

ChipMOS TECHNOLOGIES INC.

2023 Annual Shareholders' Meeting

Meeting Minutes

(Translation)

(This English translation is prepared in accordance with the Chinese version and is for reference purposes only. If there are any inconsistency between the Chinese original and this translation, the Chinese version shall prevail.)

Type of Meeting: Physical Shareholders' Meeting

Time: 9:00 a.m., May 30, 2023 (Tuesday)

Place: Hsinchu Science Park Life Hub

(Einstein Hall, 2F, No. 1, Industry E. 2nd Rd., Hsinchu Science Park, Hsinchu, Taiwan)

Attendants:

Shareholding of all shareholders present in person and by proxy were 613,200,367 shares (including the 404,598,580 shares casted electronically) in total which was 84.31% of 727,240,126 outstanding shares.

Present Directors:

Directors: Shih-Jye Cheng, Silvia Su,

Siliconware Precision Industries Co., Ltd. Representative: Kun-Yi Chien, David Chang

Independent Directors: Chin-Shyh Ou (Convener of Audit Committee and member of Remuneration Committee), Kuei-Ann Wen, Hui-Fen Chan, Yeong-Her Wang, Hong-Tzer Yang

All members of the Board were attended.

Attendees:

Certified Public Accountant of PricewaterhouseCoopers, Taiwan: Chien-Yeh Hsu

Lawyer of Lee & Li Attorneys-at-Law: Oliver Hung

Chairman: Shih-Jye Cheng, Chairman of the Board of Directors

Recorder: Sophia Teng

The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum.

The Chairman called the meeting to order.

I. Chairman's Opening Remarks: (Omitted)

II. Report Item

Item 1.

Subject: Company's Business Report for fiscal year 2022.

Explanatory Note: Please refer to Attachment 1 for 2022 Business Report.

Item 2.

Subject: Audit Committee's Review Report of the Financial Statements.

Explanatory Note: Please refer to Attachment 2 for Audit Committee's Review Report.

Item 3.

Subject: Report of the status of distributable compensation for employees and directors for fiscal year 2022.

Explanatory Note:

1. Article 25 of the Company's Articles of Incorporation provides that if there is profit in any given year, the Company shall set aside 10% thereof as employee compensation. The board of directors may resolve to pay said compensation in the form of shares or cash. Such compensation may be paid to the employees of an affiliated company who meet the conditions set by the board of directors. The board of directors may resolve to set aside no more than 0.5% of the above-mentioned profit as the remuneration of the directors. If the Company has accumulated losses, the amount for making up said losses shall be reserved before setting aside the compensation for the employees and the remuneration of directors at the rates stated above.
2. Company's profit before tax prior to the deduction of the distributable compensation of employees and directors for 2022 was NT\$4,473,025,663. It is proposed to set aside NT\$447,302,566 as employees' compensation, and NT\$11,182,564 as directors' remuneration, all in cash.
3. The foregoing amounts have been adopted by the Board of Directors after being approved by the Remuneration Committee and is hereby reported at the annual shareholders' meeting.

III. Matters for Ratification

Item 1.

Proposed by the Board of Directors

Subject: Adoption of the Business Report and Financial Statements for fiscal year 2022.

Explanatory Note:

1. The Company's 2022 Business Report and consolidated and parent company only Financial Statements have been approved by the Audit Committee and approved by the Board of Directors. It is hereby submitted to the annual shareholders' meeting for approval.
2. 2022 Business Report, Report of Independent Accountants, and the aforementioned Financial Statements please refer to Attachment 1 , Attachments 3-1 and 3-2.
3. Based on the foregoing, this proposal is hereby submitted to the shareholders' meeting for approval.

Resolution: That the above proposal was hereby approved as proposed. Voting Results as below:

Shares represented at the time of voting: 613,200,367 shares (including the 404,598,580 shares votes casted electronically).

Voting Results	% of the total represented share present
Votes in favor: 577,892,995 shares (including the 369,291,208 shares votes casted electronically)	94.24%
Votes against: 688,333 shares (including the 688,333 shares votes casted electronically)	0.11%
Votes invalid: 0 shares (including the 0 shares votes casted electronically)	0.00%
Votes abstained: 34,619,039 shares (including the 34,619,039 shares votes casted electronically)	5.65%

Item 2.

Proposed by the Board of Directors

Subject: Adoption of the earnings distribution plan for fiscal year 2022.

Explanatory Note:

1. The Company has earnings in 2022. The Company plans to distribute dividends in the amount of NT\$1,672,652,290 at NT\$2.3 per share pursuant to the Company's Articles of Incorporation and taking into consideration the factors including Company's future needs of working capital, capital expenditure and shareholders' interests. Earnings Distribution Proposal please refer to Attachment 4.
2. The earnings distribution will be distributed in cash. If any future event affects the total number of Company's outstanding shares (for example, Company buys back its treasury shares) and causes changes in the total number of Company's outstanding shares, it is proposed that the Chairman be authorized to adjust the distribution ratio based on the total amount of earnings distribution approved by the 2023 annual shareholders' meeting and the actual number of Company's outstanding shares as of the record date of distribution.
3. The cash dividend shall be calculated to the nearest NT\$1 based on the ratio of the distribution, and any amount less than NT\$1 shall be discarded. The aggregate amount of fractions less than NT\$1 of the distribution shall be recognized as Company's other income.
4. This item has been approved by the Audit Committee and approved by the Board of Directors, and is hereby submitted to the annual shareholders' meeting for approval.
5. Based on the foregoing, this proposal is hereby submitted to the shareholders' meeting for approval.

Resolution: That the above proposal was hereby approved as proposed. Voting Results as below:

Shares represented at the time of voting: 613,200,367 shares (including the 404,598,580 shares votes casted electronically).

Voting Results	% of the total represented share present
Votes in favor: 583,314,008 shares (including the 374,712,221 shares votes casted electronically)	95.12%

Voting Results	% of the total represented share present
Votes against: 527,132 shares (including the 527,132 shares votes casted electronically)	0.09%
Votes invalid: 0 shares (including the 0 shares votes casted electronically)	0.00%
Votes abstained: 29,359,227 shares (including the 29,359,227 shares votes casted electronically)	4.79%

IV. Matters for Discussion

Item 1.

