

VisEra Technologies Company Ltd.
2023 Annual Shareholders' Meeting Minutes

(This document is prepared in accordance with the Chinese version and is for reference only. In the event of any inconsistency between the English version and the Chinese version, the Chinese version shall prevail.)

Time: 09:00 a.m., May 24, 2023

Meeting type : Physical shareholders' meeting

Location: 2F, No. 1, Gongye E. 2nd Rd., Hsinchu City, Hsinchu Science Park(Einstein Hall, Science Park Life Hub)

Total outstanding VisEra shares: 315,777,119 shares

Total shares represented by shareholders present in person or by proxy: 252,846,043 shares

Percentage of shares held by shareholders present in person or by proxy: 80.07%

Directors present: Chairman Robert Kuan, Independent Director Peng-Heng Chan, Independent Director Laura Huang, Independent Director Emma Chang

Chairman: Robert Kuan, the Chairman of the Board of Directors

Recorder: Kevin Tsai

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

I. Chairman Remarks (omitted)

II. Reports Items

- (I) To report the business of 2022 (Attachment 1)
- (II) Audit Committee's Review Report (Attachment 2)
- (III) To report 2022 Allocation of remuneration to directors and employees

Explanation: :

- (1) The proposal for 2022 allocation of the remuneration to employees and directors has been approved per the resolution of the Board of Directors on February 22, 2023. Said remuneration will be allocated in cash in whole.
- (2) The remuneration to employees and directors was NT\$353,159,109 and NT\$3,240,000 to be allocated in cash in whole, which is not different from those stated in 2022.

III. Matters for Ratification

(I) Adoption of the 2022 Business Report and Financial Statements. (Proposed by the board of directors)

Explanation:

- (1) The 2022 Financial Statements of the company include the balance sheet, statement of comprehensive income, statement of changes in equity, and cash flow statement, which were audited by Shang-Chih Lin and Ming-Yuan Chong, CPA of Deloitte Taiwan.
- (2) Please refer to Attachment 1 and Attachment 3 on for the 2022 Business Report, CPA audit report and the aforementioned financial statements.

Voting Results:

Shares represented at the time of voting: 252,846,043

Voting Results*	% of the total represented share present
Votes in favor: 251,412,395 votes	99.43%
Votes against: 143,925 votes	0.05%
Votes invalid: 0 votes	0.00%
Votes abstained: 1,289,723votes	0.51%

RESOLVED, that the 2022 Business Report and Financial Statements be and hereby were accepted as submitted.

(II) Adoption of 2022 Earnings Distribution. (Proposed by the board of directors)

Explanation:

- (1) According to the Company Act, after the end of each fiscal year, the Board of Directors shall prepare the proposal of the profit distribution, or loss appropriation and submit the same to the regular shareholders' meeting for acceptance. (2) Please refer to Attachment 4 on page 17 of the Handbook for the 2021 Earnings Distribution Table.
- (2) The company's distributable earnings in 2022 were NT\$1,589,215,991. NT\$631,092,238 of the retained earnings are to be distributed as common share cash dividend. The Company has issued 315,546,119 common shares on January 31, 2023, so the cash dividend for each share is NT\$2.
- (3) Please refer to Attachment 4 for the 2022 Earnings Distribution Table.
- (4) The current cash dividends are calculated and truncated to the nearest NT\$ at the distribution ratio. The fractional amount less than NT\$1 is summed up and recognized by the Company as other revenue.

- (5) Upon approval of the cash dividends to be distributed by the shareholders' meeting, the Chairman will be authorized to set the record date for the distribution of dividends, and distribute the cash dividends separately. If the Company buys back the Company's shares, transfers or cancels treasury stocks, makes new issues of its shares due to employees' exercise of stock warrants, issues or recalls restricted share awards (RSAs) and issues new shares upon capital increase in cash, and engages in any other activities, in any other way, causes changes to the number of the Company's outstanding shares on a later date, the Chairman of Board is also authorized to adjust the distribution ratio per share and other relevant matters.

