enterprises Limited	Subsidiary	214,620	-	210,412	Subsequent Collection	214,620	-	-
Carston Limited	New Beyond Maximum Industrial Limited	Subsidiary	182,521	-	-	-	-	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Shenzhen FutaiHong Precision Industry Co., Ltd.	Subsidiary	297,167	2	18,002	Subsequent Collection	92,177	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Subsidiary	163,432	10	11,285	Subsequent Collection	118,324	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	166,678	3	17,634	Subsequent Collection	38,385	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	2,324,806	3	-	-	501,621	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	393,378	2	69,463	Subsequent Collection	100,625	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Hongfuzhun Precision Shenzhen Co., Ltd.	Subsidiary	467,681	-	455,844	Subsequent Collection	14,885	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	213,171	3	-	-	-	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Shenzhen Yuzhan Precision Technology Co., Ltd.	Subsidiary	588,905	1	253,339	Subsequent Collection	229,319	-	-
HongFuJin Precision Industry (Shenzhen) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	210,997	3	437	Subsequent Collection	83,178	-	-
ShunSin Technology Holdings Limited	Foxconn Interconnect Technology Limited	Subsidiary	106,943	3	-	-	43,600	-	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
						Amount	Action taken		
Fuding Electronic Technology (Jiashan) Co., Ltd.	Fuxiang Precision Industrial (kunshan) Co., Ltd.	Subsidiary	\$ 3,390,821	4	\$	-	-	\$ 24,209	\$ -
Fuding Electronic Technology (Jiashan) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	2,641,109	3		-	-	101,997	-
Fuding Electronic Technology (Jiashan) Co., Ltd.	Fuzhun Precision Tooling(Jiashan) Co., Ltd.	Subsidiary	203,920	2		-	-	100,708	-
Triple Win Technology (ShenZhen) Co., Ltd.	Best Ever Industries Limited	Subsidiary	4,959,532	10		-	-	2,755,583	-
Triple Win Technology (ShenZhen) Co., Ltd.	Triple Win Technology(JinCheng) Co., Ltd.	Subsidiary	628,647	8		-	-	271,312	-
Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	260,742	3		829	Subsequent Collection	204,018	-
Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Ennoconn (Suzhou) Technology Co., Ltd.	Affiliate	117,314	3		-	-	15,082	44
Fuxiang Precision Industrial (kunshan) Co., Ltd.	Fuding Electronic Technology (Jiashan) Co., Ltd.	Subsidiary	5,307,634	3		-	-	5,307,634	-
Fuxiang Precision Industrial (kunshan) Co., Ltd.	Smart Top International Limited	Subsidiary	302,357	1		-	-	302,357	-
Fuxiang Precision Industrial (kunshan) Co., Ltd.	Fusing International Inc. Pte. Ltd.	Subsidiary	170,342	4		-	-	170,342	-
Fuxiang Precision Industrial (kunshan) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	1,101,604	3		-	-	1,101,604	-
Fuxiang Precision Industrial (kunshan) Co., Ltd.	Fu Yu Precision Components (Kunshan) Co., Ltd.	Affiliate	162,427	4		-	-	24,324	61
Competition Team Technologies Limited	Best Behaviour Holdings Limited	Subsidiary	3,427,445	2		-	-	-	-
Competition Team Technologies Limited	Best Behaviour Limited	Subsidiary	3,413,524	2		-	-	-	-
HighTech Electronics Components Inc.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	336,798	7		-	-	48,367	-
HighTech Electronics Components Inc.	FUSJING International Inc.	Subsidiary	105,080	2		-	-	31,005	-
Smart Top International Limited	Fuxiang Precision Industrial (kunshan) Co., Ltd.	Subsidiary	273,792	-		273,792	Subsequent Collection	273,792	-
Best Leap Enterprises Limited	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	838,797	-		-	-	828,921	-
HongFuTai Precision Electronics (YanTai) Co., Ltd.	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Subsidiary	1,128,972	5		-	-	-	-
HongFuTai Precision Electronics (YanTai) Co., Ltd.	Guizhou Fuzhikang Precision Electronics Co., Ltd.	Subsidiary	213,098	-		213,098	Subsequent Collection	-	-
HongFuTai Precision Electronics (YanTai) Co., Ltd.	Yantai Xiaye Electrons Co., Ltd.	Affiliate	538,638	6		102	Subsequent Collection	102	202

Table 6, Page 4

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date		Allowance for doubtful accounts
					Amount	Action taken	\$	\$	
eCMMS S.A. de C.V.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	\$ 107,661	2	\$ 107,661	Subsequent Collection	\$ -	\$ -	-
eCMMS S.A. de C.V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	487,173	6	-	-	-	-	-
Futaijie Science & Technology Development (Shenzhen) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	188,289	4	863	Subsequent Collection	-	-	-
Foxconn CZ s.r.o.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	340,666	2	186,700	Subsequent Collection	120,697	-	-
Fujian Precision Industrial (Jincheng) Co., Ltd.	Fast Victor Limited	Subsidiary	138,804	10	-	-	138,637	-	-
Fujian Precision Industrial (Jincheng) Co., Ltd.	Jincheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	123,925	10	43,302	Subsequent Collection	123,925	-	-
HongZhun Precision Tooling (Kunshan) Co., Ltd.	Fuding Electronic Technology (Jiashan) Co., Ltd.	Subsidiary	324,129	4	-	-	46,297	-	-
HongZhun Precision Tooling (Kunshan) Co., Ltd.	Fuxiang Precision Industrial (Kunshan) Co., Ltd.	Subsidiary	284,078	4	-	-	284,078	-	-
HongZhun Precision Tooling (Kunshan) Co., Ltd.	Foxconn (KunShan) Computer Connector Co., Ltd.	Subsidiary	140,564	4	-	-	6,406	-	-
NWEA LLC	Cloud Network Technology USA Inc.	Subsidiary	104,273	-	67,280	Subsequent Collection	475	-	-
Foxconn Assembly LLC	Cloud Network Technology USA Inc.	Subsidiary	641,435	1	-	-	-	-	-
Jizhun Precision Industry (Huizhou) Co., Ltd.	Shenzhen Jingjiang Yunchuang Technology Co., Ltd.	Subsidiary	260,028	-	253,790	Subsequent Collection	229,094	-	-
PCE Paragon Solutions (Mexico) S.A. de C.V.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	145,016	4	-	-	145,016	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Shenzhen FuTaiHong Precision Industry Co., Ltd.	Subsidiary	130,636	3	47,945	Subsequent Collection	5,530	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Guizhou Fuzhikang Precision Electronics Co., Ltd.	Subsidiary	156,936	2	39,865	Subsequent Collection	37,566	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	163,352	2	3,701	Subsequent Collection	23,901	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	129,946	2	60,907	Subsequent Collection	33,508	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	139,765	4	-	-	34,727	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	HongFuJing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	239,269	4	-	-	50,243	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	103,462	2	-	-	10,896	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	NanNing FuGui Precision Industrial Co., Ltd.	Subsidiary	138,823	6	-	-	6,974	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Jusda International Limited	Subsidiary	1,175,446	1	977,199	Subsequent Collection	879,508	-	-

Table 6, Page 5

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken			
			\$		\$			\$	\$
Shenzhen Fertile Plan international Logistics Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	143,747	2	-	-	2,054	-	-
Shenzhen Fertile Plan international Logistics Co., Ltd.	Sharp Universal Technology (Shen Zhen) Co., Ltd.	Affiliate	170,137	2	94,074	Subsequent Collection	408	64	-
Fuzhun Precision Tooling (Huaian) Co., Ltd.	Fuyu Electronical Technology (Huaian) Co., Ltd.	Subsidiary	166,006	3	8,812	Subsequent Collection	-	-	-
PCE Paragon Solutions (USA) Inc.	Profit New Limited	Subsidiary	184,012	3	105,455	Subsequent Collection	16,771	-	-
Funing Precision Component Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	15,654,115	2	4,629,597	Subsequent Collection	1,924,954	-	-
Foxconn Baja California S.A. de C.V.	eCMMS Precision Singapore Pte. Ltd.	Subsidiary	698,846	2	-	-	263,229	-	-
HongFujin Precision Industry (Wuhan) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	132,539	3	-	-	87,261	-	-
HongFujin Precision Industry (Wuhan) Co., Ltd.	Wuhan Yuzhan Precision Technology Co., Ltd.	Subsidiary	192,519	1	134,320	Subsequent Collection	146,114	-	-
Hongfujin Precision Electronics (Yantai) Co., Ltd.	HongFuTai Precision Electronics (Yantai) Co., Ltd.	Subsidiary	497,259	3	-	-	-	-	-
HongFuJin Precision Electronics (Yantai) Co., Ltd.	Fuguikang Precision Electrons (Guizhou) Co., Ltd.	Subsidiary	107,407	2	-	-	-	-	-
HongFuJin Precision Electronics (Yantai) Co., Ltd.	Foxconn Technology Co., Ltd	Affiliate	10,157,584	8	-	-	-	3,809	-
HongFuJin Precision Electronics (Yantai) Co., Ltd.	Sharp Corporation	Affiliate	346,978	5	-	-	-	130	-
Foxconn Technology CZ s.r.o.	Foxconn CZ s.r.o.	Subsidiary	292,957	1	350	Subsequent Collection	12	-	-
Foxconn Technology CZ s.r.o.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	112,291	3	10,574	Subsequent Collection	8,958	-	-
PCE Technology de Juarez S.A. de C.V.	eCMMS Precision Singapore Pte. Ltd.	Subsidiary	410,121	3	-	-	134,244	-	-
PCE Technology de Juarez S.A. de C.V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	465,544	5	-	-	241,461	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Shenzhen FuTaiHong Precision Industry Co., Ltd.	Subsidiary	398,411	3	8,153	Subsequent Collection	32,560	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Hengyang Futaihong Precision Industry Co., Ltd.	Subsidiary	122,823	4	176	Subsequent Collection	102,949	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Carston Limited	Subsidiary	4,427,457	-	-	-	-	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Fu Ding Precision Component (Shenzhen) Co., Ltd.	Subsidiary	528,208	3	126,198	Subsequent Collection	123,111	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Best Leap Enterprises Limited	Subsidiary	17,269,628	10	-	-	1,776,249	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Subsidiary	114,405	4	-	-	-	-	-

Table 6, Page 6

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date		Allowance for doubtful accounts
					Amount	Action taken	\$	\$	
Futaihua Industrial (Shenzhen) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	\$ 76,394,886	4	\$ 8,161,766	Subsequent Collection	\$ 24,296,350	\$ -	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	989,961	6	19,681	Subsequent Collection	437,168	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	103,199	1	93,520	Subsequent Collection	100,303	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	134,516	3	22,433	Subsequent Collection	20,421	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Shenzhen Shi Yuzhan Precision Technology Co., Ltd.	Subsidiary	2,343,131	3	589,068	Subsequent Collection	269,227	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Ur Material Technology (Guangzhou) Co., Ltd.	Subsidiary	312,320	-	311,748	Subsequent Collection	311,748	-	-
Futaihua Industrial (Shenzhen) Co., Ltd.	G-TECH Optoelectronics Corporation	Affiliate	147,399	7	26,763	Subsequent Collection	72,139	55	-
Futaihua Industrial (Shenzhen) Co., Ltd.	Nanjing Sharp Electronics Co., Ltd.	Affiliate	379,177	3	-	-	-	142	-
HongFuJin Precision Electronics (Chongqing) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	2,535,089	5	-	-	2,096,352	-	-
HongFuJin Precision Electronics (Chongqing) Co., Ltd.	Fujun Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	898,230	6	281,296	Subsequent Collection	29	-	-
HongFuJin Precision Electronics (Chongqing) Co., Ltd.	FUSING International Inc.	Subsidiary	1,647,009	6	-	-	44,445	-	-
HongFuJin Precision Electronics (Chongqing) Co., Ltd.	Competition Team Ireland Limited	Subsidiary	2,755,158	6	-	-	1,468,829	-	-
HongFuJin Precision Electronics (Chongqing) Co., Ltd.	Innocom Technology (Chongqing) Co., Ltd.	Subsidiary	125,590	-	125,590	Subsequent Collection	16,747	-	-
HongFuJin Precision Electronics (Chongqing) Co., Ltd.	Foxconn Japan Co., Limited	Subsidiary	112,573	4	-	-	59,103	-	-
Foxconn Precision Electronics (YanTai) Co., Ltd.	FuTaiJing Precision Electrons (Yantai) Co., Ltd.	Subsidiary	766,574	6	-	-	-	-	-
Foxconn Precision Electronics (YanTai) Co., Ltd.	Yantaishi Fultong International Trading Co., Ltd.	Subsidiary	399,954	8	-	-	-	-	-
Foxconn Precision Electronics (YanTai) Co., Ltd.	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Subsidiary	191,811	7	-	-	-	-	-
HongFuJing Precision Electronics (TianJin) Co., Ltd.	Ingrasys Technology Inc.	Subsidiary	349,210	2	39,654	Subsequent Collection	85,154	-	-
HongFuJing Precision Electronics (TianJin) Co., Ltd.	Profit New Limited	Subsidiary	44,169,271	2	1,866,655	Subsequent Collection	9,711,438	-	-
HongFuJing Precision Electronics (TianJin) Co., Ltd.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	15,531,385	1	8,237,735	Subsequent Collection	1,516,384	-	-

Table 6, Page 7

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken	\$		
HongFuJing Precision Electronics (Tianjin) Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	\$ 397,419	1	\$ 243,757	Subsequent Collection	\$ 160,319	\$ -	-
HongFuJin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Limited	Subsidiary	13,427,077	10	-	-	13,262,662	-	-
HongFuJin Precision Electronics (Chengdu) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	147,891	-	25,206	Subsequent Collection	31,710	-	-
HongFuJin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	121,986,853	4	-	-	37,487,239	-	-
HongFuJin Precision Electronics (Chengdu) Co., Ltd.	Hangzhou GengDe Electronics Co., Ltd.	Affiliate	400,750	-	-	-	68,720	150	-
Futaihua Precision Electronics (Chengdu) Co., Ltd.	HongfuJin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	221,811	6	-	-	54,938	-	-
Yantai Fuhuada Precision Electronics Co., Ltd.	Chongqing Fuyusheng Electronics Technology Co., Ltd.	Subsidiary	257,533	-	257,533	Subsequent Collection	-	-	-
AnPinDa Precision Industry (HuiZhou) Co., Ltd.	HongfuJin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	265,392	8	-	-	124,724	-	-
AnPinDa Precision Industry (HuiZhou) Co., Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	106,559	3	16,273	Subsequent Collection	31,662	-	-
Jusda Supply Chain Management International Co., Ltd.	HongfuJin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	190,669	1	127,623	Subsequent Collection	190,669	-	-
Jusda Supply Chain Management International Co., Ltd.	Jusda International Limited	Subsidiary	267,073	-	258,177	Subsequent Collection	57,278	-	-
System Integration Electronics (Hangzhou) Co., Ltd.	System Integration (Hai Ning) Electronics Co., Ltd.	Subsidiary	957,361	5	957,361	Subsequent Collection	957,361	-	-
NanNing FuGui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	29,769,859	1	23,156,408	Subsequent Collection	5,413,586	-	-
Futaihua Precision Electronics (Zhenzhou) Co., Ltd.	IPL International Limited	Subsidiary	9,380,962	1	-	-	-	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	Competition Team Technologies Limited	Subsidiary	34,217,523	10	-	-	5,927,949	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	112,011	4	46,418	Subsequent Collection	46,690	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	1,274,158	8	346,541	Subsequent Collection	6,152	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	HeNan YuZhan Technology Limited	Subsidiary	156,873	-	-	-	41,626	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Singapore Pte. Ltd.	Subsidiary	157,648,790	5	-	-	63,132,652	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Brasil Industria e Comercio Ltda.	Subsidiary	1,507,331	5	-	-	64,556	-	-
HongfuJin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Hon Hai Technology India Mega Development Private Limited	Subsidiary	842,249	1	727,969	Subsequent Collection	415,689	-	-

