

Tai-Tech Advanced Electronics Co., Ltd. and its  
subsidiaries  
Consolidated Financial Statements and Report of  
Independent Accountants  
Third Quarter 2025 and 2024  
(Stock Code: 3357)

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Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Financial Statements and Report of Independent Accountants for Third  
Quarter 2025 and 2024  
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## Report of Independent Accountants

(114)Cai-shen-bao-zi No. 25001885

To: Tai-Tech Advanced Electronics Co., Ltd.

### **Introduction**

We have audited the consolidated balance sheets of Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024; the consolidated statements of comprehensive income for the three-month periods ended September 30, 2025 and 2024, and for the nine-month periods ended September 30, 2025 and 2024; as well as the consolidated statements of changes in equity, consolidated statements of cash flows, and notes to the consolidated financial statements (including a summary of significant accounting policies) for the nine-month periods then ended. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” approved and promulgated into effect by the Financial Supervisory Commission (FSC). Our responsibility is to express a conclusion on the consolidated financial statements based on our review.

### **Scope of Review**

Except those stated in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with Standards on Review Engagements of the Republic of China 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity.” A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Basis for Qualified Conclusion**

As stated in Note 6(5) to the consolidated financial statements, the financial statements of investee companies accounted for under the equity method and included in the consolidated financial statements have not been reviewed by other auditors (see Other Matters paragraph). As of September 30, 2025 and 2024, the carrying amounts of these equity-method investments, calculated based on the Group’s shareholding, were NT\$750,718 thousand and NT\$16,545 thousand, representing 6% and 0% of the Group’s

total consolidated assets, respectively. The Group's share of profit or loss from these investees recognized in the consolidated financial statements was a loss of NT\$114 thousand and a loss of NT\$452 thousand for the three months ended September 30, 2025 and 2024, respectively, and a gain of NT\$39,179 thousand and a loss of NT\$1,567 thousand for the nine months ended September 30, 2025 and 2024, respectively, representing 0%, 0%, 5%, and 0% of the consolidated profit or loss of the Group for those periods.

### **Qualified Conclusion**

Based on our review of the consolidated financial statements and the Report of Independent Accountants, and on the review reports of other auditors (see the Other Matters paragraph), except for the possible adjustments to the consolidated financial statements resulting from the equity-method investees whose financial statements and the related information disclosed in Note 13 to the consolidated financial statements were reviewed by other auditors as described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements are not prepared, in all material respects, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, Interim Financial Reporting, as endorsed and promulgated by the Financial Supervisory Commission, so as to present fairly the consolidated financial position of Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and their consolidated financial performance for the three-month periods ended September 30, 2025 and 2024, and for the nine-month periods ended September 30, 2025 and 2024, as well as their consolidated cash flows for the nine-month periods ended September 30, 2025 and 2024.

### **Other matters - Adoption of the review reports by other CPAs**

The financial statements of investees accounted for using the equity method and recognized in Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries' consolidated financial statements were not reviewed by us but by other auditors. Therefore, the monetary amount included in our review report on the said consolidated financial statements and related to such investees was by reference to other auditors' review reports containing a qualified conclusion. As of September 30, 2025 and 2024, the investments accounted for using the equity method in the aforementioned companies amounted to NT\$1,789,566 thousand and NT\$1,672,627 thousand, representing 14% and 14% of the consolidated total assets of Northwest Taiching Technology Co., Ltd. and its subsidiaries, respectively. The comprehensive income (loss) recognized from these companies for the

three months and nine months ended September 30, 2025 and 2024 was NT\$148,388 thousand, NT\$96,980 thousand, NT\$170,163 thousand, and NT\$266,769 thousand, respectively, representing 24%, 30%, 30%, and 28% of the consolidated comprehensive income (loss) of the Group, respectively.

PricewaterhouseCoopers Taiwan

Wei-hao Wu  
Certified Public Accountant (CPA)  
Ya-Hui Cheng

Pursuant to Official Document Jin-Guan-Zheng-Fa-Zi No.  
1080323093 issued by the Financial Supervisory  
Commission  
Former Financial Supervisory Commission and Securities  
and Futures Bureau of the Executive Yuan  
Pursuant to Official Document Jin-Guan-Zheng-Liu-Zi No.  
0960072936

November 10, 2025

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Balance Sheets  
September 30, 2025, and December 31, 2024 and September 30, 2024

Unit: NT\$ thousand

			September 30, 2025		December 31, 2024		September 30, 2024	
Assets		Note	Amount	%	Amount	%	Amount	%
<b>Current assets</b>								
1100	Cash and cash equivalents	6 (1)	\$ 1,717,094	13	\$ 1,780,997	15	\$ 1,942,430	17
1150	Notes receivable, net	6 (2)	81,081	1	36,806	-	48,205	1
1170	Accounts receivable, net	6 (2)	2,139,343	16	1,996,348	16	1,899,471	16
1180	Accounts receivable from related parties, net	6 (2) and 7	138,616	1	129,489	1	151,644	1
1200	Other receivables		74,308	1	33,711	-	41,730	-
1210	Other receivables - related parties	7	-	-	140	-	-	-
1220	Current income tax assets	6 (26)	1,640	-	2	-	911	-
130X	Inventory	6 (3)	1,074,619	8	896,450	8	830,078	7
1410	Pre-payments	6 (14)	82,768	1	104,091	1	95,271	1
1470	Other current assets		9,770	-	3,811	-	628	-
11XX	<b>Total current assets</b>		5,319,239	41	4,981,845	41	5,010,368	43
<b>Non-current assets</b>								
1510	Financial assets at fair value through profit or loss - non-current	6 (12)	660	-	770	-	1,210	-
1517	Financial assets at fair value through other comprehensive income - non-current	6 (4) and 12 (III)	708,515	5	567,634	5	718,739	6
1550	Investment accounted for using the equity method	6 (5)	2,525,402	20	2,178,533	18	1,678,304	14
1600	Property, plant and equipment	6(6)(9) and 8	4,103,580	32	4,358,293	35	4,073,750	35
1755	Right-of-use assets	6 (7) and 7	30,908	-	34,809	-	35,445	-
1780	Intangible assets		70,671	1	54,094	-	49,229	1
1840	Deferred income tax assets	6 (26)	3,167	-	3,237	-	27,620	-
1900	Other non-current assets	6 (8)	175,181	1	71,613	1	127,779	1
15XX	<b>Total non-current assets</b>		7,618,084	59	7,268,983	59	6,712,076	57
1XXX	<b>Total assets</b>		\$ 12,937,323	100	\$ 12,250,828	100	\$ 11,722,444	100

(Continued)

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Balance Sheets  
September 30, 2025, and December 31, 2024 and September 30, 2024

Unit: NT\$ thousand

Liabilities and equity		Note	September 30, 2025		December 31, 2024		September 30, 2024	
			Amount	%	Amount	%	Amount	%
Current liabilities								
2100	Short-term borrowings	6 (10)	\$ 680,000	5	\$ 330,000	3	\$ 130,000	1
2150	Notes payable		6,975	-	16,011	-	14,395	-
2170	Accounts payable		906,467	7	806,684	7	769,866	7
2180	Accounts payable - related parties	7	2,634	-	2,622	-	3,223	
2200	Other payables	6 (11) and 7	664,848	5	587,956	5	591,769	5
2230	Current income tax liabilities	6 (26)	63,313	-	35,275	-	52,515	-
2250	Liability reserve - current		5,264	-	4,492	-	4,185	-
2280	Lease liabilities - current	7	2,220	-	2,311	-	2,466	-
2320	Current portion of long-term borrowings	6 (13)	340,587	3	243,158	2	174,545	2
21XX	Total current liabilities		2,672,308	20	2,028,509	17	1,742,964	15
Non-current liabilities								
2530	Corporate bonds payable	6 (12)	1,079,995	9	1,066,426	9	1,061,942	9
2540	Long-term borrowings	6 (13)	1,204,014	9	1,266,554	10	1,339,601	12
2570	Deferred income tax liabilities	6 (26)	253,152	2	267,624	2	267,340	2
2580	Lease liabilities - non-current	7	3,720	-	5,376	-	5,941	-
2640	Net defined benefit liabilities — non-current	6 (14)	1,746	-	1,415	-	1,347	-
2670	Other non-current liabilities - others		5,684	-	7,207	-	7,688	-
25XX	Total non-current liabilities		2,548,311	20	2,614,602	21	2,683,859	23
2XXX	Total liabilities		5,220,619	40	4,643,111	38	4,426,823	38
Equity attributable to shareholders of the parent								
	Share capital	6 (15)						
3110	Common shares		1,020,349	8	1,020,349	8	1,020,349	9
	Capital surplus	6 (16)						
3200	Capital surplus		1,852,971	14	1,854,376	15	1,854,376	15
	Retained earnings	6 (17)						
3310	Legal reserve		811,142	6	720,465	6	720,465	6
3320	Special reserve		76,642	1	76,642	1	76,642	1
3350	Unappropriated earnings		3,501,988	27	3,312,481	27	2,911,810	25
	Other equity	6 (18)						
3400	Other equity		263,780	2	496,692	4	580,182	5
31XX	Equity attributable to shareholders of the parent - Total		7,526,872	58	7,481,005	61	7,163,824	61
36XX	Non-controlling interests		189,832	2	126,712	1	131,797	1
3XXX	Total equity		7,716,704	60	7,607,717	62	7,295,621	62
	Significant Commitments or Contingencies	9						
	Significant Subsequent Events	11						
3X2X	Total liabilities and equity		\$ 12,937,323	100	\$ 12,250,828	100	\$ 11,722,444	100

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.



Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Statement of Comprehensive Income  
January 1 to September 30, 2025 and 2024

Unit: NT\$ thousand  
(Except Earnings Per Share)

Item	Note	July 1 to September 30, 2025		July 1 to September 30, 2024		January 1 to September 30, 2025		January 1 to September 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue	6 (19) and 7	\$ 1,647,584	100	\$ 1,469,100	100	\$ 4,817,530	100	\$ 4,010,047	100
5000 Operating costs	6 (3) (24) (25) and 7	( 1,211,593)	( 74)	( 1,095,294)	( 75)	( 3,585,413)	( 75)	( 3,044,960)	( 76)
5900 Gross profit		<u>435,991</u>	<u>26</u>	<u>373,806</u>	<u>25</u>	<u>1,232,117</u>	<u>25</u>	<u>965,087</u>	<u>24</u>
5910 Unrealized gains from sale		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	( 1,598)	-	<u>-</u>	<u>-</u>
5950 Gross profit, net		<u>435,991</u>	<u>26</u>	<u>373,806</u>	<u>25</u>	<u>1,230,519</u>	<u>25</u>	<u>965,087</u>	<u>24</u>
Operating expenses	6 (24) (25) and 7								
6100 Selling and marketing expenses		( 100,171)	( 6)	( 89,394)	( 6)	( 301,960)	( 6)	( 256,963)	( 6)
6200 General and administrative expenses		( 75,691)	( 4)	( 55,113)	( 4)	( 231,317)	( 5)	( 148,470)	( 4)
6300 Research and development expenses		( 59,949)	( 4)	( 49,737)	( 3)	( 159,884)	( 3)	( 143,370)	( 4)
6450 Expected credit impairment gain	12 (2)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
6000 Total operating expenses		( 235,811)	( 14)	( 194,244)	( 13)	( 693,161)	( 14)	( 548,803)	( 14)
6900 Operating gains		<u>200,180</u>	<u>12</u>	<u>179,562</u>	<u>12</u>	<u>537,358</u>	<u>11</u>	<u>416,284</u>	<u>10</u>
Non-operating income and expenses									
7100 Interest income	6 (20)	6,718	-	8,542	1	24,948	1	30,911	1
7010 Other income	6 (21)	9,889	1	13,424	1	338,956	7	63,616	2
7020 Other gains and losses	6 (9) (22)	28,383	2	( 28,005)	( 2)	( 130,207)	( 3)	37,554	1
7050 Financial costs	6(10)(13) (23)	( 13,477)	( 1)	( 10,366)	( 1)	( 38,539)	( 1)	( 30,371)	( 1)
7060 Share of profit (loss) of associates and joint ventures accounted for using equity method	6 (5)	<u>50,587</u>	<u>3</u>	<u>28,622</u>	<u>2</u>	<u>143,494</u>	<u>3</u>	<u>78,852</u>	<u>2</u>
7000 Total non-operating incomes and expenses		<u>82,100</u>	<u>5</u>	<u>12,217</u>	<u>1</u>	<u>338,652</u>	<u>7</u>	<u>180,562</u>	<u>5</u>
7900 <b>Income before income tax</b>		<u>282,280</u>	<u>17</u>	<u>191,779</u>	<u>13</u>	<u>876,010</u>	<u>18</u>	<u>596,846</u>	<u>15</u>
7950 Income tax expenses	6 (26)	( 28,512)	( 2)	( 29,587)	( 2)	( 83,638)	( 1)	( 91,313)	( 2)
8200 <b>Net profit (loss) for current period</b>		<u>\$ 253,768</u>	<u>15</u>	<u>\$ 162,192</u>	<u>11</u>	<u>\$ 792,372</u>	<u>17</u>	<u>\$ 505,533</u>	<u>13</u>