Voting Results:

Shares represented at the time of voting: 252,846,043

Voting Results*	% of the total represented share present
Votes in favor: 251,395,116 votes	99.42%
Votes against: 164,256 votes	0.06%
Votes invalid: 0 votes	0.00%
Votes abstained: 1,286,671 votes	0.50%

RESOLVED, that the Proposal for Earnings Distribution of 2022 Profits be and hereby was accepted as submitted.

IV. Elections

- (I) Election of one additional independent director (Proposed by the Board of Directors)

Explanation:

- (1) According to Paragraph 2, Article 4 of the "Taiwan Stock Exchange Corporation Operation Directions for Compliance with the Establishment of Board of Directors by TWSE Listed Companies and the Board's Exercise of Powers", where the Chairman of Directors and the President or person of an equivalent post of a TWSE listed company are the same person, not less than four independent directors shall be established before December 31, 2023.
- (2) The Company has 3 independent directors currently, and wishes to elect one additional independent director to satisfy said requirement.
- (3) The motion was approved per resolution of the Board of Directors on February 22, 2023. The name list of candidates for independent director approved at the meeting includes Han-Fei Lin, whose academic background, work experience, and related information are shown in the following table.
- (4) The independent director shall take office immediately upon election, whose term of office commences from May 24, 2023 to March 3, 2024.

Nominee types	Name	Education	Work experience and current post	Whether having held the position as independent director for three terms of office consecutively/reasons	No. of Shares held
Independent Director	Han-Fei Lin	Wharton School of the University of Pennsylvania MBA	Current Post: The CID Group Ltd.-Partner Easywell Biomedicals Inc.- Chairman and CEO Lotus Pharmaceutical Co., Ltd. - Independent Director P-Two Industries Inc. - Independent Director Tai-Ling Biotech., Inc. - Director Synmax Biochemical Co., Ltd.- Supervisor Magnifica Inc. - Representative of Corporate Director Easywell Biomedicals (HK),Inc. - Representative of Corporate Director Yu Wei Asset Management Co., Ltd. - Supervisor Miho International Cosmetic Co., Ltd. - Supervisor eCloudvalley Digital Technology Co., Ltd. - Independent Director Saviah Technologies, Inc. - Director Tullex Pharmaceuticals Inc. - Representative of Corporate Director Jiangsu Huahan Pharmatech Co., Ltd. - Representative of	Not applicable.	0 shares

			Corporate Director Pou Chen Group Affinity Impact Charity Fund - Supervisor Work Experience: Salomon Smith Barney Merger & Acquisition Dept., Citibank - Vice President MStar Semiconductor, Inc. - CFO Investment Dept., Foxconn (US) - Director		
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The results of the election of one additional independent director

Name	Votes Received	Remark
Han-Fei Lin	237,305,593 votes	Elected Independent Director

V. Other Motions

- (I) Termination of the non-competition restriction imposed on the current and new directors (including independent directors) (Proposed by the Board of Directors)

Explanation:

- (1) According to Article 209 of the Company Act, a director who does anything for himself/herself or on behalf of another person that is within the scope of the Company's business, shall explain to a shareholders' meeting the essential content of such an act and secure its approval.
- (2) Accordingly, the Company shall secure approval at a shareholders' meeting pursuant to laws. Where any of the Company's current and new directors as elected satisfies said requirements, the director and its representative may be approved to be relieved from the non-competition restriction.
- (3) The Company's election of independent directors adopt the candidate nomination system. Those holding other positions concurrently are stated as following:

Name of Independent Director	Concurrent Position
Peng-Heng Chang	Chi-Kuang Solar Energy - Chairman Ruiiri Optoelectronics - Representative of Corporate Director Ruiyang Optoelectronics - Representative of Corporate Director MediaTek Inc. - Independent Director Big Sun Energy Technology Inc. - Representative of Corporate