Proposed by the Board of Directors

Subject: Release the prohibition on directors from participation in competitive business under Article 209 of the Company Act.

Explanatory Note:

1. According to Article 209 of the Company Act, a director who does anything for himself or on behalf of another person that is within the scope of the company's business, shall explain to the meeting of shareholders the essential contents of such an act and secure its approval.
2. It is hereby proposed to release the prohibition on directors from participation in competitive business at the 2023 annual shareholders' meeting.
3. Please refer to List of Release the Prohibition on Directors from Participation in Competitive Business as below:

No	Title	Name	Current positions at the other company
1	Director	David Chang (representative, Siliconware Precision Industries Co., Ltd.)	Vice President of Siliconware Precision Industries Co., Ltd.
2	Independent Director	Hui-Fen Chan	Independent Director / Audit Committee Member / Compensation Committee Member of Taiwan Mask Corp.
3	Independent Director	Hong-Tzer Yang	Independent Director of China Leasing Company Limited (candidate)

4. Based on the foregoing, this proposal is hereby submitted for discussion at the shareholders' meeting.

Resolution: That the above proposal was hereby approved as proposed. Voting Results as below:

Shares represented at the time of voting: 613,200,367 shares (including the 404,598,580 shares votes casted electronically).

Voting Results	% of the total represented share present
Votes in favor: 573,750,931 shares (including the 365,149,144 shares votes casted electronically)	93.56%
Votes against: 994,001 shares (including the 994,001 shares votes casted electronically)	0.16%
Votes invalid: 0 shares (including the 0 shares votes casted electronically)	0.00%
Votes abstained: 38,455,435 shares (including the 38,455,435 shares votes casted electronically)	6.28%

V. Extemporary Motions: None.

VI. Meeting Adjourned (09:13 a.m.)

There was no question raised by shareholders and proxies at the 2023 annual shareholders' meeting.

Business Report

Operation challenges in 2022 are unprecedented, under the influences of geopolitics, global inflationary pressures, pandemic lock downs and semiconductor supply chain imbalance. In the first half of year, the operation momentum continued growth, driven by the semiconductor supply chain shortage from 2021. However, the semiconductor supply chain inventory level increases and end-demand rapidly decrease influenced by geopolitics and global inflationary pressures. Demand soft caused customers' inventory adjustments and macro weakness. China COVID lock downs have further aggravated the problem of consumer electronics macro softness. These macro headwinds impacted our 2022 results, including revenue and profit both declined compared to 2021. By cautiously stable operating strategy, in line with industry trend and customer requirements, ChipMOS will keep moving forward expanding the core technologies and product developments to maintain growth momentum and improve profitability. The followings are the major operating results of 2022:

Operating Result

Consolidated revenue for the fiscal year ended December 31, 2022 was NT\$23.52 billion, which reflects 14.2% down from 2021. The consolidated gross margin for the year was 20.9%. In individual product lines, memory product revenue decreased 15.6% from 2021, and represented 41.8% of 2022 total revenue. The revenue of flat panel display driver IC (DDIC) related products, including gold bump declined 13.2% and represented 47.3% of 2022 total revenue. Driven by automotive and smart mobile, OLED panel driver IC revenue grew more than 35% from 2021.

Financial Performance

The profit attributable to equity holders of the Company and the basic earnings per share were NT\$3.37 billion and NT\$4.64. Till the end of 2022, the aggregated amount of ChipMOS' consolidated assets was NT\$44.94 billion and the cash and cash equivalents was NT\$9.90 billion. The consolidated liabilities was NT\$20.13 billion with the consolidated liabilities to assets ratio of 44.8%. The equity attributable to equity holders of the Company was NT\$24.81 billion with the Return on Equity (ROE) was 13.7% for 2022. Overall, ChipMOS had strengthened financial structure.

Technological Developments

Single integrated device and the thinning & small foot print requirements are driving the packaging technology development with the rising of emerging applications such as AI and 5G, and the popularity of mobile devices. We completed the following technologies development results in 2022:

- (1) Wafer level packaging: pure copper RDL for 2P2M RDL structure of complex circuit.
- (2) Fine pitch 45um copper pillar process for micro bump structure.
- (3) Ultra Fine Pitch (UFP) COF assembly and testing technology.
- (4) Implement new thermal conductive resin with higher conductivity for COF package.
- (5) Optimized RLC for high frequency and low loss substrate design.

Honors and Awards

ChipMOS is committed to improving the quality of corporate governance and perform corporate social responsibility. In the meantime, we integrated our core business and sustainability vision of ChipMOS to support the UN's sustainable development goals (SDGs) by specific solid actions. ChipMOS honored 2022 National Sustainable Development Awards, and awarded 2022 TCSA “Top 100 Corporates” and “Corporate Sustainable Report - Platinum Grade”. And honored 8th Corporate Governance Evaluation, ranked among the top 5% of all TWSE-listed companies and top 10% of electronics companies, which market cap above NT\$10 billion. Also awarded the Top 10% of electronics companies of 2022 Occupational Health and Safety Indicators Disclosed in the ESG Reports.

Outlook

Keep moving forward to deliver high technology, outstanding quality with reliable packaging and testing solutions are the unwavering principles of ChipMOS since its inception. By catching up the industry trend, grasping the opportunity of product growth and continuously consolidating the company's product line, ChipMOS could continue to keep moving forward and growing in the intensified market competition under the influence of down cycle and other external issues. In face of more and more severe industrial environments and challenges, ChipMOS will continuously focus on the core technology development and innovation, to cooperate with customers for reducing operating costs. According to our global business strategies, we remain alongside our strategic customers for supporting their product development roadmap to make progress and grow with them. To maximize value for our shareholders is our endeavor goal.

Looking ahead to 2023 and beyond, ChipMOS will continue to focus on the niche market about automotive electronics, as well as high-growth markets about smart mobile devices which are driven by the automation and intellectualized in industrial. By offering leading edge and reliable semi-conductor back end turnkey solutions that integrated wafer bumping and assembly, to meet the industry demand and customers' requirements. ChipMOS is also driving higher efficiency and profit through increased AI and automation to further reduce the operating cost to be able to drive growth in revenue and profitability. We thank you for your continuous support.