(Continued)

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Statement of Comprehensive Income  
January 1 to September 30, 2025 and 2024

Unit: NT\$ thousand  
(Except Earnings Per Share)

Item	Note	July 1 to September 30, 2025		July 1 to September 30, 2024		January 1 to September 30, 2025		January 1 to September 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
<b>Other comprehensive income/(loss) for the year, net of income tax</b>									
<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>	6 (18)								
8316 Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	6 (4)	\$ 32,711	2	\$ 117,087	8	\$ 9,510	-	\$ 79,622	2
8320 Share of profit (loss) of associates and joint ventures accounted for using equity method - Components of other comprehensive income that will not be reclassified to profit or loss		66,407	4	73,207	5	107,110	2	161,567	4
8310 Total components of other comprehensive income that will not be reclassified to profit or loss		99,118	6	190,294	13	116,620	2	241,189	6
<b>Items that may be reclassified subsequently to profit or loss</b>	6 (18)								
8361 Exchange differences on translating the financial statements of foreign operations		226,292	14	( 22,603)	( 2)	( 304,955)	( 6)	182,924	4
8370 Share of profit (loss) of associates and joint ventures accounted for using equity method - Components of other comprehensive income that might be reclassified to profit or loss		31,281	2	( 5,414)	-	( 42,140)	( 1)	24,771	1
8360 Total of items that may be reclassified subsequently to profit or loss		257,573	16	( 28,017)	( 2)	( 347,095)	( 7)	207,695	5
8300 <b>Other comprehensive income/(loss) for the year, net of income tax</b>		\$ 356,691	22	\$ 162,277	11	(\$ 230,475)	( 5)	\$ 448,884	11
8500 <b>Total comprehensive income (loss) for the current period</b>		\$ 610,459	37	\$ 324,469	22	\$ 561,897	12	\$ 954,417	24
Net income attributable to:									
8610 shareholders of the parent		\$ 257,969	15	\$ 162,595	11	\$ 800,232	17	\$ 506,093	13
8620 Non-controlling interests		( \$ 4,201)	-	( \$ 403)	-	( \$ 7,860)	-	( \$ 560)	-
Total comprehensive income (loss) attributable to:									
8710 shareholders of the parent		\$ 606,948	37	\$ 318,121	22	\$ 573,129	12	\$ 947,226	24
8720 Non-controlling interests		\$ 3,511	-	\$ 6,348	-	( \$ 11,232)	-	\$ 7,191	-
<b>EARNINGS PER SHARE</b>	6 (27)								
9750 Basic earnings per share attributable to shareholders of the parent company		\$ 2.53		\$ 1.59		\$ 7.84		\$ 4.96	
9850 Diluted earnings per share attributable to shareholders of the parent company		\$ 2.33		\$ 1.49		\$ 7.22		\$ 4.63	

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Statement of Changes in Equity  
January 1 to September 30, 2025 and 2024

Unit: NT\$ thousand

		Equity attributable to shareholders of the parent									
		Retained earnings					Other equity				
							Exchange differences on translating the financial statements of foreign operations	Unrealized gain/(loss) on financial assets at fair value through other comprehensive income		Non- controlling interests	Total equity
	Note	Common shares	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings			Total		
<u>January 1 to September 30, 2024</u>											
		\$ 1,020,340	\$ 1,854,279	\$ 657,300	\$ 76,642	\$ 2,928,035	(\$ 217,641 )	\$ 356,690	\$ 6,675,645	\$ 60,682	\$ 6,736,327
		-	-	-	-	506,093	-	-	506,093	( 560 )	505,533
	6 (18)	-	-	-	-	-	199,944	241,189	441,133	7,751	448,884
		-	-	-	-	506,093	199,944	241,189	947,226	7,191	954,417
	6 (17)										
		-	-	63,165	-	( 63,165 )	-	-	-	-	-
		-	-	-	-	( 459,153 )	-	-	( 459,153 )	-	( 459,153 )
		-	9	-	-	-	-	-	9	-	9
	6 (12)	9	88	-	-	-	-	-	97	-	97
		-	-	-	-	-	-	-	-	63,924	63,924
		\$ 1,020,349	\$ 1,854,376	\$ 720,465	\$ 76,642	\$ 2,911,810	(\$ 17,697 )	\$ 597,879	\$ 7,163,824	\$ 131,797	\$ 7,295,621
<u>January 1 to September 30, 2025</u>											
		\$ 1,020,349	\$ 1,854,376	\$ 720,465	\$ 76,642	\$ 3,312,481	\$ 35,333	\$ 461,359	\$ 7,481,005	\$ 126,712	\$ 7,607,717
		-	-	-	-	800,232	-	-	800,232	( 7,860 )	792,372
	6 (18)	-	-	-	-	-	( 343,723 )	116,620	( 227,103 )	( 3,372 )	( 230,475 )
		-	-	-	-	800,232	( 343,723 )	116,620	573,129	( 11,232 )	561,897
	6 (17)										
		-	-	90,677	-	( 90,677 )	-	-	-	-	-
		-	-	-	-	( 510,174 )	-	-	( 510,174 )	-	( 510,174 )
		-	( 778 )	-	-	( 36,289 )	( 879 )	( 4,930 )	( 42,876 )	-	( 42,876 )
		-	( 627 )	-	-	26,415	-	-	25,788	-	25,788
		-	-	-	-	-	-	-	-	74,352	74,352
		\$ 1,020,349	\$ 1,852,971	\$ 811,142	\$ 76,642	\$ 3,501,988	(\$ 309,269 )	\$ 573,049	\$ 7,526,872	\$ 189,832	\$ 7,716,704

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Statements of Cash Flows  
January 1 to September 30, 2025 and 2024

Unit: NT\$ thousand

	Note	January 1 to September 30, 2025	January 1 to September 30, 2024
<u>Cash flow from operating activities</u>			
Income before income tax		\$ 876,010	\$ 596,846
Adjustments			
Adjustments for income and expenses			
Depreciation expenses (including right-of-use assets)	6 (24)	381,368	405,116
Amortization	6 (24)	8,661	5,935
Net gain on financial assets and liabilities at fair value through profit or loss	6 (22)	110	( 7,356 )
Loss (gain) on disposal of property, plant and equipment	6 (22)	5,682	( 621 )
Impairment loss recognized on property, plant, and equipment	6 (22)	91,037	-
Unrealized gains from sale		1,598	-
Interest income	6 (20)	( 24,948 )	( 30,911 )
Dividends income	6 (21)	( 13,812 )	( 23,107 )
Bargain purchase gains	6 (21)	( 300,122 )	-
Interest expenses	6 (23)	38,539	30,371
Share of profit of associates accounted for using equity method	6 (5)	( 143,494 )	( 78,852 )
Miscellaneous expenses		-	6,141
Disposal of investment gains	6 (22)	( 5,809 )	-
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets compulsorily measured at fair value through profit or loss - current		-	7,026
Notes receivable		( 44,275 )	1,639
Accounts Receivable		( 142,955 )	( 435,375 )
Accounts receivable due from related parties		( 9,127 )	( 56,794 )
Other receivables		( 40,597 )	( 15,089 )
Other receivables - related parties		140	-
Inventory		( 178,169 )	( 61,955 )
Pre-payments		21,323	( 52,639 )
Other current assets		( 5,959 )	( 361 )
Changes in operating liabilities, net			
Notes payable		( 5,518 )	( 382 )
Accounts payable		99,783	219,331
Accounts payables to related parties		12	112
Other payables		36,341	( 1,596 )
Liability reserve - current		772	( 93 )
Net defined benefit liabilities		331	294
Other noncurrent liabilities		( 1,951 )	( 1,286 )
Cash generated from operating activities		644,971	506,394
Interest paid		( 24,970 )	( 17,027 )
Income taxes paid		( 56,150 )	( 85,604 )
Net cash inflow from operating activities		563,851	403,763

(Continued)

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Consolidated Statements of Cash Flows  
January 1 to September 30, 2025 and 2024

Unit: NT\$ thousand

	Note	January 1 to September 30, 2025	January 1 to September 30, 2024
<u>Cash Flows From Investing Activities</u>			
Interests received		\$ 24,948	\$ 30,911
Dividends received		13,812	23,107
Acquisition of financial assets at fair value through other comprehensive income		( 134,805 )	( 78,845 )
Decrease in financial assets at amortized cost		-	30,705
Acquisition of property, plant and equipment	6(29)	( 425,362 )	( 364,008 )
Proceeds from disposal of property, plant and equipment		11,487	5,008
Acquisition of intangible assets		( 25,660 )	( 4,991 )
Increase in refundable deposits		( 5,845 )	( 6,615 )
Capital surplus distributed in cash		-	482
Cash dividend of long-term equity investment under equity method		135,287	57,500
Net cash flows used in investing activities		( 406,138 )	( 306,746 )
<u>Cash Flow from Financing Activities</u>			
Increase in short-term borrowings		2,150,000	500,000
Decrease in short-term borrowings		( 1,800,000 )	( 470,000 )
Increase in long-term borrowings		200,000	-
Repayment for long-term borrowings		( 165,111 )	( 28,299 )
Repayment of the principal portion of lease liabilities	6 (30)	( 1,747 )	( 3,363 )
Increase (decrease) in refundable deposits		428	( 1,040 )
Cash dividends appropriated	6 (17)	( 510,174 )	( 459,153 )
Increase in non-controlling interests		74,352	63,924
Net cash used in financing activities		( 52,252 )	( 397,931 )
Exchange rate adjustments		( 169,364 )	90,710
Decrease in cash and cash equivalents for the period		( 63,903 )	( 210,204 )
Cash and cash equivalents - beginning balance		1,780,997	2,152,634
Cash and cash equivalents - ending balance		\$ 1,717,094	\$ 1,942,430

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Notes to Consolidated Financial Statements  
Third Quarter 2025 and 2024

Unit: NT\$ thousand  
(unless otherwise specified)

I. Company History and Business Scope

Tai-Tech Advanced Electronics (hereinafter referred to as the “Company”) was incorporated on November 2, 1992. The Company and its subsidiaries (hereinafter collectively referred to as the “Group”) mainly engages in manufacturing and processing of electronic parts, magnet cores, multilayer wire-wound and other wire-wound products and acts as an agent for domestic and foreign companies in terms of quotation, bidding, distribution and import and export of the said products. The Company’s shares were listed on Taipei Exchange for trading on April 27, 2021.

II. Approval Date and Procedure of Financial Statements

The Consolidated Financial Statements have passed the board of directors resolution and were published on November 10, 2025.

III. Application of New Standards, Amendments and Interpretations

(I) The impact of the adoption of the new and revised International Financial Reporting Standards (IFRS) recognized and promulgated by the Financial Supervisory Commission (FSC)

The following table sets forth the standards and interpretations for the new issues, amendments, and revisions of International Financial Reporting Standards (IFRS) approved and promulgated into effect by the FSC for application in 2025:

<u>New, Revised or Amended Standards and Interpretations</u>	<u>Effective date announced by IASB</u>
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025

The Group has assessed the aforementioned standards and interpretations and concluded that they do not have significant effects on the Group’s financial position and financial performance.

(II) Effects of Not Adopting the Newly Issued or Amended IFRSs Endorsed by the FSC

The following table sets forth the standards and interpretations for the new issues, amendments, and revisions of International Financial Reporting Standards (IFRS) recognized by the FSC for application in 2026:

<u>New, Revised or Amended Standards and Interpretations</u>	<u>Effective date announced by IASB</u>
Amendments to IFRS No. 9 and IFRS No. 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts for Renewable Electricity"	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Insurance Contracts"	January 1, 2023
Amendment to IFRS 17 Initial application of IFRS 17 and IFRS 9 — Comparative information	January 1, 2023
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

Except for the following, the Group has assessed the aforementioned standards and interpretations and concluded that they do not have significant effects on the Group's financial position and financial performance:

Amendments to IFRS No. 9 and IFRS No. 7 "Amendments to the Classification and Measurement of Financial Instruments"

Update the fair value of the equity instruments designated through other comprehensive income (FVOCI) through an irrevocable election should be disclosed for each type of equity instrument, and there is no need to disclose the fair value information for each underlying subject. In addition, the amount of fair value gain or loss recognized in other comprehensive income shall be disclosed. The amount of fair value gain or loss on the investment derecognized during the reporting period shall be presented separately. and accumulated gains and losses from investments that are derecognized during the reporting period and transferred to equity during the reporting period.