	Director LOVE AND JOY CO., LTD. - Representative of Corporate Director Ruihui Optoelectronics - Representative of Corporate Director
Laura Huang	Sino Horizon Holdings Limited - Independent Director Parade Technologies, Ltd. Taiwan Branch (Cayman Islands) - Independent Director
Han-Fei Lin	The CID Group Ltd. - Partner Easywell Biomedicals Inc. - Chairman and CEO Lotus Pharmaceutical Co., Ltd. - Independent Director P-Two Industries Inc. - Independent Director Tai-Ling Biotech., Inc. - Director Synmax Biochemical Co., Ltd. - Supervisor Magnifica Inc. - Representative of Corporate Director Easywell Biomedicals (HK), Inc. - Representative of Corporate Director Yu Wei Asset Management Co., Ltd. - Supervisor Miho International Cosmetic Co., Ltd. - Supervisor eCloudvalley Digital Technology Co., Ltd. - Independent Director Saviah Technologies, Inc. - Director Tulex Pharmaceuticals Inc. - Representative of Corporate Director Jiangsu Huahan Pharmatech Co., Ltd. - Representative of Corporate Director Pou Chen Group Affinity Impact Charity Fund - Supervisor

Voting Results:

Shares represented at the time of voting: 252,846,043

Voting Results*	% of the total represented share present
Votes in favor: 251,129,862 votes	99.32%
Votes against: 460,941 votes	0.18%
Votes invalid: 0 votes	0.00%
Votes abstained: 1,255,240 votes	0.49%

RESOLVED, that the above proposal be and hereby was approved

VI. Extemporaneous Motions

Shareholders' (account numbers 4511, 32203, 30005, 4185 and 36615) questions and the company's responds are as follows:

- Shareholder: Is there any major reason for General Manager Mr.Sin's resignation after the company listing?
- Chairman: General Manager Mr.Sin planned to retire in 2021. However, the company was in the preparation stage for listing at that time, so we had required him to stay on as the General Manager until the company listed before retiring.
- Shareholder: The company's stock price has fallen since listing, when the company's performance would be return to the normal?
- Chairman: In this year, mobile phone market is seen to decline compared with last year, while the automotive market is expected to have positive growth. Stock price is uncontrollable, however, VisEra does not lost the core competitiveness and the customer market share, which consolidate our future competency and development.
- Shareholder: How's the mass production progress of Longtan Factory going? How the product will be configured?
- Chairman: We had already begun the mass production progress of Microoptical Components in the second quarter of this year, which will be the main product of Longtan Factory in the future.
- Shareholder: What role does VisEra play in Micro-OLED? Will the participation of VisEra be required if the three-color OLED is used?
- Chairman: VisEra will continue participating in the three-color OLED production in the future even we only has a small volume production of Micro-OLED at present.
- Shareholder: What the capital expenditures expected to be in 2024?
- CFO: The capital expenditure in 2024 is still ongoing and there's no exact plan at this stage. It will be reported to shareholders when the full plan be available.
- Shareholder: Will the Metasurface replace Waveguide or will it be used for any other purpose?
- Chairman: Metasurface and Waveguide are different applications and do not take the place of each other.

There being no other business and special motion, the meeting was adjourned in 10:01 am.

Remark: Except for provisional motions, there are no questions from shareholders at this shareholders' meeting.

Chairman: Robert Kuan

Recorder: Kevin Tsai

2022 Business Report

Ladies and gentlemen:

In 2022, the global political and economic environment was unstable. After experiencing wars and geopolitical shocks, inflationary challenges and the impact of China's supply chain restrictions, the industry faced the threats of de-globalization and high interest rates. According to IMF data, global economic growth slowed to 3.4% in 2022. Although the semiconductor industry worldwide is still growing positively, and Taiwan's semiconductor production value even exceeds NT\$4 trillion, the Company's operation is facing more severe challenges than ever under the influence of destocking and the continuing wafer wars.

Looking back to 2022, VisEra has achieved operational milestones through the efforts of all our employees, including continuous investment in research and development to expand the technology and applications of optical sensors; developing different end-use markets and increasing sales of automotive sensors by more than 50% annually; cooperation with diversified customers to expand the scope of operations and reduce the impact of market fluctuations; and the completion of the new factory in Longtan will increase the future growth momentum of operations. With the success in becoming a listed company and the increase of the company's working capital, VisEra has been able to develop and expand its business with a more stable operating structure, and looks forward to the next stage of growth with the gradual recovery of the semiconductor industry and the introduction of new applications and functions in optical semiconductors.