Chairman: Shih-Jye Cheng

President: Shih-Jye Cheng

Accounting Officer: Silvia Su

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2022 Business Report, Financial Statements, and proposal for allocation of earnings. The audit firm PricewaterhouseCoopers, Taiwan was retained to audit the Company's Financial Statements and has issued an audit report. The Business Report, Financial Statements, and earnings allocation proposal have been reviewed and determined to be correct and accurate by the Audit Committee of the Company. According to relevant requirements of Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, the Audit Committee hereby submits this report.

ChipMOS TECHNOLOGIES INC.

Convener of the Audit Committee: Chin-Shyh Ou

February 23, 2023

REPORT OF INDEPENDENT ACCOUNTANTS

To the Board of Directors and Shareholders of ChipMOS TECHNOLOGIES INC.

Opinion

We have audited the accompanying consolidated balance sheets of ChipMOS TECHNOLOGIES INC. and its subsidiaries (the “Group”) as of December 31, 2022 and 2021, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, based on our audits and the report of other independent accountants, as described in the *Other matters* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2022 and 2021, and its consolidated financial performance and its consolidated cash flows for the years then ended, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Independent accountants’ responsibilities for the audit of the consolidated financial statements* section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountants of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the report of other independent accountants, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

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

Key audit matters for the Group's 2022 consolidated financial statements are stated as follows:

Measuring progress towards satisfaction of performance obligation

Description

Please refer to Note 4(26) to the consolidated financial statements for the accounting policies on revenue recognition; Note 5 for uncertainty of accounting estimates and assumptions of revenue recognition; and Note 6(18) for details of the revenue.

The Group's revenue is primarily generated from the assembly and testing services of high-integration and high-precision integrated circuits based on customer's specification, and is recognized based on measuring progress towards satisfaction of performance obligation during the service period. The Group recognized revenue associated with assembly services, services for Liquid Crystal Display and other Flat-Panel Display Driver Semiconductors and Bumping totaling NT\$18,273,067 thousand for the year ended December 31, 2022. Such revenue is recognized over a period of time, during which the Group satisfied its performance obligations to the customer. The Group used an input method (input costs incurred as a percentage of total expected input costs) to measure the progress towards satisfaction of performance obligation and determine the amount of related revenue. Since the measurement of the progress towards satisfaction of performance obligation is complex and subject to management's significant estimation, measuring progress towards satisfaction of performance obligation was identified as a key audit matter.

How our audit addressed the matter

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

1. Testing the effectiveness of controls relating to accounting for revenue generated from aforementioned services, including the controls addressing the completeness and accuracy of the data utilized and the management's process to recognize and measure such revenue.
2. Validating the reasonableness of total expected input costs incurred on a testing basis relating to aforementioned services, and recalculating management's estimate of the progress towards satisfaction of performance obligation.
3. Testing the reasonableness of management's key assumptions to estimate the progress towards satisfaction of performance obligation (including utilizing data from recently completed services to estimate the progress towards satisfaction of performance obligation for in-progress services).

Other matters

Report of other independent accountants

We did not audit the financial statements of a certain investment accounted for using the equity method which were audited by other independent accountants. Therefore, our opinion expressed herein, insofar as it relates to the amounts included in the consolidated financial statements and the information on the investee disclosed in Note 13 is based solely on the reports of the other independent accountants. The balance of this investment accounted for using the equity method amounted to NT\$267,070 thousand and NT\$304,437 thousand, constituting 0.6% and 0.7% of the consolidated total assets as of December 31, 2022 and 2021, respectively, and total net comprehensive (loss) income including the share of profit and other comprehensive income of associate accounted for using the equity method amounted to (NT\$20,919) thousand and NT\$61,284 thousand, constituting (0.6%) and 1.2% of the consolidated total comprehensive income for the years then ended, respectively.

Parent company only financial reports

We have audited and expressed an unmodified opinion with other matters paragraph on the parent company only financial statements of ChipMOS TECHNOLOGIES INC. as of and for the years ended December 31, 2022 and 2021.

Responsibilities of management and those charged with governance for the consolidated financial statements

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 the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission, and for such internal controls as management determines are necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Independent accountants' responsibilities for the audit of the consolidated financial statements

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

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

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the footnote disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group's audit. We remain solely responsible for our audit opinion.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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



Chien-Yeh Hsu
For and on behalf of PricewaterhouseCoopers, Taiwan
February 23, 2023



Yi-Chang Liang

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

ChipMOS TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	December 31, 2022		December 31, 2021		
		Amount	%	Amount	%	
Current assets						
1100	Cash and cash equivalents	6(1)	\$ 9,896,604	22	\$ 5,906,176	14
1110	Current financial assets at fair value through profit or loss	6(2)	128,224	-	359,960	1
1136	Current financial assets at amortized cost	6(3)	98,731	-	29,239	-
1140	Current contract assets	6(18)	381,358	1	400,255	1
1150	Notes receivable, net		-	-	1,035	-
1170	Accounts receivable, net	6(4)	4,381,563	10	6,344,246	15
1200	Other receivables		131,863	-	86,879	-
1220	Current tax assets		-	-	389	-
130X	Inventories	6(5)	3,210,409	8	3,207,177	8
1410	Prepayments		123,377	-	149,947	-
11XX	Total current assets		<u>18,352,129</u>	<u>41</u>	<u>16,485,303</u>	<u>39</u>
Non-current assets						
1517	Non-current financial assets at fair value through other comprehensive income	6(6)	338,102	1	384,521	1
1535	Non-current financial assets at amortized cost	6(3) and 8	37,362	-	37,539	-
1550	Investments accounted for using equity method	6(7)	4,353,448	10	3,900,449	9
1600	Property, plant and equipment	6(8) and 8	20,446,205	45	20,111,121	47
1755	Right-of-use assets	6(9)	898,992	2	835,805	2
1840	Deferred tax assets	6(26)	159,286	-	180,598	1
1920	Refundable deposits		21,771	-	21,278	-
1990	Other non-current assets		335,650	1	565,970	1
15XX	Total non-current assets		<u>26,590,816</u>	<u>59</u>	<u>26,037,281</u>	<u>61</u>
1XXX	Total assets		<u>\$ 44,942,945</u>	<u>100</u>	<u>\$ 42,522,584</u>	<u>100</u>