(III) Effects of the IFRSs issued by IASB but not yet endorsed by the FSC

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

<u>New, Revised or Amended Standards and Interpretations</u>	<u>Effective date announced by IASB</u>
Amendments to IFRS 10 and IAS 28 - "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	Yet to be decided by IASB
IFRS 18 "Presentation and Disclosures in Financial Statements"	January 1, 2027 (Note)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

Note: In a press release dated September 25, 2025, the FSC announced that IFRS No. 18 (hereinafter referred to as "IFRS 18") will be applicable to public entities starting in 2028;

in addition, companies may elect to apply IFRS 18 early after it is approved by the FSC. Except for the following, the Group has assessed the aforementioned standards and interpretations and concluded that they do not have significant effects on the Group's financial position and financial performance.

#### IFRS 18 "Presentation and Disclosures in Financial Statements"

IFRS 18 "Financial Statement Presentation and Disclosure" replaces IAS No. 1 and updates the structure of the comprehensive income statement, adds the disclosure of management performance measurement, and strengthens the application in the summary of the main financial statements and notes and segmentation.

### IV. Summary of Significant Accounting Policies

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

#### (I) Statement of Compliance

1. These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as approved and promulgated into effect by the FSC.
2. The consolidated financial statements should be read in conjunction with the 2024 consolidated financial statements.

#### (II) Basis of Preparation

1. Except for the following significant accounts, the consolidated financial statements have been prepared under the historical cost convention:
  - (1) Financial assets measured at fair value through profit or loss (including derivatives).
  - (2) Financial assets at fair value through other comprehensive income.
  - (3) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.
2. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred to hereinafter as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

#### (III) Basis of Consolidation

1. Principles for preparing the consolidated financial statements

The preparation principles of the consolidated financial statements are the same as those in the 2024 consolidated financial statements.
2. Subsidiaries included in the consolidated financial statements:



		<u>Shareholding percentage</u>				
<u>Name of Investor</u>	<u>Subsidiary name</u>	<u>Business nature</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	<u>Remarks</u>
The Company	NORTH STAR INTERNATIONAL LIMITED	Invested business	100%	100%	100%	
The Company	BEST BLISS INVESTMENTS LIMITED	Invested business	100%	100%	100%	
The Company	TECHWORLD ELECTRONICS SINGAPORE PTE. LTD.	Reinvestment and trading-related business	60%	60%	60%	
The Company	JDX Technology Co., Ltd.	Sale of electronic components	83.33%	83.33%	-	Note 1
BEST BLISS INVESTMENTS LIMITED	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	Production, processing and sale of electronic components	100%	100%	100%	

		<u>Shareholding percentage</u>				
<u>Name of Investor</u>	<u>Subsidiary name</u>	<u>Business nature</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	<u>Remarks</u>
BEST BLISS INVESTMENTS LIMITED	FIXED ROCK HOLDING LTD.	Invested business	100%	100%	100%	
BEST BLISS INVESTMENTS LIMITED	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Production, processing and sale of electronic components	26.60%	26.60%	26.60%	
FIXED ROCK HOLDING LTD.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Production, processing and sale of electronic components	73.40%	73.40%	73.40%	

TECHWORLD ELECTRONICS SINGAPORE PTE.LTD.	TECHWORLD ELECTRONICS (M) SDN. BHD.	Production, processing and sale of electronic components	100%	100%	100%	
TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	TAI-TECH Advanced Electronics (Shenzhen) Co., Ltd.	Sale of electronic components	100%	100%	100%	
TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	TAIPAQ Electronic Components (Shenzhen) Co., Ltd.	Sale of electronic components	66.70%	-	-	Note 2

Note 1: In November 2024, the Group acquired additional shares in the company, thereby gaining control over the company and making it a new consolidated entity. Please refer to Note 6(28) for details on business combination.

Note 2: In June 2025, the Group acquired additional shares in the company, thereby gaining control over the company and making it a new consolidated entity. Please refer to Note 6(28) for details on business combination.

3. Subsidiaries not included in the consolidated financial statements

None.

4. Adjustments for subsidiaries with different accounting periods

None.

5. Major restrictions

None.

6. Subsidiaries with significant non-controlling interest for the Group

None.

(IV) Employee benefits

Pension - defined benefit plan

The pension cost of interim period is calculated based on the pension cost actuarially determined according to the end date of the previous fiscal year for the period from the beginning of the year to the end of the period. In case where there is any material market fluctuation or material reduction, repayment or other material one-time events after the end date, adjustments are made and relevant information is disclosed according to the aforementioned policy.

(V) Income tax

The tax expense of interim period is calculated based on the estimated annual average effective tax rate applied to the income before tax up to the interim period and relevant information is disclosed according to the aforementioned policy.

V. Significant Accounting Judgments, Estimates, and Major Sources of Uncertainty for Assumptions

There is no significant change in the current period. Please refer to Note 5 of the 2024 consolidated financial statements.

VI. Description of Significant Accounts

(I) Cash and cash equivalents

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Cash on hand and revolving funds	\$ 1,307	\$ 2,593	\$ 1,973
Checking deposits and demand deposits	976,773	1,127,595	1,417,138
Time deposits	739,014	650,809	447,249
Commercial paper with repurchase agreement	-	-	76,070
Total	<u>\$ 1,717,094</u>	<u>\$ 1,780,997</u>	<u>\$ 1,942,430</u>

1. Since the Group corresponds with multiple financial institutions with good credit quality to diversify credit risks, the risk of default is expected to be low.

2. The Group did not pledge any cash and cash equivalents as collaterals.

(II) Notes and Accounts Receivable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Notes receivable	<u>\$ 81,081</u>	<u>\$ 36,806</u>	<u>\$ 48,205</u>
Accounts Receivable	\$ 2,140,758	\$ 1,997,803	\$ 1,900,919
Less: Allowance for losses	<u>( 1,415)</u>	<u>( 1,455)</u>	<u>( 1,448)</u>
	<u>\$ 2,139,343</u>	<u>\$ 1,996,348</u>	<u>\$ 1,899,471</u>
Accounts receivable due from related parties	\$ 138,705	\$ 129,578	\$ 151,733
Less: Allowance for losses	<u>( 89)</u>	<u>( 89)</u>	<u>( 89)</u>
	<u>\$ 138,616</u>	<u>\$ 129,489</u>	<u>\$ 151,644</u>

1. The aging analysis of accounts receivable and notes receivable is as follows:

	<u>September 30, 2025</u>		<u>December 31, 2024</u>		<u>September 30, 2024</u>	
	<u>Accounts Receivable</u>	<u>Notes receivable</u>	<u>Accounts Receivable</u>	<u>Notes receivable</u>	<u>Accounts Receivable</u>	<u>Notes receivable</u>
Not yet due	\$ 2,233,512	\$ 81,081	\$ 2,125,571	\$ 36,806	\$ 2,042,358	\$ 48,205
Within 30 days	45,820	-	1,810	-	9,859	-
31~90 days	98	-	-	-	435	-
91~180 days	33	-	-	-	-	-
	<u>\$ 2,279,463</u>	<u>\$ 81,081</u>	<u>\$ 2,127,381</u>	<u>\$ 36,806</u>	<u>\$ 2,052,652</u>	<u>\$ 48,205</u>

The above aging analysis is based on the number of days past due.

2. The accounts receivable and notes receivable as of September 30, 2025, December 31, 2024, and September 30, 2024 all came from contracts with clients. In addition, the accounts receivable arising from contracts with clients as of January 1, 2024 was NT\$1,610,327.
3. Without considering the collateral or other credit enhancements held, the amounts most representative of the credit risk inherent in the Group's notes receivable as of September 30, 2025, December 31, 2024, and September 30, 2024 were NT\$81,081, NT\$36,806, and NT\$48,205, respectively; and the amounts most representative of the credit risk inherent in the Group's accounts receivable as of September 30, 2025, December 31, 2024, and September 30, 2024 were NT\$2,277,959, NT\$2,125,837, and NT\$2,051,115, respectively.
4. Credit risks associated with accounts receivable and notes receivable are stated in Note 12(2).

(III) Inventory

<u>September 30, 2025</u>			
	<u>Cost</u>	<u>Allowance for inventory valuation</u>	<u>Carrying amount</u>
Raw materials	\$ 262,853	(\$ 12,751)	\$ 250,102
Supplies	32,482	( 3,400)	29,082
Work in process	373,755	( 26,740)	347,015
Finished products	424,825	( 24,757)	400,068
Goods	50,357	( 2,005)	48,352
Total	<u>\$ 1,144,272</u>	<u>(\$ 69,653)</u>	<u>\$ 1,074,619</u>
<u>December 31, 2024</u>			
	<u>Cost</u>	<u>Allowance for inventory valuation</u>	<u>Carrying amount</u>
Raw materials	\$ 211,787	(\$ 10,272)	\$ 201,515
Supplies	22,947	( 2,585)	20,362
Work in process	334,976	( 22,582)	312,394
Finished products	355,674	( 23,031)	332,643
Goods	31,852	( 2,316)	29,536
Total	<u>\$ 957,236</u>	<u>(\$ 60,786)</u>	<u>\$ 896,450</u>
<u>September 30, 2024</u>			
	<u>Cost</u>	<u>Allowance for inventory valuation</u>	<u>Carrying amount</u>
Raw materials	\$ 190,976	(\$ 9,982)	\$ 180,994
Supplies	23,061	( 2,772)	20,289
Work in process	333,163	( 25,596)	307,567
Finished products	320,860	( 24,851)	296,009
Goods	28,805	( 3,586)	25,219
Total	<u>\$ 896,865</u>	<u>(\$ 66,787)</u>	<u>\$ 830,078</u>

1. The inventory costs recognized as expenses by the Group in this period:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Cost of inventory sold	\$ 1,168,725	\$ 1,043,799
Inventory falling price loss	5,228	775
Others	<u>37,640</u>	<u>50,720</u>
	<u>\$ 1,211,593</u>	<u>\$ 1,095,294</u>

  

	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Cost of inventory sold	\$ 3,434,671	\$ 2,905,980
Inventory valuation decline (reversal gain)	11,482	( 4,340)
Others	<u>139,260</u>	<u>143,320</u>
	<u>\$ 3,585,413</u>	<u>\$ 3,044,960</u>

For the nine months ended September 30, 2024, as the Group continued to reduce inventories, the net realizable value of inventories increased.

2. The Group did not pledge any inventory as collaterals.

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

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Equity instruments			
Shares listed on the stock exchange or the OTC market	\$ 55,157	\$ 55,157	\$ 55,157
Shares not traded on the stock exchange, the OTC market, or the emerging stock market	<u>341770</u>	<u>210399</u>	<u>230991</u>
	396927	265556	286148
Adjustments for change in value	<u>311588</u>	<u>302078</u>	<u>432591</u>
Total	<u>\$ 708,515</u>	<u>\$ 567,634</u>	<u>\$ 718,739</u>

1. The Group has elected to classify its strategic equity investments as financial assets measured at fair value through other comprehensive income. The fair values of such investments were NT\$708,515, NT\$567,634, and NT\$718,739 as of September 30, 2025, December 31, 2024, and September 30, 2024, respectively.
2. For the purposes of adjusting its position in strategic investments, in 2024, the Group disposed of its unlisted, TPEx-listed, and emerging stock market-listed share investments, whose fair value was NT\$179,806, for NT\$158,609.

3. Financial assets at fair value through other comprehensive income recognized in profit and loss/comprehensive income are as follows:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
<u>Equity instruments</u>		
<u>measured at fair value</u>		
<u>through other</u>		
<u>comprehensive income</u>		
Changes in fair value		
recognized in other		
comprehensive income	\$ 32,711	\$ 117,087
Dividend income		
recognized in profit or		
loss held at end of year	\$ 6,602	\$ 732
	<u>January 1 to September 30,</u>	<u>January 1 to September 30,</u>
	<u>2025</u>	<u>2024</u>
<u>Equity instruments</u>		
<u>measured at fair value</u>		
<u>through other</u>		
<u>comprehensive income</u>		
Changes in fair value		
recognized in other		
comprehensive income	\$ 9,510	\$ 79,622
Dividend income		
recognized in profit or		
loss held at end of year	\$ 13,812	\$ 23,107

4. Without considering the collateral or other credit enhancements held, the amounts most representative of the credit risk inherent in the Group's financial assets at fair value through other comprehensive income as of September 30, 2025, December 31, 2024, and September 30, 2024 were NT\$708,515, NT\$567,634, and NT\$718,739, respectively.

