Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Consolidated Financial Statements and Independent Auditors' Report

Six Months ended June 30, 2022 and 2021

Address: 6/F, No. 39, Lane 141, Xingai Road, Neihu District, Taipei

Tel:(02)55590070

Notice to Reader: *For the convenience of readers, this report has been translated into English from the original Chinese version, prepared and used in the Republic of China. The English version has not been audited or reviewed by independent auditors. If there are any discrepancies between the English version and the original Chinese version, or any difference in the interpretation of the two versions, the Chinese-language report shall prevail.*

§Contents§

Independent Auditors' Report

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

Preface

The consolidated balance sheets as of June 30, 2022 and 2021, and the consolidated statements of comprehensive income for the three months ended June 30, 2022 and 2021 and for the six months ended June 30, 2022 and 2021, and consolidated statement of changes in equity, consolidated statement of cash flows and notes to the consolidated financial statements (including the summary of major accounting policies) for the six months ended June 30, 2022 and 2021 of Wayi International Digital Entertainment Co., Ltd. and its subsidiary (Wayi Group) have been reviewed by the CPA. It is the responsibility of management to prepare financial statements that present fairly the financial position in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting", as endorsed and issued into effect by the FSC. It is our responsibility to express an opinion on these consolidated financial statements based on our review results.

Scope of Review

We conducted our review in accordance with Statement of Auditing Standards 65 "Review of Financial Statements". The procedures performed in reviewing the consolidated financial statements include making inquiries (primarily of persons responsible for financial and accounting matters), analytical procedures, and other review procedures. A review is substantially less in scope than an audit, and consequently we may not be able to identify all significant matters that might be identified by an audit and hence cannot express an audit opinion.

Conclusion

Based on our review results, we are not aware that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting", as endorsed and issued into effect by the FSC that may lead to unfair representation of the consolidated financial position of Wayi Group as at June 30, 2022 and 2021, and the consolidated financial performance for the three months ended June 30, 2022 and 2021, and consolidated financial performance and consolidated cash flow for the six months ended June 30, 2022 and 2021.

Deloitte & Touche

CPA Rui-Quan Chi	CPA Nai-Hua Guo
Financial Supervisory Commission Approval Document FSC Zheng-Sheng-Zi NO. 1060023872	Financial Supervisory Commission Approval Document FSC Zheng-Sheng-Zi NO. 1070323246

August 11, 2022

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Consolidated Balance Sheets

June 30, 20222 and December 31 and June 30, 2021

Unit: NT$1,000

		June 30, 2022 (reviewed)		December 31, 2021 (audited)		June 30, 2021 (reviewed)	
Code	Assets	Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalent (Notes 6 and 28)	$ 156,481	42	$ 116,641	30	$ 87,953	25
1136	Financial assets measured at amortized cost - current (Notes 8, 28 and 30)	54,982	15	89,960	23	85,021	24
1170	Accounts receivable (Notes 9 and 28)	1,812	-	20,536	5	1,734	-
1180	Accounts receivable - related party (Notes 9, 28 and 29)	17,964	5	21,372	6	40,152	11
1200	Other receivables (Notes 9 and 28)	207	-	66	-	78	-
1220	Current tax assets	190	-	197	-	183	-
130X	Inventories	130	-	130	-	130	-
1410	Prepayments (Note 16)	10,938	3	13,659	4	13,988	4
1479	Other current assets (Note 16)	35	-	187	-	146	-
11XX	Total current assets	242,739	65	262,748	68	229,385	64
	Non-current assets						
1510	Financial assets at fair value through profit or loss - non-current (Notes 4, notes 7 and 28)	23,326	6	21,654	6	21,551	6
1550	Equity-accounted investments (Note 12)	7,914	2	8,514	2	9,335	3
1600	Property, Plant & Equipment (Notes 12 and 30)	59,878	16	59,627	15	58,381	16
1755	Right-of-use assets (Note 13)	9,257	3	11,833	3	13,569	4
1760	Net amount of investment Property (Note 14)	15,466	4	15,775	4	16,085	5
1780	Other intangible assets (Note 15)	12,892	4	6,019	1	4,377	1
1980	Other non-current assets (Notes 16 and 28)	1,607	-	2,686	1	4,100	1
15XX	Total non-current assets	130,340	35	126,108	32	127,398	36
1XXX	Total Assets	$ 373,079	100	$ 388,856	100	$ 356,783	100
Code	Liabilities and Equity						
	Current liabilities						
2100	Short-term loans (Notes 17, 28 and 30)	$ -	-	$ -	-	$ 15,000	4
2130	Contract liabilities - current (Note 22)	12,407	3	14,804	4	20,715	6
2150	Notes payable (Notes 18 and 28)	1,275	1	1,633	-	1,327	-
2170	Accounts payable (Notes 18 and 28)	2,521	1	18,289	5	2,979	1
2219	Other payables (Notes 19 and 28)	47,781	13	25,673	7	15,817	4
2220	Other accounts payables - related party (Notes19, 28 and 29)	147	-	136	-	-	-
2230	Current income tax liabilities (Note 24)	592	-	-	-	-	-
2280	Lease liability-current (Note 13)	4,907	1	5,010	1	5,508	2
2399	Other current liabilities (Note 19)	372	-	411	-	453	-
21XX	Total current liabilities	70,002	19	65,956	17	61,799	17
	Non-current liabilities						
2580	Lease liabilities-non-current (Note 13)	4,403	1	6,863	2	8,086	3
2670	Other non-current liabilities (Note 19)	200	-	200	-	200	-
25XX	Total Non-current Liabilities	4,603	1	7,063	2	8,286	3
2XXX	Total Liabilities	74,605	20	73,019	19	70,085	20
	Equity attributable to owners of the parent company (Note 21)						
3110	Common stock	193,694	52	193,694	50	193,694	54
3150	Stock dividend to be distributed	29,054	8	-	-	-	-
3200	Capital surplus	29,199	8	29,199	7	41,690	12
	Retained earnings						
3310	Statutory surplus reserve	9,294	2	-	-	-	-
3350	Undistributed earnings	37,233	10	92,944	24	51,314	14
3300	Total retained earnings	46,527	12	92,944	24	51,314	14
31XX	Equity attributable to shareholders of the parent	298,474	80	315,837	81	286,698	80
3XXX	Total Equity	298,474	80	315,837	81	286,698	80
	Total Liabilities and Equity	$ 373,079	100	$ 388,856	100	$ 356,783	100

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

Chairman: Shu-Kai Shih | Manager: Shu-Kai Shih | Accounting Supervisor: Ya-Ling Huang

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Consolidated Statements of Comprehensive Income

From April 1 to June 30, 2022 and 2021 and January 1 and June 30, 2022 and 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

Unit: NT$1,000, except for earnings per share presented in NT$

		From April 1 to June 30, 2022		From April 1 to June 30, 2021		From January 1 to June 30, 2022		From January 1 to June 30, 2021	
Code		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (Notes 4, 22 and 29)	$ 34,556	100	$ 65,352	100	$ 82,850	100	$ 131,054	100
5000	Operating costs (Notes 23 and 29)	(10,387)	(30)	(9,690)	(15)	(31,697)	(38)	(22,572)	(17)
5900	Gross profit	24,169	70	55,662	85	51,153	62	108,482	83
	Operating expenses (Notes 23 and 29)								
6100	Selling expenses	(5,782)	(17)	(6,873)	(10)	(21,643)	(26)	(17,771)	(13)
6200	General and administrative expenses	(8,999)	(26)	(11,015)	(17)	(17,873)	(22)	(23,404)	(18)
6300	Research and development expenses	(1)	-	(214)	-	(222)	-	(1,185)	(1)
6000	Total operating expenses	(14,782)	(43)	(18,102)	(27)	(39,738)	(48)	(42,360)	(32)
6900	Operating profit	9,387	27	37,560	58	11,415	14	66,122	51
	Non-operating income and expenses								
7100	Interest income (Note 23)	226	1	68	-	292	-	167	-
7010	Other income (Note 23)	309	1	344	-	653	1	738	1
7020	Other gains and losses (Note 23)	4,766	14	(2,500)	(4)	10,268	13	(2,122)	(2)
7050	Financial cost (Note 23)	(25)	-	(92)	-	(54)	-	(184)	-
7060	Share of profit and loss of associates and joint ventures under equity method (Note 11)	(220)	(1)	(302)	-	(600)	(1)	(916)	(1)
7000	Total non-operating income and expenses	5,056	15	(2,482)	(4)	10,559	13	(2,317)	(2)
7900	Net profit before tax	14,443	42	35,078	54	21,974	27	63,805	49
7950	Income tax expense (Notes 4 and 24)	(598)	(2)	-	-	(598)	(1)	-	-
8200	Current net profit	13,845	40	35,078	54	21,376	26	63,805	49
8500	Total comprehensive income for the period	$ 13,845	40	$ 35,078	54	$ 21,376	26	$ 63,805	49
	Net profit attributable to								
8610	Shareholders of the parent	$ 13,845	40	$ 35,078	54	$ 21,376	26	$ 63,805	49
8620	Non-controlling interests	-	-	-	-	-	-	-	-
8600		$ 13,845	40	$ 35,078	54	$ 21,376	26	$ 63,805	49
	Total Comprehensive Income attributable to								
8710	Shareholders of the parent	$ 13,845	40	$ 35,078	54	$ 21,376	26	$ 63,805	49
8720	Non-controlling interests	-	-	-	-	-	-	-	-
8700		$ 13,845	40	$ 35,078	54	$ 21,376	26	$ 63,805	49
	Earnings per share (Note 25)								
9710	Basic	$ 0.71		$ 1.81		$ 1.10		$ 3.29	
9810	and diluted loss per share	$ 0.71		$ 1.81		$ 1.10		$ 3.29	

