

**GAMANIA DIGITAL ENTERTAINMENT CO.,  
LTD. AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL  
STATEMENTS AND INDEPENDENT  
AUDITORS' REVIEW REPORT  
SEPTEMBER 30, 2022 AND 2021**

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For the convenience of readers and for information purpose only, the auditors' review 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' review report and financial statements shall prevail.

## INDEPENDENT AUDITORS' REVIEW REPORT

PWCR 22000170

To the Board of Directors and Shareholders of Gamania Digital Entertainment Co., Ltd.

***Introduction***

We have reviewed the accompanying consolidated balance sheets of Gamania Digital Entertainment Co., Ltd. and subsidiaries (the “Group”) as at September 30, 2022 and 2021, and the related consolidated statements of comprehensive income for the three months and nine months then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standard 34, “Interim Financial Reporting” 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)B 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) amounting to \$1,148,842 thousand and \$1,213,019 thousand, constituting 11% and 12% of the consolidated total assets as at September 30, 2022 and 2021, respectively, total liabilities amounting to

\$162,108 thousand and \$264,329 thousand, constituting 4% and 6% of the consolidated total liabilities as at September 30, 2022 and 2021, respectively, and the total comprehensive (loss) income (including share of profit (loss) of associates and joint ventures accounted for under equity method) amounting to (\$47,190) thousand, (\$109,202) thousand, (\$268,727) thousand and (\$218,357) thousand, constituting (8%), (27%), (20%) and (26%) of the consolidated total comprehensive income for the three months and nine months then ended, respectively.

### ***Qualified Conclusion***

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain insignificant consolidated subsidiaries and investments accounted for under equity method been reviewed by independent auditors as described in the Basis for qualified conclusion section 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 September 30, 2022 and 2021, and of its consolidated financial performance for the three months and nine months then ended and its consolidated cash flows for the nine months then ended in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standard 34, “Interim Financial Reporting” as endorsed by the Financial Supervisory Commission.



Lin, Yi-Fan



Yen, Yu-Fang

For and on behalf of PricewaterhouseCoopers, Taiwan

November 3, 2022

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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 review 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 independent auditors' review report 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.

**GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2022, DECEMBER 31, 2021 AND SEPTEMBER 30, 2021**  
(Expressed in thousands of New Taiwan dollars)  
(The balance sheets as of September 30, 2022 and 2021 are reviewed, not audited)

	Assets	Notes	September 30, 2022		December 31, 2021		September 30, 2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
<b>Current assets</b>								
1100	Cash and cash equivalents	6(1)	\$ 4,599,407	42	\$ 3,418,896	36	\$ 3,466,206	35
1136	Financial assets at amortised cost - current	6(7) and 8	129,447	1	88,463	1	100,303	1
1150	Notes receivable, net	6(2)	2,363	-	752	-	2,596	-
1170	Accounts receivable, net	6(2)	1,005,926	9	876,123	9	1,197,297	12
1180	Accounts receivable - related parties, net	7	15,276	-	11,341	-	14,011	-
1200	Other receivables	6(3)	606,287	6	260,489	3	84,710	1
1210	Other receivables - related parties	7	2,401	-	2,214	-	1,553	-
1220	Current income tax assets		14,360	-	21,049	-	3,815	-
130X	Inventory	6(4)	147,854	2	122,582	1	118,160	1
1410	Prepayments	6(5)	345,873	3	352,026	4	435,144	5
1470	Other current assets	8	194,068	2	278,466	3	136,970	1
11XX	<b>Total current assets</b>		<u>7,063,262</u>	<u>65</u>	<u>5,432,401</u>	<u>57</u>	<u>5,560,765</u>	<u>56</u>
<b>Non-current assets</b>								
1510	Financial assets at fair value through profit or loss - non-current		15,000	-	-	-	-	-
1517	Financial assets at fair value through other comprehensive income - non-current	6(6)	117,717	1	198,626	2	174,257	2
1550	Investments accounted for under equity method	6(8)	139,569	1	121,309	1	180,141	2
1600	Property, plant and equipment	6(9) and 8	2,800,068	26	2,797,267	30	2,805,678	28
1755	Right-of-use assets	6(10)	81,074	1	95,538	1	63,263	1
1780	Intangible assets	6(11)	531,008	5	630,744	7	941,088	9
1840	Deferred income tax assets		104,846	1	139,523	1	191,104	2
1900	Other non-current assets	6(12)	58,352	-	57,107	1	50,614	-
15XX	<b>Total non-current assets</b>		<u>3,847,634</u>	<u>35</u>	<u>4,040,114</u>	<u>43</u>	<u>4,406,145</u>	<u>44</u>
1XXX	<b>Total assets</b>		<u>\$ 10,910,896</u>	<u>100</u>	<u>\$ 9,472,515</u>	<u>100</u>	<u>\$ 9,966,910</u>	<u>100</u>

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**GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2022, DECEMBER 31, 2021 AND SEPTEMBER 30, 2021**  
(Expressed in thousands of New Taiwan dollars)  
(The balance sheets as of September 30, 2022 and 2021 are reviewed, not audited)

	Liabilities and Equity	Notes	September 30, 2022		December 31, 2021		September 30, 2021	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	<b>Current liabilities</b>							
2100	Short-term borrowings	6(14)	\$ 362,170	3	\$ 100,164	1	\$ 557,129	5
2130	Current contract liabilities	6(22)	341,896	3	385,016	4	308,954	3
2170	Accounts payable		914,773	9	626,998	7	575,617	6
2180	Accounts payable - related parties	7	1,635	-	7,187	-	5,398	-
2200	Other payables	6(15)	2,220,839	20	1,751,731	18	2,153,629	22
2220	Other payables - related parties	7	327,718	3	158,584	2	186,319	2
2230	Current income tax liabilities		206,556	2	225,187	2	181,104	2
2280	Current lease liabilities		27,132	-	29,663	-	24,290	-
2320	Long-term liabilities, current portion	6(16)	-	-	80,000	1	120,000	1
2399	Other current liabilities		56,982	1	94,764	1	78,798	1
21XX	<b>Total current liabilities</b>		<u>4,459,701</u>	<u>41</u>	<u>3,459,294</u>	<u>36</u>	<u>4,191,238</u>	<u>42</u>
	<b>Non-current liabilities</b>							
2570	Deferred income tax liabilities		73,333	1	66,398	1	68,015	1
2580	Lease liabilities - non-current		53,851	-	66,004	1	38,853	-
2600	Other non-current liabilities		28,795	-	28,766	-	30,622	-
25XX	<b>Total non-current liabilities</b>		<u>155,979</u>	<u>1</u>	<u>161,168</u>	<u>2</u>	<u>137,490</u>	<u>1</u>
2XXX	<b>Total liabilities</b>		<u>4,615,680</u>	<u>42</u>	<u>3,620,462</u>	<u>38</u>	<u>4,328,728</u>	<u>43</u>
	<b>Equity attributable to owners of parent</b>							
	Share capital	6(18)						
3110	Common stock		1,754,936	16	1,754,936	18	1,754,936	18
	Capital surplus	6(19)						
3200	Capital surplus		1,338,925	12	1,335,163	14	1,345,372	14
	Retained earnings	6(20)						
3310	Legal reserve		488,103	5	378,451	4	378,451	4
3320	Special reserve		505,352	5	551,904	6	551,904	5
3350	Unappropriated retained earnings		2,185,366	20	1,893,337	20	1,702,978	17
	Other equity interest	6(21)						
3400	Other equity interest		(407,835)	(4)	(505,352)	(5)	(578,008)	(6)
31XX	<b>Equity attributable to owners of the parent</b>		<u>5,864,847</u>	<u>54</u>	<u>5,408,439</u>	<u>57</u>	<u>5,155,633</u>	<u>52</u>
36XX	Non-controlling interest	4(3)	430,369	4	443,614	5	482,549	5
3XXX	<b>Total equity</b>		<u>6,295,216</u>	<u>58</u>	<u>5,852,053</u>	<u>62</u>	<u>5,638,182</u>	<u>57</u>
	Significant contingent liabilities and unrecorded contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	<b>Total liabilities and equity</b>		<u>\$ 10,910,896</u>	<u>100</u>	<u>\$ 9,472,515</u>	<u>100</u>	<u>\$ 9,966,910</u>	<u>100</u>

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

**GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share data)  
(REVIEWED, NOT AUDITED)

Items	Notes	Three months ended September 30,				Nine months ended September 30,				
		2022		2021		2022		2021		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(22) and 7	\$ 3,400,803	100	\$ 3,530,516	100	\$ 9,234,253	100	\$ 9,044,105	100
5000	Operating costs	6(4)(27) and 7	( 1,948,236)	( 57)	( 2,030,448)	( 58)	( 5,234,424)	( 56)	( 5,461,392)	( 60)
5950	Gross profit		1,452,567	43	1,500,068	42	3,999,829	44	3,582,713	40
	Operating expenses	6(27) and 7								
6100	Selling expenses		( 332,126)	( 10)	( 358,048)	( 10)	( 950,114)	( 10)	( 1,040,624)	( 12)
6200	General and administrative expenses		( 333,984)	( 10)	( 351,534)	( 10)	( 990,298)	( 11)	( 926,000)	( 10)
6300	Research and development expenses		( 135,307)	( 4)	( 112,063)	( 3)	( 344,251)	( 4)	( 296,428)	( 3)
6450	Expected credit impairment gain (loss)	12(2)	884	-	( 34,796)	( 1)	( 337)	-	( 42,241)	( 1)
6000	Total operating expenses		( 800,533)	( 24)	( 856,441)	( 24)	( 2,285,000)	( 25)	( 2,305,293)	( 26)
6900	Operating income		652,034	19	643,627	18	1,714,829	19	1,277,420	14
	Non-operating income and expenses									
7100	Interest income	6(23)	7,132	1	686	-	10,022	-	2,476	-
7010	Other income	6(24)	6,207	-	2,405	-	14,979	-	11,275	-
7020	Other gains and losses	6(25)	2,168	-	( 58,098)	( 1)	( 51,876)	( 1)	( 47,746)	-
7050	Finance costs	6(26)	( 1,302)	-	( 1,380)	-	( 3,703)	-	( 4,878)	-
7060	Share of loss of associates and joint ventures accounted for under equity method	6(8)	( 941)	-	( 31,104)	( 1)	( 26,687)	-	( 58,451)	( 1)
7000	Total non-operating income and expenses		13,264	1	( 87,491)	( 2)	( 57,265)	( 1)	( 97,324)	( 1)
7900	Profit before income tax		665,298	20	556,136	16	1,657,564	18	1,180,096	13
7950	Income tax expense	6(28)	( 168,378)	( 5)	( 143,641)	( 4)	( 392,685)	( 4)	( 322,978)	( 4)
8200	Profit for the period		\$ 496,920	15	\$ 412,495	12	\$ 1,264,879	14	\$ 857,118	9

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GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021  
(Expressed in thousands of New Taiwan dollars)  
(REVIEWED, NOT AUDITED)

	Equity attributable to owners of the parent											Non-controlling interest	Total equity
	Capital Reserves				Retained Earnings				Other Equity Interest				
	Notes	Share capital - common stock	Additional paid-in capital	Treasury stock transactions	Others	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Total		
<b>2021</b>													
Balance at January 1, 2021		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 92,795	\$ 264,787	\$ 171,976	\$ 1,992,382	(\$ 107,968)	(\$ 443,936)	\$ 4,984,648	\$ 527,083	\$ 5,511,731
Profit (loss) for the period		-	-	-	-	-	-	908,426	-	-	908,426	( 51,308 )	857,118
Other comprehensive loss for the period		-	-	-	-	-	-	-	( 18,552 )	( 7,552 )	( 26,104 )	( 502 )	( 26,606 )
Total comprehensive income (loss)		-	-	-	-	-	-	908,426	( 18,552 )	( 7,552 )	882,322	( 51,810 )	830,512
Appropriations of 2020 retained earnings 6(20)													
Legal reserve		-	-	-	-	113,664	-	( 113,664 )	-	-	-	-	-
Special reserve		-	-	-	-	-	379,928	( 379,928 )	-	-	-	-	-
Cash dividends		-	-	-	-	-	-	( 701,974 )	-	-	( 701,974 )	-	( 701,974 )
Change in equity of associates and joint ventures accounted for under equity method 6(8)		-	-	-	1,074	-	-	-	-	-	1,074	-	1,074
Change in ownership interest in subsidiaries 6(30)		-	-	-	( 8,173 )	-	-	( 2,264 )	-	-	( 10,437 )	24,950	14,513
Changes in non-controlling interest 6(30)		-	-	-	-	-	-	-	-	-	-	( 17,674 )	( 17,674 )
Balance at September 30, 2021		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 85,696	\$ 378,451	\$ 551,904	\$ 1,702,978	(\$ 126,520)	(\$ 451,488)	\$ 5,155,633	\$ 482,549	\$ 5,638,182
<b>2022</b>													
Balance at January 1, 2022		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 75,487	\$ 378,451	\$ 551,904	\$ 1,893,337	(\$ 131,809)	(\$ 373,543)	\$ 5,408,439	\$ 443,614	\$ 5,852,053
Profit for the period		-	-	-	-	-	-	1,262,161	-	-	1,262,161	2,718	1,264,879
Other comprehensive income (loss) for the period		-	-	-	-	-	-	-	127,020	( 53,943 )	73,077	24,807	97,884
Total comprehensive income (loss)		-	-	-	-	-	-	1,262,161	127,020	( 53,943 )	1,335,238	27,525	1,362,763
Appropriations of 2021 retained earnings 6(20)													
Legal reserve		-	-	-	-	109,652	-	( 109,652 )	-	-	-	-	-
Reversal of special reserve		-	-	-	-	-	( 46,552 )	46,552	-	-	-	-	-
Cash dividends		-	-	-	-	-	-	( 877,468 )	-	-	( 877,468 )	-	( 877,468 )
Change in ownership interest in subsidiaries 6(30)		-	-	-	3,762	-	-	( 5,124 )	-	-	( 1,362 )	( 21,258 )	( 22,620 )
Changes in non-controlling interest		-	-	-	-	-	-	-	-	-	-	( 19,512 )	( 19,512 )
Disposal of investments in equity instruments designated at fair value through other comprehensive income 6(6)		-	-	-	-	-	-	( 24,440 )	-	24,440	-	-	-
Balance at September 30, 2022		\$ 1,754,936	\$ 886,975	\$ 372,701	\$ 79,249	\$ 488,103	\$ 505,352	\$ 2,185,366	(\$ 4,789)	(\$ 403,046)	\$ 5,864,847	\$ 430,369	\$ 6,295,216

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



GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021  
(Expressed in thousands of New Taiwan dollars)  
(REVIEWED, NOT AUDITED)

	Notes	Nine months ended September 30,	
		2022	2021
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
Profit before tax		\$ 1,657,564	\$ 1,180,096
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(27)	120,747	123,203
Amortisation	6(11)(27)	110,610	563,679
Expected credit impairment loss	12(2)	337	42,241
Interest expense	6(26)	3,703	4,878
Interest income	6(23)	( 10,022 )	( 2,476 )
Dividend income	6(6)	-	( 145 )
Share of loss of subsidiaries and associates accounted for under equity method	6(8)	26,687	58,451
Loss on disposal of property, plant and equipment	6(25)	22	44
Loss (gain) on disposal of investment	6(25)	387	( 26 )
Impairment loss on non-financial assets	6(13)(25)	86,827	64,042
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable		( 1,611 )	1,937
Accounts receivable		( 137,588 )	( 292,225 )
Accounts receivable - related parties		3,935	( 666 )
Other receivables		( 346,174 )	170,952
Other receivables - related parties		( 187 )	1,089
Inventories		( 25,272 )	7,746
Prepayments		6,153	( 12,039 )
Other current assets		6,417	( 2,842 )
Other non-current assets		( 1,157 )	1,295
Changes in operating liabilities			
Contract liabilities		( 43,120 )	27,825
Notes payable		-	( 1,211 )
Accounts payable		287,775	75,434
Accounts payable - related parties		( 5,552 )	1,338
Other payables		480,939	173,376
Other payables - related parties		169,134	70,543
Other current liabilities		( 37,781 )	10,619
Other non-current liabilities		1,510	646
Cash inflow generated from operations		2,354,283	2,267,824
Interest received		10,022	2,476
Dividends received		622	728
Interest paid		( 3,703 )	( 4,878 )
Income tax paid		( 373,432 )	( 350,469 )
Net cash provided by operating activities		<u>1,987,792</u>	<u>1,915,661</u>

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GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021  
(Expressed in thousands of New Taiwan dollars)  
(REVIEWED, NOT AUDITED)

	Notes	Nine months ended September 30,	
		2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Proceeds from disposal of financial assets at fair value	6(6)		
through other comprehensive income		\$ 31,208	\$ -
Acquisition of financial assets at fair value through profit			
or loss		( 15,000 )	-
(Increase) decrease in financial assets as amortised cost		( 526 )	2,323
Decrease (increase) in other financial assets		37,523	( 33,682 )
Acquisition of investments accounted for under equity	6(8)		
method		( 44,770 )	( 34,129 )
Acquisition of property, plant and equipment	6(31)	( 109,108 )	( 79,013 )
Proceeds from disposal of property, plant and equipment		83	74
Increase in refundable deposits		( 88 )	( 6,821 )
Acquisition of intangible assets	6(31)	( 94,184 )	( 160,363 )
Net cash used in investing activities		( 194,862 )	( 311,611 )
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings	6(32)	249,484	332,941
Repayment of long-term debt	6(32)	( 80,000 )	( 120,000 )
Decrease in guarantee deposits received		( 1,481 )	( 172 )
Payment of lease liabilities	6(32)	( 25,350 )	( 24,021 )
Cash dividends paid	6(23)	( 877,468 )	( 701,974 )
Increase in subsidiaries capital from non-controlling	6(30)		
interest		-	13,977
Cash dividends paid to non-controlling interest		( 18,597 )	( 16,852 )
Acquisition of additional equity interest in subsidiaries	6(30)	( 14,704 )	( 822 )
Net cash used in financing activities		( 768,116 )	( 516,923 )
Effect of exchange rate changes on cash and cash			
equivalents		155,697	( 18,522 )
Net increase in cash and cash equivalents		1,180,511	1,068,605
Cash and cash equivalents at beginning of the period		3,418,896	2,397,601
Cash and cash equivalents at end of the period		\$ 4,599,407	\$ 3,466,206

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

GAMANIA DIGITAL ENTERTAINMENT CO., LTD. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

(Reviewed, not audited)

1. HISTORY AND ORGANISATION

Gamania Digital Entertainment Co., Ltd. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in software services of on-line game and sales of related merchandises.