5. The Group did not pledge any financial assets at fair value through other comprehensive income as collaterals.

(V) Investment accounted for using the equity method

	<u>September 30,</u>	<u>December 31,</u>	<u>September 30,</u>
	<u>2025</u>	<u>2024</u>	<u>2024</u>
Associate:			
APAQ Technology Co., Ltd.	\$ 1,789,566	\$ 1,717,727	\$ 1,672,627
SUPERWORLD HOLDINGS (S)			
PTE. LTD.	735,836	460,806	-
JDX Technology Co., Ltd.	-	-	5,677
	<u>\$ 2,525,402</u>	<u>\$ 2,178,533</u>	<u>\$ 1,678,304</u>

1. Below is the information about the Group's significant associates:

<u>Provider</u>	<u>Main business premises</u>	<u>Shareholding ratio</u>			<u>Nature of relationship</u>	<u>Measuring method</u>
		<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>		
APAQ Technology Co., Ltd.	Taiwan	27.19% (Note)	28.10%	28.10%	Business strategy	Equity method

(Note) Due to the issuance of new restricted employee shares by APAQ Technology Co., Ltd., the Company's shareholding ratio decreased to 27.19%.

2. The summarized financial information of the major associates of the Company is as follows:

#### Balance sheet

#### APAQ Technology Co., Ltd. and Subsidiaries

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Current assets	\$ 4,393,248	\$ 4,079,702	\$ 3,729,826
Non-current assets	3,563,587	2,793,049	2,774,166
Current liabilities	( 3,397,027)	( 2,627,835)	( 2,420,502)
Non-current liabilities	( 94,577)	( 206,156)	( 210,926)
Non-controlling interests	( 103,458)	( 118,286)	( 125,837)
Fair value adjustment of other intangible and tangible net assets	396,269	436,014	449,263
Adjusted total net assets	<u>\$ 4,758,042</u>	<u>\$ 4,356,488</u>	<u>\$ 4,195,990</u>
Share of net total assets of associates	\$ 1,293,712	\$ 1,224,173	\$ 1,179,073
Goodwill	523,825	523,825	523,825
Others	( 27,971)	( 30,271)	( 30,271)
Carrying amount of associate	<u>\$ 1,789,566</u>	<u>\$ 1,717,727</u>	<u>\$ 1,672,627</u>

#### Statement of comprehensive income

#### APAQ Technology Co., Ltd. and Subsidiaries

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Revenue	\$ 1,162,347	\$ 921,494
Profit from continuing operations	\$ 194,993	\$ 110,350
Other comprehensive income (net of income tax)	<u>360,825</u>	<u>241,258</u>

Total comprehensive income	\$	555,818	\$	351,608
(loss) for the current period				
Dividends received from associates	\$	-	\$	-

	APAQ Technology Co., Ltd. and Subsidiaries			
	January 1 to September 30, 2025		January 1 to September 30, 2024	
Revenue	\$	3,204,982	\$	2,460,960
Profit from continuing operations	\$	403,594	\$	348,493
Other comprehensive income (net of income tax)		240,766		671,090
Total comprehensive income (loss) for the current period	\$	644,360	\$	1,019,583
Dividends received from associates	\$	87,046	\$	57,500

3. The major associate of the Group, APAQ Technology Co., Ltd., is quoted in the open market. Its fair value as of September 30, 2025, December 31, 2024, and September 30, 2024 was NT\$4,875,000, NT\$3,712,500, and NT\$4,012,500, respectively.
4. For the three months and nine months ended September 30, 2025 and 2024, the Group recognized investment income from APAQ Technology under the equity method of NT\$50,685, NT\$29,187, NT\$105,030 and NT\$80,431, respectively, based on financial statements reviewed by other auditors with qualified conclusions.
5. The Group holds 27.19% of the total number of voting shares of APAQ Technology Co., Ltd., making the Group the single largest shareholder. Since the quantities and dispersion of voting shares held by others were not widely dispersed and the governance body of the Group varies from that of the above companies, the Group is unable to direct the relevant activities of the above companies, hence no control over it. The Group believes it has only significant influence over the above companies and therefore recognizes APAQ Technology Co., Ltd. as its associate.
6. As of March 31, 2024, the Japan Group held 26.67% of the voting rights in JDX Technology Co., Ltd., making it the single largest shareholder. However, considering the proportion and distribution of voting rights held by other shareholders—who are not highly dispersed—and the fact that the Group does not share key management personnel with APAQ Technology, the Group is not able to direct the relevant activities of APAQ Technology and therefore does not have control. The Group believes it has only significant influence over the above companies and therefore recognizes APAQ Technology Co., Ltd. as its associate. In November 2024, the Group acquired additional shares in JDX Technology Co., Ltd., thereby gaining control over the company and making it a new consolidated entity. Please refer to Note 6(28) for details on business combination.



7. The carrying amount and share of operating results of associates not individually material to the Group are summarized as follows:

As of September 30, 2025 and 2024, the total carrying amounts of these associates were NT\$735,836 thousand and NT\$5,677 thousand, respectively.

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Current net income (loss) of continuing operations	(\$ 120)	(\$ 566)
Other comprehensive income (net of income tax)	-	-
Total comprehensive income (loss) for the current period	<u>(\$ 120)</u>	<u>(\$ 566)</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Profit (loss) from continuing operations	\$ 41,115	(\$ 1,580)
Other comprehensive income (net of income tax)	-	-
Total comprehensive income (loss) for the current period	<u>\$ 41,115</u>	<u>(\$ 1,580)</u>

8. The Group originally held a 10% equity interest in SUPERWORLD HOLDINGS (S) PTE. LTD., which was classified as a financial asset measured at fair value through other comprehensive income. In October 2024, the Group paid NT\$261,360 to acquire 2,700 thousand shares, increasing its shareholding to 23.5%, and accordingly applied the equity method of accounting. The purchase price allocation report has been completed, and a bargain purchase gain of NT\$300,122 was recognized and recorded under other income. Please refer to Note 6(21).
9. For the investments under equity method mentioned above, some of the financial statements are prepared by the investees during the same period but not reviewed by the CPAs. As of September 30, 2025 and 2024, the carrying amount of this investment was NT\$750,718 and NT\$16,545, respectively. The Group's share of profit (loss) of associates and joint ventures recognized under the equity method for the three months and nine months ended September 30, 2025 and 2024 was a loss of NT\$114, a loss of NT\$452, a profit of NT\$39,179, and a loss of NT\$1,567 respectively.

(VI) Property, plant and equipment

	2025								
	<u>Land</u>	<u>Buildings and structures</u>	<u>Machinery</u>	<u>Utilities equipment</u>	<u>Transportation equipment</u>	<u>Office equipment</u>	<u>Other equipment</u>	<u>Unfinished construction and equipment pending acceptance</u>	<u>Total</u>
January 1									
Cost	\$ 984,225	\$ 736,083	\$ 5,894,662	\$ 25,054	\$ 11,487	\$ 62,686	\$ 412,722	\$ 100,647	\$ 8,227,566
Accumulated depreciation and impairment	-	( 317,118)	( 3,218,526)	( 19,248)	( 10,132)	( 46,419)	( 257,830)	-	( 3,869,273)
	<u>\$ 984,225</u>	<u>\$ 418,965</u>	<u>\$ 2,676,136</u>	<u>\$ 5,806</u>	<u>\$ 1,355</u>	<u>\$ 16,267</u>	<u>\$ 154,892</u>	<u>\$ 100,647</u>	<u>\$ 4,358,293</u>
January 1	\$ 984,225	\$ 418,965	\$ 2,676,136	\$ 5,806	\$ 1,355	\$ 16,267	\$ 154,892	\$ 100,647	\$ 4,358,293
Addition	240	-	69,667	-	502	8,343	68,319	217,601	364,672
Disposal	-	-	( 28,192)	-	-	-	( 218)	( 418)	( 28,828)
Reclassification	-	20,296	107,154	-	6,919	8,830	19,348	( 162,547)	-
Depreciation expenses	-	( 25,266)	( 297,093)	( 761)	( 1,285)	( 5,564)	( 49,131)	-	( 379,100)
Impairment	-	( 31,629)	( 57,004)	( 32)	-	-	( 2,372)	-	( 91,037)
Net exchange differences	( 518)	( 12,981)	( 100,879)	-	( 63)	( 356)	( 7,660)	2,037	( 120,420)
September 30	<u>\$ 983,947</u>	<u>\$ 369,385</u>	<u>\$ 2,369,789</u>	<u>\$ 5,013</u>	<u>\$ 7,428</u>	<u>\$ 27,520</u>	<u>\$ 183,178</u>	<u>\$ 157,320</u>	<u>\$ 4,103,580</u>
September 30									
Cost	\$ 983,947	\$ 727,326	\$ 5,574,053	\$ 25,010	\$ 18,226	\$ 77,569	\$ 473,704	\$ 157,320	\$ 8,037,155
Accumulated depreciation and impairment	-	( 357,941)	( 3,204,264)	( 19,997)	( 10,798)	( 50,049)	( 290,526)	-	( 3,933,575)
	<u>\$ 983,947</u>	<u>\$ 369,385</u>	<u>\$ 2,369,789</u>	<u>\$ 5,013</u>	<u>\$ 7,428</u>	<u>\$ 27,520</u>	<u>\$ 183,178</u>	<u>\$ 157,320</u>	<u>\$ 4,103,580</u>

2024									
	<u>Land</u>	<u>Buildings and structures</u>	<u>Machinery</u>	<u>Utilities equipment</u>	<u>Transportation equipment</u>	<u>Office equipment</u>	<u>Other equipment</u>	<u>Unfinished construction and equipment pending acceptance</u>	<u>Total</u>
January 1									
Cost	\$ 777,560	\$ 590,845	\$ 5,644,458	\$ 25,018	\$ 11,611	\$ 58,766	\$ 342,246	\$ 25,212	\$ 7,475,716
Accumulated depreciation and impairment	-	( 280,130)	( 2,815,129)	( 18,182)	( 9,476)	( 40,125)	( 212,180)	-	( 3,375,222)
	<u>\$ 777,560</u>	<u>\$ 310,715</u>	<u>\$ 2,829,329</u>	<u>\$ 6,836</u>	<u>\$ 2,135</u>	<u>\$ 18,641</u>	<u>\$ 130,066</u>	<u>\$ 25,212</u>	<u>\$ 4,100,494</u>
January 1	\$ 777,560	\$ 310,715	\$ 2,829,329	\$ 6,836	\$ 2,135	\$ 18,641	\$ 130,066	\$ 25,212	\$ 4,100,494
Addition	-	-	45,540	-	171	3,005	57,458	190,966	297,140
Disposal	-	( 15,620)	( 187)	-	( 35)	-	-	-	( 15,842)
Reclassification	35,148	62,940	93,680	-	-	853	5,666	( 198,287)	-
Depreciation expenses	-	( 22,386)	( 326,254)	( 775)	( 745)	( 5,399)	( 45,806)	-	( 401,365)
Net exchange differences	<u>4,103</u>	<u>16,335</u>	<u>72,599</u>	<u>-</u>	<u>17</u>	<u>306</u>	<u>( 182)</u>	<u>145</u>	<u>93,323</u>
September 30	<u>\$ 816,811</u>	<u>\$ 351,984</u>	<u>\$ 2,714,707</u>	<u>\$ 6,061</u>	<u>\$ 1,543</u>	<u>\$ 17,406</u>	<u>\$ 147,202</u>	<u>\$ 18,036</u>	<u>\$ 4,073,750</u>
September 30									
Cost	\$ 816,811	\$ 659,783	\$ 5,856,591	\$ 25,047	\$ 11,456	\$ 62,302	\$ 396,358	\$ 18,036	\$ 7,846,384
Accumulated depreciation and impairment	-	( 307,799)	( 3,141,884)	( 18,986)	( 9,913)	( 44,896)	( 249,156)	-	( 3,772,634)
	<u>\$ 816,811</u>	<u>\$ 351,984</u>	<u>\$ 2,714,707</u>	<u>\$ 6,061</u>	<u>\$ 1,543</u>	<u>\$ 17,406</u>	<u>\$ 147,202</u>	<u>\$ 18,036</u>	<u>\$ 4,073,750</u>

1. The capitalized interests for the nine months ended September 30, 2025 and 2024 were all NT\$0.

2. The Group's significant components of buildings and structures, including buildings and engineering systems, are depreciated over 20~50 years and 8~20 years, respectively.
3. For information on pledged property, plant and equipment, refer to Note 8.