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

Chairman: Shu-Kai Shih Manager: Shu-Kai Shih Accounting Supervisor: Ya-Ling Huang

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Consolidated Statements of Changes in Equity

From January 1 to June 30, 2022 and 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

Unit: NT$1,000

		Equity attributable to shareholders of the parent						
		Share capital				Retained earnings		
Code		Number of Shares (1,000 shares)	Amount	Stock dividend to be distributed	Capital surplus	Statutory surplus reserve	Undistributed earnings (Deficit to be offset)	Total equity
A1	Balance on January 1, 2021	19,369	$ 193,694	$ -	$ 41,690	$ -	($ 12,491)	$ 222,893
D1	Net profit from January 1 to June 30, 2021	-	-	-	-	-	63,805	63,805
D5	Total comprehensive income from January 1 to June 30, 2021	-	-	-	-	-	63,805	63,805
Z1	Balance on June 30, 2021	19,369	$ 193,694	$ -	$ 41,690	$ -	$ 51,314	$ 286,698
A1	Balance on January 1, 2022	19,369	$ 193,694	$ -	$ 29,199	$ -	$ 92,944	$ 315,837
	Appropriations and distribution of 2021 earnings:							
B1	Statutory surplus reserve	-	-	-	-	9,294	(9,294)	-
B5	Cash dividends to shareholders of the Company	-	-	-	-	-	(38,739)	(38,739)
B9	Stock dividends to shareholders of the Company	-	-	29,054	-	-	(29,054)	-
D1	Net profit from January 1 to June 30, 2022	-	-	-	-	-	21,376	21,376
D5	Total comprehensive income from January 1 to June 30, 2022	-	-	-	-	-	21,376	21,376
Z1	Balance on June 30, 2022	19,369	$ 193,694	$ 29,054	$ 29,199	$ 9,294	$ 37,233	$ 298,474

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

Chairman: Shu-Kai Shih Manager: Shu-Kai Shih Accounting Supervisor: Ya-Ling Huang

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Consolidated Statements of Cash Flows

From January 1 to June 30, 2022 and 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

Unit: NT$1,000

Code		From January 1 to June 30, 2022	From January 1 to June 30, 2021
	Cash flows from operating activities		
A10000	Net profit before tax for the period	$ 21,974	$ 63,805
A20010	Adjustments to reconcile net income (loss) to net		
A20100	Depreciation expenses	3,589	5,825
A20200	Amortization expenses	1,954	1,557
A20400	Gain on financial assets at fair value through profit or loss	(1,672)	(276)
A20900	Finance costs	54	184
A21200	Interest Income	(292)	(167)
A22300	Share of the loss of associates and joint ventures under equity method	600	916
A22500	Gain from disposal of property, plant and equipment	-	(5)
A23700	Impairment loss on non-financial assets	5,079	4,551
A30000	Net changes in operating assets and liabilities		
A31150	Accounts receivable	18,724	1,624
A31160	Accounts receivable - related parties	3,408	(14,927)
A31180	Other receivables	(17)	-
A31230	Prepayments	(2,358)	(2,015)
A31240	Other current assets	152	21
A32125	Contract liabilities	(2,397)	(8,310)
A32130	Notes payable	(625)	(1,189)
A32140	Accounts payable - related parties	-	(45)
A32150	Accounts payable	(15,768)	138
A32180	Other payables	(16,239)	609
A32990	Other payables - related parties	11	(17)
A32230	Other current liabilities	(39)	18
A33000	Cash generated from operations	16,138	52,297
A33100	Interest received	168	166
A33300	Interest paid	(1)	(142)
A33500	Income tax collected	1	221
AAAA	Net cash inflow from operating activities	16,306	52,542

(Continued on next page)

(Continued from previous page)

Code		From January 1 to June 30, 2022	From January 1 to June 30, 2021
	Cash flows from investing activities		
B00040	Financial assets at amortized cost	-	(18,093)
B00050	Disposal of financial assets at amortized cost	34,978	-
B02700	Acquisition of property, plant and equipment	(770)	(736)
B02800	Proceeds from disposal of property, plant and equipment	-	5
B03800	Decrease in refundable deposits	1,079	9
B04500	Acquisition of intangible assets	(9,137)	(4,244)
BBBB	Net cash inflow (outflow) from investing activities	26,150	(23,059)
	Cash flows from financing activities		
C00200	Decrease in short-term loans	-	(17,222)
C04020	Lease debt principal repayment	(2,616)	(5,126)
CCCC	Net cash outflow from financial activities	(2,616)	(22,348)
EEEE	Net increase in cash and cash equivalents	39,840	7,135
E00100	Balance of cash and cash equivalents at beginning of period	116,641	80,818
E00200	Balance of cash and cash equivalents at end of period	$ 156,481	$ 87,953

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

Chairman: Shu-Kai Shih   Manager: Shu-Kai Shih   Accounting Supervisor: Ya-Ling Huang

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Notes to the Consolidated Financial Statements

From January 1 to June 30, 2022 and 2021

(Reviewed only, not audited in accordance with generally accepted auditing standards)

(Expressed in thousands of NT$ unless otherwise stated)

I. Company History

(I) Wayi International Digital Entertainment Co., Ltd. (hereinafter referred to as "the Company") was established on August 12, 1993. It was first named "Wayi International Co., Ltd.," and later renamed "Wayi International Digital Entertainment Co., Ltd" in June, 2000. It's main business includes computer software, hardware, trading, and information software programming services.

The Company’s shares started to be traded on the Taipei Exchange on March 29, 2004.

The consolidated financial statements are presented in New Taiwan Dollars, which is the Company’s functional currency.

(II) WAYI SOFTMAGIC INVESTMENT (ASIA) LTD. (hereinafter referred to as "Wayi-Asia") was approved and registered in the British Virgin Islands on May 19, 2002, which is a subsidiary whose shares are 100% owned by the Company. The company mainly engaged in general investment.

(III) WAYI SOFTMAGIC INVESTMENT (CAYMAN) LTD. (hereinafter referred to as "Wayi-Cayman") was approved and registered in the British Cayman Islands on October 6, 2000, which is a subsidiary whose shares are 100% owned by the Company. The company mainly engaged in general investment.

II. Approval Date and the Procedures of Financial Statements

This consolidated financial report was adopted by the Board of Directors on August 11, 2022.

III. Application of New and Revised Standards, Amendments and Interpretations

(I) Apply for the first time the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretation (IFRIC) and Interpretation Notice (SIC) (hereinafter referred to as “IFRSs”) as endorsed and promulgated by the Financial Supervisory Commission (hereinafter referred to as the “FSC”).

The application of the amended IFRSs as endorsed and promulgated by the FSC shall not result in a material change in the accounting policies of the Consolidated Company.

(II) Standards issued by IASB but not yet endorsed by FSC

New Standards, Interpretations and Amendments	Effective date by IASB (Note1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures"	Not determined
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendment to IFRS 17	January 1, 2023
Amendments to "IFRS 17 and IFRS 9 for initial application - comparative information"	January 1, 2023
Amendments to IAS 1 “Liabilities are classified as current or non-current”	January 1, 2023
Amendments to IAS 1, "Disclosure of Accounting Policies"	January 1, 2023 (Note 2)
Amendments to IAS 8 “Definition of accounting estimates”	January 1, 2023 (Note 3)
Amendments to IAS 12 "Deferred income taxes relating to assets and liabilities arising from a single transaction"	January 1, 2023 (Note 4)

Note 1: Unless stated otherwise, the above newly issued/amended/revised guidelines or interpretations are effective for annual periods beginning on or after their respective effective dates.

Note 2: This amendment applies to the deferral of annual reporting periods beginning after January 1, 2023.

Note 3: This amendment applies to changes in accounting estimates and changes in accounting policies that occur during the reporting period beginning after January 1, 2023.

Note 4: The amendments are applicable prospectively to the transactions incurred after January 1, 2022, except for the deferred tax accounted for on temporary differences in leasing and decommissioning obligation as of January 1, 2022.