Financial Performance

VisEra's revenue for 2022 was NT\$9.077 billion, which was stable as compared to the previous year's revenues. Gross profit margin was 37%, a 3% decrease from the previous year. This was mainly due to the increase in depreciation expenses resulting from the expansion of production capacity at the Hsinchu plant. Operating expenses were NT\$1.313 billion, a 47.5% increase from the previous year. The increase was mainly due to the initial start-up costs for the establishment of the Longtan plant, as well as increased R&D expenses to develop key technologies and consolidate our leading position. Net income after tax was NT\$1.766 billion, an 18% decrease from the previous year's net income after tax, and earnings per share was NT\$5.80.

Technology Development

In terms of the progress of optical semiconductor technology, VisEra has successfully developed image sensors with 0.56um pixel size and they're ready for mass production; now VisEra is developing image sensors with 0.4um pixel size. The Company is also developing corresponding sensor technologies such as low-light environment and HDR performance to provide products with both stability and image quality for automotive applications and other high-potential markets. We are actively developing Metasurface processes for applications such

as ToF/3D sensors, cell phone image sensors, AR eye tracking sensors, and AR micro display systems, so that we can enhance the optical performance and reduce the weight and thickness of our products to assist our customers in developing cost-effective products. In addition, we focus on the development of NIR and SWIR band sensing technologies, which have the advantages of better optical penetration and telemetry, as well as higher safety for the human eye, and are suitable for cell phone off-screen sensing solutions, wearable devices such as AR, and automotive time-of-flight distance measurement (ToF)/LiDAR. VisEra's related research and development capabilities have been recognized with the "Best Conference Paper Award" at the 2022 IEEE-NEMS Symposium.

Environmental, Social, and Corporate Governance (ESG)

Our commitment to the pursuit of sustainable development and active implementation of sustainability has never changed. Through activities such as talent development and retention, green production, AI safety, a sustainable supply chain, and social participation, we have implemented sustainable management in various aspects including organization, product, manufacturing, and the supply chain. As a semi-conductor manufacturer, VisEra's "Green Production" focuses on low carbon, energy saving, waste reduction, water conservation, air pollution prevention, and environmental accounting measures. It plans to increase the use of green electricity to 20% of total electricity consumption as a short-term goal. The AI Smart Manufacturing combines big data to enhance the automated production process and develops more than 20 AI manufacturing applications annually, which effectively improves the process efficiency and increases production capacity. The Company was awarded the Silver Award of the 4th National Enterprise Environmental Protection Award by the Environmental Protection Administration of the Executive Yuan in 2022. The Company will continue to promote ESG in the future.

Future Outlook

The global economic and political uncertainties will remain in 2023 and semiconductor manufacturing will evolve through global supply chain restructuring, but it is expected that inventory adjustment in the semiconductor industry will be gradually stabilized quarter by quarter. VisEra's focus is to build on its strengths in optical semiconductor technology, to expand and strengthen more customer partnerships, and to remain agile for more opportunities to overcome global changes. As we look ahead, micro optical sensors and micro optical displays will be driven by 5G, AIoT, and efficient computing, and the development and capacity for innovative applications such as cell phones, automobiles, and AR devices will continue to increase in the coming years. VisEra expects to bring more abundant, more realistic, and safer technology through technology to the world, achieve the medium and long-term operational growth target, and to create and share the Company's value with its shareholders.

We wish you
Good health and good luck.

Chairman: Robert Kuan

Managers: Robert Kuan

Accounting Supervisor:
Kevin Tsai

Audit Committee's Review Report

The Board of Directors prepared the 2022 Business Report, Financial Statements, and earning distribution proposal of the Company. The Financial Statements have been audited by the CPA of Deloitte & Touche, who presented the independent auditors' report. After audit, the Audit Committee believes the aforementioned Business Report, Financial Statements and earnings distribution proposal are prepared in good faith. Therefore, the Audit Committee's Review Report is so generated pursuant to the Securities and Exchange Act and the Company Act.