(VII) Lease transactions - lessee

1. The underlying assets of the Group's lease include land use right, buildings and multi-function peripherals. The lease duration usually lasts 3 to 50 years. Lease contracts are agreed upon individually and contain different terms and conditions. Except for land use right, leased assets shall not be used as collaterals and are not restricted in any way.
2. The lease term of the buildings and warehouses leased by the Group is less than 12 months. The low-value underlying asset of the Group's lease are photocopiers.
3. The information on the carrying amount of the right-of-use asset and the recognized depreciation expense is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Right-of-use land	\$ 24,968	\$ 27,122	\$ 27,039
Buildings	5,404	6,924	7,431
Transportation equipment	-	-	126
Machinery and equipment	536	763	849
	<u>\$ 30,908</u>	<u>\$ 34,809</u>	<u>\$ 35,445</u>

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
	<u>Depreciation expenses</u>	<u>Depreciation expenses</u>
Right-of-use land	\$ 168	\$ 181
Buildings	507	507
Transportation equipment	-	377
Machinery and equipment	65	87
	<u>\$ 740</u>	<u>\$ 1,152</u>

	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
	<u>Depreciation expenses</u>	<u>Depreciation expenses</u>
Right-of-use land	\$ 521	\$ 539
Buildings	1,520	1,762
Transportation equipment	-	1,185
Machinery and equipment	227	265
	<u>\$ 2,268</u>	<u>\$ 3,751</u>

4. Profit or loss items in relation to lease contracts are as follows:

	<u>July 1 to September 30, 2025</u>		<u>July 1 to September 30, 2024</u>	
<u>Items that affect profit or loss</u>				
Expenses attributable to short-term lease contracts	\$	5,407	\$	5,617
Expenses attributable to low-value assets		46		28
	<u>January 1 to September 30, 2025</u>		<u>January 1 to September 30, 2024</u>	
<u>Items that affect profit or loss</u>				
Expenses attributable to short-term lease contracts	\$	16,348	\$	15,826
Expenses attributable to low-value assets		110		74

5. The Group's right-of-use asset for the three months and nine months ended September 30, 2025 and 2024 increased by NT\$0, NT\$0, NT\$0, and NT\$561, respectively
6. The Group's cash used in lease contracts for the three months and nine months ended September 30, 2025 and 2024 increased by NT\$6,025, NT\$6,785, NT\$18,205, and NT\$19,263, respectively.

(VIII) Other non-current assets

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Refundable deposits	\$ 13,403	\$ 7,558	\$ 9,241
Pre-payments for construction and equipment	161,778	64,055	118,538
Uncollectible overdue receivables	1,252	1,252	1,252
Allowance for uncollectible-overdue receivables	( 1,252)	( 1,252)	( 1,252)
	<u>\$ 175,181</u>	<u>\$ 71,613</u>	<u>\$ 127,779</u>

(IX) Impairment of Non-Financial Assets (None for the nine months ended September 30, 2024)

1. The impairment losses recognized by the Group for the nine months ended September 30, 2025 were as follows:

	<u>July 1 to September 30, 2025</u>
	<u>Recognized in</u>
	<u>current period</u>
	<u>profit or loss</u>
	<u>Recognized in</u>
	<u>other</u>
	<u>comprehensive</u>
	<u>income (OCI)</u>
	\$ -

Impairment loss –  
machinery and  
equipment etc.

\$ - \$ -

Impairment loss –  
machinery and equipment  
etc.

<u>January 1 to September 30, 2025</u>	
<u>Recognized in</u>	<u>Recognized in</u>
<u>current period</u>	<u>other</u>
<u>profit or loss</u>	<u>comprehensive</u>
	<u>income (OCI)</u>
\$ 91,037	\$ -

2. In line with adjustments to its production and procurement strategies, the Group recognized an impairment loss of NT\$91,037 on property, plant and equipment, with the carrying amounts written down to their respective recoverable amounts.

(X) Short-term borrowings

Nature of borrowings	September 30, 2025	Interest rate range	Collaterals
Bank loan			
Credit loan	\$ 480,000	1.80%~1.85%	-
	200,000		Land, buildings, and
Secured loan		1.82%	structures
	<u>\$ 680,000</u>		

<u>Nature of borrowings</u>	<u>December 31, 2024</u>	<u>Interest rate range</u>	<u>Collaterals</u>
Bank loan			
Credit loan	\$ 230,000	1.80%~1.98%	-
	100,000		Land, buildings, and
Secured loan		1.89%	structures
	<u>\$ 330,000</u>		

<u>Nature of borrowings</u>	<u>September 30, 2024</u>	<u>Interest rate range</u>	<u>Collaterals</u>
Bank loan			
Credit loan	<u>\$ 130,000</u>	1.68%~1.74%	-

Interest expenses incurred by short-term borrowings recognized in income for the three months and nine months ended September 30, 2025 and 2024 were NT\$3,131, NT\$565, NT\$8,744, and NT\$1,329, respectively.

(XI) Other payables

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Salary and bonus payables	\$ 185,420	\$ 185,838	\$ 151,039

Social benefits liabilities payable	114,503	93,789	97,686
Employee compensation and directors' and supervisors' remuneration payable	68,830	64,538	45,076
Construction and equipment payable	89,196	48,645	101,115
Others	<u>206,899</u>	<u>195,146</u>	<u>196,853</u>
	<u>\$ 664,848</u>	<u>\$ 587,956</u>	<u>\$ 591,769</u>

(XII) Corporate bonds payable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Corporate bonds payable	\$ 1,099,900	\$ 1,099,900	\$ 1,099,900
Less: Discount of corporate bond payable	<u>( 19,905)</u>	<u>( 33,474)</u>	<u>( 37,958)</u>
	1,079,995	1,066,426	1,061,942
Less: Corporate bonds maturing within one year or one operating cycle or repurchase rights exercised	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,079,995</u>	<u>\$ 1,066,426</u>	<u>\$ 1,061,942</u>

1. Domestic convertible bonds issued by the Company

The conditions for the Company's issuance of the 1st domestic unsecured convertible corporate bonds are as follows

- (1) The Company was approved by the competent authority to issue the first domestic unsecured convertible corporate bonds. The total amount to be issued is NT\$1,100,000, the coupon rate of 0%, the issuance period of 3 years, and the circulation period from October 31, 2023 to October 31, 2026. The convertible bonds are repaid in cash in one lump sum at the bond face value upon maturity. The convertible bonds were listed for trading on the Taipei Exchange on October 31, 2023.
- (2) The period from the day following the expiration of three months after the date of issuance to the maturity date of the convertible corporate bond holders, except (1) the period of suspension of the common stock transfer according to law; (2) The period from the 15 business days before the book closure date for cash dividends or the book closure date to the base date of distribution of rights; (3) The base date of capital reduction for capital reduction is scheduled to expire on the day before the trading day before the capital reduction; (4) For a change in the denomination of shares, the Company may inform Taiwan Depository & Clearing Corporation through to request the Company's stock agent to convert the bonds into shares of the Company's common stock in accordance with the Regulations, the rights and



obligations of the common shares after conversion are the same as the common shares issued originally.

- (3) The conversion price of these convertible corporate bonds is set according to the pricing model stipulated in the conversion regulations. The subsequent conversion price will be adjusted in accordance with the pricing model stipulated in the conversion plan in the event of an increase in the number of shares of common stock issued (or private placement) of securities with conversion or subscription rights to common shares at a capital reduction lower than the prevailing conversion or subscription price per share, and capital reduction not due to cancellation of treasury shares. The pricing model shall be adjusted in accordance with the conversion regulations.

On March 29, 2025, the Company adjusted the conversion price to NT\$108.9 in accordance with the Conversion Regulations.

- (4) When the closing price of the Company's common shares has exceeded the conversion price at the time of conversion for 30 consecutive business days by more than 30%, the Company may, within 30 business days, send a copy of the "Notice of Recovery of Bonds" after the expiration of 30 days to the bondholders by registered mail, and also request the Taipei Exchange to make a public announcement, and within 5 business days after the date of the recovery, all the bonds shall be recovered in cash based on the face value of the bonds.
  - (5) In accordance with the conversion regulations, all the convertible corporate bonds recovered (including repurchased from the Taipei Exchange), repaid or converted by the Company shall be canceled and may not be re-sold or re-issued, and the conversion rights attached shall also be extinguished.
2. When issuing the convertible bonds, the Group separated the equity conversion option and each component of liability in accordance with IAS No. 32 "Financial Instruments: Presentation," and accounted for \$55,190 as "Capital surplus - stock options." In addition, the embedded repurchase options were not closely related to the economic characteristics and risks of the debt instrument of the host contract in accordance with IFRS 9 "Financial Instruments," so they were separated and accounted for in the net amount of "Financial assets measured at fair value through profit or loss." After the separation, the effective interest rate of the main contract debt was 1.7%.
  3. As of September 30, 2025, the bonds with a face value of NT\$100 had been converted into 881 ordinary shares.

(XIII) Long-term borrowings

<u>Nature of borrowings</u>	<u>Loan period and means of repayment</u>	<u>Interest rate range</u>	<u>Collaterals</u>	<u>September 30, 2025</u>
Secured loan	Principal and interest are paid from August 2021 to August 2036.	1.75%	Land, buildings, and structures	\$ 411,922
Credit loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2029.	1.28%	-	198,179
Secured loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2029.	1.23%~1.28%	Machinery	322,000
Credit loan	The period from March 2023 to March 2026 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2026 to February 2030.	1.28%	-	220,000
Credit loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2027.	1.23%	-	187,500
Credit loan	The period from November 2024 to October 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from November 2025 to October 2029.	2.22%	-	5,000
Secured loan	The revolving credit is due and payable monthly before April 2027.	1.84%	Land, buildings, and structures	200,000
				<u>1,544,601</u>
Less: Current portion of long-term borrowings				<u>( 340,587)</u>
				<u>\$ 1,204,014</u>

<u>Nature of borrowings</u>	<u>Loan period and means of repayment</u>	<u>Interest rate range</u>	<u>Collaterals</u>	<u>December 31, 2024</u>
Secured loan	Principal and interest are paid from August 2021 to August 2036.	1.75%	Land, buildings, and structures	\$ 440,222
Credit loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2029.	1.28%	-	226,490
Secured loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2029.	1.23%~1.28%	Machinery	368,000
Credit loan	The period from March 2023 to March 2026 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2026 to February 2030.	1.28%	-	220,000
Credit loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2027.	1.23%	-	250,000
Credit loan	The period from November 2024 to October 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from November 2025 to October 2029.	2.22%	-	<u>5,000</u>
				1,509,712
Less: Current portion of long-term borrowings				( <u>243,158</u> )
				<u>\$ 1,266,554</u>

<u>Nature of borrowings</u>	<u>Loan period and means of repayment</u>	<u>Interest rate range</u>	<u>Collaterals</u>	<u>September 30, 2024</u>
Secured loan	Principal and interest are paid from August 2021 to August 2036.	1.75%	Land, buildings, and structures	\$ 449,656
Credit loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2029.	1.28%	-	226,490
Secured loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2029.	1.23%~1.28%	Machinery	368,000
Credit loan	The period from March 2023 to March 2026 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2026 to February 2030.	1.28%	-	220,000
Credit loan	The period from April 2022 to March 2025 is the grace period, and interest is paid monthly. Principal and interest are paid from April 2025 to March 2027.	1.23%	-	<u>250,000</u>
				1,514,146
Less: Current portion of long-term borrowings				( <u>174,545</u> )
				<u>\$ 1,339,601</u>

Interest expense recognized in profit or loss of long-term borrowings for the three months and nine months ended September 30, 2025 and 2024 were NT\$5,804, NT\$5,334, NT\$16,226 and NT\$15,615.

(XIV) Pension

- 1.(1) By adhering to the requirements set forth in the “Labor Standards Act,” the Company has established its own defined retirement benefits plan, which is applicable both to the service years of all regular employees rendered before the enforcement of the “Labor Pension Act” on July 1, 2005, and to the service years of all employees who elected to continue applying the Labor Standards Act after the implementation of the “Labor Pension Act.” Pensions for employees qualified for retirement are calculated based on their servicing years and their average salaries of the 6 months prior to their

retirement. Two bases are given for each full year of service rendered within 15 years. But for the rest of the years over 15 years, one base is given for each full year of service rendered. The total number of bases shall be no more than 45. The Company contributes monthly an amount equal to 3% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, under the name of the Independent Retirement Fund Committee. In addition, the Company estimates the balance of the said designated pension account before the end of year. If the balance is not sufficient to cover the amount to be paid to all employees - calculated in the manner specified above - who will qualify the retirement conditions next year, a lump-sum deposit should be made before March-end of the following year to cover the difference. In accordance with the Labor Standards Act and the Labor Pension Act, the Company has already settled the length of services for some employees choosing the old pension scheme in 2022.