1. Amendments to IAS 1 “Liabilities are classified as current or non-current”

The amendment is to clarify whether the liabilities are classified as non-current, it should be evaluated whether at the end of the reporting period the Consolidated Company has the right to defer settlement of the liability for at least twelve months after the reporting period. If the Consolidated Company has the right at the end of the reporting period, the liability is classified as non-current regardless of whether the Consolidated company expects to exercise the right. The amendment also clarifies that if the Consolidated Company has to follow certain conditions before it has the right to defer its settlement, the Consolidated Company must have followed the specified conditions at the end of the reporting period, regardless of whether the lenders later test whether the Consolidated Company has complied with the conditions.

The amendment stipulates that for the purpose of debt classification, the aforementioned settlement refers to the transfer of cash, other economic resources or equity instruments of a Group to the counterparty of the transaction resulting in the elimination of liabilities. However, the terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments. And in accordance with IAS 32 "Financial Instruments: Presentation", if the option is recognized separately in equity, the aforementioned clauses do not affect the classification of liabilities.

2. Amendments to IAS 1, "Disclosure of Accounting Policies"

This amendment prescribes that the consolidated company shall apply the concept of materiality in making decisions about the disclosure of accounting policies. Accounting policy information is material if, when considered together with other information included in the Company's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. The amendments also clarify:

- Accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not to be disclosed by the Consolidated Company.
- The Consolidated Company’s accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial.
- Not all accounting policy information relating to material transactions, other events or conditions is itself material.

In addition, the amendment provides an example of how the information on accounting policies may be material if it relates to material transactions, other factors, or circumstances and under the following circumstances:

(1) Has changed during the period by the consolidated company, and this change results in a material change on information of the financial statements;
(2) Was chosen properly by the consolidated company from alternatives permitted by IFRS;
(3) Was developed in accordance with IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" in the absence of an IFRS Standard that specifically applies;
(4) Relates to an area for which the consolidated company is required to make significant judgments and assumptions; or
(5) Relates to complex accounting, and users of the Company's financial statements would otherwise not understand the relating transactions, other events or conditions

3．Amendments to IAS 8 “Definition of accounting estimates”

This amendment defines accounting estimates as “monetary amounts in financial statements that are subject to measurement uncertainty”. The accounting policy applicable to the consolidated company may require items in financial statements to be measured at monetary amounts that cannot be observed directly and must instead be estimated. Therefore, an input or a measurement technique has to be used to develop an accounting estimate to achieve this goal. The effects of changes to measurement techniques or inputs on accounting estimates that are not considered changes to early errors are considered changes to accounting estimates.

In addition to the effects mentioned and up until the publishing date of the consolidated financial statements, the Consolidated Company is continuing to assess the amendment effects from other standards and interpretations on financial status and performance. Relevant effects shall be disclosed when the assessment is completed.

IV. Summary of Significant Accounting Policies

(I) Statement of Compliance

The consolidated financial statements were prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, as well as the IAS 34 "Interim Financial Reporting” endorsed and issued into effect by the FSC. This consolidated financial report does not include all IFRSs disclosures required by the entire annual financial report.

(II) Basis of Preparation

Except for financial assets measured at fair value, the consolidated financial statements were prepared on a historical cost convention.

The fair value measurement is classified into 3 levels based on the observability and importance of related inputs:

1. Level 1 inputs: Quoted (unadjusted) prices for identical assets or liabilities that are obtainable in active markets on the measurement date
2. Level 2 inputs: Inputs, other than quoted market prices within level 1, that are observable directly (in terms of price) or indirectly (derived from the price) for the assets or liabilities.
3. Level 3 inputs: Unobservable inputs for the assets or liabilities.

(III) Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and the entities (its subsidiaries) controlled by the Company. Income and expenses of subsidiaries acquired or disposed of are included in the consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. The financial statements of subsidiaries have been adjusted to ensure the consistency in accounting policies between the Consolidated Company and its subsidiaries. In preparing the consolidated financial statements, all the transactions, account balances, income and expenses incurred between entities within the group shall all be eliminated. A subsidiary's total comprehensive income is attributed to the shareholders of the Company and non-controlling interests, even if non-controlling interests have a deficit balance.

When a change in the Group's ownership interest in a subsidiary does not cause the loss of control over the subsidiary, it is accounted for as an equity transaction. The carrying amounts of the Group and non-controlling interests have been adjusted to reflect relative changes in their interests in subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to shareholders of the parent.

For details of subsidiaries, shareholding ratio, and business items, please refer to Note 10 and Table 2.

(IV) Other Significant Accounting Policies

Except as described below, please refer to the summary of significant accounting policies in the consolidated financial statements for the year ended December 31, 2021.

Income tax

The income tax expense represents the sum of tax payable in the current period along with deferred tax. Income taxes for the interim periods are assessed on an annual basis, and the pre-tax benefit for the interim period is calculated using the tax rate applicable to the expected total annual earnings.

V. Critical Accounting Judgments, and Key Sources of Estimation Uncertainty

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The Consolidated Company takes the recent development of COVID-19 and its possible impact on the economic environment into consideration in the estimation of cash flow, growth rate, discount rate, profitability and other relevant major accounting estimates. The management will continue to review the estimates and underlying assumptions. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

VI. Cash and Cash Equivalents

	June 30, 2022	December 31, 2021	June 30, 2021
Cash on hand	$ 269	$ 271	$ 274
Checking's and savings	156,212	116,370	87,679
	$ 156,481	$ 116,641	$ 87,953

VII. Financial instruments compulsorily measured at fair value through profit or loss

	June 30, 2022	December 31, 2021	June 30, 2021
Financial assets - non-current			
Compulsory measurement of FVTPL			
Hybrid financial assets - structured deposits	$ 23,326	$ 21,654	$ 21,551

The structured deposits include an embedded derivative that is not closely related to the main contract. Because the main contract included in the hybrid contract is an asset within the scope of IFRS 9, the overall hybrid contract evaluation is mandatory to be classified as fair value through profit or loss.

VIII. Financial assets at amortized cost

	June 30, 2022	December 31, 2021	June 30, 2021
Current			
Domestic investment			
Bank time deposit with original maturity date over 3 months	$ 54,982	$ 89,960	$ 85,021

(I) The interest rate ranges of term deposits with original maturity date over 3 months as of June 30, 2022 and December 31 and June 30, 2021 were 0.57%~ 1.85%, 0.2%~0.33% and 0.25%~0.29% per annum, respectively.

(II) Please refer to Note 30 for pledged financial assets measured at amortized cost.

IX. Accounts Receivable and Other Receivables

	June 30, 2022	December 31, 2021	June 30, 2021
Accounts receivable			
measured at amortized cost			
Total Carrying Amount	$ 19,776	$ 41,908	$ 41,886
Less: Loss allowance	-	-	-
	$ 19,776	$ 41,908	$ 41,886
Other receivables			
Receivable of certificate of deposit interest	$ 184	$ 60	$ 74
Others	23	6	4
Less: Loss allowance	-	-	-
	$ 207	$ 66	$ 78

Accounts receivable

The Group's average credit term for sales of goods is 30 to 60 days. Accounts receivable does not bear interest.

The Consolidated Company applies lifetime expected credit losses to allowance for accounts receivable. The lifetime expected credit losses are calculated based on a provision matrix that takes into account the default history and current financial position of customers, and also considers GDP forecast. Since the combined Company’s historical experience of credit loss indicates no significant difference in the loss patterns between the various customer segments, the combined Company does not classify customers into different segments but determines the expected credit loss rate based on the overdue days of accounts receivables.

If there is evidence showing that transaction counterparty is in severe financial difficulty and the Group cannot expect reasonable recoverable amount, such as debts overdue for more than 270 days from counterparty under liquidation, the Group will write off the receivables in full. The receivables initially written off but collected afterwards were recognized in profit and loss.

Analysis of loss allowance of accounts receivable based on the provisional matrix is as follows:

June 30, 2022

	Not Past Due	More than 270 days overdue	Total Shares
Expected credit loss rate	-	100%	
Total Carrying Amount	$ 19,776	$ -	$ 19,776
Loss allowance (lifetime expected credit loss)	-	-	-
Amortized cost	$ 19,776	$ -	$ 19,776

December 31, 2021

	Not Past Due	More than 270 days overdue	Total Shares
Expected credit loss rate	-	100%	
Total Carrying Amount	$ 41,908	$ -	$ 41,908
Loss allowance (lifetime expected credit loss)	-	-	-
Amortized cost	$ 41,908	$ -	$ 41,908

June 30, 2021

	Not Past Due	More than 270 days overdue	Total Shares
Expected credit loss rate	-	100%	
Total Carrying Amount	$ 41,886	$ -	$ 41,886
Loss allowance (lifetime expected credit loss)	-	-	-
Amortized cost	$ 41,886	$ -	$ 41,886

X. Subsidiaries

Subsidiaries included in the consolidated financial statements

The consolidated entities are listed as follows:

			Percentage of Ownership (%)			
Investor Company	Investee Company	Main Businesses and Products	June 30, 2022	December 31, 2021	June 30, 2021	Remarks/ specify details
The Company	WAYI-ASIA Company	Investment	100%	100%	100%	Note
WAYI-ASIA Company	WAYI-CAYMAN Company	Investment	100%	100%	100%	Note

Note: Its financial report has been audited or reviewed by CPA during the same period.