Table 6, Page 8

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Allowance for doubtful accounts
					Amount	Action taken	Amount collected subsequent to the balance sheet date	
Profit New Limited	Ingrasys Technology Inc.	Subsidiary	\$ 13,112,810	1	\$ 2,068,612	Subsequent Collection	\$ 1,523,395	-
Profit New Limited	HongFuJin Precision Electronics (TianJin) Co., Ltd.	Subsidiary	29,440,144	1	3,334,468	Subsequent Collection	2,189,050	-
Profit New Limited	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	150,622	1	-	-	9,520	-
Profit New Limited	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	1,610,763	-	39,301	Subsequent Collection	-	-
Profit New Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	20,379,614	2	9,159,396	Subsequent Collection	3,525,994	-
Mega Well Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	70,108,398	1	11,919,610	Subsequent Collection	199,491	-
Mega Well Limited	Yuzhang Precision Technology Japan Co., Ltd.	Subsidiary	313,954	1	205,242	Subsequent Collection	64,652	-
Fast Victor Limited	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	2,282,499	-	-	-	1,297,809	856
Competition Team Ireland Limited	Foxconn Global Services Division S.R.O.	Subsidiary	669,824	8	275,399	Subsequent Collection	303,273	-
Competition Team Ireland Limited	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	518,825	10	347,036	Subsequent Collection	518,825	-
WWW (Jin Cheng) Co., Ltd.	Beyond Maximum Industrial Limited	Subsidiary	108,115	7	78,857	Subsequent Collection	36,865	-
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	151,201	6	-	-	109,566	-
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Fast Victor Limited	Subsidiary	42,047,317	9	-	-	18,120,524	-
Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Foxconn Brasil Industria e Comercio Ltda.	Subsidiary	1,326,972	8	-	-	178,787	-
Scientific-Atlanta de Mexico S. de R. L. de C. V.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	246,473	4	-	-	158,677	-
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Jincheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	489,600	-	310,058	Subsequent Collection	928	-
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Cloud Network Technology (Samoa) Limited	Subsidiary	2,745,643	1	1,094,341	Subsequent Collection	-	-
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	IPL International Limited	Subsidiary	5,650,025	1	-	-	-	-
Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Wuhan Yuzhan Precision Technology Co., Ltd.	Subsidiary	1,408,666	-	1,372,528	Subsequent Collection	1,372,528	-
HongFuJin Precision Electrons (HengYang) Co., Ltd.	FIH (Hong Kong) Limited	Subsidiary	147,704	5	94,432	Subsequent Collection	40,763	-
HongFuJin Precision Electrons (HengYang) Co., Ltd.	Shenzhen Shi Yuzhan Precision Technology Co., Ltd.	Subsidiary	513,285	4	2,867	Subsequent Collection	383	-
Foxconn Interconnect Technology Limited	Hongfujin Precision Industry (Shenzhen) Co., Ltd.	Subsidiary	410,568	8	42,420	Subsequent Collection	223,618	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken			
			\$		\$			\$	\$
Foxconn Interconnect Technology Limited	Hongfujin Precision Industry (Wuhan) Co., Ltd.	Subsidiary	315,179	8	-	-		241,561	-
Foxconn Interconnect Technology Limited	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Subsidiary	157,525	5	-	-		24,443	-
Foxconn Interconnect Technology Limited	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	137,408	4	77	Subsequent Collection		36,148	-
Foxconn Interconnect Technology Limited	HongFuJing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	315,434	8	6,440	Subsequent Collection		139,287	-
Foxconn Interconnect Technology Limited	NanNing FuGui Precision Industrial Co., Ltd.	Subsidiary	123,843	6	-	-		82,398	-
Foxconn Interconnect Technology Limited	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Subsidiary	120,095	4	-	-		49,225	-
Foxconn Interconnect Technology Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	181,466	7	1,140	Subsequent Collection		76,950	-
Foxconn Interconnect Technology Limited	FUHONG Precision Component (Bac Giang) Limited	Subsidiary	765,703	7	3	Subsequent Collection		425,305	-
Foxconn Interconnect Technology Limited	Pan-International Industrial Co.	Affiliate	519,356	6	-	-		164,765	195
Foxconn Interconnect Technology Limited	Tekcon Electronics Corp.	Affiliate	300,198	1	208,639	Subsequent Collection		31,106	113
Foxconn Interconnect Technology Limited	Tekcon Huizhou Electronics Co., Ltd.	Affiliate	519,249	1	-	-		-	195
Foxconn Interconnect Technology Limited	Avary Holding (Shenzhen) Co., Limited	Affiliate	182,796	5	2,393	Subsequent Collection		43,186	69
Fuguikang Precision Electronics (Guizhou) Co., Ltd.	Hongfujin Precision Electronics (Yantai) Co., Ltd.	Subsidiary	210,887	3	-	-		475	-
GuiZhou FuNaYuanChuang Technology Co., Ltd.	TianJin FuNaYuanChuang Technology Co., Ltd.	Subsidiary	108,647	-	108,647	Subsequent Collection		108,647	-
Jusda International Limited	Ingrasys Technology Inc.	Subsidiary	134,350	-	-	-		-	-
Jusda International Limited	Jusda Supply Chain Management International Co., Ltd.	Subsidiary	330,599	-	-	-		-	-
Jusda International Limited	Competition Team Ireland Limited	Subsidiary	106,587	-	-	-		-	-
Jusda International Limited	Sharp Jusda Logistics Corporation (US)	Subsidiary	731,097	1	-	-		-	-
Jusda International Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	325,976	-	-	-		-	-
Jusda International Limited	Jusda Supply Chain Management Corporation	Subsidiary	157,307	-	94,110	Subsequent Collection		45,456	-
Fushirui ChengDu Precision Industry Co., Ltd.	Shenzhen Shi Yuzhan Precision Technology Co., Ltd.	Subsidiary	123,851	2	62,100	Subsequent Collection		44,851	-
HongFuZhun Precision Shenzhen Co., Ltd.	Hong-Qi Mechatronics (Anhui) Co., Ltd.	Subsidiary	191,564	-	190,363	Subsequent Collection		-	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	
					Amount	Action taken	Subsequent Collection	Subsequent Collection	Subsequent Collection
HongFuZhun Precision Shenzhen Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	\$ 101,572	1	\$	98,759	Subsequent Collection	\$	-
HongFuZhun Precision Shenzhen Co., Ltd.	Shenzhen Shiyu Precision Technology Co., Ltd.	Subsidiary	508,557	2		360,059	Subsequent Collection		-
HongFuZhun Precision Shenzhen Co., Ltd.	IPL International Limited	Subsidiary	674,413	-		674,413	Subsequent Collection		-
eCMMS Precision Singapore Pte. Ltd.	Competition Team Technology USA Inc.	Subsidiary	3,229,375	10		-	-		-
eCMMS Precision Singapore Pte. Ltd.	Competition Team Technology Mexico S.A. de C.V.	Subsidiary	326,482	3		187,448	Subsequent Collection		9,474
eCMMS Precision Singapore Pte. Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	2,165,751	8		79,431	Subsequent Collection		1,107,737
eCMMS Precision Singapore Pte. Ltd.	Sharp Electronics Corporation	Affiliate	121,113	9		-	-		68,456
Jinchen Hongren Technology Co., Ltd.	Shenzhen Jingjiang Yunchuang Technology Co., Ltd.	Subsidiary	198,574	1		61,251	Subsequent Collection		61,055
HongQing Precision machine Co., Ltd	Hongfuzhun Precision Shenzhen Co., Ltd.	Subsidiary	152,667	-		149,502	Subsequent Collection		-
ShunSin Technology (Samoa) Corporation Limited	Shunsin Technology (Zhong Shan) Limited	Subsidiary	364,241	-		364,241	Subsequent Collection		-
Ingrasys (Singapore) Pte. Ltd.	Ingrasys Technology Inc.	Subsidiary	640,093	2		640,093	Subsequent Collection		30,957
Ingrasys (Singapore) Pte. Ltd.	Ingrasys Technology USA Inc.	Subsidiary	14,688,727	2		14,688,727	Subsequent Collection		4,893,773
Ingrasys (Singapore) Pte. Ltd.	Foxconn Technology CZ s.r.o.	Subsidiary	1,325,305	1		1,325,305	Subsequent Collection		1,240
Ingrasys (Singapore) Pte. Ltd.	Ingrasys Technology Korea, Inc.	Subsidiary	225,785	1		225,785	Subsequent Collection		115,602
Ingrasys (Singapore) Pte. Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	472,708	2		472,708	Subsequent Collection		125,874
Ingrasys (Singapore) Pte. Ltd.	Yuzhang Precision Technology Japan Co., Ltd.	Subsidiary	782,871	3		782,871	Subsequent Collection		-
Ingrasys (Singapore) Pte. Ltd.	Cloud Network Technology Kft.	Subsidiary	439,323	2		439,323	Subsequent Collection		182,660
Falcon Precision Trading Pte. Ltd.	Falcon Precision Trading Limited	Subsidiary	10,928,856	-		-	-		-
HongFuJing Precision Electronics (GuiYang) Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	667,830	2		-	-		205,589
HeNan YuZhan Technology Limited	Shenzhen Shiyu Precision Technology Co., Ltd.	Subsidiary	165,314	1		-	-		195
HeNan YuZhan Technology Limited	Cloud Network Technology (Samoa) Limited	Subsidiary	1,147,825	1		-	-		-
HeNan YuZhan Technology Limited	IPL International Limited	Subsidiary	21,292,484	1		15,319,899	Subsequent Collection		2,438,236
HongFuSheng Precision Electronics (ZhengZhou) Co., Ltd.	Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Subsidiary	613,207	1		571,068	Subsequent Collection		526,764
HongFuSheng Precision Electronics (ZhengZhou) Co., Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	117,926	3		21,074	Subsequent Collection		21,100

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Allowance for doubtful accounts
					Amount	Action taken	Amount collected subsequent to the balance sheet date	
Jincheng Futaihua Precision Electronic Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	\$ 403,405	1	\$ -	-	\$ 315,685	-
Jincheng Futaihua Precision Electronic Co., Ltd.	Cloud Network Technology (Samoa) Limited	Subsidiary	4,433,511	2	-	-	1,432,891	-
Jincheng Futaihua Precision Electronic Co., Ltd.	IPL International Limited	Subsidiary	8,573,155	1	-	-	850,211	-
Jincheng Futaihua Precision Electronic Co., Ltd.	Wuhan Yuzhan Precision Technology Co., Ltd.	Subsidiary	371,844	-	371,844	Subsequent Collection	371,435	-
Jincheng Futaihua Precision Electronic Co., Ltd.	Hon Fujin Precision Industry (Taiyuan) Co., Ltd.	Affiliate	583,188	-	-	-	225	219
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Shenzhen FutaiHong Precision Industry Co., Ltd.	Subsidiary	163,334	3	133,802	Subsequent Collection	133,802	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Shenzhen Fertile Plan international Logistics Co., Ltd.	Subsidiary	128,055	4	-	-	-	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Futaihua Precision Electronics (Zhengzhou) Co., Ltd.	Subsidiary	522,726	1	-	-	-	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Hongfuzhuhua Precision Shenzhen Co., Ltd.	Subsidiary	118,339	-	61,655	Subsequent Collection	29,588	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	HeNan YuZhan Technology Limited	Subsidiary	779,857	2	466,137	Subsequent Collection	457,062	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Lankao YuFu Precision Technology Co., Ltd.	Subsidiary	123,399	2	-	-	-	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Cloud Network Technology (Samoa) Limited	Subsidiary	2,760,054	-	18,439	Subsequent Collection	-	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	IPL International Limited	Subsidiary	24,340,036	1	12,653,507	Subsequent Collection	3,044,136	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Wuhan Yuzhan Precision Technology Co., Ltd.	Subsidiary	1,404,654	-	1,402,659	Subsequent Collection	1,402,454	-
Shenzhen Fuzhuhua Precision Technology Co., Ltd.	Fuzhun Precision (Hebi) Electronics Co., Ltd.	Affiliate	228,625	2	-	-	-	86
Fuzhun Precision Tooling (Jiashan) Co., Ltd	Fuding Electronic Technology (Jiashan) Co., Ltd.	Subsidiary	789,591	1	-	-	66,307	-
Nanjing Hongfusharp Precision Electronics Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	1,968,326	-	1,968,326	Subsequent Collection	1,968,326	-
Nanjing Hongfusharp Precision Electronics Co., Ltd.	Nanjing Sharp Electronics Co., Ltd.	Affiliate	856,364	-	816,316	Subsequent Collection	410,245	321
Sharp Jusda Logistics Corporation (US)	Jusda Supply Chain Management Corporation	Subsidiary	215,423	2	215,423	Subsequent Collection	-	-
Sharp Jusda Logistics Corporation (US)	Sharp Corporation	Affiliate	695,685	10	14,523	Subsequent Collection	692,357	261
Sharp Jusda Logistics Corporation (US)	Sharp Marketing Japan Corporation	Affiliate	246,668	10	-	-	246,668	93
ChongQing FuGui Electronics Co., Ltd.	Honfujin Precision Electronics (Chongqing) Co., Ltd.	Subsidiary	140,948	1	-	-	100,833	-
ChongQing FuGui Electronics Co., Ltd.	Mega Well Limited	Subsidiary	928,961	4	-	-	928,961	-