VisEra Technologies Company Ltd.

Convener of the Meeting of the Audit Committee: Laura Huang

February 22, 2023

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
VisEra Technologies Company Ltd.

Opinion

We have audited the accompanying financial statements of VisEra Technologies Company Ltd. (the “Company”), which comprise the balance sheets as of December 31, 2022 and 2021, and the statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the “financial statements”).

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

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the year ended December 31, 2022. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter of the Company's financial statements for the year ended December 31, 2022 is stated as follows:

Contract Assets and Revenue Recognition

The majority of the Company's revenue is generated from color filter and optical coating, which are manufactured according to the customized specifications agreed in the contractual agreement. The customers have obtained control over the products during manufacturing process. As such, revenue and contract assets are recognized over time in accordance with the requirements under paragraph 35(b) of IFRS 15. Refer to Notes 4, 5 and 17 to the accompanying financial statements for the details of the accounting policies related to the

contract assets and revenue recognition. The Company recognizes contract assets and revenue at the end of each month based on progress towards completion. Since the abovementioned process involves estimates and manual controls, there is a risk that contract assets and revenue may not be recognized correctly. Thus, the Company's contract assets and revenue recognition was identified as a key audit matter.

Our audit procedures performed in respect of the above key audit matter included the following:

1. We obtained an understanding and tested the effectiveness of the design and implementation of key internal controls over contract assets and revenue recognition.
2. We obtained an understanding and evaluated the reasonableness of management's assumption and policy over contract assets and revenue recognition.
3. We evaluated the reasonableness of the underlying data used in calculations for the percentage of completion.
4. We performed a retrospective review of management's standard cost estimates.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the Audit Committee, are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the year ended December 31, 2022, and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Shang-Chih Lin and Ming-Yuan Chung.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 22, 2023

Notice to Readers

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

For the convenience of readers, the independent 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. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and financial statements shall prevail.

VISERA TECHNOLOGIES COMPANY LTD.

BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

ASSETS	2022		2021		2022		2021	
	Amount	%	Amount	%	Amount	%	Amount	%
CURRENT ASSETS								
Cash and cash equivalents (Note 6)	\$ 11,949,452	47	\$ 3,232,624	21	\$ 2,079	-	\$ 86	-
Financial assets at fair value through profit or loss - current (Note 7)	13,257	-	6,003	-	9,085	-	9,994	-
Contract assets - current (Notes 5, 17 and 25)	314,099	1	248,248	2	302,237	1	335,527	2
Accounts receivable, net (Notes 5 and 8)	651,302	3	1,196,432	8	82,141	-	71,982	1
Accounts receivable from related parties (Notes 5, 8 and 25)	112,820	1	117,823	1				
Other receivables	76,884	-	35,639	-	356,399	1	435,756	3
Other receivables from related parties (Note 25)	4,257	-	-	-	871,967	3	621,268	4
Inventories (Note 9)	85,228	-	96,207	1	149,755	1	365,775	2
Prepayments and other current assets	70,465	-	67,957	-	1,213,889	5	166,666	1
Total current assets	13,277,764	52	5,000,933	33	648,952	3	618,042	4
NON-CURRENT ASSETS								
Property, plant and equipment (Notes 5 and 10)	11,919,577	47	9,773,826	65	3,636,504	14	2,625,096	17
Right-of-use assets (Note 11)	312,406	1	244,038	2				
Intangible assets (Note 12)	49,922	-	24,874	-	4,760,047	19	3,309,131	22
Deferred tax assets (Note 19)	17,956	-	21,014	-	32,253	-	21,560	-
Other non-current assets (Note 26)	22,496	-	24,490	-	236,499	1	177,417	1
Total non-current assets	12,322,357	48	10,088,242	67	39,397	-	34,203	1
					5,259	-	5,193	-
Total non-current liabilities					5,073,455	20	3,547,504	24
Total liabilities					8,709,959	34	6,172,600	41
EQUITY (Note 16)								
Capital stock					3,155,341	12	2,932,991	19
Capital surplus					7,304,953	29	732,799	5
Retained earnings					1,211,163	5	994,635	7
Appropriated as legal reserve					5,218,705	20	4,256,150	28
Unappropriated earnings					6,429,868	25	5,250,785	35
Total equity					16,890,162	66	8,916,575	59
TOTAL	\$ 25,600,121	100	\$ 15,089,175	100	\$ 25,600,121	100	\$ 15,089,175	100