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

These consolidated financial statements were authorised for issuance by the Board of Directors on November 3, 2022.

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 2022 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective Date by International Accounting Standards Board</u>
Amendments to IFRS 3, ‘Reference to the conceptual framework’	January 1, 2022
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.

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

New standards, interpretations and amendments endorsed by the FSC effective from 2023 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 1, 'Disclosure of accounting policies'	January 1, 2023
Amendments to IAS 8, 'Definition of accounting estimates'	January 1, 2023
Amendments to IAS 12, 'Deferred tax related to assets and liabilities arising from a single transaction'	January 1, 2023

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

(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 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
Amendments to IFRS 16, 'Lease liability in a sale and leaseback'	January 1, 2024
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
Amendments to IAS 1, 'Classification of liabilities as current or non-current'	January 1, 2023

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

The principal accounting policies applied in the preparation of these consolidated financial statements are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2021, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all periods presented, unless otherwise stated.

(1) Compliance statement

- A. 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.
- B. These consolidated financial statements should be read in conjunction with the consolidated

financial statements for the year ended December 31, 2021.

(2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
- (a) Financial assets at fair value through profit or loss.
  - (b) Financial assets at fair value through other comprehensive income.
  - (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 unrealised gains or losses on transactions between companies within the Group are eliminated.
  - (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 recognised 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 recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Gamania Digital Entertainment Co., Ltd.	Gamania Holdings Ltd. (GH)	Holding company	100	100	100	
Gamania Digital Entertainment Co., Ltd.	Gamania Digital Entertainment (HK) Co., Ltd.	Software services and sales	100	-	-	Note 15
Gamania Holdings Ltd. (GH)	Gamania International Holdings Ltd. (GIH)	Investment and holding company	100	100	100	
Gamania International Holdings Ltd. (GIH)	Gamania China Holdings Ltd.	Investment and holding company	98.85	98.85	98.85	
Gamania International Holdings Ltd. (GIH)	Joymobee Entertainment Co., Ltd.	Software services	100	100	100	Notes 1 and 2
Gamania International Holdings Ltd. (GIH)	Achieve Made International Ltd. (AMI)	Investment and holding company	45.40	43.56	43.03	Notes 2, 3 and 11
Gamania International Holdings Ltd. (GIH)	HaPod Digital Technology Co., Ltd.	Software services and sales	100	100	100	Notes 1 and 2
Gamania China Holdings Ltd.	Gamania Sino Holdings Ltd.	Investment and holding company	100	100	100	Notes 1 and 2
Gamania China Holdings Ltd.	Gamania Digital Entertainment (H.K.) Co., Ltd.	Software services and sales	-	100	100	Note 15
Gamania Sino Holdings Ltd.	Gamania Digital Entertainment (Beijing) Co., Ltd.	Design, research and development and sales of software	100	100	100	
Achieve Made International Ltd. (AMI)	Jollywiz Digital Technology Co., Ltd.	Supply of electronic information services	100	100	100	Note 2

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Achieve Made International Ltd. (AMI)	Jollywiz International (HK) Co., Ltd.	Supply of electronic information services	-	-	93.43	Notes 2 and 4
Jollywiz Digital Technology Co., Ltd.	Cyber Look Properties Ltd.	Investment and holding company	100	100	100	Note 2
Jollywiz Digital Technology Co., Ltd.	Jollywiz International (HK) Co., Ltd.	Supply of electronic information services	100	100	6.57	Notes 2 and 4
Jollywiz Digital Technology Co., Ltd.	Bjolly Co., Ltd. (Bjolly)	Supply of electronic information services	95.83	95.83	95.83	Notes 2 and 5
Jollywiz Digital Technology Co., Ltd.	NOWnews Network Co., Ltd. (NOWnews)	Broadcast and TV shows production	0.99	1.10	-	Notes 1, 2, 6 and 7
Bjolly Co., Ltd.	NOWnews Network Co., Ltd. (NOWnews)	Broadcast and TV shows production	-	-	1.10	Notes 1, 2 and 6
Cyber Look Properties Ltd.	Legion Technology (Shanghai) Co., Ltd.	Supply of electronic information services	100	100	100	Note 2
Legion Technology (Shanghai) Co., Ltd.	Jollywiz Digital Business Co., Ltd.	Supply of electronic information services	100	100	100	Note 2
Gamania Digital Entertainment Co., Ltd.	Gamania Asia Investment Co., Ltd. (Gamania Asia)	Investment company	100	100	100	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	Ciirco Inc. (Ciirco)	Software services	99.90	99.90	99.90	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	Foundation Digital Entertainment Co., Ltd. (Foundation)	Publishing of magazines and periodicals	100	100	100	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	JollyBuy Digital Tech. Co., Ltd. (JollyBuy)	Supply of electronic information services	98.77	97.23	97.23	Notes 1, 2, 13 and 14
Gamania Digital Entertainment Co., Ltd.	Two Tigers Co., Ltd. (Two Tigers)	Animation production	51	51	51	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	Gash Point Co., Ltd. (Gash Point)	Information software and supply of electronic information services	90	90	90	
Gamania Digital Entertainment Co., Ltd.	Ants' Power Co., Ltd. (Ants' Power)	Customer service	100	100	100	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	Indiland Co., Ltd. (Indiland)	IP commodities authorisation	100	100	100	Notes 1 and 2

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Gamania Digital Entertainment Co., Ltd.	We Backers Co., Ltd. (We Backers)	Crowd funding	93.38	93.38	93.38	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	BeanGo! Co., Ltd. (BeanGo!)	Software services	100	100	100	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	MadSugr Digital Technology Co., Ltd. (MadSugr)	Software services and sales	-	-	51	Notes 1, 2 and 12
Gamania Digital Entertainment Co., Ltd.	Coture New Media Co., Ltd. (Coture New Media)	Online media production	93.08	93.08	93.08	Notes 1 and 2
Gamania Digital Entertainment Co., Ltd.	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment services	72.74	69.73	59.64	Notes 8, 9 and 10
Gamania Digital Entertainment Co., Ltd.	NOWnews Network Co., Ltd. (NOWnews)	Broadcast and TV shows production	80.27	78.97	78.97	Notes 1, 2, 6 and 7
Gamania Digital Entertainment Co., Ltd.	Digicentre Company Limited (Digicentre)	Software services	67.48	67.48	67.48	
Gash Point Co., Ltd.	Gash Point (Hong Kong) Company Limited	Information software and supply of electronic information services	100	100	100	
Gash Point Co., Ltd.	Gash Point (Japan) Co., Ltd.	Information software and supply of electronic information services	100	100	100	Notes 1 and 2
Gash Point Co., Ltd.	Gash Point Korea Co., Ltd.	Information software and supply of electronic information services	100	100	100	Notes 1 and 2
Gash Point Co., Ltd.	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment	9.04	9.04	12.05	Note 9
Gash Point Co., Ltd.	Conetter CoMarketing Co., Ltd. (Conetter)	Software services	79.98	79.98	79.78	
Gash Point (Hong Kong) Company Limited	GAMA PAY Co., Ltd. (GAMA PAY)	Electronic payment services	12.19	12.19	16.25	Notes 8 and 9
Ciirco Inc.	Ciirco (HK) Co., Ltd. (Ciirco HK)	Software services	100	100	100	Notes 1 and 2
Gamania Asia Investment Co., Ltd	The China Post Co., Ltd.	Newspaper and magazine publishing	100	100	100	Notes 1 and 2



Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2022	December 31, 2021	September 30, 2021	
Gamania Asia Investment Co., Ltd.	Bjolly Co., Ltd. (Bjolly)	Supply of electronic information services	4.17	4.17	4.17	Notes 2 and 5
Digicentre Company Limited	Digicentre (HK) Company Limited	Software services	100	100	100	
Digicentre Company Limited	Hyperg Smart Security Technology Pte. Ltd. (Hyperg)	Software services	51	51	51	

Note 1: The financial statements of the entity as of and for the nine months ended September 30, 2022 were not reviewed by independent auditors as the entity did not meet the definition of a significant subsidiary.

Note 2: The financial statements of the entity as of and for the nine months ended September 30, 2021 were not reviewed by independent auditors as the entity did not meet the definition of a significant subsidiary.

Note 3: The equity held by the Group was less than 50%. However, as the Group held half of the seats in the Board of Directors, the investee was included in the consolidated financial statements.

Note 4: The Company's subsidiary, Achieve Made International Ltd., sold its 93.43% equity interest held in Jollywiz International (HK) Co., Limited to the Company's subsidiary, Jollywiz Digital Technology Co., Ltd., on December 31, 2021 and still had control over the investee, thus, the investee was included in the consolidated financial statements.

Note 5: The Company's subsidiaries, Jollywiz Digital Technology Co., Ltd. and Gamania Asia, held a 95.83% and 4.17% equity interest in Bjolly, respectively, and had control over the investee, thus, the investee was included in the consolidated financial statements.

Note 6: The Company's subsidiary, Bjolly, sold its 1.10% equity interest held in NOWnews to the Company's subsidiary, Jollywiz Digital Technology Co., Ltd., on December 31, 2021. Consequently, the Company and its subsidiary, Jollywiz Digital Technology Co., Ltd., held 78.97% and 1.10% equity interest in Nownews, respectively and had control over the investee, thus, the investee was included in the consolidated financial statements.

Note 7: On May 9, 2022, the Company participated in the capital increase. The Company acquired 1.30% equity interest in NOWnews. Accordingly, the equity interest in Jollywiz Digital Technology Co., Ltd. decreased to 0.99%.

Note 8: On January 28, 2021, Gash Point (Hong Kong) Company Limited and the Company participated in the capital increase. Gash Point (Hong Kong) Company Limited acquired 16.25% equity interest in GAMA PAY.

Note 9: On December 27, 2021, the Company participated in the capital increase. The Company

acquired 10.09% equity interest in GAMA PAY. Consequently, the equity interest in GAMA PAY of Gash Point Co., Ltd. and Gash Point (Hong Kong) Company Limited on December 31, 2021 decreased to 9.04% and 12.19%, respectively.

Note 10: On June 30, 2022, the Company acquired 3.01% equity interest in GAMA PAY from GAMA PAY's original shareholders.

Note 11: The subsidiary, AMI, redeemed treasury shares without consideration in 2022. Therefore, the share ownership of the Group increased by 1.84%.

Note 12: The dissolution of Madsugr was in December 2021. However, the liquidation of Madsugar has not yet been completed as of September 30, 2022.

Note 13: The subsidiary, JollyBuy, increased capital by issuing new shares for cash in March 2022. However, the Group did not acquire additional shares proportionately to its interest, thus, the share ownership increased by 0.44%.

Note 14: The subsidiary, Jolly Buy, redeemed treasury in August 2022. Therefore, the share ownership of the group increased by 1.1%.

Note 15: On August 4, 2022, the Company's board of directors has approved to acquire all the shares of Gamania Digital Entertainment (HK) Co., Ltd., consisting of 25,500 thousand shares, from the subsidiary, Gamania China Holdings Ltd.

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:

As of September 30, 2022, December 31, 2021 and September 30, 2021, the non-controlling interest amounted to \$430,369, \$443,614 and \$482,549, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest						Description
		September 30, 2022		December 31, 2021		September 30, 2021		
		Amount	Ownership (%)	Amount	Ownership (%)	Amount	Ownership (%)	
AMI and subsidiaries	Taiwan and China	\$ 145,090	54.60%	\$ 150,809	56.44%	\$ 191,910	56.97%	Note
Digicentre Company Limited and subsidiaries	Taiwan, China and Singapore	135,205	32.52%	130,087	32.52%	127,516	32.52%	

Note: Registered location of AMI is British Virgin Islands.

Balance sheets

	AMI and subsidiaries		
	September 30, 2022	December 31, 2021	September 30, 2021
Current assets	\$ 355,362	\$ 350,772	\$ 422,712
Non-current assets	49,726	51,115	57,786
Current liabilities	( 131,894)	( 120,722)	( 127,501)
Total net assets	<u>\$ 273,194</u>	<u>\$ 281,165</u>	<u>\$ 352,997</u>

	Digicentre Company Limited and subsidiaries		
	September 30, 2022	December 31, 2021	September 30, 2021
Current assets	\$ 359,019	\$ 323,549	\$ 344,343
Non-current assets	265,532	257,479	253,903
Current liabilities	( 205,159)	( 186,235)	( 215,350)
Non-current liabilities	( 45,224)	( 40,868)	( 35,726)
Total net assets	<u>\$ 374,168</u>	<u>\$ 353,925</u>	<u>\$ 347,170</u>

Statements of comprehensive income

	AMI and subsidiaries	
	Three months ended September 30,	
	2022	2021
Revenue	\$ 131,351	\$ 175,327
Loss before income tax	( 5,902)	( 28,126)
Income tax benefit	-	-
Loss for the period	( 5,902)	( 28,126)
Other comprehensive loss, net of tax	( 5,797)	( 10)
Total comprehensive loss for the period	<u>(\$ 11,699)</u>	<u>(\$ 28,136)</u>
Comprehensive loss attributable to non-controlling interest	<u>(\$ 7,820)</u>	<u>(\$ 17,490)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	AMI and subsidiaries	
	Nine months ended September 30,	
	2022	2021
Revenue	\$ 385,478	\$ 583,712
Loss before income tax	( 13,896)	( 60,836)
Income tax benefit	-	-
Loss for the period	( 13,896)	( 60,836)
Other comprehensive loss, net of tax	( 12,742)	( 5,761)
Total comprehensive loss for the period	<u>(\$ 26,638)</u>	<u>(\$ 66,597)</u>
Comprehensive loss attributable to non-controlling interest	<u>(\$ 17,501)</u>	<u>(\$ 40,037)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	<u>Digicentre Company Limited and subsidiaries</u>	
	<u>Three months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Revenue	\$ 297,598	\$ 270,247
Profit before income tax	15,353	4,879
Income tax expense	( 4,242)	( 1,480)
Profit for the period	11,111	3,399
Other comprehensive income (loss), net of tax	2,855	( 28)
Total comprehensive income for the period	<u>\$ 13,966</u>	<u>\$ 3,371</u>
Comprehensive income attributable to non-controlling interest	\$ 4,894	(\$ 183)
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	<u>Digicentre Company Limited and subsidiaries</u>	
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Revenue	\$ 898,414	\$ 714,808
Profit before income tax	45,437	18,584
Income tax expense	( 13,540)	( 7,427)
Profit for the period	31,897	11,157
Other comprehensive income (loss), net of tax	5,699	( 460)
Total comprehensive income for the period	<u>\$ 37,596</u>	<u>\$ 10,697</u>
Comprehensive income attributable to non-controlling interest	\$ 12,592	\$ 2,924
Dividends paid to non-controlling interest	<u>\$ 5,402</u>	<u>\$ 8,555</u>

Statements of cash flows

	<u>AMI and subsidiaries</u>	
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Net cash provided by operating activities	\$ 7,102	\$ 33,415
Net cash (used in) provided by investing activities	( 14,959)	23,129
Net cash flows from (used in) financing activities	6,655	( 21,828)
Effect of exchange rate changes on cash and cash equivalents	( 23,562)	5,979
(Decrease) increase in cash and cash equivalents	( 24,764)	40,695
Cash and cash equivalents, beginning of period	128,873	109,685
Cash and cash equivalents, end of period	<u>\$ 104,109</u>	<u>\$ 150,380</u>

		<u>Digicentre Company Limited and subsidiaries</u>	
		<u>Nine months ended September 30,</u>	
		<u>2022</u>	<u>2021</u>
Net cash flows from (used in) operating activities	\$	81,185	(\$ 18,426)
Net cash used in investing activities	(	14,384)	( 7,802)
Net cash used in financing activities	(	44,027)	( 3,702)
Effect of exchange rate changes on cash and cash equivalents		4,968	( 3,039)
Increase (decrease) in cash and cash equivalents		27,742	( 32,969)
Cash and cash equivalents, beginning of period		121,214	134,743
Cash and cash equivalents, end of period	\$	<u>148,956</u>	<u>\$ 101,774</u>

(4) 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.

(5) Employee benefits

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. And, the related information is disclosed accordingly.

(6) Income tax

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.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There was no significant change in the reporting period. Refer to Note 5 in the consolidated financial statements for the year ended December 31, 2021.

## 6. DETAILS OF SIGNIFICANT ACCOUNTS

### (1) Cash and cash equivalents

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Cash on hand and petty cash	\$ 2,166	\$ 2,017	\$ 1,826
Checking accounts and demand deposits	2,819,446	2,668,731	2,919,722
Cash equivalents - time deposits	<u>1,777,795</u>	<u>748,148</u>	<u>544,658</u>
	<u>\$ 4,599,407</u>	<u>\$ 3,418,896</u>	<u>\$ 3,466,206</u>

A. The Group deals with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. Details of the Group's cash and cash equivalents pledged to others as collateral that have been classified as financial assets (shown as 'other current assets') are provided in Note 8.