- (2) The Company is obligated to pay retirement pensions to the directors and chairman of the board who were employees, which is calculated at 6% of the monthly salary according to the "Directors' Salary and Remuneration Measures."
  - (3) The pension costs recognized by the Group according to the preceding pension method for the three months and nine months ended September 30, 2025 and 2024 were NT\$230, NT\$110, NT\$1,108, and NT\$293 respectively.
2. (1) On July 1, 2005, the Company established its own pension regulations applicable to Taiwanese nationals in accordance with the "Labor Pension Act." For employees of the Company or domestic subsidiaries who elected to apply the "Labor Pension Act," the Company makes a contribution equal to 6% of the monthly salary to their individual retirement account with the Bureau of Labor Insurance. Employee pensions may be paid in monthly installments or in lump-sum payment based the accumulated amount in the employee's individual retirement account.
- (2) TAI-TECH Advanced Electronics (Kunshan) Co., Ltd., TAIPAQ Electronic Components (Si-Hong) Co., Ltd., and TAIPAQ Electronic Components (Shenzhen) Co., Ltd. make monthly contributions to the pension insurance scheme in accordance with the regulations of the People's Republic of China. The contribution is calculated as a fixed percentage of the total monthly salaries of local employees. For the nine months ended September 30, 2025 and 2024, the contribution rates ranged from 16% to 17% and 16%, respectively. The pension for employees is managed independently by the government. Except for making monthly contribution, the Group has no further obligation.
  - (3) Techworld Electronics (m) Sdn. Bhd has established a defined contribution plan in accordance with local laws, and contributes to the public fund account on a monthly basis in accordance with the statutory percentage.
  - (4) The pension costs recognized in the manner specified above for the three months and nine months ended September 30, 2025 and 2024 were NT\$19,777, NT\$17,707, NT\$60,657, and NT\$53,046, respectively.

(XV) Share capital

As of September 30, 2025 and 2024, the Company had an authorized capital equal to NT\$3,000,000 (with NT\$20,000 retained for issuance of employee stock option certificates), a paid-in capital equal to NT\$1,020,349 and a share face value equal to NT\$10. All proceeds for share subscription were collected in full.

(XVI) Capital surplus

- Under the Company Act, capital surplus arising from shares issued at premium or from donation may be used for offsetting deficit. Furthermore, if the Company has no accumulated loss, capital surplus may be used for issuing new shares or distributing cash in proportion to shareholders' original shareholding percentage. According to the Securities and Exchange Act, when the above-mentioned capital surplus is used for capitalization, the total amount every year shall not exceed 10% of the paid-in capital. The Company may use capital surplus to offset loss only when the amount of reserves is insufficient to offset the loss.
- The capital reserve is detailed as follows:

<u>2025</u>						
	<u>Additional paid-in capital</u>	<u>Changes in ownership interests in subsidiaries</u>	<u>Changes in net equity of associates</u>	<u>Net assets from merger</u>	<u>Stock options</u>	<u>Total</u>
January 1	\$1,784,014	\$ 12,353	\$ 778	\$ 2,046	\$ 55,185	\$1,854,376
Investments accounted for using the equity method that are not subscribed in proportion to their ownership percentage	-	-	( 778)	-	-	( 778)
Changes in associates and joint ventures accounted for using the equity method	-	-	( 627)	-	-	( 627)
September 30	<u>\$1,784,014</u>	<u>\$ 12,353</u>	<u>(\$ 627)</u>	<u>\$ 2,046</u>	<u>\$ 55,185</u>	<u>\$1,852,971</u>

  

<u>2024</u>						
	<u>Additional paid-in capital</u>	<u>Changes in ownership interests in subsidiaries</u>	<u>Changes in net equity of associates</u>	<u>Net assets from merger</u>	<u>Stock options</u>	<u>Total</u>
January 1	\$1,783,921	\$ 12,353	\$ 769	\$ 2,046	\$ 55,190	\$1,854,279
Convertible corporate bond conversion	93	-	-	-	( 5)	88
Changes in associates and joint ventures accounted for using the equity method	-	-	9	-	-	9
September 30	<u>\$1,784,014</u>	<u>\$ 12,353</u>	<u>\$ 778</u>	<u>\$ 2,046</u>	<u>\$ 55,185</u>	<u>\$1,854,376</u>

(XVII) Retained earnings

1. According to the Company's Articles of Incorporation, if the Company has any earnings in the final account, they should be used to pay off all the taxes and duties, as well as to compensate prior deficits. The remaining amount, if any, should be appropriated in the following order of presentation: (1) 10% as legal reserve until it reaches the Company's paid-in capital; (2) set aside or reverse a certain amount as or of special reserve according to operating needs or laws or regulations; (3) the remainder plus unappropriated earnings from prior years may be used to appropriate dividends or bonuses to shareholders after an earnings appropriation proposal is drafted by the Board of Directors and resolved in favor by the shareholders meeting. As required by Article 240 of the Company Act, if approved by a majority vote at a Board of Directors' meeting attended by two thirds of directors, the Board of Directors may appropriate dividends or bonuses in cash with its existing legal reserve or capital surplus, and shall report to the shareholder's meeting. In such case, the requirements regarding resolution made by shareholders' meeting set out in the Company's Articles of Incorporation do not apply.
2. The Company's dividend appropriation policy takes into account the factors such as the industry environment it is in, its growing phases, future capital demands, financial structure, capital budget, shareholders' interest, balanced dividends and long-term financial planning. An earnings appropriation proposal is drafted by the Board of Directors (and reported to the shareholders' meeting) to the extent appropriable on the conditions that the Company's business is in the expanding phase, profitability expects to grow, and appropriation of stock dividends won't significantly dilute the Company's profitability. No less than 30% of annual earnings are appropriated to shareholders. Shareholders' bonuses may be appropriated in cash or in shares, provided, however, that the appropriation in cash shall not be less than 10% of the total appropriated amount.
3. Except being used to make up previous deficits or appropriate shares or cash to shareholders in proportion to their shareholding percentage, the legal reserve shall not be used. However, the amount of legal reserves used to appropriate new shares or cash shall be limited to the portion exceeding 25% of the paid-in capital.
- 4.(1) According to law, the Company may appropriate earnings only after it has provided special reserve under the debit balance of other equity on the balance sheet date. If subsequently the debit balance of other equity is reversed, the reversed amount may be used as appropriable earnings.  
  
(2) As for the special reserves provided upon initial application of IFRSs to satisfy the requirements specified in the official letter Jin-Guan-Zheng-Fa-Zi No. 1090150022 dated March 31, 2021, the Company may reverse them to the extent of their original provision ratio if subsequently the Company intends to use, dispose of or reclassify related assets. If the said related assets are investment property relating to land, such assets are reversed upon disposal or reclassification; if the said related assets are investment property other than land, such assets are reversed gradually over the use period.
5. On February 26, 2024, the Board of Directors passed a resolution to distribute an ordinary dividends of \$459,153 (\$4.5 per share) according to the 2023 surplus.
6. As resolved on in the shareholder's meeting dated February 24, 2025 the Board of Directors determined to appropriate shares dividends in common shares in the amount of \$510,174 (NT\$5 per share) with the earnings made in 2024.

(XVIII) Other equity items

	<u>2025</u>		
	<u>Unrealized gains</u> <u>(losses)</u>	<u>Foreign currency</u> <u>translation</u>	<u>Total</u>
January 1	\$ 461,359	\$ 35,333	\$ 496,692
Valuation of financial assets at fair value through other comprehensive income:			
- Group	9,510	-	9,510
-Associates	107,110	-	107,110
Investments accounted for using the equity method that are not subscribed in proportion to their ownership percentage	( 4,930)	( 879)	( 5,809)
Exchange differences: - Group			
- Group	-	( 301,583)	( 301,583)
-Associates	-	( 42,140)	( 42,140)
September 30	<u>\$ 573,049</u>	<u>(\$ 309,269)</u>	<u>\$ 263,780</u>

	<u>2024</u>		
	<u>Unrealized gains</u> <u>(losses)</u>	<u>Foreign currency</u> <u>translation</u>	<u>Total</u>
January 1	\$ 356,690	(\$ 217,641)	\$ 139,049
Valuation of financial assets at fair value through other comprehensive income:			
- Group	79,622	-	79,622
-Affiliated companies	161,567	-	161,567
Exchange differences: - Group			
- Group	-	175,173	175,173
-Affiliated companies	-	24,771	24,771
September 30	<u>\$ 597,879</u>	<u>(\$ 17,697)</u>	<u>\$ 580,182</u>



(XIX) Operating revenue

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Revenue from contracts with clients	<u>\$ 1,647,584</u>	<u>\$ 1,469,100</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Revenue from contracts with clients	<u>\$ 4,817,530</u>	<u>\$ 4,010,047</u>

The Group's revenue derived from transfer of goods at a particular point of time are classified into the following categories:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Wire-wound	<u>\$ 1,324,221</u>	<u>\$ 1,155,769</u>
Multilayer products	<u>306,569</u>	<u>302,916</u>
Others	<u>16,794</u>	<u>10,415</u>
Total	<u>\$ 1,647,584</u>	<u>\$ 1,469,100</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Wire-wound	<u>\$ 3,864,682</u>	<u>\$ 3,166,026</u>
Multilayer products	<u>893,229</u>	<u>817,942</u>
Others	<u>59,619</u>	<u>26,079</u>
Total	<u>\$ 4,817,530</u>	<u>\$ 4,010,047</u>

(XX) Interest income

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Interest on bank deposits	\$ 6,718	\$ 8,534
Interest income from financial assets measured at amortized cost	-	1
Other interest income	-	7
	<u>\$ 6,718</u>	<u>\$ 8,542</u>
	<u>January 1 to September 30,</u> <u>2025</u>	<u>January 1 to September 30,</u> <u>2024</u>
Interest on bank deposits	\$ 24,947	\$ 30,651
Interest income from financial assets measured at amortized cost	-	239
Other interest income	1	21
	<u>\$ 24,948</u>	<u>\$ 30,911</u>

(XXI) Other income

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
—		
Rental income	\$ 154	(\$ 1,077)
Dividends income	6,602	732
Subsidies income	1,207	13,084
Miscellaneous income	1,926	685
	<u>\$ 9,889</u>	<u>\$ 13,424</u>
	<u>January 1 to September 30,</u> <u>2025</u>	<u>January 1 to September 30,</u> <u>2024</u>
—		
Rental income	\$ 462	\$ 17,589
Dividends income	13,812	23,107
Bargain purchase gains	300,122	-
Subsidies income	17,495	19,113
Miscellaneous income	7,065	3,807
	<u>\$ 338,956</u>	<u>\$ 63,616</u>

1. The Group recognized government grants primarily because its qualified for the grants awarded to entice investment in the industries within Si-Hong Economic Development Zone.
2. For details regarding the bargain purchase gain, please refer to Note 6(5)8.

(XXII) Other gains and losses

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Gains on disposal of property, plant and equipment	\$ 4,826	\$ 601
Exchange gains (losses), net	23,825 (	28,391)
Gain on financial assets at fair value through profit or loss	550	5,926
Miscellaneous expenses	( 818)	( 6,141)
	<u>\$ 28,383</u>	<u>(\$ 28,005)</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Loss (gain) on disposal of property, plant and equipment	(\$ 5,682)	\$ 621
Disposal of investment gains	5,809	-
Exchange gains (losses), net	( 36,887)	35,873
Net loss (gain) of financial assets measured at fair value through profit or loss	( 110)	7,356
Impairment loss recognized on property, plant, and equipment	( 91,037)	-
Miscellaneous expenses	( 2,300)	( 6,296)
	<u>(\$ 130,207)</u>	<u>\$ 37,554</u>

(XXIII) Financial costs

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Interest expenses	\$ 8,935	\$ 5,899
Interest expense of corporate bonds payable	4,542	4,467
	<u>\$ 13,477</u>	<u>\$ 10,366</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Interest expenses	\$ 24,970	\$ 16,944
Interest expense of corporate bonds payable	13,569	13,344
Other interest expenses	-	83
	<u>\$ 38,539</u>	<u>\$ 30,371</u>

(XXIV) Additional Information on the Nature of Expenses

<u>July 1 to September 30, 2025</u>			
	<u>Attributable to</u>	<u>Attributable to</u>	<u>Total</u>
	<u>operating costs</u>	<u>operating expenses</u>	
Employee benefits expense	\$ 223,937	\$ 113,253	\$ 337,190
Depreciation expenses of property, plant and equipment	105,565	14,550	120,115
Depreciation of right-of-use assets	15	725	740
Amortization expenses	1,502	1,620	3,122

<u>July 1 to September 30, 2024</u>			
	<u>Attributable to</u>	<u>Attributable to</u>	<u>Total</u>
	<u>operating costs</u>	<u>operating expenses</u>	
Employee benefits expense	\$ 218,755	\$ 91,100	\$ 309,855
Depreciation expenses of property, plant and equipment	120,722	13,373	134,095
Depreciation of right-of-use assets	25	1,127	1,152
Amortization expenses	1,117	934	2,051