(Continued)

ChipMOS TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	December 31, 2022		December 31, 2021	
			Amount	%	Amount	%
Liabilities						
Current liabilities						
2100	Short-term bank loans	6(10)(29)	\$ -	-	\$ 731,751	2
2150	Notes payable		132	-	23	-
2170	Accounts payable		560,802	1	1,012,391	2
2200	Other payables	6(11)	3,796,481	9	4,378,439	10
2230	Current tax liabilities		202,026	1	814,053	2
2250	Current provisions		26,643	-	4,281	-
2280	Current lease liabilities	6(29)	160,955	-	169,782	1
2320	Long-term bank loans, current portion	6(12)(29) and 8	1,522,917	3	46,826	-
2365	Current refund liabilities		37,123	-	9,849	-
2399	Other current liabilities		22,318	-	14,221	-
21XX	Total current liabilities		<u>6,329,397</u>	<u>14</u>	<u>7,181,616</u>	<u>17</u>
Non-current liabilities						
2540	Long-term bank loans	6(12)(29) and 8	12,444,884	28	9,366,539	22
2570	Deferred tax liabilities	6(26)	188,812	-	261,973	1
2580	Non-current lease liabilities	6(29)	759,447	2	681,469	2
2630	Long-term deferred revenue		127,657	-	120,188	-
2640	Net defined benefit liability, non-current	6(13)	259,215	1	503,288	1
2645	Guarantee deposits	6(29)	21,600	-	21,625	-
25XX	Total non-current liabilities		<u>13,801,615</u>	<u>31</u>	<u>10,955,082</u>	<u>26</u>
2XXX	Total liabilities		<u>20,131,012</u>	<u>45</u>	<u>18,136,698</u>	<u>43</u>
Equity						
Equity attributable to equity holders of the Company						
Capital stock						
3110	Capital stock — common stock	6(14)	7,272,401	16	7,272,401	17
Capital surplus						
3200	Capital surplus	6(15)	6,064,637	13	6,064,485	14
Retained earnings						
3310	Legal reserve	6(16)	2,575,987	6	2,070,505	5
3350	Unappropriated retained earnings		8,657,696	19	8,740,451	20
Other equity interest						
3400	Other equity interest	6(17)	241,212	1	238,044	1
31XX	Equity attributable to equity holders of the Company		<u>24,811,933</u>	<u>55</u>	<u>24,385,886</u>	<u>57</u>
3XXX	Total equity		<u>24,811,933</u>	<u>55</u>	<u>24,385,886</u>	<u>57</u>
Significant contingent liabilities and unrecognized contract commitments						
3X2X	Total liabilities and equity		<u>\$ 44,942,945</u>	<u>100</u>	<u>\$ 42,522,584</u>	<u>100</u>

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

ChipMOS TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except earnings per share)

	Items	Notes	Years ended December 31,			
			2022		2021	
			Amount	%	Amount	%
4000	Revenue	6(18)	\$ 23,517,064	100	\$ 27,400,035	100
5000	Cost of revenue	6(5)(24)(25)	(18,605,007)	(79)	(20,146,057)	(74)
5900	Gross profit		4,912,057	21	7,253,978	26
	Operating expenses	6(24)(25)				
6100	Sales and marketing expenses		(128,029)	(1)	(73,928)	-
6200	General and administrative expenses		(538,684)	(2)	(604,029)	(2)
6300	Research and development expenses		(1,158,598)	(5)	(1,139,219)	(4)
6000	Total operating expenses		(1,825,311)	(8)	(1,817,176)	(6)
6500	Other income (expenses), net	6(19)	129,933	1	125,587	-
6900	Operating profit		3,216,679	14	5,562,389	20
	Non-operating income (expenses)					
7100	Interest income	6(20)	57,199	-	9,980	-
7010	Other income	6(21)	66,991	-	34,496	-
7020	Other gains and losses	6(22)	386,567	2	(65,829)	-
7050	Finance costs	6(23)	(153,279)	(1)	(131,184)	-
7060	Share of profit of associates and joint ventures accounted for using equity method	6(7)	453,715	2	625,733	2
7000	Total non-operating income (expenses)		811,193	3	473,196	2
7900	Profit before income tax		4,027,872	17	6,035,585	22
7950	Income tax expense	6(26)	(655,898)	(3)	(976,516)	(3)
8200	Profit for the year		\$ 3,371,974	14	\$ 5,059,069	19
	Other comprehensive income (loss)					
8311	Gain (loss) on remeasurements of defined benefit plans	6(13)	\$ 222,234	1	(\$ 14,999)	-
8316	Unrealized (loss) gain on valuation of equity instruments at fair value through other comprehensive income	6(6)(17)	(46,419)	-	122,514	-
8320	Share of other comprehensive (loss) income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss	6(7)	(28,254)	-	28,843	-
8349	Income tax effect on components that will not be reclassified to profit or loss	6(26)	(35,163)	-	(21,504)	-
8310	Components of other comprehensive income that will not be reclassified to profit or loss		112,398	1	114,854	-
8361	Exchange differences on translation of foreign operations	6(17)	68,656	-	(24,695)	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss		68,656	-	(24,695)	-
8300	Other comprehensive income, net of income tax		\$ 181,054	1	\$ 90,159	-
8500	Total comprehensive income for the year		\$ 3,553,028	15	\$ 5,149,228	19
9750	Earnings per share – basic	6(27)	\$ 4.64		\$ 6.96	
9850	Earnings per share – diluted	6(27)	\$ 4.54		\$ 6.81	

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

ChipMOS TECHNOLOGIES, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Expressed in thousands of New Taiwan dollars)