### (2) Notes and accounts receivable

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Notes receivable	<u>\$ 2,363</u>	<u>\$ 752</u>	<u>\$ 2,596</u>
Accounts receivable	\$ 1,054,291	\$ 928,737	\$ 1,254,426
Less: Loss allowance	<u>(48,365)</u>	<u>(52,614)</u>	<u>(57,129)</u>
	<u>1,005,926</u>	<u>876,123</u>	<u>1,197,297</u>
Overdue receivables (shown as other non-current assets)	114,623	106,343	106,360
Less: Loss allowance	<u>(114,623)</u>	<u>(106,343)</u>	<u>(106,360)</u>
	<u>\$ 1,005,926</u>	<u>\$ 876,123</u>	<u>\$ 1,197,297</u>

A. The ageing analysis of accounts receivable that were past due but not impaired is as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Not past due	\$ 966,698	\$ 811,458	\$ 1,130,710
Up to 30 days	23,622	12,989	24,536
31~60 days	14,754	12,776	33,423
61~90 days	673	14,414	20,672
91~120 days	1,010	9,084	4,904
Over 121 days	<u>47,534</u>	<u>68,016</u>	<u>40,181</u>
	<u>\$ 1,054,291</u>	<u>\$ 928,737</u>	<u>\$ 1,254,426</u>

The above ageing analysis was based on past due date.

B. As at September 30, 2022, December 31, 2021 and September 30, 2021, the Group has no notes receivable past due.

C. As at September 30, 2022, December 31, 2021, September 30, 2021 and January 1, 2021, the

balances of receivables (including notes and overdue receivables) from contracts with customers amounted to \$1,171,277, \$1,035,832, \$1,363,382 and \$1,086,468, respectively.

D. The Group does not hold any collateral. Further, the Group has no notes and accounts receivable pledged to others as collateral.

E. As at September 30, 2022, December 31, 2021 and September 30, 2021, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable was \$2,363, \$752 and \$2,596, and accounts receivable was \$1,005,926, \$876,123 and \$1,197,297, respectively.

F. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(3) Other receivables

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Other receivables	\$ 607,874	\$ 262,487	\$ 91,673
Less: Loss allowance	( 1,587)	( 1,998)	( 6,963)
	<u>\$ 606,287</u>	<u>\$ 260,489</u>	<u>\$ 84,710</u>

A. The ageing analysis of other receivables that were past due but not impaired is as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Not past due	\$ 377,028	\$ 208,284	\$ 54,700
Up to 30 days	202,155	12,543	13,796
31 to 60 days	7,067	13,171	7,722
61 to 90 days	11,302	18,542	5,578
91 to 120 days	1,567	206	743
Over 121 days	8,755	9,741	9,134
	<u>\$ 607,874</u>	<u>\$ 262,487</u>	<u>\$ 91,673</u>

The above ageing analysis was based on past due date.

B. The Group does not hold any collateral for other receivables. Further, the Group has no other receivables pledged to others as collateral.

C. As at September 30, 2022, December 31, 2021 and September 30, 2021, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's other receivables was \$606,287, \$260,489 and \$84,710, respectively.

D. Information relating to credit risk of other receivables is provided in Note 12(2).

(4) Inventories

	<u>September 30, 2022</u>		
	<u>Cost</u>	<u>Allowance for obsolescence and market value decline</u>	<u>Book value</u>
Merchandise inventory	\$ 167,362	(\$ 19,508)	\$ 147,854
	<u>December 31, 2021</u>		
	<u>Cost</u>	<u>Allowance for obsolescence and market value decline</u>	<u>Book value</u>
Merchandise inventory	\$ 139,774	(\$ 17,192)	\$ 122,582
	<u>September 30, 2021</u>		
	<u>Cost</u>	<u>Allowance for obsolescence and market value decline</u>	<u>Book value</u>
Merchandise inventory	\$ 121,140	(\$ 2,980)	\$ 118,160

Expenses and losses incurred on inventories for the period:

	<u>Three months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Cost of goods sold	\$ 88,762	\$ 128,639
Loss on decline in market value	1,505	401
	<u>\$ 90,267</u>	<u>\$ 129,040</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Cost of goods sold	\$ 269,664	\$ 485,857
Loss on decline in market value	2,316	553
	<u>\$ 271,980</u>	<u>\$ 486,410</u>

(5) Prepayments

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Prepayments to suppliers	\$ 200,289	\$ 223,562	\$ 287,783
Prepaid expenses	75,248	63,724	83,361
Excess business tax paid	59,691	60,676	60,808
Others	10,645	4,064	3,192
	<u>\$ 345,873</u>	<u>\$ 352,026</u>	<u>\$ 435,144</u>



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

Items	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Non-current items:			
Equity instruments			
OTC stocks	\$ 78,376	\$ 78,376	\$ 78,376
Emerging stocks	20,546	20,000	20,000
Unlisted, non-OTC and non-emerging stocks	<u>425,894</u>	<u>481,542</u>	<u>538,190</u>
	524,816	579,918	636,566
Valuation adjustment	( <u>407,099</u> )	( <u>381,292</u> )	( <u>462,309</u> )
	<u>\$ 117,717</u>	<u>\$ 198,626</u>	<u>\$ 174,257</u>

- A. The Group has elected to classify investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$117,717, \$198,626 and \$174,257 as at September 30, 2022, December 31, 2021 and September 30, 2021, respectively.
- B. In 2022, in line with the Group's business development and resource allocation plan, the Group sold its 5.42% equity interest in Microprogram Information Co., Ltd., at fair value in the amount of \$31,208. The cumulative loss on disposal of Microprogram Information Co., Ltd. was \$24,440.
- C. Amounts recognised in profit or loss and other comprehensive income or loss in relation to the financial assets at fair value through other comprehensive income are listed below:

	<u>Three months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Change of fair value recognised in other comprehensive income	\$ <u>1,084</u>	(\$ <u>5,401</u> )
Cumulative (loss) gain reclassified to retained earnings due to derecognition	(\$ <u>24,440</u> )	\$ <u>-</u>
Dividend income recognised in profit or loss held at end of period	\$ <u>-</u>	\$ <u>145</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Change of fair value recognised in other comprehensive income	(\$ <u>54,216</u> )	(\$ <u>7,552</u> )
Cumulative (loss) gain reclassified to retained earnings due to derecognition	(\$ <u>24,440</u> )	\$ <u>-</u>
Dividend income recognised in profit or loss held at end of period	\$ <u>-</u>	\$ <u>145</u>

- D. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

(7) Financial assets at amortised cost

Items	September 30, 2022	December 31, 2021	September 30, 2021
Current items:			
Time deposit with maturity of more than three months	\$ 129,447	\$ 88,463	\$ 100,303

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

	Three months ended September 30,	
	2022	2021
Interest income	\$ 62	\$ 131

  

	Nine months ended September 30,	
	2022	2021
Interest income	\$ 255	\$ 245

B. As at September 30, 2022, December 31, 2021 and September 30, 2021, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortised cost held by the Group was \$129,447, \$88,463 and \$100,303, respectively.

C. Details of the Group's financial assets at amortised cost pledged to others as collateral are provided in Note 8.

D. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(8) Investments accounted for under equity method

	2022	2021
At January 1	\$ 121,309	\$ 205,090
Addition of investments accounted for under equity method	44,770	34,129
Share of loss of investments accounted for under equity method	( 26,687)	( 58,451)
Earnings distribution of investments accounted for under equity method	( 622)	( 583)
Disposal of investments accounted for using equity method	( 8)	-
Changes in capital surplus	-	1,074
Changes in other equity items	273	-
Effects of foreign exchange	534	( 1,118)
At September 30	\$ 139,569	\$ 180,141

A. List of long-term investments:

Name of associates	September 30, 2022		December 31, 2021		September 30, 2021	
	Ownership percentage	Balance	Ownership percentage	Balance	Ownership percentage	Balance
Jsdway Digital Technology Co., Ltd. (Jsdway)	37.18	\$ 50,978	37.18	\$ 47,899	37.18	\$ 47,430
Hao-Ji film Ltd. (Hao-Ji)	42.86	29,987	-	-	-	-
Chuang Meng Shr Ji Co., Ltd. (Chuang Meng Shr J.)	33.03	23,668	33.03	26,240	33.03	26,709
Walkermedia Co., Ltd. (Walkermedia)	30.00	6,224	30.00	11,006	30.00	13,219
Aotter Inc. (Aotter)	21.48	6,200	21.48	10,128	21.48	9,910
Taiwan e-sports Co., Ltd. (Taiwan e-sports)	29.54	8,336	29.54	5,383	29.54	5,908
Store Marais Co., Ltd. (Marais) (Note 1)	7.69	11,182	7.69	8,667	7.69	9,818
Pri-One Marketing Co., Ltd. (Pri-One)	30.00	2,994	30.00	2,538	30.00	2,617
4-Way Voice Cultural Co., Ltd. (4-Way Voice) (Note 3)	38.00	-	38.00	491	38.00	491
Gunggho Gamanian Co., Limited (Gunggho Gamanian)	49.00	-	49.00	8,957	49.00	64,039
Ju Shr Da Jiu (Shanghai) International Trading Co., Ltd. (Ju Shr Da Jiu) (Note 2)	30.00	-	30.00	-	30.00	-
ACCI Group Limited (ACCI) (Note 1) (Note 2)	30.00	-	30.00	-	30.00	-
Firedog creative Co., Ltd. (Firedog) (Note 2)	40.00	-	40.00	-	40.00	-
		<u>\$ 139,569</u>		<u>\$ 121,309</u>		<u>\$ 180,141</u>

The investments accounted for under equity method are based on financial statements of investees as of and for the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021 which were not reviewed by independent auditors.

Note 1: The Group has significant control as it has obtained majority of the board seats and, accordingly, the investment was accounted for under equity method.

Note 2: All impairment losses derived from equity investments have been recognised based on the Company's assessment.

Note 3: The liquidation of 4-Way Voice Cultural Co., Ltd. was in August 2022.

B. As of September 30, 2022, December 31, 2021 and September 30, 2021, the carrying amount of the Group's individually immaterial associates amounted to \$139,569, \$121,309 and \$180,141, respectively. The Group's share of the operating results are summarised below:

	<u>Three months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Loss for the period	(\$ 941)	(\$ 31,104)
Other comprehensive loss, net of tax	-	-
Total comprehensive loss	<u>(\$ 941)</u>	<u>(\$ 31,104)</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Loss for the period	(\$ 26,687)	(\$ 58,451)
Other comprehensive income, net of tax	273	-
Total comprehensive loss	<u>(\$ 26,414)</u>	<u>(\$ 58,451)</u>

- C. There is no price in open market for associates of the Group, therefore, no fair value is applicable.
- D. The Group is the single largest shareholder of Jsdway with a 37.18% equity interest. Given that the remaining 62.82% equity interest in Jsdway is held by other few investors and the number of votes of minority voting rights holders has exceeded the Group's votes as they acted together, this indicates that the Group has no current ability to direct the relevant activities of Jsdway. Accordingly, the Group has no control, but only has significant influence, over the investee.

(9) Property, plant and equipment

	<u>Land</u>	<u>Buildings</u>	<u>Machinery</u>	<u>Transportation equipment</u>	<u>Office equipment</u>	<u>Leasehold improvements</u>	<u>Other equipment</u>	<u>Unfinished construction</u>	<u>Total</u>
<u>At January 1, 2022</u>									
Cost	\$ 2,246,082	\$ 536,582	\$ 429,755	\$ 1,226	\$ 92,428	\$ 36,134	\$ 44,122	\$ 8,091	\$ 3,394,420
Accumulated depreciation	-	( 168,055)	( 318,996)	( 1,166)	( 53,008)	( 30,890)	( 18,656)	-	( 590,771)
Accumulated impairment	-	-	( 6,382)	-	-	-	-	-	( 6,382)
	<u>\$ 2,246,082</u>	<u>\$ 368,527</u>	<u>\$ 104,377</u>	<u>\$ 60</u>	<u>\$ 39,420</u>	<u>\$ 5,244</u>	<u>\$ 25,466</u>	<u>\$ 8,091</u>	<u>\$ 2,797,267</u>
<u>2022</u>									
Opening net book amount as at January 1	\$ 2,246,082	\$ 368,527	\$ 104,377	\$ 60	\$ 39,420	\$ 5,244	\$ 25,466	\$ 8,091	\$ 2,797,267
Additions	-	6,115	45,256	-	18,889	11,342	7,327	10,365	99,294
Disposals	-	-	-	-	( 104)	-	-	-	( 104)
Transfers	-	524	-	-	-	3,352	2,893	( 6,769)	-
Depreciation charge	-	( 28,565)	( 44,154)	-	( 11,099)	( 4,222)	( 8,742)	-	( 96,782)
Net exchange differences	-	-	359	1	31	2	-	-	393
Closing net book amount as at September 30	<u>\$ 2,246,082</u>	<u>\$ 346,601</u>	<u>\$ 105,838</u>	<u>\$ 61</u>	<u>\$ 47,137</u>	<u>\$ 15,718</u>	<u>\$ 26,944</u>	<u>\$ 11,687</u>	<u>\$ 2,800,068</u>
<u>At September 30, 2022</u>									
Cost	\$ 2,246,082	\$ 543,144	\$ 405,411	\$ 1,262	\$ 100,098	\$ 26,493	\$ 51,334	\$ 11,687	\$ 3,385,511
Accumulated depreciation	-	( 196,543)	( 293,191)	( 1,201)	( 52,961)	( 10,775)	( 24,390)	-	( 579,061)
Accumulated impairment	-	-	( 6,382)	-	-	-	-	-	( 6,382)
	<u>\$ 2,246,082</u>	<u>\$ 346,601</u>	<u>\$ 105,838</u>	<u>\$ 61</u>	<u>\$ 47,137</u>	<u>\$ 15,718</u>	<u>\$ 26,944</u>	<u>\$ 11,687</u>	<u>\$ 2,800,068</u>

	<u>Land</u>	<u>Buildings</u>	<u>Machinery</u>	<u>Transportation equipment</u>	<u>Office equipment</u>	<u>Leasehold improvements</u>	<u>Other equipment</u>	<u>Unfinished construction</u>	<u>Total</u>
<u>At January 1, 2021</u>									
Cost	\$ 2,246,082	\$ 517,870	\$ 480,246	\$ 1,226	\$ 101,019	\$ 35,564	\$ 61,201	\$ 9,372	\$ 3,452,580
Accumulated depreciation	-	( 133,590)	( 344,172)	( 1,166)	( 64,832)	( 22,877)	( 34,125)	-	( 600,762)
Accumulated impairment	-	-	( 6,382)	-	-	-	-	-	( 6,382)
	<u>\$ 2,246,082</u>	<u>\$ 384,280</u>	<u>\$ 129,692</u>	<u>\$ 60</u>	<u>\$ 36,187</u>	<u>\$ 12,687</u>	<u>\$ 27,076</u>	<u>\$ 9,372</u>	<u>\$ 2,845,436</u>
<u>2021</u>									
Opening net book amount as at January 1	\$ 2,246,082	\$ 384,280	\$ 129,692	\$ 60	\$ 36,187	\$ 12,687	\$ 27,076	\$ 9,372	\$ 2,845,436
Additions	-	8,734	27,074	-	11,793	-	5,094	7,361	60,056
Disposals	-	-	( 17)	-	( 99)	-	( 2)	-	( 118)
Transfers	-	11,174	-	-	-	-	1,492	( 12,666)	-
Depreciation charge	-	( 26,934)	( 49,595)	-	( 9,712)	( 6,164)	( 7,202)	-	( 99,607)
Net exchange differences	-	-	( 85)	-	( 4)	-	-	-	( 89)
Closing net book amount as at September 30	<u>\$ 2,246,082</u>	<u>\$ 377,254</u>	<u>\$ 107,069</u>	<u>\$ 60</u>	<u>\$ 38,165</u>	<u>\$ 6,523</u>	<u>\$ 26,458</u>	<u>\$ 4,067</u>	<u>\$ 2,805,678</u>
<u>At September 30, 2021</u>									
Cost	\$ 2,246,082	\$ 536,585	\$ 451,707	\$ 1,226	\$ 90,978	\$ 35,330	\$ 42,827	\$ 4,067	\$ 3,408,802
Accumulated depreciation	-	( 159,331)	( 338,256)	( 1,166)	( 52,813)	( 28,807)	( 16,369)	-	( 596,742)
Accumulated impairment	-	-	( 6,382)	-	-	-	-	-	( 6,382)
	<u>\$ 2,246,082</u>	<u>\$ 377,254</u>	<u>\$ 107,069</u>	<u>\$ 60</u>	<u>\$ 38,165</u>	<u>\$ 6,523</u>	<u>\$ 26,458</u>	<u>\$ 4,067</u>	<u>\$ 2,805,678</u>

A. The Group's property, plant and equipment are mainly owner-occupied.

B. No borrowing cost was capitalised as part of property, plant and equipment.

C. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(10) Leasing arrangements - lessee

- A. The Group leases various assets including buildings, parking lot, machinery and business vehicles. Rental contracts are typically made for periods of 1 to 5 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 or less comprise buildings and multifunction printers. For the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021, payments of lease commitments for short-term leases amounted to \$1,391, \$1,023, \$4,300 and \$2,293, respectively.
- C. The carrying amounts of right-of-use assets and the depreciation charge are as follows:

	Book value		
	September 30, 2022	December 31, 2021	September 30, 2021
Buildings	\$ 60,707	\$ 71,379	\$ 37,156
Land improvements	644	1,609	2,193
Transportation equipment (Business vehicles)	2,382	1,494	1,619
Machinery	17,341	21,056	22,295
	<u>\$ 81,074</u>	<u>\$ 95,538</u>	<u>\$ 63,263</u>

	Depreciation charge	
	Three months ended September 30,	
	2022	2021
Buildings	\$ 5,517	\$ 6,205
Land improvements	322	345
Transportation equipment (Business vehicles)	479	387
Machinery	1,238	1,238
	<u>\$ 7,556</u>	<u>\$ 8,175</u>

	Depreciation charge	
	Nine months ended September 30,	
	2022	2021
Buildings	\$ 17,915	\$ 18,282
Land improvements	966	869
Transportation equipment (Business vehicles)	1,369	1,416
Machinery	3,715	3,029
	<u>\$ 23,965</u>	<u>\$ 23,596</u>

- D. For the nine months ended September 30, 2022 and 2021, the additions to right-of-use assets were \$10,605 and \$26,804, respectively.