Table 6, Page 12

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	
					Amount	Action taken	Subsequent Collection	Subsequent Collection	Subsequent Collection
Shenzhen Fugui Precision Industrial Co., Ltd.	Ingrasys Technology Inc.	Subsidiary	\$ 274,813	2	\$	43,757	Subsequent Collection	\$	17,609
Shenzhen Fugui Precision Industrial Co., Ltd.	HongFuJing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	130,844	1		50,583	Subsequent Collection	50,583	-
Shenzhen Fugui Precision Industrial Co., Ltd.	NanNing FuGui Precision Industrial Co., Ltd.	Subsidiary	645,810	1		-	-	-	-
Shenzhen Fugui Precision Industrial Co., Ltd.	Profit New Limited	Subsidiary	10,914,106	1		3,372,027	Subsequent Collection	3,047,478	-
Shenzhen Fugui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	41,185,709	1		2,588,482	Subsequent Collection	6,777	-
Cloud Network Technology Singapore Pte. Ltd.	Ingrasys Technology USA Inc.	Subsidiary	278,981	1		225,098	Subsequent Collection	150,522	-
Cloud Network Technology Singapore Pte. Ltd.	FOXCONN CZ s.r.o.	Subsidiary	14,307,251	1		3,181,853	Subsequent Collection	383,307	-
Cloud Network Technology Singapore Pte. Ltd.	Funing Precision Component Co., Ltd.	Subsidiary	10,920,071	2		1,468,784	Subsequent Collection	762,458	-
Cloud Network Technology Singapore Pte. Ltd.	Foxconn Technology CZ s.r.o.	Subsidiary	117,376	3		48,939	Subsequent Collection	4,457	-
Cloud Network Technology Singapore Pte. Ltd.	HongFuJing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	23,914,544	1		136,000	Subsequent Collection	130,271	-
Cloud Network Technology Singapore Pte. Ltd.	NanNing FuGui Precision Industrial Co., Ltd.	Subsidiary	1,384,767	3		381,504	Subsequent Collection	215,226	-
Cloud Network Technology Singapore Pte. Ltd.	Mega Well Limited	Subsidiary	306,542	1		-	-	-	-
Cloud Network Technology Singapore Pte. Ltd.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	6,144,122	1		2,900,544	Subsequent Collection	2,365,230	-
Cloud Network Technology Singapore Pte. Ltd.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	1,434,730	2		69,145	Subsequent Collection	41,225	-
Cloud Network Technology Singapore Pte. Ltd.	Cloud Network Technology Kft.	Subsidiary	189,481	5		-	-	-	-
Cloud Network Technology Singapore Pte. Ltd.	Cloud Network Technology USA Inc.	Subsidiary	26,605,580	1		7,775,850	Subsequent Collection	4,695,569	-
Cloud Network Technology Singapore Pte. Ltd.	Fuhong Precision Component (Bac Giang) Limited	Subsidiary	4,191,970	3		11,663	Subsequent Collection	-	-
Cloud Network Technology Singapore Pte. Ltd.	Foxconn MOEBG Industria de Eletronicos Ltda.	Subsidiary	126,072	4		4,960	Subsequent Collection	4,122	-
Cloud Network Technology Singapore Pte. Ltd.	Sharp Corporation	Affiliate	154,020	3		-	-	-	58
Cloud Network Technology Kft.	Ingrasys (Singapore) Pte. Ltd.	Subsidiary	143,199	3		-	-	-	-
Cloud Network Technology (Samoa) Limited	Foxconn Precision International Limited	Subsidiary	10,734,034	1		2,562,676	Subsequent Collection	1,434,127	-
ShanXi Yuding Precision Technology Co., Ltd.	IPL International Limited	Subsidiary	7,550,007	1		7,514,597	Subsequent Collection	4,140,025	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables			Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken	\$		
Cloud Network Technology USA Inc.	Foxconn CZ s.r.o.	Subsidiary	225,220	6	\$ 157,226	Subsequent Collection	\$ 138,540	\$ -	-
Cloud Network Technology USA Inc.	Shenzhen Fugui Precision Industrial Co., Ltd.	Subsidiary	147,770	3	164	Subsequent Collection	164	-	-
Cloud Network Technology USA Inc.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	733,112	3	13,471	Subsequent Collection	6,234	-	-
Cloud Network Technology USA Inc.	NSG Technology Inc.	Subsidiary	116,567	2	91,470	Subsequent Collection	54,566	-	-
IPL International Limited	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	216,589	1	58,577	Subsequent Collection	-	-	-
IPL International Limited	HeNan YuZhan Technology Limited	Subsidiary	610,403	4	392	Subsequent Collection	484,109	-	-
IPL International Limited	Jincheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	184,107	1	-	-	-	-	-
IPL International Limited	Foxconn Precision International Limited	Subsidiary	32,421,386	1	4,336,184	Subsequent Collection	5,210,725	-	-
IPL International Limited	Shenzhen Yuzhan Precision Technology Co., Ltd.	Subsidiary	218,656	-	4,010	Subsequent Collection	4,615	-	-
Jusda Supply Chain Management Corporation	Jusda International Limited	Subsidiary	209,746	1	150,568	Subsequent Collection	-	-	-
Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	2,370,778	4	-	-	118,417	-	-
Fortunebay Technology Pte Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	112,721	-	-	-	-	-	-
Fortunebay Technology Pte Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	288,542	-	-	-	-	-	-
Fortunebay Technology Pte Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	485,246	-	-	-	-	-	-
Fortunebay Technology Pte Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	126,099	-	-	-	-	-	-
Wuhan Yuzhan Precision Technology Co., Ltd.	ShanXi Yuding Precision Technology Co., Ltd.	Subsidiary	148,379	1	-	-	-	-	-
Hebi Yuzhan Precision Technology Co., Ltd.	Futaihua Precision Electronics (Jiyuan) Co., Ltd.	Subsidiary	188,823	2	115,063	Subsequent Collection	188,823	-	-
Hebi Yuzhan Precision Technology Co., Ltd.	HeNan YuZhan Technology Limited	Subsidiary	350,947	-	-	-	350,947	-	-
Hebi Yuzhan Precision Technology Co., Ltd.	Jincheng Futaihua Precision Electronic Co., Ltd.	Subsidiary	276,087	1	199,221	Subsequent Collection	276,087	-	-
Shenzhen Jingjiang Yunchuang Technology Co., Ltd.	Shenzhen FuTaiHong Precision Industry Co., Ltd.	Subsidiary	161,587	1	-	-	-	-	-
Shenzhen Jingjiang Yunchuang Technology Co., Ltd.	Shenzhen Yuzhan Precision Technology Co., Ltd.	Subsidiary	110,890	4	-	-	-	-	-
Triple Win Technology (JinCheng) Co., Ltd.	Triple Win Technology (ShenZhen) Co., Ltd.	Subsidiary	2,189,909	3	-	-	1,123,680	-	-
Triple Win Technology (JinCheng) Co., Ltd.	Best Ever Industries Limited	Subsidiary	125,503	-	71	Subsequent Collection	82,015	-	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Bang Tai International Logistics Co., Limited	Jusda International Limited	Subsidiary	\$ 326,993	2	\$ 169,512	Subsequent Collection	\$ 112,139	\$ -
Polight Technologies Ltd.	Best Ever Industries Limited	Subsidiary	118,985	3	57,420	Subsequent Collection	57,420	-
NSG Technology Inc.	Cloud Network Technology USA Inc.	Subsidiary	581,457	1	55,781	Subsequent Collection	560,162	-
Foxconn Singapore Pte. Ltd.	Competition Team Technologies Limited	Subsidiary	933,728	-	-	-	-	-
Premier Image Technology (China) Ltd.	Premier Image Technology (H.K), Ltd.	Subsidiary	1,092,088	-	1,092,088	Subsequent Collection	188,844	-
Fuhong Precision Component (Bac Giang) Limited	Foxconn Interconnect Technology Limited	Subsidiary	1,798,926	2	678,083	Subsequent Collection	399,675	-
Fuhong Precision Component (Bac Giang) Limited	New Wing Interconnect Technology (Bac Giang) Limited	Subsidiary	247,494	2	38,038	Subsequent Collection	38,038	-
Fuhong Precision Component (Bac Giang) Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	9,590,912	3	1,264,320	Subsequent Collection	1,099,972	-

Note : Receivables from purchases of materials on behalf of the counterparty.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Significant inter-company transactions during the reporting period
June 30, 2020

Table 7

Expressed in thousands of TWD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
0	Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	Accounts receivable	\$ 45,722,172	Note 3	1
0	Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	Accounts payable	229,603,437	Note 3	7
0	Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited and subsidiaries	Subsidiary	Purchases	329,482,980	Note 3	16
0	Hon Hai Precision Industry Co., Ltd.	Competition Team Technologies Ltd.	Subsidiary	Accounts payable	48,015,545	Note 3	2
0	Hon Hai Precision Industry Co., Ltd.	Competition Team Technologies Ltd.	Subsidiary	Purchases	120,585,369	Note 3	6
0	Hon Hai Precision Industry Co., Ltd.	Best Leap Enterprises Limited	Subsidiary	Purchases	60,393,204	Note 3	3
0	Hon Hai Precision Industry Co., Ltd.	Foxconn Global Services Division S.R.O.	Subsidiary	Purchases	29,906,142	Note 3	1
0	Hon Hai Precision Industry Co., Ltd.	Falcon Precision Trading Limited	Subsidiary	Purchases	170,012,813	Note 3	8
0	Hon Hai Precision Industry Co., Ltd.	Futaihua Industrial (Shenzhen) Co., Ltd.	Subsidiary	Other receivables	71,489,191	Note 3	2
0	Hon Hai Precision Industry Co., Ltd.	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Subsidiary	Other receivables	85,918,940	Note 3	3
0	Hon Hai Precision Industry Co., Ltd.	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Subsidiary	Other receivables	152,683,027	Note 3	5
0	Hon Hai Precision Industry Co., Ltd.	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Subsidiary	Other receivables	44,531,012	Note 3	1
1	Funing Precision Component Co., Ltd.	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	29,273,862	Note 3	1
2	Futaihua Industrial (Shenzhen) Co., Ltd.	Best Leap Enterprises Limited	Subsidiary	Sales	74,066,968	Note 3	4
2	Futaihua Industrial (Shenzhen) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Accounts receivable	76,394,886	Note 3	2
2	Futaihua Industrial (Shenzhen) Co., Ltd.	Foxconn Image & Printing Product Pte. Ltd.	Subsidiary	Sales	77,991,824	Note 3	4
3	Hongfujing Precision Electronics (Tianjin) Co., Ltd.	Profit New Limited	Subsidiary	Accounts receivable	44,169,271	Note 3	1

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
3	Hongfujin Precision Electronics (Tianjin) Co., Ltd.	Profit New Limited	Subsidiary	Sales	\$ 65,795,966	Note 3	3
4	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Limited	Subsidiary	Sales	166,754,341	Note 3	8
4	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	Accounts receivable	121,986,853	Note 3	4
4	Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Falcon Precision Trading Pte. Ltd.	Subsidiary	Sales	124,596,392	Note 3	6
5	Nanning Fugui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	Sales	31,891,155	Note 3	2
6	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Competition Team Technologies Ltd.	Subsidiary	Accounts receivable	34,217,523	Note 3	1
6	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Competition Team Technologies Ltd.	Subsidiary	Sales	183,801,798	Note 3	9
6	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Singapore Pte. Ltd.	Subsidiary	Accounts receivable	157,648,790	Note 3	5
6	Hongfujin Precision Electronics (Zhenzhou) Co., Ltd.	Foxconn Singapore Pte. Ltd.	Subsidiary	Sales	206,674,387	Note 3	10
7	Profit New Limited	HongFuling Precision Electronics (TianJin) Co., Ltd.	Subsidiary	Sales	30,207,522	Note 3	1
7	Profit New Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	28,220,767	Note 3	1
8	Mega Well Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Accounts receivable	70,108,398	Note 3	2
8	Mega Well Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	86,622,113	Note 3	4
9	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Fast Victor Limited	Subsidiary	Sales	93,533,020	Note 3	5
9	Foxconn Precision Electronics (Taiyuan) Co., Ltd.	Fast Victor Limited	Subsidiary	Accounts receivable	42,047,317	Note 3	1
10	Ingrasys (Singapore) Pte. Ltd.	Ingrasys Technology USA Inc.	Subsidiary	Sales	29,129,172	Note 3	1
11	Henan Yuzhan Technology Limited	IPL International Limited	Subsidiary	Sales	23,991,082	Note 3	1
12	Shenzhen Yuzhan Precision Technology Co., Ltd.	IPL International Limited	Subsidiary	Sales	44,238,166	Note 3	2

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
13	Shenzhen Fugui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	Accounts receivable	\$ 41,185,709	Note 3	1
13	Shenzhen Fugui Precision Industrial Co., Ltd.	Mega Well Limited	Subsidiary	Sales	49,945,075	Note 3	2
14	Cloud Network Technology Singapore Pte. Ltd.	Funing Precision Component Co., Ltd.	Subsidiary	Sales	23,566,096	Note 3	1
14	Cloud Network Technology Singapore Pte. Ltd.	HongFujing Precision Electronics (TianJin) Co., Ltd.	Subsidiary	Sales	26,216,363	Note 3	1
14	Cloud Network Technology Singapore Pte. Ltd.	Cloud Network Technology USA Inc.	Subsidiary	Sales	20,610,238	Note 3	1
15	IPL International Limited	Foxconn Precision International Limited	Subsidiary	Accounts receivable	32,421,386	Note 3	1
15	IPL International Limited	Foxconn Precision International Limited	Subsidiary	Sales	99,535,161	Note 3	5
16	Fuhong Precision Component (Bac Giang) Limited	Cloud Network Technology Singapore Pte. Ltd.	Subsidiary	Sales	20,622,160	Note 3	1

Note 1: The information of transactions between the Company and the consolidated subsidiaries should be noted in “Number” column.

(1) Number 0 represents the Company.

(2) The consolidated subsidiaries are numbered in order from number 1.

Note 2: The transaction relationships with the counterparties are as follows:

(1) The Company to the consolidated subsidiary.

(2) The consolidated subsidiary to the Company.

(3) The consolidated subsidiary to another consolidated subsidiary.

Note 3: The prices and terms to related parties were not significantly different from transactions with third parties, except for particular transactions with no similar transactions to compare with. For these transactions, the prices and terms were determined in accordance with mutual agreements.

Note 4: In calculating the ratio, the transaction amount is divided by consolidated total assets for balance sheet accounts and is divided by consolidated total revenues for income statement accounts.

Note 5: For balance sheet accounts, transactions exceeding 1% of the consolidated total assets should be disclosed; for income statement accounts, transactions exceeding 1% of the consolidated total revenue should be disclosed.

All the transactions had been eliminated when preparing consolidated financial statements.

Note 6: Above transactions with related parties were based on the financial statements of the company for the same period which was reviewed by independent accountants.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Information on investees
June 30, 2020

Table 8

Expressed in thousands of TWD
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount			Shares held as at June 30, 2020			Net profit (loss) of the investee for the six-month period ended June 30, 2020	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Footnote
				Balance as at June 30, 2020	Balance as at December 31, 2019		Number of shares	Ownership (%)	Book value			
Hon Hai Precision Industry Co., Ltd.	Foxconn (Far East) Limited	Cayman Islands	Investment holding	\$ 230,694,843	\$ 230,694,843		8,061,628,748	100	\$ 1,182,334,343	\$ 27,938,359	\$ 28,204,861	Note 1
Hon Hai Precision Industry Co., Ltd.	Sharp Corporation	Japan	Manufacture and sale of digital intelligence appliances, communication systems, electronic equipment and display equipment and related parts	34,432,479	34,432,479		130,000,000	24	47,166,291	(7,101,165)	(519,483)	Note 6、9
Hon Hai Precision Industry Co., Ltd.	eCMMS Precision Singapore Pte. Ltd.	Singapore	Manufacture and sale of computer and data processing equipment	18,520,849	18,520,849		543,010,000	100	20,557,069	220,961	220,945	
Hon Hai Precision Industry Co., Ltd.	Hyield Venture Capital Co., Ltd.	Taiwan	Investment holding	7,399,903	7,399,903		1,174,960,419	98	24,558,352	(308,263)	(309,318)	Note 1
Hon Hai Precision Industry Co., Ltd.	Bao Shin International Investment Co., Ltd.	Taiwan	Investment holding	2,998,500	2,998,500		1,098,730,000	100	17,452,939	258,946	258,919	
Hon Hai Precision Industry Co., Ltd.	Margini Holdings Limited	British Virgin Islands	Investment holding	8,907,895	8,907,895		275,980,200	100	18,057,310	58,601	58,601	Note 1
Hon Hai Precision Industry Co., Ltd.	Ambit International Ltd.	British Virgin Islands	Investment holding	1,788,146	1,788,146		53,100,000	100	40,598,781	1,977,801	1,977,801	
Hon Hai Precision Industry Co., Ltd.	Foxconn Holdings B.V. -Netherland	Netherlands	Investment holding	6,486,934	6,486,934		108,355,209	100	10,329,891	337,968	337,978	Note 1
Hon Hai Precision Industry Co., Ltd.	Fenix Industria De Eletronicos Ltda.	Brazil	Manufacture of computer wifi card and wifi module	539,450	539,450		53,333,780	99	694,614	51,440	51,167	
Hon Hai Precision Industry Co., Ltd.	Foxconn Moebindustria De Eletronicos Ltda-Brazil	Brazil	Products including FTV/DVR/Bluetooth module/set-top box and optical network terminals	348,977	348,977		24,315,201	100	155,822	(96,349)	(96,340)	
Hon Hai Precision Industry Co., Ltd.	Foxconn Technology Co., Ltd.	Taiwan	Design sales, and manufacturing of Mag/AI casing and mechanic parts	481,782	481,782		139,725,803	10	9,452,863	1,949,559	193,997	Note 1、2
Hon Hai Precision Industry Co., Ltd.	Foxconn Holding Ltd.	British Virgin Islands	Investment holding	46,686,072	44,669,433		1,520,479,675	100	56,197,227	2,587,483	2,587,482	Note 1