	Equity attributable to equity holders of the Company							Total equity
	Retained earnings				Other equity interest			
	Capital stock – common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealized gain (loss) on valuation of financial assets at fair value through other comprehensive income	
<u>Year 2021</u>								
Balance at January 1, 2021	\$ 7,272,401	\$ 6,059,651	\$ 1,837,894	\$ 19,802	\$ 5,498,370	(\$ 61,330)	\$ 204,964	\$ 20,831,752
Profit for the year	-	-	-	-	5,059,069	-	-	5,059,069
Other comprehensive (loss) income	-	-	-	-	(4,251)	(24,695)	119,105	90,159
Total comprehensive income (loss) for the year	-	-	-	-	5,054,818	(24,695)	119,105	5,149,228
Appropriation of prior year's earnings:								
Legal reserve	-	-	232,611	-	(232,611)	-	-	-
Special reserve	-	-	-	(19,802)	19,802	-	-	-
Cash dividends	-	-	-	-	(1,599,928)	-	-	(1,599,928)
Changes in associates accounted for using equity method	-	4,834	-	-	-	-	-	4,834
Balance at December 31, 2021	\$ 7,272,401	\$ 6,064,485	\$ 2,070,505	\$ -	\$ 8,740,451	(\$ 86,025)	\$ 324,069	\$ 24,385,886
<u>Year 2022</u>								
Balance at January 1, 2022	\$ 7,272,401	\$ 6,064,485	\$ 2,070,505	\$ -	\$ 8,740,451	(\$ 86,025)	\$ 324,069	\$ 24,385,886
Profit for the year	-	-	-	-	3,371,974	-	-	3,371,974
Other comprehensive income (loss)	-	-	-	-	(177,886)	68,656	(65,488)	181,054
Total comprehensive income (loss) for the year	-	-	-	-	3,549,860	68,656	(65,488)	3,553,028
Appropriation of prior year's earnings:								
Legal reserve	-	-	505,482	-	(505,482)	-	-	-
Cash dividends	-	-	-	-	(3,127,133)	-	-	(3,127,133)
Changes in associates accounted for using equity method	-	152	-	-	-	-	-	152
Balance at December 31, 2022	\$ 7,272,401	\$ 6,064,637	\$ 2,575,987	\$ -	\$ 8,657,696	(\$ 17,369)	\$ 258,581	\$ 24,811,933

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

ChipMOS TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)

	Notes	Years ended December 31,	
		2022	2021
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before income tax		\$ 4,027,872	\$ 6,035,585
Adjustments to reconcile profit (loss)			
Depreciation expenses	6(8)(9)(24)	4,751,902	4,634,112
Expected credit losses		897	299
Interest expense	6(23)	142,439	120,998
Interest income	6(20)	(57,199)	(9,980)
Dividend income	6(21)	(9,816)	(4,690)
Share of profit of associates and joint ventures accounted for using equity method	6(7)	(453,715)	(625,733)
Loss (gain) on valuation of financial assets at fair value through profit or loss	6(2)(22)	69,404	(15,262)
Gain on disposal of property, plant and equipment	6(19)	(74,548)	(33,935)
Gain from lease modifications	6(19)	(139)	(891)
Impairment loss on property, plant and equipment	6(8)(19)	12,721	4,843
Deferred income		(17,859)	(12,389)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		162,332	(290,637)
Current contract assets		18,788	(11,242)
Notes receivable		1,035	(436)
Accounts receivable		1,961,924	(980,380)
Other receivables		15,849	(46,089)
Inventories		(3,232)	(1,105,102)
Prepayments		37,748	(67,401)
Other non-current assets		-	6,915
Changes in operating liabilities			
Notes payable		109	(2,876)
Accounts payable		(451,589)	45,570
Other payables		(161,212)	471,766
Current provisions		22,362	818
Current refund liabilities		27,274	(15)
Other current liabilities		8,097	(6,838)
Net defined benefit liability, non-current		(21,839)	(23,362)
Cash generated from operations		10,009,605	8,083,648
Interest received		42,170	10,344
Dividend received		26,416	17,140
Interest paid		(107,210)	(99,857)
Income tax paid		(1,354,548)	(691,566)
Net cash generated from operating activities		<u>8,616,433</u>	<u>7,319,709</u>

(Continued)

ChipMOS TECHNOLOGIES INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)

	Notes	Years ended December 31,	
		2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at amortized cost		(\$ 133,182)	\$ -
Proceeds from repayments of financial assets at amortized cost		69,022	188,023
Proceeds from disposal of financial assets at fair value through profit or loss		-	9,427
Acquisition of property, plant and equipment	6(28)	(4,699,369)	(5,881,506)
Proceeds from disposal of property, plant and equipment		77,339	120,586
Increase in refundable deposits		(493)	(92)
Increase in other non-current assets		(400,569)	(501,177)
Increase in long-term deferred revenue		<u>25,328</u>	<u>49,349</u>
Net cash used in investing activities		<u>(5,061,924)</u>	<u>(6,015,390)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
	6(29)		
Proceeds from short-term bank loans		348,006	2,195,726
Payments on short-term bank loans		(1,079,757)	(1,463,975)
Payments on lease liabilities		(237,869)	(289,668)
Proceeds from long-term bank loans		4,567,672	4,908,782
Payments on long-term bank loans		(54,000)	(3,256,450)
Decrease in guarantee deposits		(25)	(45)
Cash dividend paid	6(16)	<u>(3,127,133)</u>	<u>(1,599,928)</u>
Net cash generated from financing activities		<u>416,894</u>	<u>494,442</u>
Effect of foreign exchange rate changes		<u>19,025</u>	<u>(6,236)</u>
Net increase in cash and cash equivalents		3,990,428	1,792,525
Cash and cash equivalents at beginning of year		<u>5,906,176</u>	<u>4,113,651</u>
Cash and cash equivalents at end of year		<u>\$ 9,896,604</u>	<u>\$ 5,906,176</u>

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

REPORT OF INDEPENDENT ACCOUNTANTS

To the Board of Directors and Shareholders of ChipMOS TECHNOLOGIES INC.

Opinion

We have audited the accompanying parent company only balance sheets of ChipMOS TECHNOLOGIES INC. (the “Company”) as of December 31, 2022 and 2021, and the related parent company only statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the parent company only financial statements, including a summary of significant accounting policies.