E. Information on profit or loss in relation to lease contracts is as follows:

	Three months ended September 30,	
	2022	2021
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 176	\$ 199
Expense on short-term lease contracts	\$ 1,391	\$ 1,023
	Nine months ended September 30,	
	2022	2021
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 585	\$ 501
Expense on short-term lease contracts	\$ 4,300	\$ 2,293

F. For the nine months ended September 30, 2022 and 2021, the Group's total cash outflow for leases were \$30,236 and \$26,815, respectively.



(11) Intangible assets

	<u>License fees</u>	<u>Software</u>	<u>Other intangible assets</u>	<u>Trademark right</u>	<u>Customer relationship</u>	<u>Goodwill</u>	<u>Total</u>
<u>At January 1, 2022</u>							
Cost	\$ 1,617,093	\$ 89,531	\$ 165,930	\$ 10,090	\$ 195,700	\$ 381,572	\$ 2,459,916
Accumulated amortisation	( 1,425,861)	( 40,438)	( 38,264)	-	( 72,543)	-	( 1,577,106)
Accumulated impairment	( 75,870)	-	( 29,375)	-	-	( 146,821)	( 252,066)
	<u>\$ 115,362</u>	<u>\$ 49,093</u>	<u>\$ 98,291</u>	<u>\$ 10,090</u>	<u>\$ 123,157</u>	<u>\$ 234,751</u>	<u>\$ 630,744</u>
<u>2022</u>							
Opening net book amount as at January 1	\$ 115,362	\$ 49,093	\$ 98,291	\$ 10,090	\$ 123,157	\$ 234,751	\$ 630,744
Additions	7,714	46,350	38,103	-	-	-	92,167
Amortisation charge	( 41,668)	( 44,984)	( 9,875)	-	( 14,083)	-	( 110,610)
Impairment loss (Note)	( 36,353)	-	( 50,474)	-	-	-	( 86,827)
Net exchange differences	331	319	1,520	-	263	3,101	5,534
Closing net book amount as at September 30	<u>\$ 45,386</u>	<u>\$ 50,778</u>	<u>\$ 77,565</u>	<u>\$ 10,090</u>	<u>\$ 109,337</u>	<u>\$ 237,852</u>	<u>\$ 531,008</u>
<u>At September 30, 2022</u>							
Cost	\$ 275,081	\$ 93,359	\$ 217,006	\$ 10,090	\$ 198,105	\$ 387,498	\$ 1,181,139
Accumulated amortisation	( 139,055)	( 42,581)	( 50,209)	-	( 88,768)	-	( 320,613)
Accumulated impairment	( 90,640)	-	( 89,232)	-	-	( 149,646)	( 329,518)
	<u>\$ 45,386</u>	<u>\$ 50,778</u>	<u>\$ 77,565</u>	<u>\$ 10,090</u>	<u>\$ 109,337</u>	<u>\$ 237,852</u>	<u>\$ 531,008</u>

Note: For impairment loss, refer to Note 6(13).

	<u>License fees</u>	<u>Software</u>	<u>Other intangible assets</u>	<u>Trademark right</u>	<u>Customer relationship</u>	<u>Goodwill</u>	<u>Total</u>
<u>At January 1, 2021</u>							
Cost	\$ 1,695,225	\$ 97,266	\$ 141,985	\$ 10,090	\$ 197,852	\$ 382,804	\$ 2,525,222
Accumulated amortisation	( 866,238)	( 57,164)	( 32,382)	-	( 55,924)	-	( 1,011,708)
Accumulated impairment	( 27,440)	-	-	-	-	( 74,411)	( 101,851)
	<u>\$ 801,547</u>	<u>\$ 40,102</u>	<u>\$ 109,603</u>	<u>\$ 10,090</u>	<u>\$ 141,928</u>	<u>\$ 308,393</u>	<u>\$ 1,411,663</u>
<u>2021</u>							
Opening net book amount as at January 1	\$ 801,547	\$ 40,102	\$ 109,603	\$ 10,090	\$ 141,928	\$ 308,393	\$ 1,411,663
Additions	106,907	37,454	15,479	-	-	-	159,840
Impairment loss	( 64,042)	-	-	-	-	-	( 64,042)
Amortisation charge	( 506,533)	( 34,831)	( 8,344)	-	( 13,971)	-	( 563,679)
Net exchange differences	( 683)	( 165)	( 795)	-	( 129)	( 922)	( 2,694)
Closing net book amount as at September 30	<u>\$ 337,196</u>	<u>\$ 42,560</u>	<u>\$ 115,943</u>	<u>\$ 10,090</u>	<u>\$ 127,828</u>	<u>\$ 307,471</u>	<u>\$ 941,088</u>
<u>At September 30, 2021</u>							
Cost	\$ 1,707,241	\$ 69,964	\$ 156,524	\$ 10,090	\$ 195,859	\$ 381,834	\$ 2,521,512
Accumulated amortisation	( 1,289,105)	( 27,404)	( 40,581)	-	( 68,031)	-	( 1,425,121)
Accumulated impairment	( 80,940)	-	-	-	-	( 74,363)	( 155,303)
	<u>\$ 337,196</u>	<u>\$ 42,560</u>	<u>\$ 115,943</u>	<u>\$ 10,090</u>	<u>\$ 127,828</u>	<u>\$ 307,471</u>	<u>\$ 941,088</u>

A. The details of amortisation are as follows:

	Three months ended September 30,	
	2022	2021
Operating costs	\$ 16,730	\$ 183,410
Selling expenses	4,288	4,635
General and administrative expenses	6,102	5,760
Research and development expenses	4,113	1,952
	<u>\$ 31,233</u>	<u>\$ 195,757</u>

  

	Nine months ended September 30,	
	2022	2021
Operating costs	\$ 65,924	\$ 528,213
Selling expenses	13,879	12,566
General and administrative expenses	18,529	16,856
Research and development expenses	12,278	6,044
	<u>\$ 110,610</u>	<u>\$ 563,679</u>

B. The Group acquired registered trademark from the acquisition of NOWnews. As the trademark is assessed to have indefinite useful life, it shall not be amortised but shall be tested for impairment annually.

C. Goodwill and trademark with an indefinite useful life are allocated to the Group's cash-generating units identified according to operating segment as follows:

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Goodwill:			
NOWnews	\$ 197,055	\$ 197,055	\$ 197,055
Digicentre	141,149	141,149	141,149
AMI	19,557	17,050	17,155
GIH	28,030	24,735	24,887
Others	<u>1,707</u>	<u>1,583</u>	<u>1,588</u>
	387,498	381,572	381,834
Less: Accumulated impairment	<u>( 149,646)</u>	<u>( 146,821)</u>	<u>( 74,363)</u>
	<u>\$ 237,852</u>	<u>\$ 234,751</u>	<u>\$ 307,471</u>
Trademark:			
NOWnews	<u>\$ 10,090</u>	<u>\$ 10,090</u>	<u>\$ 10,090</u>

Acquisition prices for business combination are calculated based on the price of acquisition and related direct costs. The amount of goodwill recognised is the difference of the acquisition price less the net fair value of identifiable assets acquired. The allocation period of acquisition price may not exceed one year after the acquisition.

D. The Group's goodwill acquired in a business combination consisting of expected operating revenue growth from acquired companies and benefits from its potential customer relations. In accordance with IAS 36, goodwill acquired from business combination shall be tested for impairment every year and when there is any indication that it might have been impaired. The impairment testing on goodwill as of December 31, 2021 and 2020 are as follows:

- (a) For the impairment testing of goodwill, goodwill acquired in a business combination is allocated to each of the cash-generating units that are expected to benefit from the synergies of the business combination. Each company may be a cash-generating unit which can generate independent cash flows. Thus, the impairment of goodwill is calculated based on the difference between the recoverable amount and carrying amount of net assets of each company.
- (b) The Group used value-in-use calculated by external appraiser to be the recoverable amount of subsidiaries, NOWnews, Digicentre and AMI, at December 31, 2021 and 2020. As the recoverable amount of NOWnews and AMI was lower than the carrying amount at December 31, 2021, goodwill was impaired. The main assumptions used in calculating value-in-use by external appraiser are set out below:

	<u>December 31, 2021</u>	<u>December 31, 2020</u>
Growth rate	2.5%~5.5%	3.2%~4.3%
Discount rate	13.2%~14.1%	13.9%~14.6%

- (c) As of December 31, 2021 and 2020, aside from NOWnews and Digicentre, the recoverable amounts of cash-generating units were calculated based on value-in-use. Because the recoverable amounts exceeded the carrying amount, goodwill was not impaired. The key assumptions used for value-in-use calculations take into consideration operating profit margin, growth rate and discount rate.
- (d) Management determined the budgeted operating profit margin based on past performance and their expectations of market development. The weighted average growth rates are consistent with the projection in industry reports. The discount rates were pre-tax and reflected specific risks relating to the relevant operating segments.

(12) Other non-current assets

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Overdue receivables	\$ 114,623	\$ 106,343	\$ 106,360
Less: Loss allowance for overdue receivables	( 114,623)	( 106,343)	( 106,360)
Refundable deposits	41,447	41,359	48,243
Others	16,905	15,748	2,371
	<u>\$ 58,352</u>	<u>\$ 57,107</u>	<u>\$ 50,614</u>

(13) Impairment of non-financial assets

The Group recognised impairment loss of \$12,285, \$64,042, \$86,827 and \$64,042 for the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021, respectively. Details of such loss are as follows:

	Recognised in profit or loss	
	Three months ended September 30,	
	2022	2021
Impairment loss - license fees	\$ -	\$ 64,042
Impairment loss - other intangible assets	12,285	-
	<u>\$ 12,285</u>	<u>\$ 64,042</u>

  

	Recognised in profit or loss	
	Nine months ended September 30,	
	2022	2021
Impairment loss - license fees	\$ 36,353	\$ 64,042
Impairment loss - other intangible assets	50,474	-
	<u>\$ 86,827</u>	<u>\$ 64,042</u>

The Group recognised impairment loss in the third quarter of 2022 as the recoverable amount of the present value of future cash flows of license fees and other intangible assets is less than the carrying amount.

(14) Short-term borrowings

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Bank borrowings			
Secured borrowings	\$ 143,642	\$ 100,164	\$ 92,129
Unsecured borrowings	218,528	-	465,000
	<u>\$ 362,170</u>	<u>\$ 100,164</u>	<u>\$ 557,129</u>
Credit lines	<u>\$ 3,440,815</u>	<u>\$ 3,009,279</u>	<u>\$ 3,221,830</u>
Interest rate range	<u>1.275%~5.80%</u>	<u>1.05%~5.80%</u>	<u>0.75%~5.80%</u>

(15) Other payables

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Store-value received on behalf of others	\$ 910,713	\$ 878,810	\$ 827,273
Electronic payment received on behalf of others	75,114	50,067	51,318
Payable on business tax and withholding tax	136,821	95,249	122,581
Commission payable	120,042	116,969	87,576
Services payable	300,796	79,790	76,654
Salary and annual bonus payable	195,428	183,246	185,117
Employees' compensation payable	201,968	205,913	167,832
Payable on equipment and intangible assets (Note)	16,518	28,349	459,368
Directors' remuneration payable	36,060	34,219	26,999
Others	227,379	79,119	148,911
	<u>\$ 2,220,839</u>	<u>\$ 1,751,731</u>	<u>\$ 2,153,629</u>

Note: The payment obligations of certain game license are to pay game developers license fees if the revenue reaches a certain amount within two years after the signing of the contract. The Group recognised the license fees and payable on intangible assets after assessing that the payment obligation is highly realisable. In the fourth quarter of 2021, the payment conditions are confirmed settlement without paying, license fees and payables had been reversed.

(16) Long-term borrowings

September 30, 2022: None.

<u>Type of borrowings</u>	<u>Borrowing period and repayment term</u>	<u>Interest rate</u>	<u>Collateral</u>	<u>December 31, 2021</u>
Long-term bank borrowings				
Secured borrowings	Borrowing period is March 20, 2015 ~ March 20, 2025; interest is payable monthly for the first three years; starting from the fourth year, principal and interest are payable quarterly in 28 installments	1.13%~1.70%	Land and Buildings and structures	\$ 80,000
Less: Current portion				( 80,000)
				<u>\$ -</u>

Type of borrowings	Borrowing period and repayment term	Interest rate	Collateral	September 30, 2021
Long-term bank borrowings				
Secured borrowings	Borrowing period is March 20, 2015 ~ March 20, 2025; interest is payable monthly for the first three years; starting from the fourth year, principal and interest are payable quarterly in 28 installments	1.13%~1.70%	Land and Buildings and structures	\$ 120,000
Less: Current portion				( <u>120,000</u> )
				<u>\$ -</u>

(17) Pensions

A. Defined benefit plan

- (a) The Company has a defined benefit pension plan in accordance with the Labor Standards Act, 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 Labor Standards Act. 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 contribution for the deficit before March in the following year.
- (b) The pension costs under the defined benefit pension plan of the Company for the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021 were \$197, \$276, \$593 and \$629, respectively.
- (c) Expected contributions to the defined benefit pension plan of the Company for the year ending December 31, 2023 amount to \$1,057.

B. Defined contribution plan

- (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) Gamania Digital Entertainment (Beijing) Co., Ltd., Legion Technology (Shanghai) Co., Ltd. and Jollywiz Digital Business Co., Ltd. have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People's Republic of China (PRC) are based on a certain percentage of employees' monthly salaries and wages. The contribution percentage for the nine months ended September 30, 2022 and 2021 were both 20%~22%. Other than the monthly contributions, the Group has no further obligations.
- (c) Gamania Digital Entertainment (H.K.) Co., Ltd., Gash Point (Hong Kong) Company Limited, Gash Point (Japan) Co., Ltd., Gash Point Korea Co., Ltd., Joymobee Entertainment Co., Ltd., Hapod Digital Technology Co., Ltd., Jollywiz International (HK) Co., Ltd., Ciirco (HK) Co., Ltd., Digicentre (HK) Company Limited and Hyperg Smart Security Technology Pte., Ltd. provide pension reserves annually for their employees in accordance with the local regulations.
- (d) The pension costs under the defined contribution pension plan of the Group for the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021 were \$11,369, \$13,151, \$33,648 and \$29,754, respectively.

(18) Common stock

As of September 30, 2022, the Company's authorised capital was \$2,500,000, consisting of 250 million shares of ordinary stock (including 12 million shares reserved for employee stock options), and the paid-in capital was \$1,754,936 with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

(19) Capital surplus

- A. Pursuant to the R.O.C. Company Law, capital surplus 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 Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.
- B. When it is resolved by the shareholders at their shareholders' meeting, legal reserve and whole or part of capital reserve arising from the following items can be used to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit:



- (a) Paid-in capital in excess of par value on issuance of common stocks; and
- (b) Donations.