Initial investment amount			Shares held as at June 30, 2020				Net profit (loss) of the investee for the six-month period ended June 30, 2020		Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Footnote
Investor	Investee	Location	Main business activities	Balance as at June 30, 2020	Balance as at December 31, 2019	Number of shares	Ownership (%)	Book value	Net profit (loss) of the investee for the six-month period ended June 30, 2020	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	
Hon Hai Precision Industry Co., Ltd.	Hon Yuan International Investment Co., Ltd.	Taiwan	Investment holding	\$ 1,611,500	\$ 1,611,500	341,678,900	100	\$ 4,082,839	\$ 52,916	\$ 52,813	
Hon Hai Precision Industry Co., Ltd.	Hon Chi International Investment Co., Ltd.	Taiwan	Investment holding	1,500,500	1,500,500	300,280,000	100	3,607,773	43,247	43,233	
Hon Hai Precision Industry Co., Ltd.	Foxconn Singapore Pte. Ltd.	Singapore	Investment holding	12,416,394	9,259,474	403,837,542	100	11,425,477	(929,821)	(1,273,608)	Note 1
Hon Hai Precision Industry Co., Ltd.	Foxconn Sa B.V.	Netherlands	Investment holding	3,247,330	3,247,330	72,163,188	100	1,478,096	(3,031)	(3,031)	
Hon Hai Precision Industry Co., Ltd.	Pan-International Industrial Corporation	Taiwan	Manufacture and marketing of cables	2,042,398	2,042,398	107,776,254	21	2,347,591	146,158	36,157	Note 1、3
Hon Hai Precision Industry Co., Ltd.	Lin Yih International Investment Co., Ltd.	Taiwan	Investment holding	904,411	904,411	96,900,000	100	831,673	18,331	18,331	
Hon Hai Precision Industry Co., Ltd.	Synitrend Creative Park Co., Ltd.	Taiwan	Retail of office machinery and equipment and electronic appliances, and information software services.	1,836,463	1,836,463	183,646,250	75	941,242	(29,396)	(21,989)	
Hon Hai Precision Industry Co., Ltd.	Premier Image Technology (H.K) Ltd.	Hong Kong	Purchase and the sales of cameras and related parts	22,311	22,311	1,404,936	2	95,584	51,644	842	Note 4
Hon Hai Precision Industry Co., Ltd.	Altus Technology Inc.	Taiwan	Rental and leasing	1,444,555	1,444,555	65,810,751	65	464,237	(25,942)	(16,756)	Note 5
Hon Hai Precision Industry Co., Ltd.	Asia Pacific Telecom Co., Ltd.	Taiwan	Special approval enterprise of type I telecommunications, manufacturing of wired (wireless) communication equipment and apparatus	16,821,609	16,821,609	1,253,026,812	33	12,252,483	(2,890,216)	(934,004)	Note 7
Hon Hai Precision Industry Co., Ltd.	Ennocom Corporation	Taiwan	Design and manufacture of single board computer, embedded board, industrial motherboard	166,927	166,927	441,451	1	177,381	1,271,631	2,436	Note 8、11
Hon Hai Precision Industry Co., Ltd.	Others	Others		163,843	163,843	-	-	103,772	(4,033)	(4,034)	Note 10
Foxconn (Far East) Limited and subsidiaries	Sharp Corporation	Japan	Manufacture and sale of digital intelligence appliances, communication systems, electronic equipment and display equipment and related parts	24,973,175	24,973,175	91,780,370	18	33,349,656	(7,101,165)	(355,286)	Note 6、9

Initial investment amount				Shares held as at June 30, 2020				Investment income			
Investor	Investee	Location	Main business activities	Balance as at June 30, 2020	Balance as at December 31, 2019	Number of shares	Ownership (%)	Book value	Net profit (loss) of the investee for the six-month period ended June 30, 2020	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Footnote
				\$	\$				\$	\$	
Hyield, Hon Yuan, Bao Shin and Hon Chi	Foxconn Technology Co., Ltd.	Taiwan	Design sales, and manufacturing of Mag/AI casing and mechanic parts.	1,992,567	1,992,567	277,194,573	20	\$ 18,970,060	\$ 1,949,559	\$ 384,857	Note 2、11
Hon Yuan, Bao Shin, Hon Chi and Hon Y'ing	Pan-International Industrial Corporation	Taiwan	Manufacture and marketing of cables	560,639	560,639	29,620,041	6	676,649	146,158	9,945	Note 3、11
Hyield, Hon Yuan, Bao Shin, Lin Y'ih and Hon Chi	CyberTAN Technology, Inc.	Taiwan	Manufacture, design and marketing of wireless network equipment	357,397	357,397	35,122,013	11	571,645 (	1,195) (	615) (	Note 11
Hyield, Hon Yuan, Bao Shin and Hon Chi	G-TECH Optoelectronics Corporation	Taiwan	Manufacture of glass, glass products and electronics components	1,669,704	1,669,704	46,270,023	22	297,535 (	249,298) (	41,716) (	Note 11
Hyield, Hon Yuan, Bao Shin and Hon Chi	Foxsemicon Integrated Technology Inc.	Taiwan	Manufacture of semiconductor machinery and sales of computer components	592,583	592,583	12,802,088	15	701,615	622,639	96,525	Note 11
Hyield, Hon Yuan, Bao Shin and Hon Chi	Ennocom Corporation	Taiwan	Design and manufacture of single board computer, embedded board, industrial motherboard	1,017,326	1,017,326	31,765,515	38	3,589,583	1,271,631	169,988	Note 8、11
Hon Chi, Hon Yuan, Bao Shin, and Hyield	Foxnum Technology Co., Ltd.	Taiwan	Manufacture and sales of machinery, computer and peripheral devices	764,762	614,762	35,028,316	100 (	29,472) (	41,723) (	37,963) (	Note 11
Hyield	Antec Electronic System Co., Ltd.	Taiwan	Manufacture of cable, electronic equipment and electron component of motor vehicles	970,000	970,000	60,010,000	100	110,178	1,951 (	20,113) (	Note 11
Hyield	Burrage Capital Healthcare Offshare Fund II, Ltd.	Cayman Islands	Investment holding	441,300	441,300	15,000,000	100	719,172 (	45,675) (	45,675) (	Note 11
Bao Shin, Hyield, Hon Yuan and Hon Chi	Fitipower Integrated Technology Inc.	Taiwan	Manufacture of integrated circuit/semi-conductor machinery and sales of computer components	585,000	585,000	45,450,167	28	1,102,558	113,642	32,335	Note 11
Hyield and Lin Y'ih	Taiwan Intelligent Fiber Optic Network Co., Ltd.	Taiwan	Leasing of FTTH wideband loop, FTTH wideband internet service, and ethernet leased circuit	808,158	808,158	56,601,286	21	588,124 (	79,061) (	16,249) (	Note 11

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2020			Net profit (loss) of the investee for the six-month period ended June 30, 2020	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Footnote
				Balance as at June 30, 2020	Balance as at December 31, 2019	Number of shares	Ownership (%)	Book value			
Bao Shin and FIH Mobile Limited	Advanced Optoelectronic Technology Inc.	Taiwan	Development, test, manufacture, sales of SMD LEDs, imports, exports and sales of these material and semi-manufactured goods	\$ 353,120	\$ 353,120	17,559,000	12	\$ 293,060	\$ 165,359	\$ 22,214	Note 11
Bao Shin, Hyield, and Lin Yih	Healthcomm Corporation	Taiwan	Consultancy of health checkup software, machine, and health care	276,170	276,170	24,637,025	55	540,569	47,742	17,733	Note 11
Bao Shin, Hon Chi and Hyield	Asia Pacific Telecom Co., Ltd.	Taiwan	Special approval enterprise of type I telecommunications, manufacturing of wired (wireless) communication equipment and apparatus	3,045,178	3,045,178	302,022,004	8	2,753,839	(2,890,216)	(225,127)	Note 7、11
Bao Shin	Aurora Telecom Corporation	Taiwan	Sales of mobile phones and its accessories and activate mobile number	273,444	273,444	12,777,765	30	251,395	(39,106)	(11,540)	Note 11
Bao Shin, Hyield, Hon Yuan and Hon Chi	Zhong Yang Technology Co., Ltd.	Taiwan	Research and development, manufacturing and sales of mold, digital lens assembly and lens coating	906,334	906,334	18,486,687	27	492,365	34,789	5,288	Note 11
Hyield, Hon Yuan, Bao Shin, Lin Yih and Hon Chi	Others	Others		2,285,556	1,953,798	-		1,908,189	210,443	(225,949)	Note 10

Note 1: The investment income recognised for this period had eliminated unrealised gain or loss on the transactions between the Company and its investees.

Note 2: The Company and the direct and indirect investee companies own 29.48% of Foxconn Technology Co., Ltd.'s outstanding shares.

Note 3: The Company and its subsidiaries, directly and indirectly, own 26.51% of Pan International Industrial Corporation's outstanding shares.

Note 4: The Company and the direct and indirect investee companies own 99.96% of Premier Image Technology (H.K.) Ltd.'s outstanding shares.

Note 5: The Company and the direct and indirect investee companies own 100% of Altus Technology Inc.'s outstanding shares.

Note 6: The Company and the direct and indirect investee companies own 41.74% of Sharp Corporation's outstanding shares.

Note 7: The Company and the direct and indirect investee companies own 40.74% of Asia Pacific Telecom Co., Ltd.'s outstanding shares. The number of shares disclosed above is the number of shares after the conversion of Asia Pacific Telecom Co., Ltd.

Note 8: The Company and the direct and indirect investee companies own 38.84% of Enmocom Corporation's outstanding shares.

Note 9: In August 2016, the Group purchased ordinary shares newly issued by Sharp Corporation with a total price of \$59,166,997 (¥194,968,461 thousand), amounting to approximately 44.55% of equity. The Group's gain or loss on investment recognised in current period includes estimated patent amortisation of \$800,009 arising from acquisition cost allocation and accounting principle exchange adjustment \$2,773,961.

Note 10: Due to the amount is insignificant, combined disclosure is adopted.

Note 11: Hyield Venture Capital Co., Ltd. is referred to as Hyield, Hon Chi International Investment Co., Ltd. is referred to as Hon Chi, Hon Yuan International Investment Co., Ltd. is referred to as Hon Yuan, Bao Shin International Investment Co., Ltd. is referred to as Bao Shin, Lin Yih International Investment Co., Ltd. is referred to as Lin Yih and Hon Yih International Investment Co., Ltd. is referred to as Hon Yih.

Note 12: Because the foreign holding investee companies prepare consolidated financial statements only, the disclosure of the company's investments over which the Company has significant influence or control, directly or indirectly, is only disclosed to the level of the holding company.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Information on investments in Mainland China
For the six-month period ended June 30, 2020

Table 9 Expressed in thousands of TWD
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Note 1	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of the six-month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
					- \$	- \$	- \$	(\$	61.94	(\$	\$	\$		
FIH Precision Component (Beijing) Co., Ltd.	Manufacturing of telecommunication cases	\$ 2,038,544	2		- \$	- \$	- \$	-	74,993	61.94	46,451	7,227,510	-	Note 2
Fujian Precision Industry (Shenzhen) Co., Ltd.	Manufacturing and processing of computer cases, computer peripherals, etc.	1,554,094	2		148,150	-	-	148,150	(29,272)	100	(29,272)	73,940	129,187	Note 2
Shenzhen Fu Tai Hong Precision Industry Co., Ltd.	Manufacturing and marketing of computer cases, micro ribbon connectors for terminals, etc.	5,289,548	2		-	-	-	-	1,113,233	61.94	(689,537)	11,412,890	-	Note 2
Foxconn Precision Component (Shenzhen) Co., Ltd.	Manufacturing of connectors, micro ribbon connectors for terminals, micro-computers, mouse cables, monitor cables, etc.	1,802,689	2		88,890	-	-	88,890	(617)	100	(617)	2,051,024	-	Note 2
Honxun Electrical Industry (Hangzhou) Co., Ltd.	Manufacturing and marketing of computer cases, micro ribbon connectors for terminals, etc.	3,757,084	2		-	-	-	-	225,958	61.94	139,958	5,780,479	-	Note 2

Investee in Mainland China	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six-month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
Hongzhu Precision Tooling (Shenzhen) Co., Ltd.	\$ 444,450	2	\$ -	\$ -	\$ -	\$ -	100	\$ 22,014	\$ 651,135	\$ -	Note 2
Foxconn Computer Connectors (Kunshan) Co., Ltd.	1,321,498	2	148,150	-	-	396,479	75.27	303,088	8,311,831	211,558	Note 2
Fu Ding Precision Component (Shenzhen) Co., Ltd.	1,422,240	2	-	-	-	628,483	75.27	480,444	6,999,774	-	Note 2
Hong Fujin Precision Industrial (Shenzhen) Co., Ltd.	5,007,470	2	-	-	-	3,471,994	100	3,471,994	113,827,986	1,037,643	Note 2
Foxconn Electronic Industrial Development (Kunshan) Co., Ltd.	3,674,120	2	1,659,280	-	-	196,647	75.27	(150,327)	3,306,027	-	Note 2
Futaijie Science & Technology Development (Shenzhen) Co., Ltd.	355,560	2	-	-	-	19,007	100	19,007	738,833	-	Note 2
Fuhong Precision Component (Shenzhen) Co., Ltd.	340,745	2	-	-	-	76,972	100	76,972	1,017,133	64,297	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Amount remitted from Taiwan to		Ownership held by the Company	Investment income (loss) recognised by the Company for the six-month period ended June		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Amount remitted back to Taiwan	as of June 30, 2020		June 30, 2020	30, 2020		June 30, 2020
			Note 1	\$	\$	\$	(\$	100	(\$		\$	Footnote
Hongzhun Precision Tooling (Kunshan) Co., Ltd.	Manufacturing and marketing of computer cases and computer peripherals, etc.	2,548,180	2		-	-	-	100	336,969	336,969	8,034,549	80,594
Kangzhun Electronic Technology (Kunshan) Co., Ltd.	Manufacturing and marketing of computer components, computer peripherals, etc.	4,325,980	2	859,270	-	-	859,270	100	185,590	185,590	6,189,968	-
Futaikang Precision Component (Shenzhen) Co., Ltd.	Manufacturing and marketing of computer cases, micro ribbon connectors for terminals, etc.	170,373	2	-	-	-	-	100	17,046	17,046	314,686	-
Fujian Precision Industrial (Jincheng) Co., Ltd.	Manufacturing and marketing of computer cases	19,763,210	2	10,400,130	-	-	10,400,130	100	877,873	877,873	34,099,525	-
Honyeh Precision Component (Kunshan) Co., Ltd.	Manufacturing and marketing of computer components	171,854	2	-	-	-	-	100	8,913	8,913	413,423	42,964
Triple Win Technology (Shenzhen) Co., Ltd.	Sales of plugs and micro ribbon connectors for terminals, computer casing and peripheral metal compressor modules, metal or metallic carbonised ejection module or compressor modules and rubber or plastic ejection modules or compressor modules	1,274,090	2	1,274,090	-	-	1,274,090	100	378,559	378,559	5,181,380	-

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/			Accumulated amount			Ownership held by the Company	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount	
				Amount remitted to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Remitted back to Taiwan	of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020	(direct or indirect)		30, 2020	June 30, 2020	June 30, 2020	of investment income remitted back to Taiwan as of June 30, 2020	Footnote
		\$	Note 1	\$	\$	\$	\$	\$			\$	\$	\$	\$	
Foxway Precision Industry (Hangzhou) Co., Ltd.	Manufacturing and marketing of router components	370,375	2	-	-	-	-	11,980	100		11,980	1,058,597		-	Note 2
Hongfutai Precision Electronics (Yantai) Co., Ltd.	Manufacturing and marketing of auto digital signal process device and components	6,768,974	2	-	-	-	-	52,466	100		52,466	6,719,015		-	Note 2
Shunsin Technology (Zhong Shan) Limited	Manufacturing and marketing of high frequency wireless communication module and integrated circuit (IC).	3,030,692	2	725,935	-	-	725,935	135,636	60.05		81,449	5,084,587		-	Note 2
Fuxiang Precision Industry (Kunshan) Co., Ltd.	Manufacturing and marketing of computer cases	4,888,950	2	740,750	-	-	740,750	227,665	100	(	227,665	14,485,976		-	Note 2
Dong Guan Hong Song Precision Component Co., Ltd.	Manufacturing and marketing of keypad and computer components	296,300	2	-	-	-	-	4,418	100		4,418	421,037		-	Note 2
FIH (Tian Jin) Precision Industry Co., Ltd.	Manufacturing and marketing of wireless phone and components	1,564,464	2	-	-	-	-	97,108	61.94	(	60,149	1,772,965		-	Note 2
Fugion Material Technology (Shenzhen) Co., Ltd.	Manufacturing and marketing of potassium aurous cyanide	364,244	2	-	-	-	-	38,346	70		26,842	398,496		-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Amount remitted from Taiwan to		Ownership held by the Company	Investment income (loss) recognised by the Company for the six-month period ended June		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of		Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Amount remitted from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020		30, 2020	June 30, 2020		June 30, 2020	June 30, 2020	
				\$	\$	\$	\$		(\$)	\$	\$	\$	\$	
Antec Automotive Electric System (Kunshan) Co., Ltd.	Main business activities	281,633	2			148,150								
	Manufacturing and marketing of automobiles	\$												
Foxconn Precision Electronics (Yantai) Co., Ltd.	Manufacturing and marketing of telecommunications peripherals	4,859,320	2			971,502								
Premier Image Technology (China) Co., Ltd.	Manufacturing and sale of cameras	4,496,768	2			19,260								
Fu Zhun Precision Tooling (Huaian) Co., Ltd.	Designing, manufacturing and marketing of computer components	2,939,296	2											
Fu Yu Electronical Technology (Huaian) Co., Ltd.	Designing and marketing of connectors and cables	7,887,506	2			5,037,100								
CJ Electric System Co., Ltd.	Manufacturing and marketing of automobiles	78,383	2											
Foxconn Precision Electronics (Taiwan) Co., Ltd.	Manufacturing and marketing of micro ribbon connectors for terminals, etc.	14,029,805	2			2,130,236								