In our opinion, based on our audits and the report of other independent accountants, as described in the *Other matters* section of our report, the accompanying parent company only financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Independent accountants’ responsibilities for the audit of the parent company only financial statements* section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountants of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the report of other independent accountants, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Company’s 2022 parent company only financial statements. These matters were addressed in the context of our audit of the parent company only financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Company's 2022 parent company only financial statements are stated as follows:

Measuring progress towards satisfaction of performance obligation

Description

Please refer to Note 4(25) to the parent company only financial statements for the accounting policies on revenue recognition; Note 5 for uncertainty of accounting estimate and assumptions of revenue recognition; and Note 6(18) for details of the revenue.

The Company's revenue is primarily generated from the assembly and testing services of high-integration and high-precision integrated circuits based on customer's specification, and is recognized based on measuring progress towards satisfaction of performance obligation during the service period. The Company recognized revenue associated with assembly services, services for Liquid Crystal Display and other Flat-Panel Display Driver Semiconductors and Bumping totaling NT\$18,273,067 thousand for the year ended December 31, 2022. Such revenue is recognized over a period of time, during which the Company satisfied its performance obligations to the customer. The Company used an input method (input costs incurred as a percentage of total expected input costs) to measure the progress towards satisfaction of performance obligation and determine the amount of related revenue. Since the measurement of the progress towards satisfaction of performance obligation is complex and subject to management's significant estimation, measuring progress towards satisfaction of performance obligation was identified as a key audit matter.

How our audit addressed the matter

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

1. Testing the effectiveness of controls relating to accounting for revenue generated from aforementioned services, including the controls addressing the completeness and accuracy of the data utilized and the management's process to recognize and measure such revenue.
2. Validating the reasonableness of total expected input costs incurred on a testing basis relating to aforementioned services, and recalculating management's estimate of the progress towards satisfaction of performance obligation.
3. Testing the reasonableness of management's key assumptions to estimate the progress towards satisfaction of performance obligation (including utilizing data from recently completed services to estimate the progress towards satisfaction of performance obligation for in-progress services).

Other matters

Report of other independent accountants

We did not audit the financial statements of a certain investment accounted for using the equity method which were audited by other independent accountants. Therefore, our opinion expressed herein, insofar as it relates to the amounts included in the parent company only financial statements and the information on the investee disclosed in Note 13 is based solely on the reports of the other independent accountants. The balance of this investment accounted for using the equity method amounted to NT\$267,070 thousand and NT\$304,437 thousand, constituting 0.6% and 0.7% of the total assets as of December 31, 2022 and 2021, respectively, and total net comprehensive (loss) income including the share of profit and other comprehensive income of associate accounted for using the equity method amounted to (NT\$20,919) thousand and NT\$61,284 thousand, constituting (0.6%) and 1.2% of the total comprehensive income for the years then ended, respectively.

Responsibilities of management and those charged with governance for the parent company only financial statements

Management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal controls as management determines are necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Independent accountants' responsibilities for the audit of the parent company only financial statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will

always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company only financial statements.

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

1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the parent company only financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the footnote disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision and performance of the Company's audit. We remain solely responsible for our audit opinion.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Chien-Yeh Hsu.

Chien-Yeh Hsu

For and on behalf of PricewaterhouseCoopers, Taiwan

February 23, 2023

Yi-Chang Liang

Yi-Chang Liang

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

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	December 31, 2022		December 31, 2021		
		Amount	%	Amount	%	
Current assets						
1100	Cash and cash equivalents	6(1)	\$ 9,719,007	22	\$ 5,687,767	13
1110	Current financial assets at fair value through profit or loss	6(2)	128,224	-	359,960	1
1140	Current contract assets	6(18)	381,358	1	400,255	1
1150	Notes receivable, net		-	-	1,035	-
1170	Accounts receivable, net	6(4)	4,381,563	10	6,344,246	15
1200	Other receivables		129,695	-	86,569	-
130X	Inventories	6(5)	3,210,409	7	3,207,177	8
1410	Prepayments		122,370	-	148,937	-
11XX	Total current assets		<u>18,072,626</u>	<u>40</u>	<u>16,235,946</u>	<u>38</u>
Non-current assets						
1517	Non-current financial assets at fair value through other comprehensive income	6(6)	338,102	1	384,521	1
1535	Non-current financial assets at amortized cost	6(3) and 8	37,362	-	37,539	-
1550	Investments accounted for using equity method	6(7)	4,607,173	10	4,146,429	10
1600	Property, plant and equipment	6(8) and 8	20,445,571	46	20,110,329	47
1755	Right-of-use assets	6(9)	896,759	2	830,264	2
1840	Deferred tax assets	6(26)	159,286	-	180,598	1
1920	Refundable deposits		20,368	-	19,960	-
1990	Other non-current assets		335,650	1	565,970	1
15XX	Total non-current assets		<u>26,840,271</u>	<u>60</u>	<u>26,275,610</u>	<u>62</u>
1XXX	Total assets		<u>\$ 44,912,897</u>	<u>100</u>	<u>\$ 42,511,556</u>	<u>100</u>

(Continued)