XI. Investment Accounted For Using the Equity Method

Investments in associates

	June 30, 2022	December 31, 2021	June 30, 2021
Associates with significance:			
DIT Startup Co. Ltd.	$ 7,914	$ 8,514	$ 9,335

	Percentage of Ownership and Votes		
Company Name	June 30, 2022	December 31, 2021	June 30, 2021
DIT Startup Co. Ltd.	11%	11%	11%

For the information of the main business and products, main place of business and country registered for the aforementioned associates, please refer to Table 2, "Information of Invested Companies."

The Chairman of the Consolidated Company is the same person as the Chairman of DIT Startup Co. Ltd., which has significant influence on the Company.

The Consolidated Company's shares of profit or loss and other comprehensive income of the investments accounted for using the equity method are calculated based on financial statesmen which have not been reviewed by CPA. However the

Consolidated Company's management believes that the aforementioned result that has not been reviewed by CPA will not cause material impact.

XII. Property, Plant, and Equipment

Self-use

	Land owned by the Consolidated Company	Buildings and structures	Network devices	Facility equipment	Leasehold improvements	Transportation equipment	Other fixtures	Total Shares
Cost								
Balance on January 1, 2022	$ 54,558	$ 3,638	$ 176,765	$ 9,382	$ 1,826	$ 684	$ 17	$ 246,870
Acquisition	-	-	85	870	-	-	-	955
Balance on June 30, 2022	$ 54,558	$ 3,638	$ 176,850	$ 10,252	$ 1,826	$ 684	$ 17	$ 247,825
Accumulated depreciation and impairment								
Balance on January 1, 2022	$ -	$ 1,112	$ 176,421	$ 8,669	$ 340	$ 684	$ 17	$ 187,243
Depreciation expenses	-	61	120	200	323	-	-	704
Balance on June 30, 2022	$ -	$ 1,173	$ 176,541	$ 8,869	$ 663	$ 684	$ 17	$ 187,947
Net amount on June 30, 2022	$ 54,558	$ 2,465	$ 309	$ 1,383	$ 1,163	$ -	$ -	$ 59,878
Net amount as at December 31, 2021 and January 1, 2022	$ 54,558	$ 2,526	$ 344	$ 713	$ 1,486	$ -	$ -	$ 59,627
Cost								
Balance on January 1, 2021	$ 54,558	$ 3,638	$ 192,451	$ 11,226	$ 39,387	$ 684	$ 17	$ 301,961
Acquisition	-	-	-	326	410	-	-	736
Disposition	-	-	(15,686)	(326)	-	-	-	(16,012)
Balance on June 30, 2021	$ 54,558	$ 3,638	$ 176,765	$ 11,226	$ 39,797	$ 684	$ 17	$ 286,685
Accumulated depreciation and impairment								
Balance on January 1, 2021	$ -	$ 991	$ 191,741	$ 11,108	$ 39,340	$ 634	$ 17	$ 243,831
Depreciation expenses	-	60	241	88	46	50	-	485
Disposition	-	-	(15,686)	(326)	-	-	-	(16,012)
Balance on June 30, 2021	$ -	$ 1,051	$ 176,296	$ 10,870	$ 39,386	$ 684	$ 17	$ 228,304
Net amount on June 30, 2021	$ 54,558	$ 2,587	$ 469	$ 356	$ 411	$ -	$ -	$ 58,381

Depreciation expenses are calculated on a straight-line basis according to the following period of depreciation:

Buildings	
Buildings and structures	30 years
Network devices	3 to 8 years
Facility equipment	3 years
Leasehold improvements	3 years
Transportation equipment	3 years
Other fixtures	3 years

Please refer to Note 30 for the amount of self-use property, plant and equipment pledged as collateral for borrowings.

XIII. Lease Agreement

(I) Right-of-use asset

	June 30, 2022	December 31, 2021	June 30, 2021
Carrying amount of right-of-use asset			
Buildings	$ 9,257	$ 11,708	$ 13,067
Transportation equipment	-	125	502
	$ 9,257	$ 11,833	$ 13,569

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Increase in right-of-use assets	$ -	$ 13,151	$ -	$ 13,151
Depreciation expense of right-of-use assets				
Buildings	$ 1,226	$ 2,365	$ 2,451	$ 4,656
Transportation equipment	-	188	125	376
	$ 1,226	$ 2,553	$ 2,576	$ 5,032

Other than the above additions and depreciation expense recognized, there were no significant subleases or impairments of the Consolidated Company's right-of-use assets for the six months ended June 30, 2022 and 2021.

(II) Lease liabilities

	June 30, 2022	December 31, 2021	June 30, 2021
Carrying amount of lease liability			
Current	$ 4,907	$ 5,010	$ 5,508
Non-current	$ 4,403	$ 6,863	$ 8,086

The discount rate ranges for lease liabilities are as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Buildings	1.04%~1.73%	1.04%~1.73%	1.04%~1.73%
Transportation equipment	1.73%	1.73%	1.73%

(III) Important lease activities and terms

The Consolidated Company leases the building and transport equipment for operating use for a period of 3 years. At the end of the lease term, the Consolidated Company has no bargain purchase option over the land and building leased, and the

Consolidated Company may not sublease or transfer all or part of the leased items without the lessor's consent.

(IV) Other leasing information

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Short-term lease expense	$ 9	$ 16	$ 21	$ 43
Total cash (outflow) of lease	($ 1,254)	($ 2,625)	($ 2,638)	($ 5,169)

XIV. Investment properties

	Completed investment real estate
Cost	
Balance on January 1, 2022	$ 22,271
Balance on June 30, 2022	$ 22,271
Accumulated depreciation and impairment	
Balance on January 1, 2022	$ 6,496
Depreciation expenses	309
Balance on June 30, 2022	$ 6,805
Net amount on June 30, 2022	$ 15,466
Net amount as at December 31, 2021 and January 1, 2022	$ 15,775
Cost	
Balance on January 1, 2021	$ 22,271
Balance on June 30, 2021	$ 22,271
Accumulated depreciation and impairment	
Balance on January 1, 2021	$ 5,878
Depreciation expenses	308
Balance on June 30, 2021	$ 6,186
Net amount on June 30, 2021	$ 16,085

The lease term of an investment property is 3 years with an option to extend the lease term for 1 year. When exercising the right to renew the lease, the lessee shall agree to adjust the rent according to the market rent. The lessee does not have the preferential right to take over the investment property at the end of the lease term.

Investment property is depreciated on a straight line basis according to the following period of depreciation:

Buildings and structures	36 years

The fair value of investment properties as of December 31, 2021 was NT$103,146 thousand. As assessed by the management of the Consolidated Company, there was no significant change in fair value for the six months ended June 30, 2022.

Please refer to Note 30 for the amount of investment property set as security for borrowing.

The letting commitment during the lease term commencing after the balance sheet date is as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Investment property letting commitment	$ 1,575	$ 2,205	$ 2,835

XV. Other intangible assets

	Computer software	Software royalty	Total Shares
Cost			
Balance on January 1, 2022	$ 3,753	$ 2,797	$ 6,550
Acquisition	2,940	5,887	8,827
Balance on June 30, 2022	6,693	8,684	15,377
Accumulated amortization and impairment			
Balance on January 1, 2022	414	117	531
Amortization expenses	1,255	699	1,954
Balance on June 30, 2022	1,669	816	2,485
Net amount on June 30, 2022	$ 5,024	$ 7,868	$ 12,892
Net amount as at December 31, 2021 and January 1, 2022	$ 3,339	$ 2,680	$ 6,019
Cost			
Balance on January 1, 2021	$ 2,636	$ -	$ 2,636
Acquisition	1,477	2,797	4,274
Disposition	(37)	-	(37)
Balance on June 30, 2021	4,076	2,797	6,873
Accumulated amortization and impairment			
Balance on January 1, 2021	976	-	976
Amortization expenses	1,557	-	1,557
Disposition	(37)	-	(37)
Balance on June 30, 2021	2,496	-	2,496
Net amount on June 30, 2021	$ 1,580	$ 2,797	$ 4,377

Amortized expenses were calculated on a straight-line basis over estimated period of depreciation listed as follows:

Computer software	1 to 3 years
Software royalty	1 to 2 years

Amortization expenses summarized by function:

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Operating costs	$ 733	$ 385	$ 1,477	$ 738
General and administrative expenses	272	414	477	819
	$ 1,005	$ 799	$ 1,954	$ 1,557

XVI. Other assets

	June 30, 2022	December 31, 2021	June 30, 2021
Current			
Prepayment (Note 1)	$ 8,039	$ 11,825	$ 12,045
Deferred costs	773	255	517
Other prepayments	2,126	1,579	1,426
Others	35	187	146
	$ 10,973	$ 13,846	$ 14,134
Non-current			
Refundable deposits	$ 607	$ 1,686	$ 3,100
Other financial assets (Note 2)	1,000	1,000	1,000
	$ 1,607	$ 2,686	$ 4,100

Note 1: Due to poor sales of the online games that the Consolidated Company distributed, the Consolidated Company expects to reduce the future economic benefits of the prepayment for the original games. Therefore, the Consolidated Company recognized impairment losses of NT$5,079 thousand and NT$4,551 thousand respectively as of June 30, 2022 and 2021. The Consolidated Company adopts the use value as the recoverable amount of this prepayment at a discount rate of 1.0357%. The impairment loss is recognized in operating cost in the consolidated statements of comprehensive Income.