(20) Unappropriated retained earnings

- A. Under the Company’s Articles of Incorporation, the current year’s earnings, if any, shall first be used to pay all taxes and offset prior years’ operating losses, then 10% of the remaining amount shall be set aside as legal reserve until the legal reserve equals the total capital stock balance, and appropriate or reverse for special reserve as required by the operating needs of the Company or regulations when necessary. The remainder, if any, to be retained or to be appropriated shall be proposed by the Board of Directors and resolved by the stockholders at the stockholders’ meeting.
- B. The Company’s dividend policy adopts the conservatism principle, with consideration of the Company’s profit, financial structure and future development plans. At least 10% of the Company’s distributable earnings as of the end of the period shall be appropriated as cash dividends.
- C. 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 distribution of the reserve is limited to the portion in excess of 25% of the Company’s paid-in capital.
- D. (a) 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.  
 (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.
- E. On August 5, 2021, the shareholders during their meeting resolved the 2020 appropriations of retained earnings as follows:

	Year ended December 31, 2020	
	Amount	Dividend per share (in dollars)
Legal reserve appropriated	\$ 113,664	\$ -
Special reserve appropriated	379,928	-
Cash dividends distributed to shareholders	701,974	4.0
	\$ 1,195,566	\$ 4.0

F. On June 16, 2022, the shareholders during their meeting approved the appropriations of 2021 retained earnings as follows:

	Year ended December 31, 2021	
	Amount	Dividend per share (in dollars)
Legal reserve appropriated	\$ 109,652	\$ -
Reversal of special reserve	( 46,552)	-
Cash dividends distributed to shareholders	877,468	5.0
	<u>\$ 940,568</u>	<u>\$ 5.0</u>

G. Information about the appropriations approved by the Board of Directors and resolved by the shareholders and appropriations of employees' compensation and directors' remuneration will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(21) Other equity

	2022		
	Translation differences	Unrealised gain or loss on financial assets at fair value through other comprehensive income	Total
At January 1	(\$ 131,809)	(\$ 373,543)	(\$ 505,352)
Revaluation - Group	-	( 54,216)	( 54,216)
Revaluation - Associates	-	273	273
Revaluation transferred to retained earnings - group	-	24,440	24,440
Currency translation differences:			
- Group	127,020	-	127,020
At September 30	<u>(\$ 4,789)</u>	<u>(\$ 403,046)</u>	<u>(\$ 407,835)</u>

	2021		
	Translation differences	Unrealised gain or loss on financial assets at fair value through other comprehensive income	Total
At January 1	(\$ 107,968)	(\$ 443,936)	(\$ 551,904)
Revaluation - Group	-	( 7,552)	( 7,552)
Currency translation differences:			
- Group	( 18,552)	-	( 18,552)
At September 30	<u>(\$ 126,520)</u>	<u>(\$ 451,488)</u>	<u>(\$ 578,008)</u>

(22) Operating revenue

	Three months ended September 30,	
	2022	2021
Revenue from contracts with customers	<u>\$ 3,400,803</u>	<u>\$ 3,530,516</u>

  

	Nine months ended September 30,	
	2022	2021
Revenue from contracts with customers	<u>\$ 9,234,253</u>	<u>\$ 9,044,105</u>

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of games, goods and services over time and at a point in time in the following major types:

Three months ended September 30, 2022	Online and mobile games revenue	Service revenue	Sales revenue	Revenue from stored-values	Total
Revenue from external customer contracts	<u>\$ 2,756,715</u>	<u>\$ 379,677</u>	<u>\$ 127,383</u>	<u>\$ 137,028</u>	<u>\$ 3,400,803</u>
Timing of revenue recognition					
At a point in time	<u>\$ 2,528,551</u>	<u>\$ 172,795</u>	<u>\$ 127,383</u>	<u>\$ 137,028</u>	<u>\$ 2,965,757</u>
Over time	<u>228,164</u>	<u>206,882</u>	<u>-</u>	<u>-</u>	<u>435,046</u>
	<u>\$ 2,756,715</u>	<u>\$ 379,677</u>	<u>\$ 127,383</u>	<u>\$ 137,028</u>	<u>\$ 3,400,803</u>

  

Three months ended September 30, 2021	Online and mobile games revenue	Service revenue	Sales revenue	Revenue from stored-values	Total
Revenue from external customer contracts	<u>\$ 2,933,388</u>	<u>\$ 387,054</u>	<u>\$ 139,878</u>	<u>\$ 70,196</u>	<u>\$ 3,530,516</u>
Timing of revenue recognition					
At a point in time	<u>\$ 2,679,872</u>	<u>\$ 174,169</u>	<u>\$ 139,878</u>	<u>\$ 70,196</u>	<u>\$ 3,064,115</u>
Over time	<u>253,516</u>	<u>212,885</u>	<u>-</u>	<u>-</u>	<u>466,401</u>
	<u>\$ 2,933,388</u>	<u>\$ 387,054</u>	<u>\$ 139,878</u>	<u>\$ 70,196</u>	<u>\$ 3,530,516</u>

  

Nine months ended September 30, 2022	Online and mobile games revenue	Service revenue	Sales revenue	Revenue from stored-values	Total
Revenue from external customer contracts	<u>\$ 7,513,540</u>	<u>\$ 1,030,477</u>	<u>\$ 371,888</u>	<u>\$ 318,348</u>	<u>\$ 9,234,253</u>
Timing of revenue recognition					
At a point in time	<u>\$ 6,811,867</u>	<u>\$ 440,609</u>	<u>\$ 371,888</u>	<u>\$ 318,348</u>	<u>\$ 7,942,712</u>
Over time	<u>701,673</u>	<u>589,868</u>	<u>-</u>	<u>-</u>	<u>1,291,541</u>
	<u>\$ 7,513,540</u>	<u>\$ 1,030,477</u>	<u>\$ 371,888</u>	<u>\$ 318,348</u>	<u>\$ 9,234,253</u>

Nine months ended September 30, 2021	Online and mobile games revenue	Service revenue	Sales revenue	Revenue from stored-values	Total
Revenue from external customer contracts	\$ 7,254,291	\$ 1,028,326	\$ 531,934	\$ 229,554	\$ 9,044,105
Timing of revenue recognition					
At a point in time	\$ 6,765,454	\$ 444,877	\$ 531,934	\$ 229,554	\$ 7,971,819
Over time	488,837	583,449	-	-	1,072,286
	<u>\$ 7,254,291</u>	<u>\$ 1,028,326</u>	<u>\$ 531,934</u>	<u>\$ 229,554</u>	<u>\$ 9,044,105</u>

#### B. Contract liabilities

- (a) The Group recognised contract liabilities related to the contract revenue from sales amounting to \$341,896, \$385,016, \$308,954 and \$281,129 as of September 30, 2022, December 31, 2021, September 30, 2021, and January 1, 2021, respectively. The Group's contract liabilities are mainly deferred revenue from points stored but unused or unconsumed in the online game or mobile game, and are amortised as revenue over the period of the services or the estimated useful period of the virtual items when they are actually used.
- (b) Revenue recognised that was included in the contract liability balance at the beginning of the period:

	Three months ended September 30,	
	2022	2021
Revenue from games	\$ -	\$ -
	Nine months ended September 30,	
	2022	2021
Revenue from games	\$ 385,016	\$ 281,129

#### (23) Interest income

	Three months ended September 30,	
	2022	2021
Interest income from bank deposits	\$ 7,070	\$ 535
Interest income from financial assets at amortised cost	62	151
	<u>\$ 7,132</u>	<u>\$ 686</u>
	Nine months ended September 30,	
	2022	2021
Interest income from bank deposits	\$ 9,767	\$ 2,211
Interest income from financial assets at amortised cost	255	265
	<u>\$ 10,022</u>	<u>\$ 2,476</u>

(24) Other income

	Three months ended September 30,	
	2022	2021
Rental revenue	\$ 277	\$ 306
Other income	5,930	2,099
	<u>\$ 6,207</u>	<u>\$ 2,405</u>

  

	Nine months ended September 30,	
	2022	2021
Rental revenue	\$ 921	\$ 1,091
Other income	14,058	10,184
	<u>\$ 14,979</u>	<u>\$ 11,275</u>

(25) Other gains and losses

	Three months ended September 30,	
	2022	2021
Gain on disposal of property, plant and equipment	\$ 3	\$ 3
Loss on disposal of investments	( 8)	-
Foreign exchange gain	18,110	7,048
Impairment loss	( 12,285)	( 64,042)
Other losses	( 3,652)	( 1,107)
	<u>\$ 2,168</u>	<u>(\$ 58,098)</u>

  

	Nine months ended September 30,	
	2022	2021
Loss on disposal of property, plant and equipment	(\$ 22)	(\$ 44)
(Loss) gain on disposal of investments	( 387)	26
Foreign exchange gain	40,164	19,622
Impairment loss	( 86,827)	( 64,042)
Other losses	( 4,804)	( 3,308)
	<u>(\$ 51,876)</u>	<u>(\$ 47,746)</u>

(26) Finance costs

	Three months ended September 30,	
	2022	2021
Interest expense:		
Bank borrowings	\$ 1,125	\$ 1,181
Lease liability	177	199
	<u>\$ 1,302</u>	<u>\$ 1,380</u>

	Nine months ended September 30,	
	2022	2021
Interest expense:		
Bank borrowings	\$ 3,117	\$ 4,377
Lease liability	586	501
	<u>\$ 3,703</u>	<u>\$ 4,878</u>

(27) Employee benefit, depreciation and amortisation expense

	Three months ended September 30,	
	2022	2021
Employee benefit expense		
Wages and salaries	\$ 324,782	\$ 317,921
Directors' remuneration	14,931	16,907
Labor and health insurance fees	22,837	26,110
Pension costs	11,566	13,427
Other personnel expenses	10,857	15,469
	<u>\$ 384,973</u>	<u>\$ 389,834</u>
Depreciation on property, plant and equipment (including right-of-use assets)	<u>\$ 39,710</u>	<u>\$ 42,658</u>
Amortisation expense	<u>\$ 31,233</u>	<u>\$ 195,757</u>

	Nine months ended September 30,	
	2022	2021
Employee benefit expense		
Wages and salaries	\$ 916,178	\$ 827,445
Directors' remuneration	38,491	33,170
Labor and health insurance fees	66,091	56,701
Pension costs	34,241	30,383
Other personnel expenses	34,499	33,964
	<u>\$ 1,089,500</u>	<u>\$ 981,663</u>
Depreciation on property, plant and equipment (including right-of-use assets)	<u>\$ 120,747</u>	<u>\$ 123,203</u>
Amortisation expense	<u>\$ 110,610</u>	<u>\$ 563,679</u>

A. According to the Articles of Incorporation of the Company, the profit before tax before deduction of employees' compensation and directors' remuneration of the Company, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be 10%~15% for employees' compensation and shall not be higher than 2% for directors' remuneration. However, where the Company has accumulated losses, the Company shall first use any profit to cover such losses.

- B. (a) For the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021, employees' compensation was accrued at \$67,271, \$62,007, \$171,572 and \$129,220, respectively; while directors' remuneration was accrued at \$14,931, \$16,777, \$38,491 and \$32,920, respectively. The aforementioned amounts were recognised in salary expenses.
- (b) For the nine months ended September 30, 2022, the employees' compensation and directors' remuneration were estimated and accrued based on the Company's Articles of Incorporation of distributable profit of current year as of the end of reporting period. Employees' compensation and directors' remuneration for 2021 amounted to \$163,299 and \$32,000, respectively, as resolved at the meeting of the Board of Directors. The difference in employees' compensation and directors' remuneration for 2021 amounting to \$2,020 and \$1,064, respectively, had been adjusted in the profit or loss for 2022.
- C. Information about the appropriation of employees' compensation and directors' remuneration by the Company as resolved by the Board of Directors and stockholders will be posted in the 'Market Observation Post System' at the website of the Taiwan Stock Exchange.

(28) Income tax

A. Components of income tax expense:

(a) Components of income tax expense

	<u>Three months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Current tax:		
Current tax on profit for the period	\$ 163,418	\$ 160,807
Tax on undistributed earnings	-	44
Prior year income tax underestimation	150	-
Deferred tax:		
Origination and reversal of temporary differences	<u>4,810</u>	<u>( 17,210)</u>
Income tax expense	<u>\$ 168,378</u>	<u>\$ 143,641</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Current tax:		
Current tax on profit for the period	\$ 373,420	\$ 349,635
Tax on undistributed earnings	7,798	44
Prior year income tax overestimation	( 19,728)	( 2,415)
Deferred tax:		
Origination and reversal of temporary differences	<u>31,195</u>	<u>( 24,286)</u>
Income tax expense	<u>\$ 392,685</u>	<u>\$ 322,978</u>

(b) The income tax credit relating to components of other comprehensive income is as follows:

	Three months ended September 30,	
	2022	2021
Currency translation differences	\$ 4,769	(\$ 2,380)
	Nine months ended September 30,	
	2022	2021
Currency translation differences	\$ 10,417	(\$ 2,967)

B. The Company's and its domestic subsidiaries' assessed and approved income tax returns are as follows:

	Latest Year Assessed by Tax Authority
The Company, Digicentre, Gash Point, NOWnews, Bjolly, Two Tigers, Ants' Power, Indiland, Gamania Asia, Ciirco, Coture New Media, WeBackers, BeanGo!, Fundation, GAMA PAY, Madsugr, Jollybuy, Coco, Jollywiz, Conetter CoMarketing	2020

(29) Earnings per share

	Three months ended September 30, 2022		
	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	\$ 492,708	175,494	\$ 2.81
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 492,708	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	2,953	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 492,708	178,447	\$ 2.76



Three months ended September 30, 2021

	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 431,459	175,494	\$ 2.46
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 431,459	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	2,259	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 431,459	177,753	\$ 2.43

Nine months ended September 30, 2022

	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,262,161	175,494	\$ 7.19
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,262,161	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	3,631	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 1,262,161	179,125	\$ 7.05

	Nine months ended September 30, 2021		
	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	\$ 908,426	175,494	\$ 5.18
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 908,426	-	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation (Note)	-	2,803	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 908,426	178,297	\$ 5.10

Note: Effective January 1, 2008, as employees' compensation could be distributed in the form of stock, the diluted EPS computation shall include those estimated shares that would increase from employees' stock compensation issuance in the weighted-average number of common shares outstanding during the reporting period, taking into account the dilutive effects of stock compensation on potential common shares; whereas, basic EPS shall be calculated based on the weighted-average number of common shares outstanding during the reporting period that include the shares of employees' stock compensation for the appropriation of prior year earnings, which have already been resolved at the shareholders' meeting held in the reporting period. Since capitalisation of employees' compensation no longer belongs to distribution of stock dividends (or retained earnings and capital reserve capitalised), the calculation of basic EPS and diluted EPS for all periods presented shall not be adjusted retroactively.

(30) Transactions with non-controlling interest

The Group did not subscribe to the capital increase raised by a subsidiary proportionally to its interest in the subsidiary.

A. The subsidiaries, JollyBuy, NOWnews and GAMA PAY, increased capital by issuing new shares for cash for the nine months ended September 30, 2022. However, the Group did not acquire additional shares proportionately to its interest; thus, the share ownership increased by 0.44%, 0.30% and 3.01%, respectively. The impact of the transaction attributed to owners of parent is as follows:

	<u>JollyBuy</u>	<u>NOWnews</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Cash	\$ -	\$ -
Increase in carrying amount of non-controlling interest	<u>934</u>	<u>865</u>
Retained earnings - changes in parent's ownership interest in subsidiary	<u>\$ 934</u>	<u>\$ 865</u>

	<u>GIH</u>	<u>GAMA PAY</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Cash	\$ -	(\$ 13,789)
Decrease in carrying amount of non-controlling interest	<u>3,958</u>	<u>12,485</u>
Retained earnings - changes in parent's ownership interest in subsidiary	<u>(\$ 2,021)</u>	<u>(\$ 1,304)</u>
Capital surplus - changes in parent's ownership interest in subsidiary	<u>(\$ 1,937)</u>	<u>\$ -</u>

- B. The subsidiary, AMI, redeemed treasury shares without consideration for the three months ended March 31, 2022. Therefore, the share ownership of the Group increased by 1.84%, the carrying amount of non-controlling interest decreased by \$5,158 and capital surplus - changes in parent's ownership interest in subsidiary increased by \$5,158.
- C. The subsidiary, JollyBuy, redeemed treasury shares with \$915 for the nine months ended September 31, 2022. Therefore, the share ownership of the Group increased by 1.1%, the carrying amount of non-controlling interest decreased by \$1,456 and capital surplus - changes in parent's ownership interest in subsidiary increased by \$541.
- D. The subsidiaries, JollyBuy, GAMAPAY, Ciirco and NOWnews, increased capital by issuing new shares for cash for the nine months ended September 30, 2021. However, the Group did not acquire additional shares proportionately to its interest; thus, the share ownership increased by 0.86%, 4.01%, 0.06%, and 0.34%, respectively. The impact of the transaction attributed to owners of parent is as follows:

	<u>Nine months ended September 30, 2021</u>	
	<u>Jollybuy</u>	<u>GAMA PAY</u>
Cash	\$ -	\$ -
Increase in carrying amount of non-controlling interest	<u>( 435)</u>	<u>( 8,417)</u>
Capital surplus - changes in parent's ownership interest in subsidiary	<u>(\$ 435)</u>	<u>(\$ 8,417)</u>

	<u>Nine months ended September 30, 2021</u>	
	<u>Ciirco</u>	<u>NOWnews</u>
Cash	\$ -	\$ 13,977
Increase in carrying amount of non-controlling interest	( 29)	( 15,232)
Decrease in unappropriated retained earnings	(\$ 29)	(\$ 1,255)

	<u>Nine months ended September 30, 2021</u>	
	<u>JollyBuy</u>	
Cash	\$ -	
Increase in carrying amount of non-controlling interest		( 980)
Decrease in unappropriated retained earnings		(\$ 980)

(31) Supplemental cash flow information

Investing activities with partial cash payments:

	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Acquisition of property, plant and equipment	\$ 99,294	\$ 60,056
Add: Opening balance of other payables	22,484	24,590
Less: Ending balance of other payables	( 12,670)	( 5,633)
Cash paid during the period	<u>\$ 109,108</u>	<u>\$ 79,013</u>

	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Acquisition of intangible assets	\$ 92,167	\$ 159,840
Add: Opening balance of other payables	5,865	454,258
Less: Ending balance of other payables	( 3,848)	( 453,735)
Cash paid during the period	<u>\$ 94,184</u>	<u>\$ 160,363</u>

(32) Changes in liabilities from financing activities

In accordance with amendments to IAS 7, 'Disclosure initiative', movements for the nine months ended September 30, 2022 and 2021 are as follows:

	Short-term borrowings	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
January 1, 2022	\$ 100,164	\$ 80,000	\$ 95,667	\$ 275,831
Changes in cash flow from financing activities	249,484	( 80,000)	( 25,350)	144,134
Impact of changes in foreign exchange rate	12,522	-	642	13,164
Changes in other non-cash items				
Increase in right-of-use assets	-	-	10,605	10,605
Termination of right-of-use assets	-	-	( 581)	( 581)
September 30, 2022	<u>\$ 362,170</u>	<u>\$ -</u>	<u>\$ 80,983</u>	<u>\$ 443,153</u>

	Short-term borrowings	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
January 1, 2021	\$ 226,148	\$ 240,000	\$ 66,919	\$ 533,067
Changes in cash flow from financing activities	332,941	( 120,000)	( 24,021)	188,920
Impact of changes in foreign exchange rate	( 1,960)	-	( 48)	( 2,008)
Changes in other non-cash items				
Increase in right-of-use assets	-	-	26,804	26,804
Termination of right-of-use assets	-	-	( 6,511)	( 6,511)
September 30, 2021	<u>\$ 557,129</u>	<u>\$ 120,000</u>	<u>\$ 63,143</u>	<u>\$ 740,272</u>

Note: Including long-term loans due within one year or one business cycle.