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

VISERA TECHNOLOGIES COMPANY LTD.

STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 5, 17 and 25)	\$ 9,077,148	100	\$ 9,029,178	100
OPERATING COSTS (Notes 9, 18 and 25)	<u>5,749,908</u>	<u>63</u>	<u>5,460,206</u>	<u>60</u>
GROSS PROFIT	<u>3,327,240</u>	<u>37</u>	<u>3,568,972</u>	<u>40</u>
OPERATING EXPENSES (Notes 18 and 25)				
Sales and marketing	70,400	1	69,189	1
General and administrative	570,551	6	279,052	3
Research and development	<u>671,886</u>	<u>8</u>	<u>542,020</u>	<u>6</u>
Total operating expenses	<u>1,312,837</u>	<u>15</u>	<u>890,261</u>	<u>10</u>
OTHER OPERATING INCOME AND EXPENSES, NET (Notes 10, 18 and 25)	<u>54,256</u>	<u>1</u>	<u>28,551</u>	<u>-</u>
PROFIT FROM OPERATIONS	<u>2,068,659</u>	<u>23</u>	<u>2,707,262</u>	<u>30</u>
NON-OPERATING INCOME AND EXPENSES (Notes 18 and 25)				
Interest income	54,919	-	7,232	-
Other income	238	-	1,723	-
Other gains and losses	(171,671)	(2)	12,224	-
Foreign exchange gain and loss, net	160,659	2	(11,981)	-
Finance costs	<u>(12,355)</u>	<u>-</u>	<u>(12,514)</u>	<u>-</u>
Total non-operating income and expenses	<u>31,790</u>	<u>-</u>	<u>(3,316)</u>	<u>-</u>
PROFIT BEFORE INCOME TAX	2,100,449	23	2,703,946	30
INCOME TAX EXPENSE (Note 19)	<u>334,654</u>	<u>4</u>	<u>538,666</u>	<u>6</u>
NET INCOME	<u>1,765,795</u>	<u>19</u>	<u>2,165,280</u>	<u>24</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 1,765,795</u>	<u>19</u>	<u>\$ 2,165,280</u>	<u>24</u>
EARNINGS PER SHARE (Note 20)				
Basic earnings per share	<u>\$ 5.80</u>		<u>\$ 7.41</u>	
Diluted earnings per share	<u>\$ 5.71</u>		<u>\$ 7.24</u>	

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

VISERA TECHNOLOGIES COMPANY LTD.

STATEMENTS OF CHANGES IN EQUITY (In Thousands of New Taiwan Dollars)

	Capital Stock - Common Stock		Retained Earnings			Total Equity
	Stock (In Thousands)	Amount	Capital Surplus	Legal Reserve	Unappropriated Earnings	
BALANCE, JANUARY 1, 2021	291,153	\$ 2,911,531	\$ 703,493	\$ 785,581	\$ 2,882,230	\$ 7,282,835
Appropriation of earnings	-	-	-	-	-	-
Legal reserve	-	-	-	209,054	(209,054)	-
Cash dividends	-	-	-	-	(582,306)	(582,306)
Employee share options exercised	2,146	21,460	21,112	-	-	42,572
Donation from shareholders	-	-	406	-	-	406
Compensation cost of employee share options	-	-	7,788	-	-	7,788
Net profit and total comprehensive income for the year ended December 31, 2021	-	-	-	-	2,165,280	2,165,280
BALANCE, DECEMBER 31, 2021	293,299	2,932,991	732,799	994,635	4,256,150	8,916,575
Appropriation of earnings	-	-	-	-	-	-
Legal reserve	-	-	-	216,528	(216,528)	-
Cash dividends	-	-	-	-	(586,712)	(586,712)
Employee share options exercised	1,215	12,150	8,056	-	-	20,206
Issuance of ordinary shares for cash	21,020	210,200	6,528,434	-	-	6,738,634
Donation from shareholders	-	-	62	-	-	62
Compensation cost of employee share options	-	-	35,602	-	-	35,602
Net profit and total comprehensive income for the year ended December 31, 2022	-	-	-	-	1,765,795	1,765,795
BALANCE, DECEMBER 31, 2022	315,534	\$ 3,155,341	\$ 7,304,953	\$ 1,211,163	\$ 5,218,705	\$ 16,890,162