Note 2: Other financial assets are demand deposits provided to guarantee banks as collateral as commercial credit card guarantees. Please refer to Note 30.

XVII. Loans

Short-term loans

	June 30, 2022	December 31, 2021	June 30, 2021
Secured loans (Note 30)			
Bank loans (Note)	$ -	$ -	$ 15,000

Note: The interest rates of revolving bank loans ranged from 1.0357% as at June 30, 2021.

XVIII. Notes payable and accounts payable

The period for the Group to pay royalties and instalments is set between 30 to 60 days. The Group has established financial risk management policies to ensure that all payables are paid within the pre-agreed credit terms.

XIX. Other liabilities

	June 30, 2022	December 31, 2021	June 30, 2021
Current			
Other payables			
Salaries and bonus	$ 5,279	$ 10,979	$ 9,015
Advertising fee payable	91	11,181	1,486
Service fee payable	1,495	881	1,140
Insurance premium payable	694	822	845
Cash dividends payable	38,739	-	-
Others (pension and business tax, etc.)	1,483	1,810	3,331
	$ 47,781	$ 25,673	$ 15,817
Other liabilities			
Others (temporary receipts and receipts under custody)	$ 372	$ 411	$ 453
Non-current			
Guarantee deposits	$ 200	$ 200	$ 200

XX. Post-retirement benefit plan

Defined contribution plans

Under the plan, 6% of employees' monthly salary is contributed as pension each month by the Group to employees' personal accounts set up by the government of the Bureau of Labor Insurance.

XXI. Equity

(I) Share capital

Ordinary shares

	June 30, 2022	December 31, 2021	June 30, 2021
Authorized Shares (1,000 shares)	160,000	160,000	160,000
Authorized Capital stock	$ 1,600,000	$ 1,600,000	$ 1,600,000
Number of shares issued and fully paid (1,000 shares)	19,369	19,369	19,369
Amount of shares issued	$ 193,694	$ 193,694	$ 193,694

The resolution of the board of directors of the Consolidated Company on August 12, 2021 passed the private placement cash capital increase plan passed at the extraordinary meeting of shareholders on October 23, 2020. The remaining amount of 4,048 thousand shares unraised has expired on October 22, 2021, and no further offering is planned.

On June 23, 2022, the Consolidated Company resolved the proposal on earnings distribution in 2021 at the shareholders' meeting to distribute NT$29,054 thousand in stock dividends. The ex-dividend date for the capital increase and stock allotment is pending the resolution by the Board of Directors on August 11, 2022. Therefore, it is recorded under stock dividend to be distributed

(II) Capital surplus

	June 30, 2022	December 31, 2021	June 30, 2021
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Premium of shares issued	$ 29,199	$ 29,199	$ 40,473
For offsetting deficit only (2)			
Number of changes in related enterprises and joint ventures recognized by the equity method	-	-	1,217
	$ 29,199	$ 29,199	$ 41,690

1. Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or stock dividends (up to a certain percentage of the Company’s paid-in capital once a year).
2. Such capital surplus arises from changes in ownership interest of a subsidiary other than actual disposal or acquisition of a subsidiary's shares, or from adjustment recorded in the capital surplus of associates accounted for by using equity method.

(III) Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's Articles of Incorporation, provided that the Company has net profit for the current year, it shall be first used to pay income taxes and make up for any accumulated losses, and then set aside 10% as a statutory surplus reserve. Any excessive balance may be reserved or transferred to be a special surplus reserve pursuant to relevant laws. Any remaining balance in retained earnings may be appropriated as dividends in accordance with a proposal for

profit distribution as approved by the Board of Directors and submit it to the shareholders' meeting for distribution of shareholder dividends. The Company may authorize the Board of Directors, with the presence of at least two-thirds of the directors and a resolution by a majority of the directors present, to distribute all or part of the dividends and bonuses payable in cash, and to report the same to the latest general meeting. When the Company has no deficit, the Board of Directors may be authorized, with the presence of at least two-thirds of the directors and a resolution by a majority of the directors present, to distribute all or part of the legal reserve (exceeding 25% of the paid-in capital) and the capital surplus in accordance with the Company Law in the form of cash, and to report the same to the latest general meeting. For the remuneration distribution policy for employees, directors and supervisors as stipulated in the articles of association of the Company, please refer to Note 23 (8): Remunerations for Employees, Directors and Supervisors.

The Company needs to set aside an amount as legal reserve unless where such legal reserve amounts to the amount of total authorized capital. The legal reserve may be used to offset deficit, When the Company incurs no loss, it may distribute the portion of legal serve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

The Company's regular meetings of shareholders held on June 23, 2022 and August 4, 2021 respectively passed the following proposals for earnings distribution for 2021 and loss offsetting for 2020:

	2020
Compensation for deficit from paid-in capital reserve	$ 12,491

The Company's earnings distribution plan for 2021 is as follows:

	2021
Statutory surplus reserve	$ 9,294
Cash dividends	$ 38,739
Stock dividend	$ 29,054
Cash dividend per share (NT$)	$ 2
Stock dividend per share (NT$)	$ 1.5

The above cash dividends have been distributed by resolution of the Board of Directors on March 24 2022. The remaining earnings distribution items were also resolved at the regular meetings of shareholders on June 23, 2022.

XXII. Revenue

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Revenue from Contracts with Customers				
Online Games and Digital Content	$ 34,268	$ 64,174	$ 82,342	$ 127,537
Revenue from labor services	197	1,169	250	3,395
Royalty income	-	-	-	103
Other income	91	9	258	19
	$ 34,556	$ 65,352	$ 82,850	$ 131,054

(I) Contract balance

	June 30, 2022	December 31, 2021	June 30, 2021	January 1, 2021
Accounts receivable (Note 9)	$ 19,776	$ 41,908	$ 41,886	$ 28,583
Contract liabilities				
Online Games and Digital Content	$ 12,407	$ 14,804	$ 20,715	$ 29,025

(II) Disaggregation of contract revenue

	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Product Category		
Mobile Games	$ 15,339	$ 11,030
Computer games	11,142	8,205
Artwork Design (Note 29)	55,861	108,405
Labor income - art design project income (Note 29)	181	700
Labor income - others	69	2,695
Others	258	19
	$ 82,850	$ 131,054

XXIII. Current net profit

(I) Interest Income

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Cash in banks	$ 119	$ 25	$ 124	$ 41
Financial assets at amortized cost	105	41	162	113
Imputed interest on deposits	2	2	6	13
	$ 226	$ 68	$ 292	$ 167

(II) Other income

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Rental income	$ 301	$ 300	$ 601	$ 600
Other income	8	44	52	138
	$ 309	$ 344	$ 653	$ 738

(III) Other benefits and losses

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Financial assets and financial liabilities				
Financial assets mandatorily measured at FVTPL	$ -	$ -	$ 1,672	$ 276
Gain (loss) on disposal of property, plant, and equipment	-	5	-	5
Foreign exchange gain (loss) net	4,766	(2,505)	8,596	(2,403)
	$ 4,766	($ 2,500)	$ 10,268	($ 2,122)

(IV) Finance costs

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Interest on bank borrowings	$ -	$ 64	$ -	$ 139
Interest on lease liabilities	25	28	54	45
	$ 25	$ 92	$ 54	$ 184

(V) Impairment loss

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Prepayment (included in operating costs)	$ 779	$ 1,869	$ 5,079	$ 4,551

(VI) Depreciation and amortization

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Depreciation expenses summarized by function				
Operating costs	$ 63	$ 111	$ 120	$ 247
Operating expenses	1,678	2,822	3,469	5,578
	$ 1,741	$ 2,933	$ 3,589	$ 5,825
Amortized cost summarized by function				
Operating costs	$ 733	$ 385	$ 1,477	$ 738
Operating expenses	272	414	477	819
	$ 1,005	$ 799	$ 1,954	$ 1,557

(VII) Benefits for employees

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Short-term employee benefits	$ 12,308	$ 10,088	$ 25,175	$ 30,082
Retirement benefits				
Defined contribution plans	532	632	1,102	1,237
Total employee benefit expenses	$ 12,840	$ 10,720	$ 26,277	$ 31,319
Summarized by functions				
Operating costs	$ 3,308	$ 2,787	$ 6,781	$ 7,484
Operating expenses	9,532	7,933	19,496	23,835
	$ 12,840	$ 10,720	$ 26,277	$ 31,319

(VIII) Remunerations for employees, directors and supervisors

According to the Company's articles of Incorporation, the Company shall pay the remunerations for employees, directors and supervisors at not less than 1% and not more than 3% of the pre-tax benefits before deducting of the remuneration and the compensation in the current year. The estimated remunerations for employees and directors and supervisors for the period from January 1 to June 30, 2022 and 2021 are as follows:

Estimated percentage

	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Remunerations for employees	1%	1%
Remunerations for directors and supervisors	2%	2%

Amount

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Remunerations for employees	$ 151	($ 4,589)	$ 227	$ 666
Remunerations for directors and supervisors	$ 419	$ 280	$ 453	$ 1,331

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences should be recorded as a change in the accounting estimate in the following year.