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/			Accumulated amount of remittance from Taiwan to Mainland China			Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020		Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Remitted back to Taiwan	Amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020	June 30, 2020		June 30, 2020	June 30, 2020				
														\$	\$	
Avary Holding (Shenzhen) Co., Limited	Manufacturing and marketing of rigid single (double) sided PCB, rigid multilayer PCB, flexible multilayer PCB and other PCB	9,687,174	2													Note 2
Futaijing Precision Electronics (Beijing) Co., Ltd.	Manufacturing and marketing of micro ribbon connectors for terminals, etc.	2,222,250	2							61.94	(101,193)	(62,679)	1,827,773			Note 2
FIH Precision Electronics (Lang Fang) Co., Ltd.	Manufacturing and marketing of cell phone and components	14,089,065	2							61.94	(2,593,994)	(1,606,720)	12,155,102			Note 2
Foxconn Good Field Precision Industry (Dalian) Co., Ltd.	Manufacturing and marketing of electronics calculator and components	73,768	2							40	4,859	1,944	6,366			Note 2
Fuyu Energy Technology (Kunshan) Co., Ltd.	Manufacturing and marketing of micro ribbon connectors for terminals	592,600	2							100	17,294	17,294	586,443			Note 2
Hongfujin Precision Industry (Wuhan) Co., Ltd.	Manufacturing and marketing of computer and digital camera components	8,675,664	2		5,715,627				5,715,627	100	(33,887)	(33,887)	18,325,097			Note 2
Hongfujin Precision Electronics (Yantai) Co., Ltd.	Manufacturing and marketing of computer components	2,097,804	2							100	549,407	549,407	36,009,502			Note 2
FIH (Nanjing) Communications Co., Ltd.	Manufacturing and marketing of handset and components	518,525	2							61.94	44,713	27,695	208,293			Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/			Amount remitted from Mainland China to Taiwan to			Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of		Footnote
				Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China to Taiwan	Amount remitted from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020	June 30, 2020		June 30, 2020	June 30, 2020		June 30, 2020	June 30, 2020	
Foxconn (Nanjing) Software Co., Ltd.	Computer software, hardware and other digital product	\$ 948,160	2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	100	\$ 74,133	\$ -	\$ 1,513,473	\$ -	-	Note 2
Fu Tai Kang Electronics Development (Yantai) Ltd.	Marketing of computer chassis and metal stamping parts	1,777,800	2	1,777,800	-	-	1,777,800	(20,296)	(	100	(20,296)	(	733,748	-	-	Note 2
Foxconn (Shenyang) Precision Industry Co., Ltd.	Numeric control machine tool manufacturing	1,569,317	2	-	-	-	-	10,185		69.23	7,051		1,101,062	-	-	Note 2
Fu Ding Electronic Technology (Jiashan) Co., Ltd.	Manufacturing and marketing of computer components and molds	8,740,850	2	7,851,950	-	-	7,851,950	1,813,182		100	1,813,182		26,959,320	-	-	Note 2
Fuhuajie Industrial (Shenzhen) Co., Ltd.	Manufacturing and marketing of microcomputer and liquid crystal display	3,407,450	2	3,407,450	-	-	3,407,450	25,329		100	25,329		2,418,489	-	-	Note 2
GDS Software (Shenzhen) Co., Ltd.	Computer software, hardware and other digital product	340,745	2	296,300	-	-	296,300	625		100	625		324,939	-	-	Note 2
Futaihua Industrial (Shenzhen) Co., Ltd.	Manufacturing and marketing of microcomputer, cell phone and components	10,963,100	2	10,963,100	-	-	10,963,100	5,865,038		100	5,865,038		213,957,331	-	-	Note 2
Dongguan Yihong Precision Tooling Co., Ltd.	Design and manufacture of precision molds	252,612	2	-	-	-	-	1,273		25.71	327		91,303	-	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/			Accumulated amount of remittance from Taiwan to Mainland China			Net income of investee for the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020		Mainland China as of June 30, 2020	of remittance from Taiwan to Mainland China								
				Remitted to Mainland China	Remitted to Taiwan		as of January 1, 2020	as of June 30, 2020							
Kunshan Eson Precision Engineering Co., Ltd.	Design and manufacture of precision molds and mechanical parts for consumer electrical products	\$ 1,613,471	2	-	-	-	-	-	-	25,063	25.71	\$ 6,444	\$ 638,643	\$ -	Note 2
Wuxi Xinguan Metal Science & Technology Co., Ltd.	Design and manufacture of precision molds and mechanical parts for consumer electrical products	641,359	2	-	-	-	-	-	(10,796)	(2,776)	25.71	(2,776)	81,187	-	Note 2
Yantai Eson Precision Electronics Co., Ltd.	Manufacturing and marketing of monitoring device	294,780	2	-	-	-	-	-	(11,589)	(2,980)	25.71	(2,980)	90,155	-	Note 2
Guangzhou OFED Technologies Co., Ltd.	Manufacturing and marketing of molding and tooling	324,509	2	59,260	-	-	59,260	37,376	5.76	5.76	-	-	59,260	-	Note 2
Hongfujin Precision Electronics (Chongqing) Co., Ltd.	Manufacturing and marketing of computer chassis and metal stamping parts	5,648,960	2	5,648,960	-	-	5,648,960	845,595	100	100	845,595	845,595	8,245,105	-	Note 2
Innovation (Beijing) Software Development Co., Ltd.	Design and publish of computer software	417,388	2	77,038	-	-	77,038	(5,495)	8.88	8.88	-	-	77,038	-	Note 2
Hongfujin Precision Electronics (Zhengzhou) Co., Ltd.	Manufacturing and marketing of cell phone and components	59,260,000	2	50,371,000	-	-	50,371,000	2,654,098	100	100	2,654,098	2,654,098	114,269,657	-	Note 2
Hongfujin Precision Electronics (Chengdu) Co., Ltd.	Manufacturing and marketing of tablet PC	28,148,500	2	14,815,000	-	-	14,815,000	2,686,670	100	100	2,686,670	2,686,670	62,824,372	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/			Accumulated amount of remittance from Taiwan to Mainland China			Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Remitted back to Taiwan	as of January 1, 2020	as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020				
Fuding Precision Industry (Zhengzhou) Co., Ltd.	Manufacturing and marketing of new electronic components	\$ 1,185,200	2		-	\$ -	\$ 296,300	\$ 296,300	\$ 105,270	\$ 80,474	\$ 1,530,050	\$ -	Note 2
Yantai Fuhuoda Precision Electronics Co., Ltd.	Manufacturing and marketing of new electronic components	503,710	2		-	-	503,710	(160,942)	(160,942)	(160,942)	(2,975,871)	-	Note 2
Fujian Precision Electronics (Chongqing) Co., Ltd.	Manufacturing and marketing of switches and routers	444,450	2		-	-	444,450	(21,397)	(21,397)	(21,397)	327,771	-	Note 2
Futaihua Precision Electronics (Chengdu) Co., Ltd.	Manufacturing and marketing of compression molding plastic injection mold and metal	1,540,760	2		-	-	1,540,760	71,342	71,342	71,342	2,319,163	-	Note 2
Anpinda Precision Industry (Huizhou) Co., Ltd.	Manufacturing and marketing of computer components and microcomputers	1,481,500	2		-	-	1,185,200	150,236	150,236	150,236	1,253,203	-	Note 2
Nanning Futaihong Precision industry Co., Ltd.	Manufacturing and marketing of cell phone	1,481,500	2		-	-	-	-	77,812	48,197	792,389	-	Note 2
WWW (Jincheng) Co., Ltd.	Manufacturing and marketing of lens module	888,900	2		-	-	907,835	(181,072)	(181,072)	(181,072)	1,757,660	-	Note 2
UER Technology (Shenzhen) Corporation	Manufacturing and marketing of lithium battery	158,450	2		-	-	-	-	53,203	23,298	(23,640)	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
					Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted back to Taiwan						
Tianjin Funayuanhuang Technology Co., Ltd.	Manufacturing and marketing of liquid crystal display components	\$ 800,010	2	\$ 503,710	\$ -	\$ -	\$ 503,710	99.38	(\$ 5,248)	\$ 101,241)	\$ -	Note 2
Fuyu Energy Technology (Funing) Co., Ltd.	Engaged in the production and marketing of operating solar energy battery business	1,629,650	2	1,629,650	-	-	1,629,650	100	(37,277)	1,009,995	-	Note 2
Futaijing Precision Electronics (Yantai) Co., Ltd.	Manufacturing and marketing of handset component product	592,600	2	-	-	-	-	61.94	(9,344)	898,663	-	Note 2
Hongfujin Precision Industry (Hengyang) Co., Ltd.	Manufacturing and marketing of holder, metal and plastic honing machines, hot melt machine, marking machine, laminating machine, laser	1,125,940	2	1,125,940	-	-	1,125,940	100	61,590	3,403,518	-	Note 2
Innocom Technology (Chongqing) Co., Ltd.	Manufacturing of LCD related products, modules, components and systems	88,890	2	117,749	-	-	117,749	100	201	(86,092)	-	Note 2
Funeng New Energy Technology Service (Nanyang) Co., Ltd.	Electromechanical telecommunications and circuit equipment installation	177,780	2	-	-	-	-	100	(360)	206,968	-	Note 2
Interface Technology (Chengdu) Co., Ltd.	Manufacturing and marketing of LCD modules and related materials	9,443,949	2	755,565	-	-	755,565	22.54	206,464	6,622,281	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
					Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted back to Taiwan							
Changchun Leiguan Environmental Plastic Products Co., Ltd.	Manufacturing and marketing of articles for the conveyance or packing of goods, of plastics	\$ 163,558	2	\$ 163,558	\$ -	\$ -	\$ 163,558	\$ (3,570)	100	\$ (3,570)	\$ 90,927	\$ -	Note 2
Changchun Chentai Technology Co., Ltd.	Manufacturer of degradable plastic resin	474,673	2	403,472	-	-	403,472	(3,550)	85	(3,018)	309,640	-	Note 2
Changchun Yongtai Technology Co., Ltd.	Manufacturer of degradable plastic resin	47,408	2	47,408	-	-	47,408	(568)	85	(483)	48,497	-	Note 2
Fu Hon Yuan (Shenzhen) Environmental Technology Ltd.	Environmental technology development and wholesale of pollution controlling equipments	5,926	2	-	-	-	-	5,070	87.98	4,461	222,412	-	Note 2
Scienbizip Consulting (Shenzhen) Co., Ltd.	Management and consulting services	130,372	2	-	-	-	-	5,671	51	2,892	481,395	-	Note 2
Guizhou Funayuan Chuang Technology Co., Ltd.	Manufacturing and marketing of liquid crystal display components	1,214,830	2	1,214,830	-	-	1,214,830	(47,796)	99.38	(47,500)	854,944	-	Note 2
Chongqing Hongteng Technology Co., Ltd.	Manufacturing and marketing of connectors for optical fibres, optical fibre bundles or cables	88,890	2	-	-	-	-	48,469	75.27	37,052	173,906	-	Note 2
Fujian 101 Education Technology Co., Ltd.	Online education and related application	206,069	2	106,668	-	-	106,668	302	45	136	58,874	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Investment income (loss) recognised by the Company for the six-month period ended June		Book value of investments in Mainland China as of June 30, 2020		Accumulated amount of investment income remitted back to Taiwan as of	
				to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of June 30, 2020	as of June 30, 2020	to Taiwan	Remitted to Mainland China	as of June 30, 2020	as of June 30, 2020	30, 2020	30, 2020	2020	2020	June 30, 2020	Footnote
			Note 1														
Fuguikang Precision Electronics (Guizhou) Co., Ltd.	Mobile phones, tablet computers and video game accessories for R&D	\$ 592,600	2														
Ur Materials (Shenzhen) Co., Ltd.	Manufacturing and marketing of acrylonitrile-butadiene-styrene (ABS) copolymers in primary forms, waste, parings and scrap of polymers of styrene, other polystyrene in primary forms	355,560	2														
Foxconn Industrial Internet Co., Ltd.	Manufacture and sale of multifunctional industrial robot	83,126,225	2														
Shenzhen Hongzhi Yunchuang Technology Co., Ltd.	Manufacture and sale of injection or compression moulds for metal or metal carbides	444,450	2														
Synergy Technology (Chengdu) Co., Ltd.	Manufacture and sale of TFT-LCD related products, display modules, components and systems	1,555,575	2														
Fu Jin Ji Network Technology (Henan) Co., Ltd.	Wholesale, software design, machine leasing and maintenance services	418,670	2														