<u>January 1 to September 30, 2025</u>			
	<u>Attributable to</u>	<u>Attributable to</u>	<u>Total</u>
	<u>operating costs</u>	<u>operating expenses</u>	
Employee benefits expense	\$ 686,134	\$ 339,085	\$ 1,025,219
Depreciation expenses of property, plant and equipment	335,971	43,129	379,100
Depreciation of right-of-use assets	61	2,207	2,268
Amortization expenses	4,228	4,433	8,661

<u>January 1 to September 30, 2024</u>			
	<u>Attributable to</u>	<u>Attributable to</u>	<u>Total</u>
	<u>operating costs</u>	<u>operating expenses</u>	
Employee benefits expense	\$ 642,723	\$ 271,741	\$ 914,464
Depreciation expenses of property, plant and equipment	355,066	46,299	401,365
Depreciation of right-of- use assets	319	3,432	3,751
Amortization expenses	3,278	2,657	5,935

(XXV) Employee benefit expense

<u>July 1 to September 30, 2025</u>			
	<u>Attributable to</u> <u>operating costs</u>	<u>Attributable to</u> <u>operating expenses</u>	<u>Total</u>
Salary and wages	\$ 190,910	\$ 96,351	\$ 287,261
Labor and health insurance expense	5,001	5,538	10,539
Pension expense	14,506	5,501	20,007
Other personnel expense	<u>13,520</u>	<u>5,863</u>	<u>19,383</u>
	<u>\$ 223,937</u>	<u>\$ 113,253</u>	<u>\$ 337,190</u>

<u>July 1 to September 30, 2024</u>			
	<u>Attributable to</u> <u>operating costs</u>	<u>Attributable to</u> <u>operating expenses</u>	<u>Total</u>
Salary and wages	\$ 186,482	\$ 77,937	\$ 264,419
Labor and health insurance expense	5,540	4,546	10,086
Pension expense	13,629	4,188	17,817
Other personnel expense	<u>13,104</u>	<u>4,429</u>	<u>17,533</u>
	<u>\$ 218,755</u>	<u>\$ 91,100</u>	<u>\$ 309,855</u>

<u>January 1 to September 30, 2025</u>			
	<u>Attributable to</u> <u>operating costs</u>	<u>Attributable to</u> <u>operating expenses</u>	<u>Total</u>
Salary and wages	\$ 583,303	\$ 289,016	\$ 872,319
Labor and health insurance expense	15,801	15,472	31,273
Pension expense	44,502	17,263	61,765
Other personnel expense	<u>42,528</u>	<u>17,334</u>	<u>59,862</u>
	<u>\$ 686,134</u>	<u>\$ 339,085</u>	<u>\$ 1,025,219</u>

<u>January 1 to September 30, 2024</u>			
	<u>Attributable to</u> <u>operating costs</u>	<u>Attributable to</u> <u>operating expenses</u>	<u>Total</u>
Salary and wages	\$ 547,413	\$ 232,397	\$ 779,810
Labor and health insurance expense	16,271	12,595	28,866
Pension expense	40,083	13,256	53,339
Other personnel expense	<u>38,956</u>	<u>13,493</u>	<u>52,449</u>
	<u>\$ 642,723</u>	<u>\$ 271,741</u>	<u>\$ 914,464</u>

1. Where the Company has a profit for a fiscal year, it shall appropriate not less than 6% as the remuneration of employees, and no less than 20% of the aforementioned employee remuneration shall be allocated as remuneration for rank and file employees, and the board of directors shall reach resolution of the distribution in stock or cash. The distribution subject may include employees of subordinate companies satisfying certain criteria. The Company may appropriate an amount not higher than 2% of the aforementioned profit as the remuneration of directors and supervisors through resolution of a board of directors' meeting.
2. The employee remuneration recognized by the Company for the three months and nine months ended September 30, 2025 and 2024 were NT\$17,908, NT\$11,358, NT\$55,064, and NT\$36,061, respectively; the remuneration to directors and supervisors recognized were NT\$4,477, NT\$2,840, NT\$13,766, and NT\$9,015, respectively, which was presented under salary and wages.

The remuneration to employees and directors/supervisors for the nine months ended September 30, 2025 and 2024 were estimated at 6% and 1.5%, respectively, of the earnings at the end of the period.

The amount of the accrued employee compensation and directors' remuneration for 2024 as had been resolved by the Board of Directors was the same as the amount recognized in the financial statements for 2024.

The amounts of employee compensation and directors' and supervisors' remuneration approved by the Board of Directors and resolved by the shareholders' meeting can be found on the Market Observation Post System of TWSE.

(XXVI) Income tax

1. Income tax expense

(1) Income tax components:

	<u>July 1 to September 30, 2025</u>		<u>July 1 to September 30, 2024</u>	
Current tax:				
Tax attributable to	\$	28,537	\$	29,573
taxable income of				
the period				
Additional levy on				
unappropriated				
earnings		-		3,160
Underestimation				
(overestimation)				
of income tax in				
previous years	(	25)	(	3,146)
Total current tax		<u>28,512</u>		<u>29,587</u>
Deferred income tax:				
Deferred income tax				
on temporary				
differences				
originated and				
reversed		-		-
Income tax expenses	\$	<u>28,512</u>	\$	<u>29,587</u>
		<u>January 1 to September 30,</u>		<u>January 1 to September 30,</u>
		<u>2025</u>		<u>2024</u>
Current tax:				
Tax attributable to	\$	80,486	\$	81,076
taxable income of				
the period				
Additional levy on				
unappropriated				
earnings		15,296		5,467
Underestimate				
(overestimate) of				
income tax of the				
previous period	(	12,144)		4,770
Total current tax		<u>83,638</u>		<u>91,313</u>
Deferred income tax:				
Deferred income tax				
on temporary				
differences				
originated and				
reversed		-		-
Income tax expenses	\$	<u>83,638</u>	\$	<u>91,313</u>

- (2) Income tax associates with other comprehensive income: None.
- (3) Income tax directly debited or credited in equity: None.
- 2. The Company's for-profit business income tax has been approved by the Revenue Service Office until 2022.



(XXVII) Earnings per share

<u>July 1 to September 30, 2025</u>			
		<u>Weighted average number of outstanding shares (thousand shares)</u>	<u>Earnings per share (NT\$)</u>
<u>Basic earnings per share</u>	<u>Post-tax amount</u>		
Profit attributable to shareholders of common shares of the parent	\$ 257,969	102,035	\$ 2.53
<u>Diluted earnings per share</u>			
Profit attributable to shareholders of common shares of the parent	\$ 257,969	102,035	
Effects of the potentially dilutive common shares on employee compensation	-	424	
Convertible corporate bonds	4,542	10,100	
Profit attributable to shareholders of common shares of the parent plus effects of potential common shares	\$ 262,511	112,559	\$ 2.33
<u>July 1 to September 30, 2024</u>			
		<u>Weighted average number of outstanding shares (thousand shares)</u>	<u>Earnings per share (NT\$)</u>
<u>Basic earnings per share</u>	<u>Post-tax amount</u>		
Profit attributable to shareholders of common shares of the parent	\$ 162,595	102,035	\$ 1.59
<u>Diluted earnings per share</u>			
Profit attributable to shareholders of common shares of the parent	\$ 162,595	102,035	
Effects of the potentially dilutive common shares on employee compensation	-	278	
Convertible corporate bonds	4,467	9,691	
Profit attributable to shareholders of common shares of the parent plus effects of potential common shares	\$ 167,062	112,004	\$ 1.49

<u>January 1 to September 30, 2025</u>			
		<u>Weighted average number of outstanding shares (thousand shares)</u>	<u>Earnings per share (NT\$)</u>
<u>Basic earnings per share</u>	<u>Post-tax amount</u>		
Profit attributable to shareholders of common shares of the parent	<u>\$ 800,232</u>	<u>102,035</u>	<u>\$ 7.84</u>
<u>Diluted earnings per share</u>			
Profit attributable to shareholders of common shares of the parent	\$ 800,232	102,035	
Effects of the potentially dilutive common shares on employee compensation	-	517	
Convertible corporate bonds	<u>13,569</u>	<u>10,100</u>	
Profit attributable to shareholders of common shares of the parent plus effects of potential common shares	<u>\$ 813,801</u>	<u>112,652</u>	<u>\$ 7.22</u>

<u>January 1 to September 30, 2024</u>			
		<u>Weighted average number of outstanding shares (thousand shares)</u>	<u>Earnings per share (NT\$)</u>
<u>Basic earnings per share</u>	<u>Post-tax amount</u>		
Profit attributable to shareholders of common shares of the parent	<u>\$ 506,093</u>	<u>102,034</u>	<u>\$ 4.96</u>
<u>Diluted earnings per share</u>			
Profit attributable to shareholders of common shares of the parent	\$ 506,093	102,034	
Effects of the potentially dilutive common shares on employee compensation	-	357	
Convertible corporate bonds	<u>13,344</u>	<u>9,691</u>	
Profit attributable to shareholders of common shares of the parent plus effects of potential common shares	<u>\$ 519,437</u>	<u>112,082</u>	<u>\$ 4.63</u>

(XXVIII) Business Combinations

1. The Group acquired 56.66% of the shares in JDX Technology Co., Ltd. on November 1, 2024 with cash of NT\$5,347, and gained control over the company. The relevant equity has been fully settled, and the transaction price has been fully paid.
2. On June 27, 2025, the Group acquired a 66.70% equity interest in TAIPAQ Electronic Components (Shenzhen) Co., Ltd. for total consideration of RMB 6,670 thousand in cash, thereby obtaining control over the company. The equity acquisition has been completed.
3. The Group has held a 26.67% equity in JDX Technology Co., Ltd. before the business combination, and recorded a loss of NT\$2,985 on the remeasurement of fair value.
4. Since the Group acquired and merged JDX Technology Co., Ltd. on November 1, 2024, the operating revenue contributed by JDX Technology Co., Ltd. was NT\$5,116, and the net loss before tax was NT\$725. If it is assumed that JDX Technology Co., Ltd. had been included in the consolidated entities from January 1, 2024, the Group's operating revenue and net income before tax would have been NT\$5,537,638 and NT\$844,760, respectively.
5. Since June 7, 2025, when TAIPAQ Electronic Components (Shenzhen) Co., Ltd. was included in the consolidated financial statements, it has contributed operating revenue of NT\$0 and a pre-tax net loss of NT\$1,226 thousand. If TAIPAQ Electronic Components (Shenzhen) Co., Ltd. had been included in the consolidated entities from January 1, 2025, the Group's operating revenue and income before tax would have amounted to NT\$4,817,530 thousand and NT\$876,010 thousand, respectively.

(XXIX) Additional Information on Cash Flows

Investing activities partially involving cash payments:

	<u>January 1 to September 30,</u> <u>2025</u>	<u>January 1 to September 30,</u> <u>2024</u>
Acquisition of property, plant, and equipment	\$ 364,672	\$ 297,140
Add: Construction and equipment payable at the beginning of the period	48,645	61,211
Notes payable at the beginning of the period	4,879	5,564
Prepayments for construction and equipment - ending	161,778	118,538
Less: Construction and equipment payable at the end of the period	( 89,196)	( 101,115)
Notes payable at the end of the period	( 1,361)	( 2,881)

Prepayments for construction and equipment - opening	( 64,055)	( 14,449)
Cash paid in the period	\$ 425,362	\$ 364,008

(XXX) Changes in Liabilities Arising from Financing Activities

	<u>2025</u>				
	<u>Short-term borrowings</u>	<u>Long-term borrowings</u>	<u>Lease liabilities</u>	<u>Corporate bonds payable</u>	<u>Liabilities arising from financing activities - Total</u>
January 1	\$ 330,000	\$ 1,509,712	\$ 7,687	\$ 1,066,426	\$ 2,913,825
Changes from financing cash flows	350,000	34,889	( 1,747)	-	383,142
Effects of exchange rate changes	-	-	-	-	-
Changes in amortized interest of corporate bonds payable	-	-	-	13,569	13,569
Other non-cash changes	-	-	-	-	-
September 30	<u>\$ 680,000</u>	<u>\$ 1,544,601</u>	<u>\$ 5,940</u>	<u>\$ 1,079,995</u>	<u>\$ 3,310,536</u>

	<u>2024</u>				
	<u>Short-term borrowings</u>	<u>Long-term borrowings</u>	<u>Lease liabilities</u>	<u>Corporate bonds payable</u>	<u>Liabilities arising from financing activities - Total</u>
January 1	\$ 100,000	\$ 1,542,445	\$ 11,267	\$ 1,048,695	\$ 2,702,407
Changes from financing cash flows	30,000	( 28,299)	( 3,363)	-	( 1,662)
Effects of exchange rate changes	-	-	3	-	3
Changes in amortized interest of corporate bonds payable	-	-	-	13,344	13,344
Other non-cash changes	-	-	500	( 97)	403
September 30	<u>\$ 130,000</u>	<u>\$ 1,514,146</u>	<u>\$ 8,407</u>	<u>\$ 1,061,942</u>	<u>\$ 2,714,495</u>

## VII. Related Party Transactions

### (I) Name and Relationship of Related Party

<u>Name of related party</u>	<u>Relationship with the Group</u>
SUPERWORLD ELECTRONICS (S) PTE LTD.	Other related parties and associates (Note 4)
TAI-TECH ADVANCED ELECTRONICS (S) PTE LTD	Other related parties and associates (Note 4)
Superworld Electronics Co., Ltd.	Other related parties and associates (Notes 1 and 4)
Superworld Electronics Co., Ltd. (Dongguan)	Other related parties and associates (Notes 2 and 4)
SFI Electronics Technology Inc.	Other related party
Chanchang Technology (Shenzhen) Co., Ltd.	Other related party
JDX Technology Co., Ltd.	Associates (Note 3)
APAQ Technology Co., Ltd.	Associate
Jui-hsia Tai	Immediate family member of the major management
Chang-i Hsieh	Immediate family member of the major management
Chairman, Supervisor, President, and Vice President	Major management of the Group

Note 1: In December 2024, Chenghan Technology Co., Ltd. was renamed Superworld Electronics Co., Ltd.