There is no difference between the actual allotment of remuneration for employees, directors and supervisors in 2021 and 2020 and the amount recognized in the consolidated financial statements in 2021 and 2020.

Please refer to the Market Observation Post System of the Taiwan Stock Exchange for information on the remuneration of employees, directors and supervisors of the Company resolved by the Board of Directors.

(IX) Foreign currency exchange gains or losses

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Total Foreign currency exchange benefits	$ 6,751	$ 830	$ 10,700	$ 2,129
Total currency exchange losses	(1,985)	(3,335)	(2,104)	(4,532)
Net profit	$ 4,766	($ 2,505)	$ 8,596	($ 2,403)

XXIV. Income tax

(I) Main composition of income tax expenses recognized in profit or loss

The major components of income tax expense are as follows:

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Current tax				
Undistributed earnings levy	$ 598	$ -	$ 598	$ -

(II) Verification of income tax

The cases filed by the Company as of 2019 have been approved by taxing authorities.

XXV. Earnings per share

Unit: NT$ per share

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Basic earnings per share	$ 0.71	$ 1.81	$ 1.10	$ 3.29
The base date of the nil-paid allotment is after the date of adoption of the financial report for the proposed retroactive adjustment to earnings per share	$ 0.62	$ 1.57	$ 0.96	$ 2.86
Diluted earnings per share	$ 0.71	$ 1.81	$ 1.10	$ 3.29
The base date of the nil-paid allotment is after the date of adoption of the financial report for the proposed retroactive adjustment to earnings per share.	$ 0.62	$ 1.57	$ 0.96	$ 2.86

The net income for the purpose of calculating earnings per share and the weighted average number of ordinary shares are as follows:

Current net profit

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Net income used to calculate earnings per share	$ 13,845	$ 35,078	$ 21,376	$ 63,805
Net income used for calculating diluted earnings per share	$ 13,845	$ 35,078	$ 21,376	$ 63,805

Number of shares

Unit: thousand shares

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Weighted average number of ordinary shares in computation of basic earnings per share	19,369	19,369	19,369	19,369
Impacts of potential ordinary shares with dilution effect:				
Remunerations for employees	2	6	2	6
Weighted average of ordinary shares used for calculating dilutive earnings per share	19,371	19,375	19,371	19,375

If the Group can choose to pay employee compensation by stocks or by cash, it shall assume that employee compensation would be paid by stocks in the calculation of diluted EPS. The dilutive effect, while still be valid, shall be counted into the weighted average number of stocks outstanding when diluted EPS is calculated. Such dilutive effect of the potential shares should be included in the calculation of diluted EPS until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

XXVI. Cash Flow Information

(I) Non-cash transactions

For the six months June 30, 2022 and 2021, the Consolidated Company conducted the following investments and financing activities in non-cash transactions:

1. From January 1 to June 30, 2022, the Consolidated Company acquired computer software and software royalties with a total fair value of NT$8,827, notes payable increasing by NT$267 thousand and other payables decreasing by NT$577 thousand, and acquired intangible assets for cash payments totaling NT$9,137 thousand (see Note 15).
2. From January 1 to June 30, 2022, the Consolidated Company acquired computer software and software royalties with a total fair value of NT$4,274, notes payable increasing by NT$26 thousand and other payables increasing by NT$4 thousand, and acquired intangible assets for cash payments totaling NT$4,244 thousand (see Note 15).

3. The Consolidated Company acquired the real estate, plant and equipment with a fair value of NT$955 thousand from January 1 to June 30, 2022, other accounts payable increased by NT$185 thousand, and the cash payment for the acquisition of real estate, plant and equipment amounted to NT$770 thousand (see Note 12).

(II) Changes in liabilities from financing activities

From January 1 to June 30, 2021

	January 1, 2021	Cash flow	Non-cash flow: Reclassification	Non-cash flow: Amortization of interest expense	June 30, 2021
Short-term loans	$ 32,222	($ 17,222)	$ -	$ -	$ 15,000

XXVII. Capital Risk Management

The Group manages its capital based on the policy to ensure the continual operations of the entities in the Group. By optimizing its debts and liabilities, the group can maximize return for stakeholders. The Group's overall capital management strategy has not changed since the prior period.

The Consolidated Company's capital structure consists of net debts (i.e., borrowings less cash and cash equivalents) and equities (i.e. share capital, capital reserves and retained earnings).

The Group's management periodically reassesses the Group's capital structure; the inspection items include capital costs of various categories and related risks. In accordance with the Group's key management's advice, the Group’s overall capital structure will be balanced through new issuance of stocks and debts, or repayment of old debts.

XXVIII. Financial instruments

(I) Fair value information - financial instruments not measured at fair value

The Group does not have any financial assets and financial liabilities that are subject to significant difference in fair value.

(II) Fair value of financial instruments measured at fair value on a recurring basis

1. Levels of fair value measurement

June 30, 2022

	Level 1	Level 2	Level 3	Total Shares
Financial assets at fair value through profit or loss				
Structured deposits	$ -	$ 23,326	$ -	$ 23,326

December 31, 2021

	Level 1	Level 2	Level 3	Total Shares
Financial assets at fair value through profit or loss				
Structured deposits	$ -	$ 21,654	$ -	$ 21,654

June 30, 2021

	Level 1	Level 2	Level 3	Total Shares
Financial assets at fair value through profit or loss				
Structured deposits	$ -	$ 21,551	$ -	$ 21,551

There were no transfers between Level 1 and Level 2 fair value measurements for the six months ended June 30, 2022 and 2021.

2. Valuation technique and input measure at Level 2 fair value

Categories of financial instruments	Valuation techniques and inputs
Structured deposits	Discounted cash flow: Estimate future cash flows based on contracts and statements at the end of the period, and discounted at a discount rate that can reflect the credit risk of each counterparty.

(III) Classification of financial instruments

	June 30, 2022	December 31, 2021	June 30, 2021
Financial assets			
Measured at fair value through profit or loss			
Compulsory measurement of FVTPL	$ 23,326	$ 21,654	$ 21,551
Financial assets measured at amortized cost (Note 1)	233,053	251,261	219,038
Financial liabilities			
Measured at amortized cost (Note 2)	51,924	45,931	35,323

Note 1: The balances include cash and cash equivalents, accounts receivable, other receivables, refundable deposits, and other financial assets, which are measured at amortized cost.

Note 2: The balances include financial liabilities measured at amortized costs such as short-term loans, notes payable, accounts payable, other payables, and guarantee deposits.

(IV) Objectives and policies of Financial risk management

The Consolidated Company's financial instruments majorly consist of equity debt investments, accounts receivable, accounts payable, and borrowings. The Group's financial management department provides service to various business units, coordinates domestic and international financial operations, and monitors and manages financial risks related to the Group's operations by preparing internal risk report which analyses risk exposure in accordance with risk level and risk scope. These risks include market risks (including exchange rate risk and other price risk), credit risks and liquidity risks.

1．Market risk

The main kind of financial risk the Group is exposed to due to operations is primarily foreign currency exchange risk.

The Group's risk exposure in the financial instrument market and the management and measurement of such risks does not have significant changes.

(1) Foreign currency risk

The Consolidated Company has bank deposits denominated in US$, which causes the risk of exchange rate fluctuation.

For the carrying amounts of the Consolidated Company 's monetary assets and monetary liabilities denominated in non-functional currency on the consolidated balance sheet date (including monetary items that are written off in the consolidated financial statements), please refer to Note 32.

Sensitivity Analysis

The Group is mainly impacted by the exchange rate fluctuations in US$.