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Taiwan to Mainland China		Accumulated amount of remittance from Taiwan to Mainland China		Net income of investee for the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of	
				Amount remitted to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of January 1, 2020	as of June 30, 2020	Amount remitted to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of June 30, 2020	as of June 30, 2020	June 30, 2020				June 30, 2020	Footnote
Jusda Supply Chain Management International Co., Ltd.	Truck freight transportation, cargo transportation, ocean freight transportation forwarding services, civil aviation transportation; warehousing and storage, computer and appliance and telecommunication facilities repair and maintenance	\$ 9,470,778	2	\$ 1,513,204	-	\$ 1,513,204	\$ 1,513,204	-	-	\$ 1,513,204	\$ 355,029	June 30, 2020	65.68	\$ 251,165	\$ 9,335,897	\$ -	Note 2
Chongqing Yuanchuang Technology & Research Industrial Development Co., Ltd.	Design, development, and manufacturing of automotive molds, fixtures, and gauges.	434,579	2	-	-	-	-	-	-	-	23,751	June 30, 2020	31.11	(7,389)	163,216	-	Note 2
Charming International Leasing Co., Ltd.	Financial leasing	888,900	2	222,225	-	222,225	222,225	-	-	222,225	20,293	June 30, 2020	100	20,293	1,316,113	-	Note 2
Kunshan Nano New Material Technology Co., Ltd.	Other articles solely for industrial use, of plastics, sandpaper, cutting-oil, waxes, grease, lubricating	3,106	2	59,260	-	59,260	59,260	-	-	59,260	-	June 30, 2020	9.45	-	59,260	-	Note 2
Shenzhen Jing Huang Technology Co., Ltd.	Communication products technology development, import and export and wholesale of electronic equipment and components	10,650	2	19,404	-	19,404	19,404	-	-	19,404	538	June 30, 2020	40	215	8,948	-	Note 2 Note 3
Fushui Precision Industry (Jiyuan) Co., Ltd.	Machining centres, other automatic data processing machines, presented in the form of systems	20,741	2	-	-	-	-	-	-	-	185	June 30, 2020	100	185	84,400	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six-month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
Kunshan Fuchengke Precision Electronic Co., Ltd.	Design and manufacture of Surface Mount Technology	\$ 740,750	2	\$ 740,750	Remitted to Mainland China - \$ -	\$ 740,750	\$ -	100	\$ 73,919	\$ 904,344	\$ -	Note 2
Fu Cheng Ke Precision Electronics (Yantai) Co., Ltd.	Design and manufacture of Surface Mount Technology	-	2	222,225	-	222,225	-	-	-	-	-	Note 2
Fuhua Precision Industry (Shenzhen) Co., Ltd.	Manufacture of audiovisual electric products, lighting equipment , wired communication equipment, electronic parts and components, computers and computing peripheral equipments, cars, optical instruments, bare printed circuit boards of recorded media	344,840	2	266,670	-	266,670	-	-	-	-	-	Note 2
Fushirui Chengdu Precision Industry Co., Ltd.	Manufacture and sale of automation equipment and other automatic data processing machines and customs	207,410	2	207,410	-	207,410	(32,600)	100	(32,600)	682,966	-	Note 2
Hongfuzhun Precision Shenzhen Co., Ltd.	Manufacture and sale of automation equipment and other automatic data processing machines and customs	355,560	2	355,560	-	355,560	89,849	100	89,849	580,991	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/			Accumulated amount of remittance from Taiwan to Mainland China		Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Remitted back to Taiwan	as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020					
Hongqing Precision Machine Co., Ltd.	Manufacture and sales of comprehensive processors (automation equipment)	\$ 409,927	2	\$ 409,927	\$ -	\$ -	\$ 409,927	\$ 55,196)	100	(\$ 55,196)	\$ 492,651	\$ -	Note 2
Fushirui Precision Industry (Jincheng) Co., Ltd.	Machining centres, other automatic data processing machines, presented in the form of systems	121,483	2	121,483	-	-	121,483	(15,006)	100	(15,006)	126,967	-	Note 2
Fushirui Precision Industry (Zhengzhou) Co., Ltd.	Manufacture and sale of automation equipment and other automatic data processing machines and customs	204,887	2	237,040	-	-	237,040	9,000	100	9,000	283,268	-	Note 2
Fumeng Electronical Technology (Heze) Co., Ltd.	Manufacturer of Electric conductors for a voltage not exceeding 1000V	148,150	2	-	-	-	-	(16,055)	75.27	(12,273)	17,451	-	Note 2
Hesheng Qin Electronic Technology (Shenzhen) Co., Ltd.	Design of computer, computer peripherals and molds	68,089	2	4,147	-	-	4,147	10,519	5	-	4,147	-	Note 2
First Special Material (Shenzhen) Limited	General merchandise wholesale, wholesale of chemical materials and products, technology development and sales of computer software, machinery and equipment rental and repair business	888,900	2	130,372	-	-	130,372	2,587	96.23	2,490	206,959	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Note 1	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020		Footnote
					Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China to Taiwan	as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020		\$	\$		\$	\$	
Fuzhun Precision Tooling (Jiashan) Co., Ltd.	Main business activities: Metal cutting tools, industrial automatic control system device, CNC machine tools, automatic test equipment and vertical multi-joint robot, automated overhead dimensional storage equipment, portable microcomputers, digital player, and production and marketing business of mold standard parts	\$ 1,037,050	2		\$	\$ -	\$ 1,037,050	\$ 186,223	100	\$	\$ 186,223	\$ 2,599,055	\$	-	Note 2
Jin Ji Full Precision Machinery (Wuhan) Co., Ltd.	Metal or metal carbides by injection molding, compression molding, rubber or plastic with mold	1,037,050	2			-	1,037,050	(3,660)	100	(	3,660)	1,150,107		-	Note 2
Fuyu Properties (Shanghai) Co., Ltd.	Industrial design e-commerce business, other specialized design services, car rental, other general merchandise retail, computers and peripherals, software, retail communications equipment, audio-visual equipment retail, automobile spare parts and supplies retail	7,790,039	2			-	7,407,500	(7,074)	83.13	(	5,881)	5,682,684		-	Note 2
Fuhua Precision Industry (Guizhou) Co., Ltd.	Design, processing and manufacturing operations of surface-mount circuit board	888,900	2			-	888,900	7,799	100		7,799	878,395		-	Note 2
Lankao Yufu Precision Technology Co., Ltd.	Development, manufacturing and marketing of optical lenses, glass product and metal fitting	10,288,598	2			-	10,963,100	(122,927)	100	(	122,927)	8,566,198		-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to		Net income of investee for the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of January 1, 2020	2020						
Lankao Yude Environment Material Technology Inc.	Manufacturing and marketing of carton, color boxes and packaging boxes	\$ 1,333,350	2	\$ -	\$ -	\$ 1,333,350	\$ -	63,917	100	\$ 63,917	\$ 1,495,070	\$ -	Note 2
Jin Ji Full Precision Machinery (Huaian) Co., Ltd.	Manufacturing of metal moulds, metal processing, metal surface treatment and manufacturing of industrial plastic products	-	2	-	-	-	-	-	-	-	-	-	Note 4
Interface Optoelectronics (Wuxi) Co., Ltd.	Production and sale of the touch monitor	385,190	2	-	-	-	(-	109,517)	22.54	(24,685)	123,440	-	Note 2
Hongflusteng Precision Electronics (Zhengzhou) Co., Ltd.	Manufacturing of 3G or higher mobile communication cell phones as well as design and manufacturing of metal and non-metal moulds	406,161	2	-	-	111,113	-	39,458	100	39,458	978,211	-	Note 2
Nxera Information Technology (Shenzhen) Co., Ltd.	Computer software and hardware; technological development of communication products; internet platform; technological development, service and consultation of surveillance system; consultation of business management' market planning and marketing; domestic trade and business in imports and exports	24,963	2	-	-	-	(-	6,892)	37.88	(2,611)	13,085)	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Taiwan to Mainland China		Net income of investee for the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of	
				to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020						June 30, 2020	Footnote
Qi Ding Technology Qinhuangdao Co., Ltd.	Development, manufacturing and sales of large and medium electronic calculators, portable calculators, new electronic parts and components, electronic equipment, fine blanking dies, mould standard parts, other parts and accessories; house leasing; wholesale of electronic products; import and export of goods	\$ 1,999,209	2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	114,382	37.96	(\$ 43,419)	\$	561,893	\$	- Note 2
Fuyang Soleros Technology (Nanyang) Co., Ltd.	Investment, procurement, sales, management of new energy including PV, system integration and coordinative measures and equipment; application and consultation service of related technologies	3,764,388	2	-	-	-	-	-	-	4,724	100	4,724	\$	3,696,723	\$	- Note 2
Efeihu (Yantai) Limited	Touring information service, ticket agent, warehousing, int'l trade and commission agent, retail of electronics, repair of electronic appliance and online retailing	83,734	2	60,398	-	-	60,398	-	24,602	70	17,221	\$	107,091	\$	- Note 2	
Kunshan Nano Environmental Protection Technology Co., Ltd.	Design and assembly of environment protection electronic devices and water processors; sale of self-produced products; wholesale of cosmetics	20,190	2	-	-	-	-	-	-	945	-	-	\$	-	\$	- Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Mainland China to Taiwan to Mainland China		Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of	
				as of January 1, 2020	Remitted to Mainland China	Amount remitted back to Taiwan for the six-month period ended June 30, 2020	as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020	June 30, 2020		(\$)	30, 2020		June 30, 2020	Footnote
G-TECH Optoelectronics (Shenzhen) Co., Ltd.	Main business activities R&D, manufacturing of new panel displays, display materials; wholesale of displays, display materials, PV glasses, parts of mobile telecommunication products, production equipment of displays and PV glasses and wholesale of raw materials for production	\$ 1,481,500	2	\$ -	\$ -	\$ -	\$ -	\$ -	16,063	100	(	16,063	\$ 186,791	\$ -	Note 2
Nanjing Hongfusharp Precision Electronics Co., Ltd.	R&D, manufacturing, sales, technology service, consultation and technology transfer of precise electronics, electro-optics technology and related equipment, medical equipment and devices and automated equipment; lease of self- owned buildings and equipment; int'l trade of products and technologies	5,887,493	2	5,037,100	-	-	5,037,100	(1,560,717)	(	100	(	1,559,937	(43,418)	-	Note 2
Qukuailian Information and Technology (Shenzhen) Ltd.	Development of computers, IoT products and software; consultation service of computers and IoT technologies; strategy planning of business operation; business information service	194,161	2	118,490	-	-	118,490	(12,277)	(	53.33	(	6,547	40,211	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method Note 1	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of	
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of June 30, 2020	Net income of investee for the six- month period ended June 30, 2020					June 30, 2020	Footnote
TNS Mobile (Beijing) Co., Ltd.	Wholesale of mobile telecommunication equipment and terminals, computer hardware and software, internet devices, commission agent and int'l trade	\$ 137,928	2	- \$	- \$	- \$	(\$	61.94	(\$	19,654)	\$ 522,037)	-	Note 2
Megvii (Beijing) Technology Co., Ltd.	Technology development of computer software, technology service, computer system integration, data processing, computer graphic design, wholesale of self- developed products, machinery and equipment, electronics, electric appliances, computers, software and auxiliary equipment	13,014,775	2	-	-	39,078	(783,684)	3.3	-	-	39,078	-	Note 2
Xun Pin Electronic Technology (Zhongshan) Co., Ltd.	Manufacture, research, development, and after- sale service of new electronic components, electronic manufacturing equipment, equipment spare parts, raw materials for self- produced products, machine, electrical equipment, electronic products and software, communication products and software.	-	2	-	-	-	-	-	-	-	-	-	Note 5

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Taiwan to Mainland China		Net income of investee for the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020						
Polight Technology (Shenzhen) Co., Ltd.	Manufacturing and marketing of optoelectronic devices, sensitive components and sensors, new electronic components, digital cameras and their key components	\$	-	-	-	-	-	-	-	-	-	-	-	-	Note 6
			2	-	-	-	-	-	-	-	-	-	-	-	
Fu Sheng Optoelectronics Technology (Kunshan) Co., Ltd.	Optoelectronics technology development, technology transfer, technical consulting, technical services, development and manufacturing of optical communication modules, highspeed connectors and cables; development and testing of new energy vehicle charging systems, sales of self- produced products and photovoltaic products	308,990	2	-	-	-	(	24,749)	37.64	(	9,460)	201,113	-	-	Note 2
FIH Electronics Technology (Nanjing) Co., Ltd.	Production and processing of mobile communication equipment (mobile phones) and their components and related modules, fixtures and inspection tools	-	2	-	-	-	-	-	61.94	-	-	-	-	-	Note 7

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Taiwan to Mainland China		Net income of investee for the six- month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of	
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020	June 30, 2020		(\$	28)	\$	June 30, 2020	Footnote
FIH (Nanjing) Intelligent Technology Co., Ltd.	Main business activities Mobile phone-related software and hardware development testing, system integration, application services and related technical services	\$ 148,150	Note 1	-	-	-	-	-	-	(\$ 45)	61.94	(\$	28)	\$ 91,733	-	Note 2
Jin Ji Full Precision Machinery (Qinhuangdao) Co., Ltd.	Development and production of precision molds, metal and nonmetal mold components, machine components, electronic products spare parts; automation equipment and its key components, hardware products, sheet metal products, injection molding, plastic products development, design, production, heat treatment processing, metal material shear processing	44,445	2	-	-	-	-	-	-	1,881	100		1,881	36,513	-	Note 2
Ji Zhi Precision Technology (Shenzhen) Co., Ltd.	Development, design, production and sales of display materials, precision glass components, photovoltaic glass, spare parts for mobile communication products, display screens and photovoltaic glass production equipment and raw materials	-	2	444,450	-	-	444,450	-	-	-	100		-	444,450	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote	
				Amount remitted back to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Amount remitted back as of June 30, 2020	June 30, 2020 (\$)						
Guangxi Hongzhiyi Investment Management Co., Ltd.	Management and consulting services, trust asset management, equity investment, financial consulting, corporate management consulting, investment information consulting services	\$ 9,399	2	\$ 4,579	\$ -	\$ -	\$ 4,579	\$ 1,062	50	\$ 531	\$ 1,318	\$ -	Note 2
Sharp FIT Automotive Technology (Wuxi) Co., Ltd.	Manufacture and sales of other cameras (automotive camera modules) and production of automotive parts and components (E-mirrors)	201,391	2	-	-	-	-	(41,088)	75.27	(31,410)	140,742	-	Note 2
Huai An Jiawei Industrial Development Co., Ltd.	Manufacture and sales of construction and building materials, furniture and hardware tools; business information consultancy; dining management; dining service	683,917	2	-	-	-	-	(224)	37.96	(85)	258,367	-	Note 2
Yuan Kang Agricultural Technology (Shenzhen) Co., Ltd.	Engaged in the development of pollution-free cultivation techniques and products for vegetables and fruits; agricultural cultivation technology equipment, craft gifts, health food, wholesale technical consultation, retail, import and export, and other relative business	25,386	2	-	-	-	-	(19,841)	50	(9,921)	44,831	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Taiwan to Mainland China		Net income of investee for the six-month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020		Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020		Footnote
				Amount remitted to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China	Amount remitted from Taiwan to Mainland China as of June 30, 2020	as of June 30, 2020	Amount remitted to Taiwan for the six-month period ended June 30, 2020	Remitted to Mainland China						June 30, 2020	June 30, 2020	
Hong-Qi Mechatronics (Anhui) Co., Ltd.	Engaged in business development, production, sales and trading of automated equipment and its key components, automation peripherals, automation fixtures, precision spindles, servo drive systems, bus control systems, injection molding machines, smart appliances; engaged in goods and technology import and export business	\$ 127,142	2	-	-	-	-	-	-	(\$ 46,590)	100	(\$ 46,590)	46,590	530,142	\$ -	-	Note 2
				-	-	-	-	-	-	-	-	-	-	-	-	-	-
Hongfei Precision Technology (Shenzhen) Co., Ltd.	Engaged in the development, production and sales of video cameras and their accessories, multimedia recording and player and accessories, digital audio and video systems; leasing of electronic equipment; domestic trade; operating export business	292,379	2	-	-	-	-	-	-	78,102	100	78,102	78,102	180,175	-	-	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Mainland China to Taiwan for the six-month period ended June 30, 2020	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six-month period ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
Bisheng Technology (Chengdu) Co., Ltd.	Engaged in the operation of biometrics technology and key components, touch systems (touch screens, touch components), flat panel display modules, display materials, electronic materials and new electronic components, backlight molds, precision molds, product sales; Product testing and maintenance business, after-sales service, similar products wholesale business, engineering and management consulting and service business engaged in the above products	\$ -	Note 1	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	Note 8
			2									
Chengdu NUWA Manufacturing and Robotics Corp.	Engaged in the production and marketing of smart robot and auto digital signal process device and components	-	2	-	-	-	-	-	-	-	-	Note 9
Kunshan Kang Rui Packaging Materials Limited	Engaged in the production and processing of cartons, paper packaging supplies, hardware accessories, plastic products, sales of self-produced products and after-sales service	17,555	2	-	-	(	1,051)	26.47	(	278)	4,633	Note 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/		Accumulated amount of remittance from Taiwan to Mainland China		Amount remitted from Mainland China to Taiwan to Mainland China		Net income of investee for the six- month period ended	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2020	Book value of investments in Mainland China as of June 30, 2020	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
				to Taiwan	to Taiwan	as of January 1, 2020	as of June 30, 2020	as of June 30, 2020	as of June 30, 2020	June 30, 2020					
Li Ding Semiconductor Technology (Shenzhen) Co., Ltd.	R&D of IC packaging, IC specific materials, system-level packaging, sales of self-manufacture products and relevant technologies and after sales services	\$	2	-	-	-	-	-	-	(\$	33.86	(\$	1,812)	\$	Note 2
				-	-	-	-	-	-						
Zettimage Solutions, Inc.	Design of Integrated circuit, development of software, wholesale and retail of electronic product and service of intellectual property		2	-	-	-	-	-	-		26.07	-	-	-	
				-	-	-	-	-	-						
Pollux Technologies, Inc.	Design of Integrated circuit, development of software, wholesale and retail of electronic product and service of intellectual property		2	-	-	-	-	-	-		26.07	-	-	-	
				-	-	-	-	-	-						
Langyage Semiconductor, Inc.	Design of Integrated circuit, development of software, wholesale, retail and repair of electronic product and service of intellectual property		2	-	-	-	-	-	-		26.07	-	-	-	
				-	-	-	-	-	-						

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020		Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)		Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA	
Hon Hai Precision Industry Co., Ltd.	\$	196,698,802	\$	348,578,873	\$	-

Note 1: Investment methods are classified into the following three categories:

- (1) Directly invest in a company in Mainland China.
- (2) Through investing in Foxconn (Far East) Limited in the third area, which then invested in the investee in Mainland China.
- (3) Others.

Note 2: Part of the investment income (loss) recognition is based on financial statements from the investee company, which had not been reviewed by independent accountants.

Note 3: The Company has remitted US\$654,890 from own funds in 2014 to Foxtec Holdings Inc. in the British Virgin Islands to acquire 40% of the shares from Chinadragon Telecom Holding Co., Ltd., allowing the Company to indirectly hold 40% of its reinvestment in Shenzhen Jing Huang Technology Co., Ltd.

Note 4: The Company was approved by Investment Commission, MOEA of an investment of US\$10,000,000 in Jin Ji Full Precision Machinery (Huaian) Co., Ltd., which has not been remitted as of June 30, 2020.

Note 5: The Company was approved by Investment Commission, MOEA of an investment of US\$5,762,700 in Xun Pin Electronic Technology (Zhongshan) Co., Ltd., which has not yet been established as of June 30, 2020.