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity	Notes	December 31, 2022		December 31, 2021		
		Amount	%	Amount	%	
Liabilities						
Current liabilities						
2100	Short-term bank loans	6(10)(29)	\$ -	-	\$ 731,751	2
2150	Notes payable		132	-	23	-
2170	Accounts payable		560,802	1	1,012,391	2
2200	Other payables	6(11)	3,777,177	9	4,369,890	10
2220	Other payables – related parties		4,000	-	3,200	-
2230	Current tax liabilities		201,521	1	814,053	2
2250	Current provisions		26,643	-	4,281	-
2280	Current lease liabilities	6(29)	158,678	-	164,133	1
2320	Long-terms bank loans, current portion	6(12)(29) and 8	1,522,917	3	46,826	-
2365	Current refund liabilities		37,123	-	9,849	-
2399	Other current liabilities		22,279	-	14,191	-
21XX	Total current liabilities		<u>6,311,272</u>	<u>14</u>	<u>7,170,588</u>	<u>17</u>
Non-current liabilities						
2540	Long-term bank loans	6(12)(29) and 8	12,444,884	28	9,366,539	22
2570	Deferred tax liabilities	6(26)	176,889	-	261,973	1
2580	Non-current lease liabilities	6(29)	759,447	2	681,469	2
2630	Long-term deferred revenue		127,657	-	120,188	-
2640	Net defined benefit liability, non-current	6(13)	259,215	1	503,288	1
2645	Guarantee deposits	6(29)	21,600	-	21,625	-
25XX	Total non-current liabilities		<u>13,789,692</u>	<u>31</u>	<u>10,955,082</u>	<u>26</u>
2XXX	Total liabilities		<u>20,100,964</u>	<u>45</u>	<u>18,125,670</u>	<u>43</u>
Equity						
Capital stock						
3110	Capital stock – common stock	6(14)	7,272,401	16	7,272,401	17
Capital surplus						
3200	Capital surplus	6(15)	6,064,637	13	6,064,485	14
Retained earnings						
3310	Legal reserve	6(16)	2,575,987	6	2,070,505	5
3350	Unappropriated retained earnings		8,657,696	19	8,740,451	20
Other equity interest						
3400	Other equity interest	6(17)	241,212	1	238,044	1
3XXX	Total equity		<u>24,811,933</u>	<u>55</u>	<u>24,385,886</u>	<u>57</u>
Significant contingent liabilities and unrecognized contract commitments						
3X2X	Total liabilities and equity	9	<u>\$ 44,912,897</u>	<u>100</u>	<u>\$ 42,511,556</u>	<u>100</u>

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

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except earnings per share)

Items	Notes	Years ended December 31,			
		2022		2021	
		Amount	%	Amount	%
4000 Revenue	6(18)	\$ 23,517,064	100	\$ 27,400,035	100
5000 Cost of revenue	6(5)(24)(25)	(18,605,007)	(79)	(20,146,057)	(74)
5900 Gross profit		<u>4,912,057</u>	<u>21</u>	<u>7,253,978</u>	<u>26</u>
Operating expenses	6(24)(25)and 7				
6100 Sales and marketing expenses		(130,676)	(1)	(117,750)	-
6200 General and administrative expenses		(528,924)	(2)	(553,235)	(2)
6300 Research and development expenses		(1,158,598)	(5)	(1,139,220)	(4)
6000 Total operating expenses		(1,818,198)	(8)	(1,810,205)	(6)
6500 Other income (expenses), net	6(19)	<u>129,933</u>	<u>1</u>	<u>125,587</u>	<u>-</u>
6900 Operating profit		<u>3,223,792</u>	<u>14</u>	<u>5,569,360</u>	<u>20</u>
Non-operating income (expenses)					
7100 Interest income	6(20)	54,785	-	8,763	-
7010 Other income	6(21)	66,991	-	34,496	-
7020 Other gains and losses	6(22)	385,322	2	(64,334)	-
7050 Finance costs	6(23)	(153,139)	(1)	(131,089)	-
7070 Share of profit of subsidiaries, associates and joint ventures accounted for using equity method		<u>436,790</u>	<u>2</u>	<u>617,594</u>	<u>2</u>
7000 Total non-operating income (expenses)		<u>790,749</u>	<u>3</u>	<u>465,430</u>	<u>2</u>
7900 Profit before income tax		4,014,541	17	6,034,790	22
7950 Income tax expense	6(26)	(642,567)	(3)	(975,721)	(3)
8200 Profit for the year		<u>\$ 3,371,974</u>	<u>14</u>	<u>\$ 5,059,069</u>	<u>19</u>

(Continued)

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except earnings per share)

Items	Notes	Years ended December 31,				
		2022		2021		
		Amount	%	Amount	%	
Other comprehensive income (loss)						
8311	Gain (loss) on remeasurements of defined benefit plans	6(13)	\$ 222,234	1	(\$ 14,999)	-
8316	Unrealized (loss) gain on valuation of equity instruments at fair value through other comprehensive income	6(6)(17)	(46,419)	-	122,514	-
8330	Share of other comprehensive (loss) income of subsidiaries, associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss	6(7)	(28,254)	-	28,843	-
8349	Income tax effect on components that will not be reclassified to profit or loss	6(26)	(35,163)	-	(21,504)	-
8310	Components of other comprehensive income that will not be reclassified to profit or loss		112,398	1	114,854	-
8361	Exchange differences on translation of foreign operations	6(17)	68,656	-	(24,695)	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss		68,656	-	(24,695)	-
8300	Other comprehensive income, net of income tax		\$ 181,054	1	\$ 90,159	-
8500	Total comprehensive income for the year		\$ 3,553,028	15	\$ 5,149,228	19
9750	Earnings per share—basic	6(27)	\$ 4.64		\$ 6.96	
9850	Earnings per share—diluted	6(27)	\$ 4.54		\$ 6.81	

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

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
(Expressed in thousands of New Taiwan dollars)

	Notes	Retained earnings				Other equity interest			Total equity
		Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealized gain (loss) on valuation of financial assets at fair value	through other comprehensive income	
Year 2021									
Balance at January 1, 2021		\$ 7,272,401	\$ 1,837,894	\$ 19,802	\$ 5,498,370	(\$ 61,330)	\$ 204,964	\$ 20,831,752	
Profit for the year	6(17)	-	-	-	5,059,069	-	-	5,059,069	
Other comprehensive (loss) income		-	-	-	(4,251)	(24,695)	119,105	90,159	
Total comprehensive income (loss) for the year		-	-	-	5,054,818	(24,695)	119,105	5,149,228	
Appropriation of prior year's earnings:									
Legal reserve	6(16)	-	232,611	-	(232,611)	-	-	-	
Special reserve		-	-	(19,802)	19,802	-	-	-	
Cash dividends		-	-	-	(1,599,928)	-	-	(1,559,928)	
Changes in associates accounted for using equity method	6(15)	-	4,834	-	-	-	-	4,834	
Balance at December 31, 2021		\$ 7,272,401	\$ 2,070,505	\$ -	\$ 8,740,451	(\$ 86,025)	\$ 324,069	\$ 24,385,886	
Year 2022									
Balance at January 1, 2022		\$ 7,272,401	\$ 2,070,505	\$ -	\$ 8,740,451	(\$ 86,025)	\$ 324,069	\$ 24,385,886	
Profit for the year		-	-	-	3,371,974	-	-	3,371,974	
Other comprehensive income (loss)	6(17)	-	-	-	177,886	68,656	(65,488)	181,054	
Total comprehensive income (loss) for the year		-	-	-	3,549,860	68,656	(65,488)	3,553,028	
Appropriation of prior year's earnings:									
Legal reserve	6(16)	-	505,482	-	(505,482)	-	-	-	
Cash dividends		-	-	-	(3,127,133)	-	-	(3,127,133)	
Changes in associates accounted for using equity method	6(15)	-	152	-	-	-	-	152	
Balance at December 31, 2022		\$ 7,272,401	\$ 2,575,987	\$ -	\$ 8,657,696	(\$ 17,369)	\$ 258,581	\$ 24,811,933	