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

VISERA TECHNOLOGIES COMPANY LTD.

STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 2,100,449	\$ 2,703,946
Adjustments for:		
Depreciation expense	2,324,002	1,949,486
Amortization expense	10,061	8,971
Finance costs	12,355	12,514
Interest income	(54,919)	(7,232)
Compensation cost of employee share options	35,602	7,788
Gain on disposal of property, plant and equipment, net	-	(1,003)
Foreign exchange loss (gain), net	9,472	(3,796)
Changes in operating assets and liabilities:		
Financial instruments at fair value through profit or loss	(5,261)	3,182
Contract assets	(65,851)	(110,872)
Accounts receivable, net	545,130	(465,958)
Receivables from related parties, net	5,003	70,693
Other receivables	(10,049)	(5,931)
Other receivables from related parties	(4,257)	1,643
Inventories	10,979	(10,757)
Prepayments and other current assets	(2,508)	(19,641)
Contract liabilities	(909)	4,171
Accounts payable	(33,290)	135,788
Accrued profit sharing bonus to employees	(79,357)	17,647
Accrued expenses and other current liabilities	29,135	89,743
Cash generated from operations	4,825,787	4,380,382
Income taxes paid	(536,923)	(585,655)
Net cash generated from operating activities	4,288,864	3,794,727
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	(4,126,223)	(3,957,499)
Proceeds from disposal of property, plant and equipment	-	1,003
Increase in refundable deposits	-	(2,000)
Decrease in refundable deposits	1,994	-
Payments for intangible assets	(35,109)	(24,749)
Interest received	23,723	6,284
Net cash used in investing activities	(4,135,615)	(3,976,961)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings	2,670,000	1,510,000
Repayments of long-term borrowings	(166,667)	-
Guarantee deposits received	-	176
Guarantee deposits refunded	-	(52)
Repayment of the principal portion of lease liabilities	(78,030)	(75,876)
Cash dividends	(586,712)	(582,306)
Proceeds from issuing shares	6,738,634	-

(Continued)

VISERA TECHNOLOGIES COMPANY LTD.

STATEMENTS OF CASH FLOWS **(In Thousands of New Taiwan Dollars)**

	2022	2021
Employee share options exercised	\$ 20,206	\$ 42,572
Interest paid	(33,914)	(17,406)
Donation from shareholders	<u>62</u>	<u>406</u>
Net cash generated from financing activities	<u>8,563,579</u>	<u>877,514</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	8,716,828	695,280
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3,232,624</u>	<u>2,537,344</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 11,949,452</u>	<u>\$ 3,232,624</u>

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

(Concluded)

VisEra Technologies Company Ltd.

2022 Earnings Distribution Table

	Unit: NTS
Beginning Undistributed Earnings	3,452,908,150
2021 net profit	1,765,795,546
Less:	
- Distribution of 10% as legal reserve	(176,579,555)
2021 Distributable Earnings	1,589,215,991
Distributable Earnings as of December 31, 2021	5,042,124,141
Distribution Items:	
- Common share cash dividend (NT\$2 per share)	(631,092,238)
Ending Undistributed Retained Earnings	4,411,031,903

Chairman: Robert Kuan

President: Robert Kuan

Accounting Supervisor: Kevin Tsai