Note 6: The Company was approved by Investment Commission, MOEA of an investment of US\$50,000,000 in Polight Technology (Shenzhen) Co., Ltd., which has not been remitted as of June 30, 2020.

Note 7: The Company was approved by Investment Commission, MOEA of an investment of US\$156,950,000 in FIH Electronics Technology (Nanjing) Co., Ltd., which has not yet been established as of June 30, 2020.

Note 8: The Company was approved by Investment Commission, MOEA of an investment of US\$3,831,800 in Bisheng Technology (Chengdu) Co., Ltd., which has not yet been established as of June 30, 2020.

Note 9: The Company was approved by Investment Commission, MOEA of an investment of US\$13,441 in Chengdu NUWA Robotics Corp., which has not yet been established as of June 30, 2020.

I. The following is a list of investments in Mainland China that have been liquidated, divested, or annulled, but the registered investment amounts have not yet been filed to the Investment Commission, MOEA:

1. The Company was approved by Investment Commission, MOEA of an investment of US\$3,000,000 in Guangxuhui Technology (Shenzhen) Co., Ltd., which had been liquidated in 2005.
2. The Company was approved by Investment Commission, MOEA of an investment of US\$625,000 in Shanghai Premier Image Trade Co., Ltd., which had been liquidated in April 2009.
3. The Company was approved by Investment Commission, MOEA of an investment of US\$684,091 in Dongfeng Antec (Wuhan) Automobile Electric System Co., Ltd. All of the shares had been transferred in 2009.
4. The Company was approved by Investment Commission, MOEA of an investment of US\$814,000 in Liuzhou Antec Fangshen Electric System Co., Ltd. All of the shares have been sold out in 2012.
5. The Company was approved by Investment Commission, MOEA of a total investment of US\$391,085 in Alibaba (China) Technology Co., Ltd., Alibaba (China) Software Co., Ltd., Alibaba (Shanghai) Technology Co., Ltd., and Beijing Sinya Online Information Technology Co., Ltd., which have been sold out in 2012.
6. The Company was approved by Investment Commission, MOEA of an investment of US\$2,500,000 in Hongfujiang Precision Electronics (Yingkou) Co., Ltd., which had been liquidated in 2012.
7. The Company was approved by Investment Commission, MOEA of an investment of US\$12,000,000 in Hong Fujin Precision Industrial (Qinhuangdao) Co., Ltd., which had been liquidated in 2011.
8. The Company was approved by Investment Commission, MOEA of an investment of US\$8,000,000 in Foxconn Technology (Qinhuangdao) Co., Ltd., which had been liquidated in 2011.
9. Qunkang Precision Component (Kunshan) Co., Ltd. has been permitted by the Investment Commission, Ministry of Economic Affairs for the investment of US\$6,000,000 and completed the registration of business combination with Kangzhun Electronic Technology (Kunshan) Co., Ltd. at the competent authority. The surviving company is Kangzhun Electronic Technology (Kunshan) Co., Ltd.
10. The Company was approved by Investment Commission, MOEA of an investment of US\$18,000,000 in Foshan Fu Hua Ke Precision Electronics Co., Ltd., which had been liquidated in December 2017.
On October 22, 2018, MOEA approved the withdrawal of the investment of US\$13,500,000.
11. The Company was approved by Investment Commission, MOEA of an investment of US\$690,139 in Yantai Jiray Electronic Technology Co., Ltd., which had been liquidated by the competent authority on January 18, 2018.
12. The Company was approved by Investment Commission, MOEA of an investment of US\$3,490,425 in Champ Tech Optical (Foshan) Corporation, which had been sold out in 2018.
On April 26, 2019, MOEA approved the withdrawal of the investment of US\$3,490,425.
13. The Company was approved by Investment Commission, MOEA of an investment of US\$20,000 in Jin Ji Trading (Linyi) Co., Ltd., which had been liquidated in 2019.
14. Kangzhun Electronic Technology (Kunshan) Co., Ltd. has been permitted by the Investment Commission, Ministry of Economic Affairs for the investment of US\$112,689,109 and completed the registration of business combination with Fuyang Electromechanical Technology (Changshu) Co., Ltd. at the competent authority. The surviving company is Kangzhun Electronic Technology (Kunshan) Co., Ltd.
15. The Company was approved by Investment Commission, MOEA of an investment of US\$2,126,394 in Jiaying Radioshack Trading Limited, which had been liquidated in 2019.
16. The Company was approved by Investment Commission, MOEA of an investment of US\$7,183,572 in FIH (Chengdu) Communication Technology Co., Ltd., which had been liquidated in 2019.
17. The Company was approved by Investment Commission, MOEA of an investment of US\$3,000,000 in Amlink (Shanghai) Ltd., which had been liquidated in 2019.
18. The Company was approved by Investment Commission, MOEA of an investment of US\$6,000,000 in Beijing Ainemo Network Technology Limited. All of the shares have been sold in 2020.
19. The Company was approved by Investment Commission, MOEA of an investment of US\$20,000,000 in Fargan Technology Co., Ltd., which had been liquidated in 2020.

II. The following is a list of investments in Mainland China that have been reinvested by Chinese companies due to restructuring of investment structure, and whose investment amounts have been approved to be included in investments in Mainland China:

I. To the investees including Hongqunsheng Precision Electronics (Yingkou) Co., Ltd., Hongqisheng Precision Electronics (Qinhuangdao) Co., Ltd., Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd., Fubo Industrial (Shenzhen) Co., Ltd., Qingding Precision Electronics (Huaian) Co., Ltd. and Yuding Precision Electronics (Huaian) Co., Ltd., the total investment of US\$216,509,695 has been approved by Investment Commission, MOEA.

However, Avary Holding (Shenzhen) Co., Limited acquired the above mentioned investees in response to the adjustment in the investment structure. The Company was approved by Investment Commission, MOEA on September 20, 2017:

2. An investment proposal totaling US\$922,949,697 in the investees in Mainland China has been approved by Investment Commission of MOEA. The investees included Ambit Microsystem (Shanghai) Co., Ltd., Amworld Microsystems (Shanghai) Ltd., Jizhun Precision Industry (Huizhou) Co., Ltd., Hongfujing Precision Electronics (Tianjin) Co., Ltd., System Integration electronics(Hangzhou) Co., Ltd., Nanning Fugui Precision Industrial Co., Ltd., Futaihua Precision Electronics (Zhengzhou) Co., Ltd., Futaihua Precision Electronics (Jiyuan) Co., Ltd. and Henan Yuzhan Technology Limited. However, Foxconn Industrial Internet Co., Ltd. will acquire the aforementioned investees in Mainland China in response to changes in the Company's investment framework. The Company has reported to Investment Commission of MOEA about the investment adjustment on May 26, 2017.

Pursuant to the newly amended "Review Principles of Investment and Engagement of Technological Cooperation in Mainland China" dated August 29, 2008, since the Company has obtained the certificate of being qualified for operating headquarters, which was issued by the Industrial Development Bureau, MOEA, the ceiling amount of the investment in Mainland China is not applicable to the Company.

- IV. The Company invests in the company via investee companies in Mainland China including Yantaishi Fultong International Trading Co., Ltd., Yantai Hong Occupation Training School, Guizhou Yuguqian Real Estate Co., Ltd., Hengyang Futaihong Precision Industry Co., Ltd., Guizhou Fuzhikang Precision Electronics Co., Ltd., Shenzhen Fuhongxun Technology Co., Ltd., Infocus Precision Industry (Shenzhen) Co., Ltd., Langfang Hui Ju Yin Qing Zhong Chuang Kong Jian Co., Ltd., Zhengzhou Jusda Logistics Co., Ltd., Wuhan Jusda Supply Chain Management Limited, Hangzhou Jusda Supply Chain Management Limited, Shandong Jusda Supply Chain Management Limited, Shenzhen Qianhai Jusda Supply Chain Management Limited, Shenzhen Fertil Plan International Logistics Co., Ltd., Guangxi Jusda SCM Limited, Chongqingshi Futaihong Logistics Limited Co., Ltd., Yantai Futaihong International Logistics Co., Ltd., Shanghai Futaihong International Logistics Co., Ltd., Yantian Jusda Supply Chain Management Co., Ltd., Jiaying Jusda Supply Chain Management Co., Ltd., Taibangjie Supply Chain Management (Shenzhen) Co., Ltd., Lang Fang Fertil Plan Logistics Co., Ltd., Jusda Supply Chain Management (Shanghai) Co., Ltd., Taiyuan Jusda Supply Chain Management Co., Ltd., Hunan Jusda Supply Chain Management Co., Ltd., Nanjing Jusda Supply Chain Management Co., Ltd., Zhengzhou Jusda Industrial Park Development Co., Ltd., Zhengzhou Zhunxuntong technology Co., Ltd., Wuhan Peda International Logistics Co., Ltd., Shenzhen Zhunxuntong Technology Co., Ltd., Wuhan Zhunxuntong Enterprise Service Co., Ltd., Chongqing Zhunxuntong Customs Service Co., Ltd., Shanghai Zhunxuntong Import & Export Co., Ltd., Chengdu Zhunxuntong Import & Export Co., Ltd., Guangzhou Jusda Supply Chain Management Co., Ltd., Beijing Jusda Supply Chain Management Co., Ltd., Jusda Energy Technology (Shanghai) Co., Ltd., Shanghai Ganxing Logistics Co., Ltd., China ASEAN Supply Chain Management Co., Ltd., Zhenzhou GDS Information & Technology Co., Ltd., Shenzhen Fortune Fintech Co., Ltd., Talentek Microelectronics (Hefei) Limited, Shenzhen Dengmao Science & Technology Co., Ltd., Shenzhen Jingji Precision Machinery Trade Co., Ltd., Jin Ji Full Precision Machinery (Hengyang) Co., Ltd., Ur Industry Materials (Langfang) Co., Ltd., Ur Uy Material (Kunshan) Co., Ltd., Ur Hongxin Detection Technology (Shenzhen) Co., Ltd., Ur Material Technology (Guangzhou) Co., Ltd., Ur Material (Yantai) Co., Ltd., Ur New Materials Technology (Wuhan) Co., Ltd., Jin Ji Precision Pneumatic (Shenzhen) Co., Ltd., Hong-Qi Mechatronics (Anhui) Co., Ltd., Mingyang Real Estate Development (Kunshan) Co., Ltd., Huaian Mingyang Real Estate Development Co., Ltd., Jinan Development Property Development Co., Ltd., Triple Win Technology (Jincheng) Co., Ltd., Huaian Fultong Trading Co., Ltd., Teng Yi New Energy Technology (Kunshan) Co., Ltd., Huaian Hongyu Electronic Technology Co., Ltd., Huaian Tengyue Information Science & Technology Co., Ltd., Shenzhen Anya Trading Co., Ltd., Hongzhaoda Integrated Innovative Service (Kunshan) Co., Ltd., Yuanfu (Shenzhen) Technology Co., Ltd., Oyeze Internet Technology (Shenzhen) Co., Ltd., Candelino Network Security Technology (Shenzhen) Co., Ltd., Chongqing Hongfuzhun Trading Co., Ltd., Chongqing Guanzhuo Technology Co., Ltd., Hongqingsin Precision Electronics (Chongqing) Co., Ltd., Chongqing Jingmei Precision electronic Co., Ltd., Shenzhen Hochichuang Technology Co., Ltd., HCC Teletron (HK) Technology Co., Ltd., Fuyou Wande Trading Co., Ltd., Shanghai Ketaihuajie Technology Co., Ltd., Shenzhen Foxtricity Co., Ltd., Shenzhen Hong Jie Yu Technology Co., Ltd., Shanghai Fusharp Sales Co., Ltd., Foxon Technical (Dezhou) Co., Ltd., Eerduosi Honghan Precision Electronics Co., Ltd., Shenzhen Fu Neng New Energy Technology Co., Ltd., Ambit Microsystems (Jiasan) Co., Ltd., Hongfu Innovation (Hangzhou) Co., Ltd., Simaite Technology (Shenzhen) Co., Ltd., Innovative & Intelligent Factory Accelerator (Shenzhen) Co., Ltd., Hangzhou Jiangyu Innovation Medical Technology Co., Ltd., Jiangyu Innovation Medical Technology Chengdu Co., Ltd., Shenzhen Futai Trade Co., Ltd., Guizhou Qianyu Electric Vehicle Service Co., Ltd., Lanzhou Futaihua Industrial Limited, Shenzhen Jinchangzhi Technology Co., Ltd., Shenzhen Galane Robotics Co., Ltd., Shenzhen Hong Jie Fei Technology Service Co., Ltd., Haina Cognitive Connections Co., Ltd., Fu Ming Tuo Property Management (Shenzhen) Co., Ltd., Shenzhen Fuhongcai Technology Service Co., Ltd., Hon Fu Cheng Precision Electronics (Chengdu) Co., Ltd., Chengdu Chengfu Future Technology Co., Ltd., Fuxiang Private Equity Investment Fund Joint Ventur, Hong Fu Cheng Technology (Tianjin) Co., Ltd., Tanghe Fuyang Soleros Technology Co., Ltd., Dongying PV Technology Co., Ltd., Langfang City Fuyang New Energy Technology Co., Ltd., Jiashan PV Technology Co., Ltd., Huaian Fuyang Soleros Technology Co., Ltd., Danjiangkou Fusheng Soleros Technology Co., Ltd., Inner Mongolia Xin Jing Photovoltaic Power Generation Co., Ltd., Beijing Fuyang New Energy Technology Co., Ltd., Shanghai Fusheng New Energy Technology Co., Ltd., Henan Fuchi Technology Co., Ltd., Zhengzhou Yu Teng Precision Technology Co., Ltd., Henan Zhongyuan Financial Leasing Co., Ltd., Zhengzhou Fuyucheng Agricultural Biotechnology Co., Ltd., Henan Zhongyuan Finance & Fund Management Co., Ltd., Zhengzhou Fuyusheng Energy Technology Co., Ltd., Zhengzhou Fulianwang Electronic Technology (Shenzhen) Co., Ltd., Wefix Electronics Technology (Shenzhen) Co., Ltd., Guangxi Fulianwang Electronic Technology Co., Ltd., Beijing Fusharp Electronic Commerce Limited, Chengdu Fulianwang Trading Co., Ltd., Shanxi Fulianwang Electronic Technology Co., Ltd., Hunan Fulianwang Trading Co., Ltd., Guizhou Fuxuntong Trading Co., Ltd., Langfang Fulianwang Trading Co., Ltd., Xian Wannayun Electronic Technology Co., Ltd., Huaian Fhet Electronics and Technology Co., Ltd., Henyang Fulianwang Commerce & Trade Co., Ltd., Rich Dreams Network Technology (Hangzhou) Limited, Henan Zhongyuan Financial Guarantee Co., Ltd., Jiyuan Jizhun Precision Electronics Limited, Henan Yupin Real Estate Co., Ltd., Henan Jiagang Industrial Limited, Shenzhen Fulianwang Internet Of Things Intelligent Home Furnishing Co., Ltd., Shanghai Fuhong Electronic Technology Co., Ltd., Shenzhen Fulianwang Technology Co., Ltd., Fhet Smartech (Shenzhen) Co., Ltd., Fu Shi Jie Shenzhen, Shenzhen Love Pocket Technology Co., Ltd., Zhengzhou Wannayun Electronic Technology Co., Ltd., Nanning Fugui Precision Industry Co., Ltd., Chongqing Fugui Electronics Co., Ltd., Guangxi Fumeng Innovation Technology Co., Ltd., Futaihua Precision Electronics (Zhenzhou) Co., Ltd., Shanxi Yuding Precision Technology Co., Ltd., Henan Yuzhan Precision Technology Co., Ltd., Wuhan Yuzhan Precision Technology Co., Ltd., Hebi Yuzhan Precision Technology Co., Ltd., Amworld Microsystems (Shanghai) Limited, Ingrasy Info-Tech Corporation, System Integration Electronics (Hangzhou) Co., Ltd., Ambit Microsystem (Shanghai) Co., Ltd., Jizhun Precision Industry (Huizhou) Co., Ltd., Shenzhen Jingjiang Yunchuang Technology Co., Ltd., Chengdu Zhuren Technology Co., Ltd., Zhengzhou Hongren Cutting Tool Limited, Jinchen Hongren Technology Co., Ltd., Futaihua Precision Electronics (Jiyuan) Co., Ltd., Hongfujing Precision Electronics (Tianjin) Co., Ltd., Baichang Technology Service (Tianjin) Co., Ltd., Jincheng Futaihua Precision Electronic Co., Ltd., Henan Yuzhan Technology Limited, Langfang Yuzhan Precision Technology Co., Ltd., Shenzhen Yuzhan Precision Technology Co., Ltd., Shenzhenshi Yuzhan Precision Technology Co., Ltd., Fulian Intelligent Workshop (Shenzhen) Co., Ltd., Zhengzhou Fulian Intelligent Creation Technology Co., Ltd., Lankao Yuzhan Precision Industry Co., Ltd., Shenzhen Fugui Precision Technology Co., Ltd., Flow Vision Technology Co., Ltd., Dong Guan Fu Yi