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

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)

	Notes	Years ended December 31,	
		2022	2021
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before income tax		\$ 4,014,541	\$ 6,034,790
Adjustments to reconcile profit (loss)			
Depreciation expenses	6(8)(9)(24)	4,743,449	4,626,307
Expected credit losses		897	299
Interest expense	6(23)	142,299	120,903
Interest income	6(20)	(54,785)	(8,763)
Dividends income	6(21)	(9,816)	(4,690)
Share of profit of subsidiaries, associates and joint ventures accounted for using equity method		(436,790)	(617,594)
Loss (gain) on valuation of financial assets at fair value through profit or loss	6(2)(22)	69,404	(16,203)
Gain on disposal of property, plant and equipment	6(19)	(74,548)	(33,935)
Gain from lease modifications	6(19)	(139)	(891)
Impairment loss on property, plant and equipment	6(8)(19)	12,721	4,843
Deferred income		(17,859)	(12,389)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		162,332	(290,637)
Current contract assets		18,788	(11,242)
Notes receivable		1,035	(436)
Accounts receivable		1,961,924	(980,380)
Other receivables		17,340	(47,242)
Inventories		(3,232)	(1,105,102)
Prepayments		37,745	(67,223)
Other non-current assets		-	6,915
Changes in operating liabilities			
Notes payable		109	(2,876)
Accounts payable		(451,589)	45,570
Other payables		(172,107)	463,551
Other payables – related parties		800	(158)
Current provisions		22,362	818
Current refund liabilities		27,274	(15)
Other current liabilities		8,088	(6,859)
Net defined benefit liability, non-current		(21,839)	(23,362)
Cash generated from operations		9,998,404	8,074,000
Interest received		40,123	9,115
Dividend received		26,416	17,140
Interest paid		(107,070)	(99,762)
Income tax paid		(1,354,034)	(691,050)
Net cash generated from operating activities		<u>8,603,839</u>	<u>7,309,443</u>

(Continued)

ChipMOS TECHNOLOGIES INC.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
 (Expressed in thousands of New Taiwan dollars)

	Notes	Years ended December 31,	
		2022	2021
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at amortized cost		(\$ 37,362)	\$ -
Proceeds from repayments of financial assets at amortized cost		37,539	10,780
Acquisition of property, plant and equipment	6(28)	(4,699,369)	(5,881,085)
Proceeds from disposal of property, plant and equipment		77,339	120,586
(Increase) decrease in refundable deposits		(408)	460
Increase in other non-current assets		(400,569)	(501,177)
Increase in long-term deferred revenue		25,328	49,349
Net cash used in investing activities		(4,997,502)	(6,201,087)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
	6(29)		
Proceeds from short-term bank loans		348,006	2,195,726
Payments on short-term bank loans		(1,079,757)	(1,463,975)
Payments on lease liabilities		(229,860)	(281,782)
Proceeds from long-term bank loans		4,567,672	4,908,782
Payments on long-term bank loans		(54,000)	(3,256,450)
Decrease in guarantee deposits		(25)	(45)
Cash dividend paid	6(16)	(3,127,133)	(1,599,928)
Net cash generated from financing activities		424,903	502,327
Net increase in cash and cash equivalents		4,031,240	1,610,683
Cash and cash equivalents at beginning of year		5,687,767	4,077,084
Cash and cash equivalents at end of year		\$ 9,719,007	\$ 5,687,767

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

ChipMOS TECHNOLOGIES INC.
Earnings Distribution Proposal
2022

Unit: NT\$

Items	Total	Amount	Note
Unappropriated retained earnings at January 1, 2022		\$5,107,836,952	
After tax earnings of year 2022	3,371,973,718		
Add : Remeasurement of defined benefit plans	177,787,098		
Add : Impact from investment accounted for using equity method	98,067		
After tax earnings of year plus items other than after tax earnings of year		3,549,858,883	
Less : Appropriation of legal reserve		(354,985,888)	
Retained earnings available for distribution as of December 31, 2022		8,302,709,947	
Distribution items			
Dividends to shareholders (NT\$2.3 per share)		(1,672,652,290)	
Unappropriated retained earnings at December 31, 2022		\$6,630,057,657	

Note 1: As of December 31, 2022, the number of the Company's outstanding shares entitled to participate in distribution is 727,240,126 shares.

Note 2: The distribution of less than \$1 (fractional share) cash dividends are recognized as other income.

Chairman: Shih-Jye Cheng

President: Shih-Jye Cheng

Accounting Officer: Silvia Su

ChipMOS TECHNOLOGIES INC.

**List of Release the Prohibition on Directors
from Participation in Competitive Business**

No	Title	Name	Current positions at the other company
1	Director	David Chang (representative, Siliconware Precision Industries Co., Ltd.)	Vice President of Siliconware Precision Industries Co., Ltd.
2	Independent Director	Hui-Fen Chan	Independent Director / Audit Committee Member / Compensation Committee Member of Taiwan Mask Corp.
3	Independent Director	Hong-Tzer Yang	Independent Director of China Leasing Company Limited (candidate)