The following table includes the sensitivity analysis of the Consolidated Company's financial position under circumstances that the exchange rate of a foreign currency to NT$ (the function currency) increases or decreases by 1%. The sensitivity rate of 1% is used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only the outstanding monetary items stated in foreign currencies, and the translation of carrying amounts at the end of period is calculated based on the assumption that exchange rates is changed by 1%. The positive numbers in the table below indicate the amount that will reduce the net profit before tax when the NT$ appreciates by 1% relative to each relevant currency; when the NT$ depreciates by 1% relative to each relevant foreign currency, its impact on the net profit before tax will be a negative amount of the same amount.

	Impact of US$	
	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Profit or loss	$ 1,160 (i)	$ 1,029 (i)

(I) The above impact is mainly resulted from the cash and cash equivalents and financial assets measured at amortized cost in US$ which are outstanding on the balance sheet date but whose cash flows have not been hedged.

The Consolidated Company's sensitivity to the US dollar exchange rate increased in the current period, mainly due to the addition of financial assets measured by the amortized cost in US dollars for the current period.

(2) Interest rate risk

The interest rate risk of the Consolidated Company mainly comes from the interest rate risk caused by floating rate borrowings.

The carrying amounts of the Consolidated Company's financial liabilities and financial assets exposed to risks from the changes in interest rate on the balance sheet date are as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Interest rate risk related to fair value			
– Financial assets	$ 54,982	$ 89,960	$ 85,021
Interest rate risk related to cash flow			
– Financial liabilities	-	-	15,000

Sensitivity Analysis

The sensitivity analysis below is prepared based on the risk exposure of derivative and non-derivative instruments to the interest rates on balance sheet date. Regarding liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the balance sheet date was outstanding throughout the year. The rate of change used by the Consolidated Company internally to report interest rate to key management is a 1% increase or decrease in interest rate and represents the management's assessment on the reasonable range of possible changes in interest rate.

If the interest rate increases or decreases by 1%, when all other variables keep unchanged, the Consolidated Company's net profit after tax for the six months ended June 30, 2022 and 2021 will decrease or increase by NT$0 thousand and NT$60 thousand, respectively, mainly due to the interest rate risks of the Consolidated Company's variable rate borrowings.

The sensitivity of the Consolidated Company to interest rate decreased in the current year, mainly due to the decrease of variable interest rate debt instruments.

2. Credit risk

Credit risks refer to risks that cause financial loss to the Group due to the counterparty's delay in honoring contractual obligations. As at the Consolidated Balance Sheets date, the carrying amount of the financial assets recognized in the Consolidated Balance Sheets is the main reason to cause maximum credit rise exposure to the Consolidated Company, which can be due to a counter party not fulfilling its performance obligations or a financial loss caused to the Consolidated Company for providing financial endorsements for others (disregarding collaterals or other instruments to strengthen creditworthiness, and considering the maximum irreversible amount exposed to risks).

The Group makes transactions with a large number of independent customers and, thus, no single customer can cause significant credit risk to the Group.

3. Liquidity risk

The Group mitigates liquidity risk caused by fluctuations in cash flows by managing and maintaining a sufficient level of cash and cash equivalents to support the Group's operations. The Group's management monitors the use of bank loans to ensure good compliance with the borrowing covenants.

Bank loans are an important source of liquidity for the Consolidated Company. The unused financing limit of the Consolidated Company as at June 30, 2022 and December 31 and June 30, 2021 are described in (2) Financing Limit below.

(1) Liquidity of non-derivative financial liabilities and the interest risk table

Non-derivative financial liabilities remaining contract maturity analysis is prepared in accordance with the earliest payment date expected of the Consolidated Company and the undiscounted cash flows (including principal and estimated interest) of financial liabilities. Therefore, the Group may be required to repay a bank loan immediately and the possibility is listed in the table below and categorized into the earliest period line item disregard the probability of exercising such right on instance by the bank. The analysis of the maturity of other non-derivative financial liabilities is prepared in accordance with the agreed repayment date.

June 30, 2022

	Repayment on demand or less than 1 months	1~3 months	3 months~1 year	1~5 years	Over 5 years
Zero-interest-bearing liabilities	$ 9,136	$ 38,889	$ 3,699	$ -	$ -
Lease liabilities	407	815	3,685	4,403	-
	$ 9,543	$ 39,704	$ 7,384	$ 4,403	$ -

Further information on the maturity analysis of lease liabilities is listed as follows:

	Within 1 year	1~5 years
Lease liabilities	$ 4,907	$ 4,403

December 31, 2021

	Repayment on demand or less than 1 months	1~3 months	3 months~1 year	1~5 years	Over 5 years
Zero-interest-bearing liabilities	$ 38,904	$ 289	$ 6,538	$ -	$ -
Lease liabilities	469	875	3,666	6,863	-
	$ 39,373	$ 1,164	$ 10,204	$ 6,863	$ -

Further information on the maturity analysis of lease liabilities is listed as follows:

	Within 1 year	1~5 years
Lease liabilities	$ 5,010	$ 6,863

June 30, 2021

	Repayment on demand or less than 1 months	1~3 months	3 months~1 year	1~5 years	Over 5 years
Zero-interest-bearing liabilities	$ 19,369	$ 426	$ 328	$ -	$ -
Lease liabilities	536	1,066	3,906	8,086	-
Variable-rate instruments	-	-	15,122	-	-
	$ 19,905	$ 1,492	$ 19,356	$ 8,086	$ -

Further information on the maturity analysis of lease liabilities is listed as follows:

	Within 1 year	1~5 years
Lease liabilities	$ 5,508	$ 8,086

(2) Financing limit

	June 30, 2022	December 31, 2021	June 30, 2021
Secured bank loan limit (extended upon mutual agreement)			
– Loan quota used	$ -	$ -	$ 15,000
– Loan quota not yet used	-	175,000	160,000
	$ -	$ 175,000	$ 175,000

XXIX. Related-Party Transactions

Transactions, balances, income and expenses between the Company and its subsidiaries (a related party of the Company) are eliminated in full on consolidation and therefore are not disclosed in this note. Transactions between the Group and other related parties are as follows:

(I) Related parties' name and relationships

Name of related party	Relationship with the Group
Wanin International Co., Ltd.	Substantive related party
XAC Inc.	Substantive related party

(II) Operating revenue

Accounting items	Name of related party	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Artwork design services	Wanin International Co., Ltd.	$ 25,855	$ 55,269	$ 55,861	$ 108,405
Revenue from	Wanin	16	1,169	69	2,695

labor services	International Co., Ltd.				
	XAC Inc.	181	-	181	-
Others	Wanin International Co., Ltd.	-	-	-	190
		$ 26,052	$ 56,438	$ 56,111	$ 111,290

The Consolidated Company is responsible for the design of art and music, sound effects. During the contract period, the Group shall provide promotional materials for games, including but not limited to graphics, music and video materials, to meet the needs of the game promotion. The artwork design revenue collected by the Consolidated Company from the related parties is 30% of the total rewarding points consumed during the month in new games

(III) Funds receivable from related parties (excluding lending to related parties)

Accounting items	Name of related party	June 30, 2022	December 31, 2021	June 30, 2021
Accounts receivable - related parties	Wanin International Co., Ltd.	$ 17,850	$ 21,372	$ 40,152
	XAC Inc.	114	-	-
		$ 17,964	$ 21,372	$ 40,152

The outstanding amount of receivables - related parties is not guaranteed. No provision has been made for losses in relation to accounts receivable from the related party for the six months ended 2022 and 2021.

(IV) Other payables

Name of related party	June 30, 2022	December 31, 2021	June 30, 2021
Wanin International Co., Ltd.	$ 147	$ 136	$ -

(V) Lease agreement

Name of related party	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Right-of-use assets		
Wanin International Co., Ltd.	$ -	$ 13,151

Accounting items	Name of related party	June 30, 2022	December 31, 2021	June 30, 2021
Lease liabilities	Wanin International Co., Ltd.	$ 9,310	$ 11,745	$ 12,432

Name of related party	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Interest expense				
Wanin International Co., Ltd.	$ 25	$ 22	$ 54	$ 22

The Consolidated Company leased the office from the related party in May, 2021 for a period of 3 years. The rent is based on the rent level of the adjacent offices, and fixed monthly payments will be made in accordance with the lease.

(VI) Other Related Party Transactions

Accounting items	Name of related party	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Operating expenses – advertising fee	Wanin International Co., Ltd.	$ -	$ 190	$ -	$ 190
Operating expenses – miscellaneous	Wanin International Co., Ltd.	$ -	$ 219	$ -	$ 219
Labor costs (accounting for operating costs)	Wanin International Co., Ltd.	$ -	$ 2	$ -	$ 31
Refundable deposits	Wanin International Co., Ltd.	$ -	$ -	$ 594	$ -

(VII) Compensation to key management personnel

	From April 1 to June 30, 2022	From April 1 to June 30, 2021	From January 1 to June 30, 2022	From January 1 to June 30, 2021
Short-term employee benefits	$ 2,332	$ 2,143	$ 4,974	$ 5,450
Retirement benefits	37	37	74	74
	$ 2,369	$ 2,180	$ 5,048	$ 5,524

The compensation to directors and other key management is determined by the Remuneration Committee based on personal performance and market trends.