Precision Industry Co., Ltd., Shenzhen Fu Lian Intelligent Manufacturing Industry Innovation Center Co., Ltd., Fu Jia Zhichuang (Shenzhen) Technology Co., Ltd., Fu Ji Yun (Shenzhen) Technology Co., Ltd., System Integration (Hai Ning) Electronics Co., Ltd., Chongqing Fuyusheng Electronics Technology Co., Ltd., Hong Ding Management Consultants (Shenzhen) Co., Ltd., Hongfu (Shenzhen) Equity Investment Fund Management Co., Ltd., Hong Chi Consultant (Shenzhen) Co., Ltd., Hongfei Precision Technology (Shenzhen) Co., Ltd., Jiaying Zhixie Trading Co., Ltd., Jiaying Aifengpai Trading Co., Ltd., Suzhou Fumingsheng Trading Co., Ltd., Shanghai Fujingtong Business Factoring Limited, Shanghai Pengzhan Investment Co., Ltd., Foshan Shunde Jishun Precision Industry Co., Ltd., Fuxuntong Trading (Shenzhen) Co., Ltd., Efeihu (Chengdu) E-commerce Limited, Henyang Fuxiangyun Culture Co., Ltd., Shanghai Foxconn Co., Ltd., Zhongyuan Micro-credit Co., Ltd., Shenzhen Foxconn Advanced Manufacturing Capacity Training University, Fujintong Financial Information Services (Shanghai) Co., Ltd., Shenzhen Fuhongjie Technology Service Co., Ltd., Shenzhen Honghaoda Technology services Co., Ltd., Shenzhen Fu Rong Inclusive Finance Co., Ltd., Shenzhen eLux Display Co., Ltd., Jin Ji Tiger Investment Holding Co., Ltd., Shenzhen Jinjihu Information Consulting Co., Ltd., Fu Meng (Shenzhen) Consulting Service Co., Ltd., Shenzhen Zhiangongzhi Technology Service Co., Ltd., Shenzhen Hyper Power Information Technology Co., Ltd., Ur Hongxin Testing Technology (Dongguan) Co., Ltd., Guizhou Fuhuada Precision Electronics Co., Ltd., Panzhou Fu Gui Kang Precision Electronic Co., Ltd., Nanyang Hongfujing Precision electronic Co., Ltd., Kunming Fuliong International Trading Co., Ltd., Gansu Fuguangyuan Electronic Technology Co., Ltd., Hongfujing Precision Electronic (Kaili) Co., Ltd., Hongfujing Precision Electronic (Wenshan) Co., Ltd., Kaili Fuliong International Trading Co., Ltd., Hengyang Hengzhifu Finance & Accounting Services Co., Ltd., Zhengzhou Yongyang Detection Service Co., Ltd., Bisheng Technology (Chengdu) Co., Ltd., Chengdu NUWA Robotics Corp., Kunshan Kang Rui Packaging Materials Limited, Li Ding Semiconductor Technology (Shenzhen) Co., Ltd., Zettimage Solutions, Inc., Pollux Technologies, Inc., Langyage Semiconductor, Inc. Except for the investment via the holding companies in Mainland China, other investments shall be approved by Investment Commission of the Ministry of Economic Affairs.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries
Bonds Payable
June 30, 2020

Table 10

Name of Security	Trustee	Issued on	Maturity	Date of interest payment	Interest rate (%)	Issued Amount	Repaid Amount	Amount				Status of guarantee	Footnote
								Balance as at June 30, 2020	Amortisation for the period	Book value	Expressed in thousands of TWD (Except as otherwise indicated)		
Second debenture issue of 2011	Bank SinoPac												
Bond C	"	2011/06/14	10 years	Note 1	1.82	\$ 1,400,000	\$ -	\$ 1,400,000	\$ -	\$ 1,400,000		None	
Third debenture issue of 2013													
Bond C	"	2013/12/17	7 years	"	1.85	2,200,000	-	2,200,000	-	2,200,000		"	
First debenture issue of 2014													
Bond C	"	2014/03/18	7 years	"	1.75	350,000	-	350,000	-	350,000		"	
Bond D	"	"	10 years	"	2.00	2,500,000	-	2,500,000	-	2,500,000		"	
Second debenture issue of 2014													
Bond C	"	2014/05/21	7 years	"	1.70	3,350,000	-	3,350,000	-	3,350,000		"	
Bond D	"	"	10 years	"	1.95	4,200,000	-	4,200,000	-	4,200,000		"	
Third debenture issue of 2014													
Bond A	"	2014/07/08	7 years	"	1.70	6,000,000	-	6,000,000	-	6,000,000		"	
Bond B	"	"	10 years	"	1.95	6,000,000	-	6,000,000	-	6,000,000		"	
Fourth debenture issue of 2014													
Bond C	"	2014/10/08	7 years	"	1.80	3,200,000	-	3,200,000	-	3,200,000		"	
Bond D	"	"	10 years	"	2.02	2,200,000	-	2,200,000	-	2,200,000		"	
Bond E	"	"	12 years	"	2.15	200,000	-	200,000	-	200,000		"	
Fifth debenture issue of 2014													
Bond C	"	2015/01/14	7 years	"	1.80	2,800,000	-	2,800,000	-	2,800,000		"	
First debenture issue of 2015													
Bond D	"	2015/04/14	5 years	"	1.44	2,300,000 (	2,300,000)	-	-	-		"	
Bond E	"	"	7 years	"	1.75	1,000,000	-	1,000,000	-	1,000,000		"	
Second debenture issue of 2015													
Bond D	"	2015/06/24	5 years	"	1.39	2,200,000 (	2,200,000)	-	-	-		"	
Bond E	"	"	6 years	"	1.55	400,000	-	400,000	-	400,000		"	
Bond F	"	"	7 years	"	1.70	2,300,000	-	2,300,000	-	2,300,000		"	
Bond G	"	"	10 years	"	1.90	500,000	-	500,000	-	500,000		"	

Name of Security	Trustee	Issued on	Maturity	Date of interest payment	Interest rate (%)	Amount					Status of guarantee	Footnote	
						Issued Amount	Repaid Amount	Balance as at June 30, 2020	Amortisation for the period	Book value			
Bank SinoPac													
Third debenture issue of 2015													
Bond D		2015/09/29	5 years	Note 1	1.25	\$ 2,800,000	\$ -	\$ 2,800,000	\$ -	\$ 2,800,000	None		
Bond E		"	5.5 years	"	1.27	200,000	-	200,000	-	200,000	"		
Bond F		"	6 years	"	1.33	400,000	-	400,000	-	400,000	"		
Bond G		"	7 years	"	1.45	1,000,000	-	1,000,000	-	1,000,000	"		
Bond H		"	12 years	"	2.00	300,000	-	300,000	-	300,000	"		
Fourth debenture issue of 2015													
Bond D	"	2015/11/30	5 years	"	1.20	3,900,000	-	3,900,000	-	3,900,000	"		
Bond E		"	6 years	"	1.28	100,000	-	100,000	-	100,000	"		
Bond F		"	7 years	"	1.40	1,400,000	-	1,400,000	-	1,400,000	"		
Bond G		"	10 years	"	1.75	100,000	-	100,000	-	100,000	"		
Bond H		"	12 years	"	1.95	200,000	-	200,000	-	200,000	"		
First debenture issue of 2016													
Bond C	"	2016/06/07	4.5 years	"	0.75	300,000	-	300,000	-	300,000	"		
Bond D		"	5 years	"	0.80	2,100,000	-	2,100,000	-	2,100,000	"		
Bond E		"	6 years	"	0.88	1,300,000	-	1,300,000	-	1,300,000	"		
Bond F		"	7 years	"	0.95	1,800,000	-	1,800,000	-	1,800,000	"		
Bond G		"	10 years	"	1.20	1,800,000	-	1,800,000	-	1,800,000	"		
Second debenture issue of 2016													
Bond B	"	2016/08/08	4 years	"	0.65	100,000	-	100,000	-	100,000	"		
Bond C		"	4.75 years	"	0.70	500,000	-	500,000	-	500,000	"		
Bond D		"	5 years	"	0.73	2,300,000	-	2,300,000	-	2,300,000	"		
Bond E		"	6 years	"	0.83	1,700,000	-	1,700,000	-	1,700,000	"		
Bond F		"	7 years	"	0.90	2,900,000	-	2,900,000	-	2,900,000	"		
Third debenture issue of 2016													
Bond C	"	2016/11/07	5 years	"	0.83	900,000	-	900,000	-	900,000	"		
First debenture issue of 2017													
Bond B	"	2017/05/17	3 years	"	0.95	3,200,000	(3,200,000)	-	-	-	"		
Bond C		"	5 years	"	1.12	4,000,000	-	4,000,000	-	4,000,000	"		
Bond D		"	7 years	"	1.36	900,000	-	900,000	-	900,000	"		
Bond E		"	10 years	"	1.53	400,000	-	400,000	-	400,000	"		

Table 10, Page 2

Name of Security	Trustee	Issued on	Maturity	Date of interest payment	Interest rate (%)	Amount					Status of guarantee	Footnote	
						Issued Amount	Repaid Amount	Balance as at June 30, 2020	Amortisation for the period	Book value			
Bank SinoPac													
Second debenture issue of 2017													
Bond B		2017/08/08	3 years	Note 1	0.90	\$ 1,800,000	\$ -	\$ 1,800,000	\$ -	\$ 1,800,000	None		
Bond C		"	4 years	"	0.98	800,000	-	800,000	-	800,000	"		
Bond D		"	5 years	"	1.04	3,100,000	-	3,100,000	-	3,100,000	"		
Bond E		"	6 years	"	1.18	200,000	-	200,000	-	200,000	"		
Bond F		"	7 years	"	1.30	2,000,000	-	2,000,000	-	2,000,000	"		
Bond G		"	10 years	"	1.52	700,000	-	700,000	-	700,000	"		
Third debenture issue of 2017													
Bond A		2017/11/16	3 years	"	0.84	3,100,000	-	3,100,000	-	3,100,000	"		
Bond B		"	5 years	"	1.00	2,950,000	-	2,950,000	-	2,950,000	"		
Bond C		"	7 years	"	1.18	1,950,000	-	1,950,000	-	1,950,000	"		
Bond D		"	10 years	"	1.40	1,000,000	-	1,000,000	-	1,000,000	"		
First debenture issue of 2018													
Bond A		2018/05/09	3 years	"	0.76	1,000,000	-	1,000,000	-	1,000,000	"		
Bond B		"	5 years	"	0.89	3,100,000	-	3,100,000	-	3,100,000	"		
Bond C		"	6 years	"	0.96	200,000	-	200,000	-	200,000	"		
Bond D		"	7 years	"	1.05	3,200,000	-	3,200,000	-	3,200,000	"		
Bond E		"	10 years	"	1.35	1,500,000	-	1,500,000	-	1,500,000	"		
Second debenture issue of 2018													
Bond A		2018/07/27	3 years	"	0.73	700,000	-	700,000	-	700,000	"		
Bond B		"	4 years	"	0.80	200,000	-	200,000	-	200,000	"		
Bond C		"	5 years	"	0.87	3,900,000	-	3,900,000	-	3,900,000	"		
Bond D		"	6 years	"	0.92	500,000	-	500,000	-	500,000	"		
Bond E		"	7 years	"	1.00	2,300,000	-	2,300,000	-	2,300,000	"		
Bond F		"	10 years	"	1.30	1,400,000	-	1,400,000	-	1,400,000	"		
First debenture issue of 2019													
Bond A		2019/10/22	3 years	"	0.68	100,000	-	100,000	-	100,000	"		
Bond B		"	5 years	"	0.80	1,900,000	-	1,900,000	-	1,900,000	"		
Bond C		"	6 years	"	0.86	500,000	-	500,000	-	500,000	"		
Bond D		"	7 years	"	0.90	2,500,000	-	2,500,000	-	2,500,000	"		
Bond E		"	10 years	"	1.10	950,000	-	950,000	-	950,000	"		

Table 10, Page 3

Name of Security	Trustee	Issued on	Maturity	Date of interest payment	Interest rate (%)	Amount					Status of guarantee	Footnote
						Issued Amount	Repaid Amount	Balance as at June 30, 2020	Amortisation for the period	Book value		
Second debenture issue of 2019												
Bond A	Bank SinoPac	2020/01/09	5 years	Note 1	0.81	\$ 1,700,000	\$ -	\$ 1,700,000	\$ -	1,700,000	None	
Bond B		"	6 years	"	0.85	500,000	-	500,000	-	500,000	"	
Bond C		"	7 years	"	0.92	2,350,000	-	2,350,000	-	2,350,000	"	
Bond D		"	10 years	"	1.12	1,650,000	-	1,650,000	-	1,650,000	"	
First debenture issue of 2020												
Bond A	"	2020/05/14	5 years	"	0.80	1,900,000	-	1,900,000	-	1,900,000	"	
Bond B		"	7 years	"	0.90	4,100,000	-	4,100,000	-	4,100,000	"	
Bond C		"	10 years	"	1.00	600,000	-	600,000	-	600,000	"	
Issued Foreign unsecured corporate bonds in the amount of USD	-	2016/09/23	5 years	Note 2	2.25	USD 600,000 thousand	-	USD 600,000 thousand	-	USD 600,000 thousand	"	
Issued Foreign unsecured corporate bonds in the amount of USD	-	2016/09/23	10 years	"	3.00	USD 400,000 thousand	-	USD 400,000 thousand	-	USD 400,000 thousand	"	
Issued Foreign unsecured corporate bonds in the amount of JPY	-	2017/09/20	3 years	"	0.42	JPY 41,500,000 thousand	-	JPY 41,500,000 thousand	-	JPY 41,500,000 thousand	"	
Issued Foreign unsecured corporate bonds in the amount of JPY	-	2017/09/20	5 years	"	0.52	JPY 6,000,000 thousand	-	JPY 6,000,000 thousand	-	JPY 6,000,000 thousand	"	
Issued Foreign unsecured corporate bonds in the amount of JPY	-	2017/09/20	7 years	"	0.70	JPY 2,500,000 thousand	-	JPY 2,500,000 thousand	-	JPY 2,500,000 thousand	"	
Issued Foreign unsecured corporate bonds in the amount of USD	-	2019/03/12	5 years	"	3.75	USD 700,000 thousand	-	USD 700,000 thousand	-	USD 700,000 thousand	"	
Issued Foreign unsecured corporate bonds in the amount of USD	-	2019/03/12	10 years	"	4.25	USD 300,000 thousand	-	USD 300,000 thousand	-	USD 300,000 thousand	"	

Name of Security	Trustee	Issued on	Maturity	Date of interest payment	Interest rate (%)	Amount					Status of guarantee	Footnote
						Issued Amount	Repaid Amount	Balance as at June 30, 2020	Amortisation for the period	Book value		
First overseas convertible debenture issue of 2017	-	2017/11/06	5 years	Note 1	0.00	\$ 15,096,000	\$ -	\$ 15,096,000	(\$ 545,947)	\$ 14,550,053	None	
First convertible debenture issue of 2018	-	2018/02/12	5 years	"	0.00	1,500,000	-	1,500,000	(78,739)	1,421,261	"	

Note 1: Principal is due at maturity. Interest is paid semi-annually at simple interest rate.

Note 2: Principal is due at maturity. Interest is paid annually at simple interest rate.

Hon Hai Precision Industry Co., Ltd. and Subsidiaries

Major Shareholders Information

June 30, 2020

Table 11

	Major Shareholders	Shareholding	
		Number of Shares Held	Shareholding Ratio
Terry Gou		1,341,608,518	9.67%