## 7. RELATED PARTY TRANSACTIONS

### (1) Parent and ultimate controlling party

As the Company's shares are widely held, the Company has no ultimate parent company and ultimate controlling party.

### (2) Names of related parties and relationship with the Company

<u>Names of related parties</u>	<u>Relationship with the Company</u>
Pri-One Marketing Co., Ltd.	Associate
GungHo Gamania Co., Limited	"
Jsdway Digital Technology Co., Ltd. (Jsdway)	"
Aotter Inc.	"
Walker Media Co., Ltd.	"
Store Marais Co., Ltd.	"
Gamania Cheer Up Foundation	Other related party
Wanwin International Co., Ltd.	"

Names of related parties	Relationship with the Company
Simsense Technology Sdn. Bhd.	Other related party
Dapili International Marketing Co., Ltd.	"

(3) Significant transactions and balances with related parties

A. Operating revenue

	Three months ended September 30,	
	2022	2021
Sales of goods:		
Associates	\$ 29	\$ 640
Other related parties	2,435	25,348
	<u>\$ 2,464</u>	<u>\$ 25,988</u>
Sales of services:		
Associates	\$ 3,042	\$ 7,358
Other related parties	36,928	22,258
	<u>\$ 39,970</u>	<u>\$ 29,616</u>
	Nine months ended September 30,	
	2022	2021
Sales of goods:		
Associates	\$ 235	\$ 1,107
Other related parties	20,032	35,735
	<u>\$ 20,267</u>	<u>\$ 36,842</u>
Sales of services:		
Associates	\$ 8,822	\$ 18,118
Other related parties	82,827	71,953
	<u>\$ 91,649</u>	<u>\$ 90,071</u>

- (a) Sales of goods are on-line games revenue generated from game cards sold by associates and sales revenue of server room equipment in accordance with mutual agreements. The online games revenue has no similar transactions to compare with, and the payment term is the same with non-related parties.
- (b) Sales of services are generated from a certain percentage of value-added services provided to related parties, customer services, production of advertisements, and providing IDC service that are in accordance with mutual agreements.

B. Operating costs

	Three months ended September 30,	
	2022	2021
Service costs:		
Other related parties	\$ 1,655	\$ 3,271

	Nine months ended September 30,	
	2022	2021
Service costs:		
Other related parties	\$ 3,124	\$ 6,035

Service costs arise from the sales of services. All abovementioned costs are based on mutual agreement.

C. Operating expense (shown in selling expenses and general and administrative expenses)

	Three months ended September 30,	
	2022	2021
Associates	\$ 4,824	\$ 3,883
Other related parties	6,920	2,477
	<u>\$ 11,744</u>	<u>\$ 6,360</u>

	Nine months ended September 30,	
	2022	2021
Associates	\$ 12,270	\$ 13,324
Other related parties	22,070	13,027
	<u>\$ 34,340</u>	<u>\$ 26,351</u>

The above includes expenses paid to associates and other related parties for the Company's advertisements and game development, which were based on mutual agreements.

D. Donation (shown in general and administrative expenses)

	Three months ended September 30,	
	2022	2021
Other related party		
Gamania Cheer Up Foundation	\$ -	\$ 11,000

	Nine months ended September 30,	
	2022	2021
Other related party		
Gamania Cheer Up Foundation	\$ 9,000	\$ 17,500

The Group made donations in support of projects for caring and encouraging the youth which had been resolved by the Board of Directors.

E. Receivables

	September 30, 2022	December 31, 2021	September 30, 2021
Accounts receivable:			
Associates	\$ 14,683	\$ 8,230	\$ 4,756
Other related parties	593	3,111	9,255
	<u>\$ 15,276</u>	<u>\$ 11,341</u>	<u>\$ 14,011</u>

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Other receivables:			
Associates	\$ 2,367	\$ 2,182	\$ 1,495
Other related parties	<u>34</u>	<u>32</u>	<u>58</u>
	<u>\$ 2,401</u>	<u>\$ 2,214</u>	<u>\$ 1,553</u>

(a) Accounts receivable arise mainly from service revenue, advertising revenue and IDC services. Accounts receivable are not pledged as collateral, not subject to interest and no allowance was provided on such receivables.

(b) Other receivables arise mainly from rent receivable from associates and payments on behalf of others.

#### F. Payables

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Accounts payable:			
Associates	\$ 348	\$ -	\$ -
Other related parties	<u>1,287</u>	<u>7,187</u>	<u>5,397</u>
	<u>\$ 1,635</u>	<u>\$ 7,187</u>	<u>\$ 5,397</u>
Other payables:			
Associates	\$ 2,120	\$ 5,863	\$ 2,959
Other related parties	<u>325,598</u>	<u>152,721</u>	<u>183,360</u>
	<u>\$ 327,718</u>	<u>\$ 158,584</u>	<u>\$ 186,319</u>

(a) Accounts payable are payables for costs relating to service revenue and are due 60 days after the purchase. The payables do not bear interest.

(b) Other payables are receipts under custody arising from value-added services provided to related parties, less a certain percentage of service revenue, and payables for mobile games development and advertisements.

#### (4) Key management compensation

	<u>Three months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Short-term employee benefits	\$ 70,786	\$ 56,665
Post-employment benefits	<u>27</u>	<u>54</u>
	<u>\$ 70,813</u>	<u>\$ 56,719</u>
	<u>Nine months ended September 30,</u>	
	<u>2022</u>	<u>2021</u>
Short-term employee benefits	\$ 161,085	\$ 122,858
Post-employment benefits	<u>81</u>	<u>189</u>
	<u>\$ 161,166</u>	<u>\$ 123,047</u>



## 8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged assets	Book value			Pledge purpose
	September 30, 2022	December 31, 2021	September 30, 2021	
Other current assets				
Demand deposits	\$ 169,684	\$ 228,065	\$ 125,323	Guarantee for short-term borrowing facility, performance bond of on-line game card's standard contracts, trusted electronic payment accounts, trust performance bond for E-commerce service and performance bond of stickers
Time deposits	20,858	-	-	Guarantee for short-term borrowing facility
Financial assets at amortised cost-current				
Time deposits	89,447	62,319	40,393	Guarantee for short-term borrowing facility and credit card merchant
Property, plant and equipment				
Land	2,246,082	2,246,082	2,246,802	Short-term and long-term loans / Credit lines
Buildings and structures	248,595	252,829	254,240	Short-term and long-term loans / Credit lines
	<u>\$ 2,774,666</u>	<u>\$ 2,789,295</u>	<u>\$ 2,666,758</u>	

## 9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

### (1) Contingencies

None.

### (2) Commitments

The Group contracted the use of cable lines, T1 and T3, with rental charges based on utilisation. In addition, the Group contracted with several on-line game vendors and will pay royalty based on actual usage.

## 10. SIGNIFICANT DISASTER LOSS

None.

## 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

On November 3, 2022, the Company's board of directors has approved the following significant events:

- A. To enhance the Group's managerial synergy, the subsidiaries, Gamania Holdings Ltd., Gamania International Holdings Ltd. and Gamania China Holdings Ltd., plan to implement a capital reduction amounting to USD\$60,059 thousand.
- B. The Company plans to increase the capital of its subsidiary, GAMA PAY, by investing \$200,000 in cash.

## 12. OTHERS

### (1) Capital risk management

The Group's principal objectives when managing capital are to maintain an integrity credit rating and a good capital structure to support operations and maximise stockholders' equity. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders.

### (2) Financial instruments

#### A. Financial instruments by category

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets designated at fair value through profit or loss	\$ 15,000	\$ -	\$ -
Financial assets at fair value through other comprehensive income			
Designation of equity instruments	\$ 117,717	\$ 198,626	\$ 174,257
Financial assets at amortised cost			
Cash and cash equivalents	\$ 4,599,407	\$ 3,418,896	\$ 3,466,206
Financial assets at amortised cost	129,447	88,463	100,303
Notes receivable	2,363	752	2,596
Accounts receivable (including related parties)	1,021,202	887,464	1,211,308
Other receivables (including related parties)	608,688	262,703	86,263
Other financial assets	190,542	228,065	125,323
Guarantee deposits paid	41,447	41,359	48,243
	<u>\$ 6,593,096</u>	<u>\$ 4,927,702</u>	<u>\$ 5,040,242</u>

	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<u>Financial liabilities</u>			
Financial liabilities at amortised cost			
Short-term borrowings	\$ 362,170	\$ 100,164	\$ 557,129
Accounts payable (including related parties)	916,408	634,185	581,015
Other payables (including related parties)	2,548,557	1,910,315	2,339,948
Long-term borrowings (including current portion)	-	80,000	120,000
Guarantee deposits received	15,483	16,964	12,453
	<u>\$ 3,842,618</u>	<u>\$ 2,741,628</u>	<u>\$ 3,610,545</u>
Lease liability	<u>\$ 80,893</u>	<u>\$ 95,667</u>	<u>\$ 63,143</u>

#### B. Financial risk management policies

The Group's activities expose it to a variety of financial risks, including market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's risk management program considers the effect of economic environment, competition and market value risk. The Group attains to the best risk position, holds appropriate liquidity position and centers on management of all the market risks. To reach the objective of risk management, the Group's hedged activities are focused on the market value risk and the cash flow risk.

#### C. Significant financial risks and degrees of financial risks

##### (a) Market risk

###### Foreign exchange risk

- i. Each of the entities in the Group operates in different countries and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. To manage their foreign exchange risk arising from future commercial transactions and recognised assets and liabilities, the Group set the natural hedging as principle. Foreign exchange risk arises when future commercial transactions, recognised assets or liabilities are denominated in a currency that is not the entity's functional currency.
- iii. The Group's businesses involve some non-functional currency operations. The information on assets and liabilities denominated in foreign currencies of each entity in the Group whose values would be materially affected by the exchange rate fluctuations is as follows:

September 30, 2022			
(Foreign currency: Functional currency)	Foreign currency		Book value (NTD)
	amount (in thousands)	Exchange rate	
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 12,111	31.750	\$ 384,524
HKD:NTD	23,203	4.044	93,833
HKD:USD (Note)	122,059	0.127	492,172
RMB:USD (Note)	24,500	0.141	109,680
NTD:USD (Note)	14,213	0.031	14,213
USD:HKD (Note)	11,103	7.851	352,514
<u>Non-monetary items</u>			
USD:NTD	36,267	31.750	1,151,467
KRW:NTD	1,024,045	0.022	22,529
JPY:NTD	115,932	0.220	25,505
HKD:USD	83,508	4.044	337,706
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	22,322	31.750	708,724
JPY:NTD	20,082	0.220	4,418
HKD:USD (Note)	8,142	0.127	32,831
RMB:USD (Note)	21,116	0.141	94,531
USD:HKD (Note)	3,491	7.851	110,837

December 31, 2021			
(Foreign currency: Functional currency)	Foreign currency		Book value (NTD)
	amount (in thousands)	Exchange rate	
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 25,302	27.68	\$ 700,395
HKD:NTD	28,600	3.549	101,501
HKD:USD (Note)	144,859	0.1282	514,043
USD:HKD (Note)	8,597	7.7994	237,966
<u>Non-monetary items</u>			
USD:NTD	33,421	27.68	925,087
KRW:NTD	886,842	0.0235	20,841
JPY:NTD	112,163	0.2405	26,975
HKD:USD (Note)	62,827	0.1282	222,947
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	10,229	27.68	283,139
HKD:USD	8,022	3.549	28,470
USD:HKD (Note)	1,290	7.7994	35,707

September 30, 2021			
(Foreign currency: Functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 25,872	27.850	\$ 720,535
HKD:NTD	51,668	3.576	184,765
HKD:USD (Note)	165,698	0.128	590,680
USD:HKD (Note)	9,059	7.788	252,292
<u>Non-monetary items</u>			
USD:NTD	36,765	27.850	1,023,902
KRW:NTD	840,008	0.024	20,160
JPY:NTD	111,963	0.249	27,879
HKD:USD (Note)	128,328	0.128	458,894
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	27,950	27.850	778,408
HKD:USD (Note)	24,840	0.128	88,550
USD:HKD (Note)	1,798	7.788	50,074

Note: Considering the functional currency of certain consolidated entities was not NTD, they should be considered when disclosed.

- iv. The total exchange gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021 amounted to \$18,110, \$7,048, \$40,164 and \$19,622, respectively.

Analysis of foreign currency market risk arising from significant foreign exchange rate fluctuations is as follows:

Nine months ended September 30, 2022			
Sensitivity analysis			
(Foreign currency: Functional currency)	Extent of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
USD:NTD	1%	\$ 3,845	\$ -
HKD:NTD	1%	938	-
HKD:USD (Note)	1%	4,922	-
RMB:USD (Note)	1%	1,097	-
NTD:USD (Note)	1%	142	-
USD:HKD (Note)	1%	3,525	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	7,087	-
HKD:USD (Note)	1%	328	-
RMB:USD (Note)	1%	945	-
USD:HKD (Note)	1%	1,108	-
Nine months ended September 30, 2021			
Sensitivity analysis			
(Foreign currency: Functional currency)	Extent of variation	Effect on profit or loss	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 7,205	\$ -
HKD:NTD	1%	1,848	-
HKD:USD (Note)	1%	5,907	-
USD:HKD (Note)	1%	2,523	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	7,784	-
HKD:USD (Note)	1%	886	-
USD:HKD (Note)	1%	501	-

Note: Considering the functional currency of certain consolidated entities was not NTD, they should be considered when disclosed.

### Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- ii. The Group's investments in equity securities comprise shares and open-end funds issued by the domestic companies. The prices of equity securities would change due to the change of the future value of investee companies. However, the Group has set stop-loss amounts for those assets; therefore, no material market risk is expected. If the prices of these equity securities had increased by 1% with all other variables held constant, post-tax profit for the nine months ended September 30, 2022 and 2021 would have increased/decreased by \$150 and \$0, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other comprehensive income or loss for the nine months ended September 30, 2022 and 2021 would have increased by \$1,177 and \$1,743, respectively, because equity investment is classified as financial asset at fair value through other comprehensive income.

### Cash flow and fair value interest rate risk

- i. The Group's interest rate risk arises from borrowings issued at variable rates and expose the Group to cash flow interest rate risk. The interest rates for short-term borrowings of the Group are mainly floating rate and for long-term borrowings are fixed and variable rates. During the nine months ended September 30, 2022 and 2021, the Group's borrowings at variable rate were denominated in NTD.
- ii. At September 30, 2022, December 31, 2021 and September 30, 2021, if interest rates on borrowings had been 1% higher/lower with all other variables held constant, post-tax profit for the nine months ended September 30, 2022 and 2021 would have been \$25 and \$35 lower/higher, respectively, mainly as a result of higher/lower interest expense on floating rate borrowings.

### (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 on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms and the contract cash flows of debt instruments stated at amortised cost.
- ii. 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 internal risk control management evaluates the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based

on ratings from accounting and administration departments in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored. Credit risk mainly arose from debt instruments stated at amortised cost and receivables generated from operating activity. Only banks and financial institutions with optimal credit ratings are accepted.

- iii. The Group adopts assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition. When the payment is past due 30 days based on the contract terms, there is a significant increase in credit risk on financial assets since initial recognition.
- iv. In line with credit risk management procedure, the default occurs when the Group expects that payments cannot be collected and reclassified as overdue receivables.
- v. The Group classifies customer's accounts receivable and contract assets in accordance with product types. The Group applies the simplified approach using the provision matrix to estimate expected credit loss.
- vi. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights. On September 30, 2022, the Group has no written-off financial assets that are still under recourse procedures.
- vii. The Group uses the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable and other receivables. On September 30, 2022, December 31, 2021 and September 30, 2021, the provision matrix is as follows:

	September 30, 2022		
	Expected loss rate	Total book value	Loss allowance
Not past due	0.01%~2.99%	\$ 1,343,726	\$ 202
Up to 30 days	0.10%~11.68%	225,777	109
31 to 60 days	0.06%~15.05%	21,821	256
61 to 90 days	0.00%~0.00%	11,975	-
91 to 120 days	25.51%~53.41%	2,577	716
Over 121 days	57.03%~100%	56,289	48,669
		<u>\$ 1,662,165</u>	<u>\$ 49,952</u>
	December 31, 2021		
	Expected loss rate	Total book value	Loss allowance
Not past due	0.03%~6.76%	\$ 1,019,743	\$ 4,633
Up to 30 days	0.10%~25.71%	25,532	173
31 to 60 days	1.00%~30%	25,947	323
61 to 90 days	5.48%~38.87%	32,956	2,224
91 to 120 days	22.62%~55.52%	9,289	2,101
Over 121 days	58.05%~100%	77,757	45,158
		<u>\$ 1,191,224</u>	<u>\$ 54,612</u>



	September 30, 2021		
	Expected loss rate	Total book value	Loss allowance
Not past due	0.09%~7.08%	\$ 1,185,410	\$ 8,617
Up to 30 days	0.10%~25.86%	38,332	1,906
31 to 60 days	1.00%~29.48%	41,145	3,339
61 to 90 days	10.00%~38.87%	26,250	2,703
91 to 120 days	59.25%~70.17%	5,647	3,346
Over 121 days	89.59%~100.00%	49,315	44,181
		<u>\$ 1,346,099</u>	<u>\$ 64,092</u>

Note: The above does not include overdue receivables. All the overdue receivables had been provided with loss allowance.