XXX. Pledged Assets

The assets pledged as collateral for financing loans and game point performance guarantee of reward points were as follows：

	June 30, 2022	December 31, 2021	June 30, 2021
Land	$ 49,051	$ 49,051	$ 49,051
Investment properties	15,466	15,775	16,085
Other financial assets - non-current	1,000	1,000	1,000

Financial assets at amortized cost - current	-	-	27,908
	$ 65,517	$ 65,826	$ 94,044

XXXI. Significant Contingent Liabilities and Unrecognized Commitments

The Group's significant committed obligations and other contingencies are disclosed in notes to the consolidated financial statements.

XXXII. Significant Impact on Assets and Liabilities Recognized in Foreign Currencies

The following summary is presented in foreign currencies other than the functional currency. The exchange rates disclosed in the summary refers to the exchange rate of a foreign currency to the functional currency. Information on foreign currency financial assets and liabilities with significant impact is as follows:

June 30, 2022

Financial assets	Foreign currencies	Exchange Rate	Carrying Amount %
Monetary items			
USD	$ 3,904	29.72	$ 116,027

December 31, 2021

Foreign currency assets	Foreign currencies	Exchange Rate	Carrying Amount %
Monetary items			
USD	$ 3,667	27.68	$ 101,503

June 30, 2021

Financial assets	Foreign currencies	Exchange Rate	Carrying Amount %
Monetary items			
USD	$ 3,693	27.86	$ 102,887

The Consolidated Company’s gains or losses (realized and unrealized) from foreign currency exchange for the three months ended June 30, 2022 and 2021 and for the six months ended June 30, 2022 and 2021 were a gain of NT$4,766 thousand and a loss of NT$2,505 thousand, a gain of NT$8,596 thousand and a loss of NT$2,403 thousand, respectively. Due to the variety of foreign currency transactions, it is not possible to disclose the exchange gains or losses on the basis of the foreign currency of each significant impact.

XXXIII. Supplementary Disclosure

(I) Information on Significant Transactions:

1. Loaning Funds to Others. (None)
2. Endorsements/guarantees provided to others (None)
3. Marketable securities held at the end of year (excluding investments in subsidiaries, affiliates and joint ventures) (Table 1)
4. Accumulated purchase or disposal of the same securities amount reaching NT$300 million or 20% of the paid-in capital. (None)
5. Acquisition of Real Estate at Cost in Excess of NT$300 Million or 20% of the Paid-in Capital. (None)
6. Disposal of Real Estate at Cost in Excess of NT$300 Million or 20% of the Paid-in Capital. (None)
7. The amount of purchase and sales with the related party amounts to NT$100 million or more than 20% of the paid-up capital. (Table 3)
8. Accounts receivable from related parties reaching NT$100 million or 20% of its paid-in capital. (None)
9. Derivative financial instrument transactions (Note 7 and 28)
10. Others: Business relationships, important transactions and the amounts between parent company and subsidiaries (None)

(II) Information on Investees. (Table 2)

(III) Information on Investments in Mainland China:

1. Information on any investee company in mainland China; disclose the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (None)
2. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: None
   (1) Purchase amount and percentage, and the ending balance and percentage of payables.
   (2) Sales amount and percentage, and the ending balance and percentage of receivables.

(3) Property transaction amount and the resulting gain or loss.

(4) Ending balance of endorsement, guarantee or collateral provided and purposes.

(5) The maximum balance, ending balance, interest rate range and total amount of current interest of financing.

(6) Other transactions having a significant impact on profit or loss or financial status of the period, such as providing or receiving services.

(IV) Information on major shareholders: Names of shareholders with a shareholding ratio of 5% or more and the amount and proportion of shareholding. (Table 4)

XXXIV. Department Information

Information provided to the chief operating decision maker for the purpose of resource allocation and performance assessment for department emphasizes the types of products or services delivered or provided. Since the Consolidated Company's operating business is concentrated on online games and digital content, there is no reportable operating department.

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Marketable Securities Held at the End of the Period

June 30, 2022

Table 1

Unit: NT$1,000

Investor	Type and name of securities(Note 1)	Relationship with the issuer	General ledger account	Weekend				Remarks
				Number of shares	Carrying Amount %	Shareholding (%)	Fair value	
Wayi International Digital Entertainment Co., Ltd.	Stock							
	Digital Game Integrated Marketing Co., Ltd.	None	The financial asset in other comprehensive income profit and loss measured at fair value - non-current	14,286	$ -	1	$ -	
	Gamemag. Co., Ltd.	None	The financial asset in other comprehensive income profit and loss measured at fair value - non-current	460,000	$ -	4	$ -	
	Taiwan eSports League Co., Ltd.	None	The financial asset in other comprehensive income profit and loss measured at fair value - non-current	107,744	$ -	4	$ -	

Note 1: Securities in the table refer to stocks, bonds, beneficiary certificates, and other related derivative securities, within the scope of International Financial Reporting Standard No. 9 "Financial Instruments".

Note 2: For the information on investments in subsidiaries, associates and joint ventures, please refer to Table 2.

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Names, locations and related information of investees over which the Company exercised significant influence

From January 1 to June 30, 2022

Table 2

Unit: NT$1,000; US$

Investor Company	Name of the invested company	Location	Principal business activities	Initial investment amount		Held at the end of the reporting period			Net income (loss) of the investee	Share of profit/loss of investee	Remarks
				Balance as of the end of this period	Balance as of the end of last year	Number of shares	Percentage	Carrying Amount %			
Wayi International Digital Entertainment Co., Ltd.	WAYI SOFTMAGIC INVESTMENT (ASIA) LTD.	Caribbean Corporate Service Limited, 3Floor, Omar Hodge Building, Wickhams Cay I, P.O. Box 362. Road Town. Tortola, British Virgin Islands.	Investment	$ 20,216 USD 599,555	$ 20,216 USD 599,555	-	100	$ 30,766	$ 1,962	$ 1,962	Note 1
	DIT Startup Co. Ltd.	6/F, No. 39, Lane 141, Xingai Road, Neihu District, Taipei	Venture Capital Investment	30,000	30,000	1,296,774	11	7,914	(5,594)	(600)	Note 2
WAYI SOFTMAGIC INVESTMENT (ASIA) LTD.	WAYI SOFTMAGIC INVESTMENT (CAYMAN) LTD.	Harbour Trust Co., Ltd. P.O. Box 1787. Second Floor. One Capital Place, George Town. Grand Cayman, Cayman Islands. British West. Indies.	Investment	1,690 USD 50,000	1,690 USD 50,000	-	100	2,293	49	49	Note 1

Note 1: The calculation is based on the financial statements reviewed by CPA for the six months ended June 30, 2022.

Note 2: The calculation is based on the financial statements not reviewed by CPA for the six months ended June 30, 2022.

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Amount of purchases from and sales to related parties reaching NT$100 million or 20% of its paid-in capital

From January 1 to June 30, 2022

Table 3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Purchase (sale) company	Name of the counterparty	Relationship	Transaction details				Unusual trade conditions status and reasons (Note 1)		Receivable (payable) notes and accounts		Remarks (Note 2)
			Purchase (sale)	Amount	Ratio to Total Purchase (sell)	Loan period	Unit price	Loan period	Balance	Proportion of notes and accounts receivable (payable)	
Wayi International Digital Entertainment Co., Ltd.	Wanin International Co., Ltd.	Substantive related party	Sales	$ 55,930	68	45 days	Based on the total deposit value consumption point of the month as a calculation basis, 30% will be charged	-	$ 17,850	90	-

Note 1: if the transaction conditions of the related parties are different from the general transaction conditions, the situation and reasons of the differences shall be stated in the column of unit price and credit granting period.

Note 2: In case of advance payment (receipt), the reasons, contractual terms, amount and difference from the general transaction shall be stated in the remarks column.

Wayi International Digital Entertainment Co., Ltd. And Subsidiaries

Information of Major Shareholders

June 30, 2022

Table 4

Name of Major Shareholders	Shares	
	Number of shares held	Shareholding Ratio
Wanin International Co., Ltd.	5,952,000	30.72%
Given Business Inc.	3,948,480	20.38%
KGI Bank in Custody for the investment account of Tilun International Development Co. Ltd.	1,321,438	6.82%
HUANG-HSIN Investment Limited	1,096,800	5.66%
Tsai Li Ping	981,921	5.06%

Notes: The major shareholder information in this table is based on Taiwan Depository & Clearing Corporation's data of shareholders who hold more than 5% of the Company's ordinary shares and preferred stock (including treasury shares), for which electronic registration and delivery were completed, on the last business day of the quarter. Share capital indicated in the Company's consolidated financial statements may differ from the actual number of shares that have been issued and delivered without physical registration as a result of different basis of preparation.