- viii. Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable (including overdue receivables) and other receivables are as follows:

	2022		
	Accounts receivable	Other receivables	Total
At January 1	\$ 158,957	\$ 1,998	\$ 160,955
(Reversal of provision for impairment loss	( 85)	422	337
Write-offs	( 47)	( 1,072)	( 1,119)
Effect of exchange rate changes	4,163	239	4,402
At September 30	<u>\$ 162,988</u>	<u>\$ 1,587</u>	<u>\$ 164,575</u>
	2021		
	Accounts receivable	Other receivables	Total
At January 1	\$ 137,244	\$ 7,403	\$ 144,647
Provision for impairment loss	39,619	2,622	42,241
Write-offs	( 11,447)	( 2,941)	( 14,388)
Effect of exchange rate changes	( 1,927)	( 121)	( 2,048)
At September 30	<u>\$ 163,489</u>	<u>\$ 6,963</u>	<u>\$ 170,452</u>

For provisioned loss for the three months ended September 30, 2022 and 2021 and nine months ended September 30, 2022 and 2021, the (reversal of) provision for losses arising from customers' contracts were (\$884), \$34,796, \$337 and \$42,241, respectively.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by the capital management department. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure that it has sufficient cash to meet operational

needs.

- ii. The table below is the Group's non-derivative financial liabilities which is presented based on the remaining period at the balance sheet date to the contract maturity date and undiscounted maturity amount based on the maturity date:

Non-derivative financial liabilities

<u>September 30, 2022</u>	<u>Less than 1 year</u>	<u>Between 1 and 3 years</u>	<u>Over 3 years</u>
Short-term borrowings	\$ 362,170	\$ -	\$ -
Accounts payable	914,773	-	-
Accounts payable - related parties	1,635	-	-
Other payables	2,220,839	-	-
Other payables - related parties	327,718	-	-
Lease liabilities	31,345	47,253	9,715
<u>December 31, 2021</u>	<u>Less than 1 year</u>	<u>Between 1 and 3 years</u>	<u>Over 3 years</u>
Short-term borrowings	\$ 100,164	\$ -	\$ -
Accounts payable	626,998	-	-
Accounts payable - related parties	7,187	-	-
Other payables	1,751,731	-	-
Other payables - related parties	158,584	-	-
Lease liabilities	30,686	40,716	26,303
Long-term borrowings (including current portion)	80,420	-	-
<u>September 30, 2021</u>	<u>Less than 1 year</u>	<u>Between 1 and 3 years</u>	<u>Over 3 years</u>
Short-term borrowings	\$ 557,129	\$ -	\$ -
Accounts payable	575,617	-	-
Accounts payable - related parties	5,398	-	-
Other payables	2,153,629	-	-
Other payables - related parties	186,319	-	-
Lease liabilities	26,729	26,163	13,757
Long-term borrowings (including current portion)	120,840	-	-

(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, OTC and emerging 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 listed and OTC stocks of private placement is included in Level 2.

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

B. Financial instruments not measured at fair value

The carrying amounts of cash and cash equivalents, financial assets at amortised cost, notes receivable, accounts receivable (including related parties), other receivables (including related parties), other current assets, guarantee deposits paid, notes payable, accounts payable (including related parties) and other payables (including related parties), lease liabilities and guarantee deposits received, are approximate to the fair values.

C. 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 is as follows:

<u>September 30, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ -	\$ -	\$ 15,000	\$ 15,000
Financial assets at fair value through other comprehensive income - non-current				
Equity securities	\$ 59,593	\$ -	\$ 58,124	\$ 117,717
<u>December 31, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ -	\$ -	\$ -	\$ -
Financial assets at fair value through other comprehensive income - non-current				
Equity securities	\$ 110,709	\$ -	\$ 87,917	\$ 198,626

<u>September 30, 2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ -	\$ -	\$ -	\$ -
Financial assets at fair value through other comprehensive income - non-current				
Equity securities	\$ 54,941	\$ -	\$ 119,316	\$ 174,257

D. The methods and assumptions the Group used to measure fair value are as follows:

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

	<u>Open-end fund</u>	<u>Listed (OTC) and emerging stocks</u>
Market quoted price	Net asset value	Closing price

- (b) 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.
- (c) For highly complex financial instruments, the fair value is measured by using self-developed valuation model based on the valuation method and technique widely used within the same industry. The valuation model is normally applied to derivative financial instruments, debt instruments with embedded derivatives or securitised instruments. Certain inputs used in the valuation model are not observable at market, and the Group must make reasonable estimates based on its assumptions. The effect of unobservable inputs to the valuation of financial instruments is provided in Notes 12(3) H and I.
- (d) 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.

E. For the nine months ended September 30, 2022 and 2021, there was no transfer between Level 1 and Level 2.

F. The following chart is the movement of Level 3 for the nine months ended September 30, 2022 and 2021:

	Equity securities	
	2022	2021
At January 1	\$ 87,917	\$ 125,991
Acquired during the period	15,000	-
Disposals during the period	( 31,208)	-
Loss recognised in other comprehensive income	( 3,923)	( 5,531)
Effects of foreign exchange	5,338	( 1,144)
At September 30	<u>\$ 73,124</u>	<u>\$ 119,316</u>

G. Treasury department 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, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.

H. The following is the qualitative information of 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 September 30, 2022	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments					
Unlisted and non-OTC shares	\$ 58,124	Market comparable companies	Enterprise value to operating income ratio multiple	29.24~34.37 (29.24)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	25% (25%)	The higher the discount for lack of marketability, the lower the fair value
	15,000	Discounted cash flow method	Weighted average cost of capital	13.62%	The higher the weighted average cost of capital, the lower the fair value
	Fair value at December 31, 2021	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments					
Unlisted and non-OTC shares	\$ 87,917	Market comparable companies	Enterprise value to operating income ratio multiple	32.36~52.19 (41.16)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	25% (25%)	The higher the discount for lack of marketability, the lower the fair value

	Fair value at September 30, 2021	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments					
Unlisted and non-OTC shares	\$ 119,316	Market comparable companies	Enterprise value to operating income ratio multiple	34.38~52.19 (41.98)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	25% (25%)	The higher the discount for lack of marketability, 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 categorised within Level 3 if the inputs used to valuation models have changed:

		September 30, 2022					
				Recognised in profit or loss		Recognised in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change	
Financial assets							
Equity instruments	Enterprise value to operating income ratio multiple	±1%	\$ -	\$ -	\$ -	\$ -	-
	Discount for lack of marketability	±1%	-	-	269	(	269)
	Weighted average cost of capital	±1%	150	(	150)	-	-

				December 31, 2021			
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instruments	Enterprise value to operating income ratio multiple	±1%	\$	-	\$	-	\$ 338 (\$ 338)
	Discount for lack of marketability	±1%		-		-	607 ( 607)

				September 30, 2021			
				Recognised in profit or loss		Recognised in other comprehensive income	
		Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets							
Equity instruments	Enterprise value to operating income ratio multiple	±1%	\$	-	\$	-	\$ 362 (\$ 362)
	Discount for lack of marketability	±1%		-		-	687 ( 687)

(4) Other matters

In response to the impact of the novel coronavirus, the Group has activated relevant response mechanisms, and all offices have adopted high-standard epidemic prevention measures. The Group maintains normal operations and adopts different methods in response to government regulations, such as a comprehensive working from home model, the use of group A and B obtaining approval before entering the office, etc. In order to reduce physical contact and avoid the possibility of cross infection, meetings are conducted online as much as possible and employees are required to report their health status on a routine basis. So far, the Group has resumed normal work mode and Covid 19 has no significant impact on the overall operations and financial situation of the Group.

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

A. Loans to others: None.

B. Provision of endorsements and guarantees to others: Refer to table 1.



- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 2.
- D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: None.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 3.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 4.
- I. Trading in derivative instruments undertaken during the reporting periods: None.
- J. Significant inter-company transactions during the reporting periods: Refer to table 5.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 6.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 7.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

(4) Major shareholders information

Major shareholders information: Refer to table 8.

14. OPERATING SEGMENT INFORMATION

(1) General information

Management has determined the operating segments based on the reports reviewed by the chief operating decision-maker which are used to make strategic decisions.

(2) Assessment of segment information

The chief operating decision-maker assesses the performance of the operating segments based on net income or loss of the reporting period.

(3) Information on segment profit (loss), assets and liabilities

The segment information on reportable segments provided to the chief operating decision-maker for the nine months ended September 30, 2022 and 2021 is as follows:

Nine months ended September 30, 2022

	<u>Gamania Digital Entertainment Co., Ltd.</u>	<u>Gash Point Company Limited and Gash Point (Hong Kong) Company Limited</u>	<u>Others</u>	<u>Total</u>	
Revenue from external customers	\$ 6,601,070	\$ 275,068	\$ 2,358,115	\$ 9,234,253	
Inter-segment revenue	149,053	637,458	659,664	1,446,175	Note 1
Segment operating profit	1,367,391	236,403	111,035	1,714,829	
Segment profit (loss), net of tax	1,262,161	262,758	( 260,040)	1,264,879	
Segment profit (loss) includes:					
Depreciation and amortisation	( 164,766)	( 11,861)	( 54,730)	( 231,357)	
Income tax expense	( 248,115)	( 57,045)	( 87,525)	( 392,685)	
Investment income (loss) accounted for under equity method	140,735	70,811	( 238,233)	( 26,687)	Note 2

Nine months ended September 30, 2021

	Gash Point Company Limited and Gash Point (Hong Kong) Company Limited		Others	Total
	Gamania Digital Entertainment Co., Ltd.			
Revenue from external customers	\$ 6,330,545	\$ 207,110	\$ 2,506,450	\$ 9,044,105
Inter-segment revenue	222,385	529,820	566,672	1,318,877
Segment operating profit	1,158,254	141,162	( 21,996)	1,277,420
Segment profit (loss), net of tax	908,426	121,432	( 172,740)	857,118
Segment profit (loss) includes:				
Depreciation and amortisation	( 559,601)	( 13,546)	( 73,735)	( 646,882)
Income tax expense	( 228,713)	( 28,042)	( 66,223)	( 322,978)
Investment income (loss) accounted for under equity method	( 15,692)	( 11,614)	( 31,145)	( 58,451)

Note 1: The transaction had been eliminated in the consolidated financial statements.

Note 2: The inter-segment investment income or loss had been eliminated.

(4) Reconciliation information of segment profit (loss)

The segment reports provided to the chief operating decision-maker are measured in a manner consistent with that used for the statement of comprehensive income. There is no difference between the presentation of segment report and income statement and accordingly, no reconciliation is required to be disclosed. The reportable segments of the Group are based on different companies. The reconciliation with Note 6(22) operating revenue is as follows:

	Nine months ended September 30, 2022			
	Gamania Digital Entertainment Co., Ltd.	Gash Point and Gash Point (Hong Kong) Company Limited	Others	Total
Online and mobile games revenue	\$ 6,576,493	\$ -	\$ 937,047	\$ 7,513,540
Service revenue	24,577	-	1,005,900	1,030,477
Sales revenue	-	-	371,888	371,888
Revenue from stored-values	-	275,068	43,280	318,348
	<u>\$ 6,601,070</u>	<u>\$ 275,068</u>	<u>\$ 2,358,115</u>	<u>\$ 9,234,253</u>

  

	Nine months ended September 30, 2021			
	Gamania Digital Entertainment Co., Ltd.	Gash Point and Gash Point (Hong Kong) Company Limited	Others	Total
Online and mobile games revenue	\$ 6,312,715	\$ -	\$ 941,576	\$ 7,254,291
Service revenue	17,830	-	1,010,496	1,028,326
Sales revenue	-	-	531,934	531,934
Revenue from stored-values	-	207,110	22,444	229,554
	<u>\$ 6,330,545</u>	<u>\$ 207,110</u>	<u>\$ 2,506,450</u>	<u>\$ 9,044,105</u>

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Provision of endorsements and guarantees to others

Nine months ended September 30, 2022

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

Number (Note 1)	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of September 30, 2022	Outstanding endorsement/ guarantee amount at September 30, 2022	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 (Note 5)	Provision of endorsements/ guarantees by subsidiary to parent company (Note 5)	Provision of endorsements/ guarantees to the party in Mainland China (Note 5)	Footnote
		Company name	Relationship with the endorser/ guarantor (Note 2)											
0	The Company	HaPod Digital Technology Co., Ltd.	2	\$ 586,485	\$ 69,835	\$ 69,835	\$ 69,835	\$ 69,835	1.19	\$ 5,864,847	Y	N	N	Note 3
0	The Company	JollyBuy Digital Technology Co., Ltd.	2	586,485	30,000	30,000	-	-	0.51	5,864,847	Y	N	N	Note 3
1	Jollywiz Digital Technology Co., Ltd.	Jollywiz Digital Business Co., Ltd.	4	83,092	31,585	26,851	26,851	8,055	12.93	83,092	N	N	Y	Note 4
2	Achieve Made International (BVI)	Jollywiz Digital Technology Co., Ltd.	4	101,748	18,000	18,000	18,000	18,000	7.08	101,748	N	N	N	Note 4

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

- (1) The Company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:

- (1) Having business relationship.
- (2) The company in which the endorser/guarantor parent company directly and indirectly owns more than 50% of the voting shares.
- (3) The company that directly or indirectly owns more than 50% of the voting shares of the endorser/guarantor parent company.
- (4) The endorsed/guaranteed parent company directly or indirectly owns more than 90% voting shares of the endorser/guarantor subsidiary.
- (5) Mutual guarantee of the trade as required by the construction contract.
- (6) Due to joint venture, each shareholder provides endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) A joint and several guarantee for the performance of the pre-sale house sales contract between the industry and the consumer protection law.

Note 3: The total amount of the Company's external endorsement guarantee shall not exceed 100% of the net assets of the Company's latest financial statements. The limit of the endorsement guarantee for the same enterprise shall not exceed 10% of the net assets of the Company's latest financial statements, and shall not exceed the paid in capital of the endorsement guarantee company.

Note 4: The limit on total endorsements is 40% of the endorser's/guarantor's net assets, and limit on endorsements to the same party is 40% of the endorser's/guarantor's net assets.

Note 5: Y means provision of endorsements / guarantees by parent company to subsidiary, provision of endorsements / guarantees by subsidiary to parent company or provision of endorsements / guarantees to the party in Mainland China.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

September 30, 2022

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Securities held by	Type of marketable securities (Note 1)	Relationship with the security holders	General ledger account	As of September 30, 2022				Footnote
				Number of shares (in thousands)	Book value	Percentage	Market value (Note 2)	
The Company	XPEC Entertainment Inc. - stock	None	Financial assets at fair value through other comprehensive income - non-current	4,907	\$ 26,941	2.68	\$ 26,941	
The Company	Pili International Multimedia Co., Ltd. - stock	Other related parties	Financial assets at fair value through other comprehensive income - non-current	1,958	51,104	3.82	51,104	
Gamania Asia Investment Co., Ltd.	One Production Film Co., Ltd. - stock	None	Financial assets at fair value through other comprehensive income - non-current	420	8,489	1.76	8,489	
Gamania Asia Investment Co., Ltd.	Gokube Inc. - stock	None	Financial assets at fair value through other comprehensive income - non-current	400	-	1.77	-	
Gamania International Holdings Ltd.	Vantage Metro Limited - stock	None	Financial assets at fair value through other comprehensive income - non-current	192	31,183	2.59	31,183	

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: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortised cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Purchases or sales of goods from or to related parties in excess of \$100 million or 20% of capital  
Nine months ended September 30, 2022

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts	
Gash Point Co., Ltd.	The Company	Parent company	Service revenue	\$ 387,557	56.91	Note	Note	Note	\$ 39,548	4.12	
Conetter Comarketing Co., Ltd.	The Company	Parent company	Service revenue	108,247	20.24	Note	Note	Note	26,054	42.36	
Digicentre Company Limited	The Company	Parent company	Sales revenue	221,466	37.15	Note	Note	Note	22,565	16.11	
Digicentre Company Limited	Digicentre (HK) Company Limited	Fellow subsidiary	Sales revenue	113,704	19.07	Note	Note	Note	37,610	26.85	

Note: The aforementioned purchase term is based on the product types, market competition and other transaction terms, there is no similar transaction to compare with for the transaction price and credit term with related parties.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
 Receivables from related parties in excess of \$100 million or 20% of capital  
 September 30, 2022

Table 4

Expressed in thousands of NTD  
 (Except as otherwise indicated)

Name of creditor	Transaction parties	Relationship	Balance as of September 30, 2022	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 1)	Allowance for doubtful accounts	Footnote
					Amount	Action adopted for overdue accounts			
The Company	Gash Point Co., Ltd.	Subsidiary	\$ 745,684	-	\$ -	-	\$ 434,924	\$ 53	Note 2

Note 1: The subsequent collections represent collections from the balance sheet date to October 26, 2022.

Note 2: Represents receivables for selling game cards through the subsidiary.



Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Significant inter-company transactions during the reporting period  
Nine months ended September 30, 2022

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	1	Accounts receivable	\$ 79,316	Notes 4 and 5	0.72
0	The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	1	Revenue from royalties	64,231	Notes 4 and 5	0.70
0	The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	1	Sales of services	27,208	Notes 4 and 5	0.29
0	The Company	Gash Point Co., Ltd.	1	Accounts receivable	745,684	Note 5	6.79
0	The Company	HaPod Digital Technology Co., Ltd.	1	Sales of services	10,410	Note 5	0.11
1	Gamania Digital Entertainment (H.K.) Co., Ltd.	The Company	2	Accounts receivable	80,446	Note 5	0.73
1	Gamania Digital Entertainment (H.K.) Co., Ltd.	Gash Point Co., Ltd.	3	Accounts receivable	95,654	Note 5	0.87
1	Gamania Digital Entertainment (H.K.) Co., Ltd.	Gash Point (HK) Co., Ltd.	3	Accounts receivable	39,085	Note 5	0.36
2	Gash Point Co., Ltd.	The Company	2	Accounts receivable	39,548	Note 5	0.36
2	Gash Point Co., Ltd.	The Company	2	Sales of services	387,557	Note 5	4.20
2	Gash Point Co., Ltd.	GAMA PAY Co., Ltd.	3	Refundable deposits	10,000	Note 5	0.09
2	Gash Point Co., Ltd.	Gash Point (HK) Co., Ltd.	3	Sales of services	17,553	Note 5	0.19
3	Ants' Power Co., Ltd.	The Company	2	Operating revenue	94,601	Note 5	1.02

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Significant inter-company transactions during the reporting period  
Nine months ended September 30, 2022

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
3	Ants' Power Co., Ltd.	The Company	2	Accounts receivable	\$ 35,991	Note 5	0.33
4	Gash Point (HK) Co., Ltd.	Gash Point Co., Ltd.	3	Other receivables	14,924	Note 5	0.14
5	Digicentre Company Limited	The Company	2	Accounts receivable	22,565	Note 5	0.21
5	Digicentre Company Limited	The Company	2	Operating revenue	221,466	Note 5	2.40
5	Digicentre Company Limited	Digicentre (HK) Company Limited	3	Accounts receivable	37,610	Note 5	0.34
5	Digicentre Company Limited	Digicentre (HK) Company Limited	3	Operating revenue	113,704	Note 5	1.23
5	Digicentre Company Limited	Gash Point Co., Ltd.	3	Operating revenue	18,550	Note 5	0.20
5	Digicentre Company Limited	GAMA PAY Co., Ltd.	3	Operating revenue	25,228	Note 5	0.27
6	Conetter CoMarketing Co., Ltd.	The Company	2	Accounts receivable	26,054	Notes 4 and 5	0.24
6	Conetter CoMarketing Co., Ltd.	The Company	2	Sales of services	108,247	Notes 4 and 5	1.17
7	Hyperg Smart Security Technology Pte. Ltd.	Digicentre Company Limited	3	Sales of services	14,372	Note 5	0.16

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

- (1) Parent company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories ; fill in the number of category each case belongs to (if transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction):

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: There is no similar transaction to compare with. It will follow the agreed price and transaction terms.

Note 5: The disclosure standard reaches above \$10,000 for the transaction amount.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Information on investee companies (not including investees in Mainland China)  
Nine months ended September 30, 2022

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2022			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	Number of shares	Percentage	Book value			
The Company	Gamania Holdings Ltd.	Cayman Islands	Holding company	\$ 2,374,061	\$ 2,374,061	46,278,315	100.00	\$ 931,709	\$ 141,617	\$ 144,657	
The Company	Gamania Digital Entertainment (H.K.) Co., Ltd.	Hong Kong	Software services and sales	217,671	-	25,500,000	100.00	337,708	228,385	20,494	
The Company	Gamania Asia Investment Co., Ltd.	Taiwan	Investment company	239,549	239,549	18,900,000	100.00	106,526	( 11,656)	( 11,656)	
The Company	Fundation Digital Entertainment Co., Ltd.	Taiwan	Publishing of magazines and periodicals	220,000	220,000	316,522	100.00	-	( 27)	( 27)	Note 2
The Company	Jollybuy Digital Tech. Co., Ltd.	Taiwan	Supply of electronic information services	587,000	540,000	29,300,000	98.77	48,472	( 48,099)	( 47,811)	
The Company	Digicentre Company Limited	Taiwan	Software services	302,637	302,637	16,016,000	67.48	355,509	36,164	22,289	
The Company	Two Tigers Co. Ltd.	Taiwan	Animation production	6,269	6,269	626,892	51.00	5,936	( 1,431)	( 730)	
The Company	Gash Point Co., Ltd.	Taiwan	Information software and supply of electronic information services	169,000	169,000	13,500,000	90.00	399,651	191,766	172,589	
The Company	Indiland Co., Ltd.	Taiwan	Third-party payment	60,000	60,000	2,050,000	100.00	9,346	( 8,925)	( 8,925)	
The Company	Ants' Power Co., Ltd.	Taiwan	Customer services	10,000	10,000	1,000,000	100.00	64,570	24,465	24,465	
The Company	Chuang Meng Shr Ji Co., Ltd.	Taiwan	Venture Capital Industry	57,000	57,000	3,996,774	33.03	23,668	( 7,786)	( 2,572)	
The Company	WeBackers Co., Ltd.	Taiwan	Crowd funding	51,040	51,040	373,529	93.38	222	27	25	
The Company	Coture New Media Co., Ltd.	Taiwan	Producing TV programs and general advertising services	203,500	203,500	1,314,699	93.08	6,739	114	106	
The Company	MadSugr Digital Technology Co., Ltd.	Taiwan	Information software and supply of electronic information services	45,900	45,900	4,590,000	51.00	3,130	( 2)	( 1)	
The Company	GAMAY PAY Co., Ltd.	Taiwan	Electronical payment	853,018	839,229	40,010,045	72.75	247,594	( 162,404)	( 115,495)	
The Company	NOWnews Network Co., Ltd.	Taiwan	Broadcast and TV shows services	535,342	494,303	41,052,015	79.27	177,834	( 52,304)	( 51,780)	
The Company	BeanGo! Co., Ltd.	Taiwan	Communication software	214,000	214,000	400,000	100.00	7,710	( 29)	( 29)	
The Company	Ciirco Inc.	Taiwan	Sales and research and development of software services	229,400	229,400	8,990,649	99.90	22,184	( 37)	( 37)	

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Information on investee companies (not including investees in Mainland China)  
Nine months ended September 30, 2022

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2022			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	Number of shares	Percentage	Book value			
The Company	4-Way Voice Cultural Co., Ltd.	Taiwan	Newspaper and magazine publishing	\$ 1,900	\$ 1,900	190,000	38.00	\$ -	(\$ 1,272)	(\$ 483)	
The Company	Hao-Ji film Ltd.	Taiwan	TV shows production	30,000	-	3,000,000	42.86	29,987	( 37)	( 13)	
The Company	Walkermedia Co., Ltd.	Taiwan	Publishing of magazines and general advertising services	30,000	30,000	3,000,000	30.00	6,224	( 15,941)	( 4,782)	
Jollybuy Digital Technology Co., Ltd.	Store Marais Co., Ltd.	Taiwan	Import of household furniture and retail of other home accessories	10,000	10,000	125,000	7.69	11,182	19,101	2,515	
Digicentre Company Limited	Digicentre (HK) Company Limited	Hong Kong	Software services	1,213	1,213	300,000	100.00	42,608	9,227	6,227	
Digicentre Company Limited	Hyperg Smart Security Technology Pte. Ltd.	Singapore	Software services	31,750	31,750	1,000,000	51.00	20,863	( 4,441)	( 1,528)	
Ciirco Inc.	Ciirco (HK) Co., Ltd.	Hong Kong	Software services	55,563	55,563	1,750,000	100.00	1,446	-	-	
Gamania Asia Investment Co., Ltd.	Pri-One Commercial Production Co., Ltd.	Taiwan	Sales and research and development of software	1,500	1,500	150,000	30.00	2,994	1,871	561	
Gamania Asia Investment Co., Ltd.	Jsdway Digital Technology Co., Ltd.	Taiwan	Software information and supply of electronic services	55,125	55,125	5,250,000	37.18	50,978	7,373	3,325	
Gamania Asia Investment Co., Ltd.	Taiwan e-sports Co., Ltd.	Taiwan	E-sports	63,702	48,931	2,067,867	29.54	8,336	( 40,005)	( 11,818)	
Gamania Asia Investment Co., Ltd.	The China Post Co., Ltd.	Taiwan	Newspaper and magazine publishing	1	1	500,000	100.00	-	( 23)	( 23)	
Gamania Asia Investment Co., Ltd.	Bjolly Co., Ltd.	Taiwan	Supply of electronic information services	5,000	5,000	45,455	4.17	20	6,424	268	
Gamania Asia Investment Co., Ltd.	Aotter Inc.	Taiwan	Research and development of internet-related technology	25,000	25,000	170,473	21.48	6,200	( 18,288)	( 3,928)	
Gash Point Co., Ltd.	Gash Point (Japan) Co., Ltd.	Japan	Information software and supply of electronic information services	30,814	30,814	600	100.00	25,505	850	850	

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Information on investee companies (not including investees in Mainland China)  
Nine months ended September 30, 2022

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2022			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	Number of shares	Percentage	Book value			
Gash Point Co., Ltd.	Gash Point (Hong Kong) Co., Ltd.	Hong Kong	Information software and supply of electronic information services	\$ 14,464	\$ 14,464	750,000	100.00	\$ 205,014	\$ 70,992	\$ 70,992	
Gash Point Co., Ltd.	Gash Point Korea Co., Ltd.	South Korea	Information software and supply of electronic information services	11,662	11,662	138,268	100.00	22,529	2,770	2,770	
Gash Point Co., Ltd.	Conetter CoMarketing Co., Ltd.	Taiwan	Information software and supply of electronic information services	29,250	29,250	2,625,000	79.98	77,119	38,356	30,677	
Gash Point Co., Ltd.	GAMA PAY Co., Ltd.	Taiwan	Electronic payment	150,000	150,000	7,232,142	9.04	30,771 (	162,404) (	14,681)	
Gash Point (Hong Kong) Company Limited	GAMA PAY Co., Ltd.	Taiwan	Electronic payment	130,000	130,000	9,750,000	12.19	41,493 (	162,404) (	19,797)	
Gamania Holdings Ltd.	Gamania International Holdings Ltd.	Cayman Islands	Investment and holding company	2,317,362	2,317,362	77,281,128	100.00	935,201	141,648	141,648	
Gamania International Holdings Ltd.	Gamania China Holdings Ltd.	Cayman Islands	Investment and holding company	1,058,546	1,058,546	40,416,628	98.85	225,261	209,790	207,377	
Gamania International Holdings Ltd.	Joymabee Entertainment Co., Ltd.	Hong Kong	Design and research and development of software	125,413	125,413	30,701,775	100.00	6,114 (	2,384) (	2,384)	
Gamania International Holdings Ltd.	Firedog Creative Co., Ltd.	Hong Kong	Design and research and development of software	10,029	10,029	992,000	40.00	-	-	-	
Gamania International Holdings Ltd.	Achieve Made International Ltd.	British Virgin Islands	Investment and holding company	220,745	220,745	7,297,649	45.40	106,135 (	16,738) (	8,767)	
Gamania International Holdings Ltd.	ACCI Group Limited	Hong Kong	Sales of agricultural products	1,517	1,517	375,000	30.00	-	-	-	
Gamania International Holdings Ltd.	HaPod Digital Technology Co., Ltd.	Hong Kong	Software services and sales	69,850	69,850	2,200,000	100.00 (	70,144) (	49,324) (	49,324)	
Gamania International Holdings Ltd.	GungHo Gamania Co., Limited	Hong Kong	Operations of mobile games	272,256	272,256	343	49.00	- (	25,255) (	9,492)	
Achieve Made International Ltd.	Jollywiz Digital Technology Co., Ltd.	Taiwan	Supply of electronic information services	654,440	650,360	26,145,712	100.00	94,309 (	16,303) (	7,402)	
Jollywiz Digital Technology Co., Ltd.	Bjolly Co., Ltd.	Taiwan	Supply of electronic information services	25,000	25,000	1,045,455	95.83	208	6,424	2,795	
Jollywiz Digital Technology Co., Ltd.	Cyber Look Properties Ltd.	British Virgin Islands	Investment and holding company	155,575	155,575	4,900,000	100.00	3,801	17,779	8,071	

Gamania Digital Entertainment Co., Ltd. and Subsidiaries  
Information on investee companies (not including investees in Mainland China)  
Nine months ended September 30, 2022

Table 6

Expressed in thousands of NTD  
(Except as otherwise indicated)

Company	Name of investee	Location	Main business activities	Original investment cost (Note 1)		Shares held as at September 30, 2022			Income (loss) incurred by the investee	Investment income (loss) recognised by the Company	Footnote
				Balance as at September 30, 2022	Balance as at December 31, 2021	Number of shares	Percentage	Book value			
Jollywiz Digital Technology Co., Ltd.	Jollywiz International (HK) Co., Ltd.	Hong Kong	Supply of electronic information services	\$ 32,741	\$ 32,741	39,600,000	100.00	\$ 4,205	(\$ 956)	(\$ 434)	
Jollywiz Digital Technology Co., Ltd.	NOWnews Network Co., Ltd.	Taiwan	Broadcast and TV shows services	10,000	10,000	515,000	0.99	10,083	( 52,304)	( 520)	
Gamania China Holdings Ltd.	Gamania Sino Holdings Ltd.	Cayman Islands	Investment and holding company	1,254,760	1,254,760	39,520,000	100.00	( 1,244)	832	822	
Gamania China Holdings Ltd.	Gamania Digital Entertainment (H.K.) Co., Ltd.	Hong Kong	Software services and sales	-	103,122	25,500,000	100.00	-	228,385	204,844	

Note 1: Initial investment amount is translated to NTD at the spot rate at the period end.

Note 2: Credit balance of investments accounted for under equity method is transferred to other liabilities - non-current.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Information on investments in Mainland China

Nine months ended September 30, 2022

Table 7

Expressed in thousands of NTD

(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2022	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the nine months ended September 30, 2022		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	Net income of investee for the nine months ended September 30, 2022	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2022	Book value of investments in Mainland China as of September 30, 2022	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2022	Footnote (Note 2)
					Remitted to Mainland China	Remitted back to Taiwan							
Gamania Digital Entertainment (Beijing) Co., Ltd.	Design and sales of software	\$ 1,120,775	2	\$ 821,373	\$ -	\$ -	\$ 821,373	\$ 1,033	98.85	\$ 1,021	(\$ 3,133)	\$ -	Notes 3 and 6
MoNoKos Studio Technology Co., Ltd.	Research and development of software	-	2	47,625	-	-	47,625	-	-	-	-	-	Notes 4 and 7
Legion Technology (Shanghai) Co., Ltd.	Supply of electronic information services	125,413	2	125,413	-	-	125,413	17,918	45.40	8,135	3,439	-	Notes 3 and 8
Jollywiz Digital Business Co., Ltd.	Supply of electronic information services	22,365	2	-	-	-	-	19,792	45.40	8,986	( 11,602)	-	Notes 3 and 8
Ju Shr Da Jiu (Shanghai) International Trading Co., Ltd.	Sales of agricultural products	15,875	2	-	-	-	-	-	38.66	-	-	-	Notes 5 and 9

Note 1: The methods for engaging in investment in Mainland China include the following:

(1) Direct investment in Mainland China.

(2) Indirectly investment in Mainland China through companies registered in a third region.

(3) Other methods.

Note 2: The accumulated remittance as of January 1, 2022, remitted or collected this year, accumulated as of September 30, 2022 was translated into New Taiwan dollars at the average exchange rate of NTD31.75 to US\$1 and NTD4.473 to RMB\$1 at the balance sheet date.

Note 3: The investment loss of the investee company for the nine months ended September 30, 2022 was recognised based on their financial statements for the corresponding period, which were reviewed by R.O.C. parent company's CPA.

Note 4: MoNokos Studio Technology Co., Ltd. completed liquidation proceedings on September 22, 2013. However, the investment amount has not yet been remitted back to Taiwan as of September 30, 2022.

Note 5: Investment income or losses are recognised based on unaudited financial statements.

Note 6: It was invested through Gamania Sino Holdings Ltd invested.

Note 7: It was invested through Gamania Holdings Ltd. invested.

Note 8: It was invested through Cyber Look Properties Limited invested.

Note 9: It was invested through ACCI Group Limited and Gamania Digital Entertainment (H.K.) Co., Ltd. invested.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2022	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
The Company (Note)	\$ 868,998	\$ 1,457,738	\$ 3,777,130
Jollywiz Digital Technology Co., Ltd.	125,413	125,413	124,637

Note: The total investment amount approved by the Investment Commission, MOEA, was USD45,913 thousand or \$1,457,738 based on 31.75 spot exchange rate at September 30, 2022.

Gamania Digital Entertainment Co., Ltd. and Subsidiaries

Major shareholders information

September 30, 2022

Table 8

Name of major shareholders	Shares	Number of shares held	Ownership (%)
Liu Bo Yuan		17,491,305	9.96%
Wanwin International Co., Ltd.		15,101,000	8.60%
Shiang Sheng Invesement Ltd.		13,600,000	7.74%
Joy Develop Co., Ltd. Taiwan Branch		9,882,000	5.63%

Note 1: The major shareholders information was derived from the data that the Company issued common shares (including treasury shares) and preference shares in dematerialised form which were registered and held by the shareholders above 5% on the last operating date of each quarter and was calculated by Taiwan Depository & Clearing Corporation. The share capital which was recorded in the financial statements may differ from the actual number of shares issued in dematerialised form because of a different calculation basis.

Note 2: If the aforementioned data contains shares which were held in trust by the shareholders, the data disclosed represents the settlor's separate account for the fund set by the trustee. As for the shareholder who reports share equity as an insider whose shareholding ratio is greater than 10% in accordance with the Securities and Exchange Act, the shareholding ratio includes the self-owned shares and shares held in trust, and the trust assets which can be allocated. For the information of reported share equity of insider, please refer to Market Observation Post System.