Note 2: In July 2024, Dongguan Chenghan Electronics Co., Ltd. was renamed Superworld Electronics Co., Ltd. (Dongguan).

Note 3: The company has been merged into the Group since November 2024. Please refer to Note 4(3)2 for details.

Note 4: Since October 2024, the Company's relations with the Group have been changed from the category of other related parties to that of associates.

(II) Significant Transactions with Related Party

1. Operating revenue

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Sale of goods:		
Associate	\$ 106,539	\$ -
Other related party	-	118,842
Total	<u>\$ 106,539</u>	<u>\$ 118,842</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Sale of goods:		
Associate	\$ 301,869	\$ 11
Other related party	-	311,731
Total	<u>\$ 301,869</u>	<u>\$ 311,742</u>

The price of goods sold to related party by the Group is the same as that for an arm's length transaction; the payment terms also approximate those for ordinarily clients.

2. Purchase

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Purchase of goods:		
Associate	\$ 2,033	\$ -
Other related party	789	2,760
Total	<u>\$ 2,822</u>	<u>\$ 2,760</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Purchase of goods:		
Associate	\$ 5,825	\$ -
Other related party	2,493	7,337
Total	<u>\$ 8,318</u>	<u>\$ 7,337</u>

The price of goods purchased from related party by the Group is the same as that for an arm's length transaction; the payment terms also approximate those for ordinarily suppliers.

### 3. Freight expenses and miscellaneous expenses

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Associate	\$ 2	\$ -
Other related party	-	3
	<u>\$ 2</u>	<u>\$ 3</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Associate	\$ 8	\$ -
Other related party	-	7
	<u>\$ 8</u>	<u>\$ 7</u>

### 4. Lease transactions - lessee

(1) The Group leased buildings from the immediate family members of the major management, with the lease term due between 2023 and 2028 and the rental paid on a monthly basis.

(2) Lease liabilities

Balance at the end of the period:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Jui-hsia Tai	\$ 3,226	\$ 4,133	\$ 4,435
Chang-i Hsieh	2,179	2,791	2,996
	<u>\$ 5,405</u>	<u>\$ 6,924</u>	<u>\$ 7,431</u>

(3) Rental expense

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Associate	\$ 27	\$ -
Other related party	-	43
	<u>\$ 27</u>	<u>\$ 43</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Associate	\$ 112	\$ -
Other related party	-	130
	<u>\$ 112</u>	<u>\$ 130</u>

5. Accounts receivables due from related party

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts receivable:			
Associate	\$ 138,616	\$ 129,489	\$ 2
Other related party	-	-	151,642
Sub-total	<u>138,616</u>	<u>129,489</u>	<u>151,644</u>
Other receivables:			
Associate	-	140	-
Sub-total	-	140	-
Total	<u>\$ 138,616</u>	<u>\$ 129,629</u>	<u>\$ 151,644</u>

6. Accounts payables due to related party

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts payable:			
Associate	\$ 2,358	\$ 2,361	\$ -
Other related party	276	261	3,223
Sub-total	<u>2,634</u>	<u>2,622</u>	<u>3,223</u>
Other payables:			
Associate	22	628	-
Other related party	-	-	200
Total	<u>\$ 2,656</u>	<u>\$ 3,250</u>	<u>\$ 3,423</u>

(III) Remuneration to Major Management

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Short-term employee benefits	\$ 24,673	\$ 19,878
Post-retirement benefits	441	451
Total	<u>\$ 25,114</u>	<u>\$ 20,329</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Short-term employee benefits	\$ 74,360	\$ 59,089
Post-retirement benefits	1,363	1,316
Total	<u>\$ 75,723</u>	<u>\$ 60,405</u>



### VIII. Pledged Assets

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

<u>Type of asset</u>	<u>September 30,</u> <u>2025</u>	<u>December 31, 2024</u>	<u>September 30,</u> <u>2024</u>	<u>Purpose of</u> <u>collateral</u>
Property, plant and equipment				
- Land	\$ 936,425	\$ 766,893	\$ 766,893	Short and long-term borrowings
- Houses and buildings	81,348	40,716	41,398	Short and long-term borrowings
- Machinery and equipment	314,862	349,638	360,357	Long-term borrowings

### IX. Significant Commitments or Contingencies

#### (I) or Contingencies

None.

#### (II) Commitments

Capital expenditures committed but not yet incurred

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Property, plant and equipment	<u>\$ 195,541</u>	<u>\$ 153,270</u>	<u>\$ 362,422</u>
Computer software	<u>\$ 18,029</u>	<u>\$ 13,452</u>	<u>\$ 21,208</u>

### X. Significant Disaster Losses

None.

### XI. Significant Subsequent Events

On November 10, 2025, the Company's Board of Directors resolved to issue 7,000,000 common shares through private placement at a price of NT\$114.1 per share, for a total of NT\$798,700, and set November 24, 2025 as the record date for the capital increase.

### XII. Others

#### (I) Capital Management

The purposes of the Group's capital management are to ensure that the Group continues as a going concern, to maintain an optimum capital structure to lower financing costs and to provide returns of investment to shareholders. For the purpose of maintaining an optimal capital structure, the Group may adjust the amount of dividends paid to shareholders or may issue new shares.

(II) Financial Instrument

1. Type of financial instrument

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
<u>Financial Assets</u>			
Financial assets at fair value through profit or loss			
Financial assets at fair value through profit or loss	<u>\$ 660</u>	<u>\$ 770</u>	<u>\$ 1,210</u>
Financial assets at fair value through other comprehensive income			
Financial assets in equity instruments investment of which the fair value is designated to be recognized in other comprehensive income	<u>\$ 708,515</u>	<u>\$ 567,634</u>	<u>\$ 718,739</u>
Financial assets at amortized cost			
Cash and cash equivalents	\$ 1,717,094	\$ 1,780,997	\$ 1,942,430
Notes receivable, net	81,081	36,806	48,205
Accounts receivable, net (including those due from related party)	2,277,959	2,125,837	2,051,115
Other receivables (including those due from related party)	74,308	33,851	41,730
Refundable deposits (recognized under other noncurrent assets)	<u>13,403</u>	<u>7,558</u>	<u>9,241</u>
	<u>\$ 4,163,845</u>	<u>\$ 3,985,049</u>	<u>\$ 4,092,721</u>

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Financial Liabilities			
Financial liabilities			
measured at amortized			
cost			
Short-term borrowings	\$ 680,000	\$ 330,000	\$ 130,000
Notes payable	6,975	16,011	14,395
Accounts payable			
(including related party)	909,101	809,306	773,089
Other payables (including			
those due to related party)	664,848	587,956	591,769
Corporate bonds payable			
(including those due			
within one year or one			
operating cycle)	1,079,995	1,066,426	1,061,942
Long-term borrowings			
(including the portion			
with maturity in one			
year)	1,544,601	1,509,712	1,514,146
Guarantee deposits			
(recognized under other			
non-current liabilities)	1,028	600	600
	<u>\$ 4,886,548</u>	<u>\$ 4,320,011</u>	<u>\$ 4,085,941</u>
Lease liabilities (including			
those due within one	<u>\$ 5,940</u>	<u>\$ 7,687</u>	<u>\$ 8,407</u>
year)			

## 2. Risk management policy

- (1) The Group's daily operations are affected by various financial risks, e.g., market risk (including exchange rate risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's risk management policy focuses on the unpredictable market events in order to minimize their potentially adverse impacts on the Group's financial position and financial performance.
- (2) The Group's key financial activities are reviewed by the Board of Directors against relevant regulations and its internal control systems. The Company strictly abides by relevant financial operating procedures during the implementation of financial plans.

## 3. Nature and degree of significant financial risks

### (1) Market risk

#### Foreign exchange risks

- A. The Group operates internationally and so is subject to the exchange rate risk of different currencies, particularly the USD and RMB. Relevant exchange rate risk arises from future business transactions and the recognized assets and liabilities. In addition, the conversion from RMB to other currencies is subject to the foreign currency exchange control regulations imposed by China.

- B. The Group's management has formulated relevant policy to require entities within the Group to manage the foreign exchange risks associated with their functional currency. Foreign exchange risk arises when future business transactions or recognized assets or liabilities are denominated in a currency other than the entity's functional currency.
- C. Since the Group engages in business involving multiple functional currencies (e.g., the Company's functional currency is NTD while some subsidiaries' functional currencies are either USD or RMB), the Group is subject to fluctuation in foreign exchange rates. Foreign-currency-denominated assets and liabilities having significant impacts if foreign exchange rates change were as follows:

				<u>September 30, 2025</u>	
				Carrying amount	
		<u>Foreign currency</u>		<u>Exchange rate</u>	<u>(NTD/ RMB)</u>
		<u>(in thousands)</u>			
<b>(Foreign currency: functional currency)</b>					
<u>Financial Assets</u>					
<u>Monetary items</u>					
USD:NTD	\$	52,832		30.45	\$ 1,608,734
RMB : NTD		81,866		4.28	350,386
USD : RMB		52,352		7.11	372,223
USD: MYR		4,928		4.37	21,535
<u>Non-monetary items</u>					
USD:NTD		18,463		30.45	562,198
<u>Financial Liabilities</u>					
<u>Monetary items</u>					
USD:NTD	\$	41,081		30.45	\$ 1,250,916
RMB : NTD		5,796		4.28	24,807
USD : RMB		4,799		7.11	34,121
USD: MYR		4,955		4.37	21,653

<u>December 31, 2024</u>			
			Carrying amount
(Foreign currency: functional currency)	<u>Foreign currency</u> <u>(in thousands)</u>	<u>Exchange rate</u>	<u>(NTD/ RMB)</u>
<u>Financial Assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 40,043	32.79	\$ 1,313,010
RMB : NTD	45,713	4.56	208,451
USD : RMB	40,370	7.19	290,260
<u>Non-monetary items</u>			
USD:NTD	14,053	32.79	460,806
<u>Financial Liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 30,302	32.79	\$ 993,603
RMB : NTD	4,037	4.56	18,409
USD : RMB	6,192	7.19	44,520
<u>September 30, 2024</u>			
			Carrying amount
(Foreign currency: functional currency)	<u>Foreign currency</u> <u>(in thousands)</u>	<u>Exchange rate</u>	<u>(NTD/ RMB)</u>
<u>Financial Assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 49,036	31.65	\$ 1,551,989
RMB : NTD	45,932	4.52	207,613
USD : RMB	39,442	7.01	276,488
<u>Financial Liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 30,359	31.65	\$ 960,862
RMB : NTD	2,362	4.52	10,676
USD : RMB	8,228	7.01	57,678

D. The monetary items of the Group were significantly affected by exchange rate fluctuations. For the three months and nine months ended September 30, 2025 and 2024, the amounts of all exchange gains and losses recognized were exchange gains of NT\$23,825, losses of NT\$28,391, losses of NT\$36,887 and gains of NT\$35,873. Since the Group's transactions involve multiple currencies that have significant foreign exchange impacts, they are disclosed as a whole.

E. Foreign exchange risks arising from significant exchange rate changes that the Group is exposed to were as follows:

<u>January 1 to September 30, 2025</u>				
<u>Sensitivity Analysis</u>				
Effects on P/L				
	<u>Fluctuation</u>	<u>(NTD/ RMB)</u>	<u>Effects on other comprehensive income (OCI)</u>	
<b>(Foreign currency: functional currency)</b>				
<u>Financial Assets</u>				
<u>Monetary items</u>				
USD:NTD	1%	\$ 16,087	\$	-
RMB : NTD	1%	3,504		-
USD : RMB	1%	3,722		-
USD: MYR	1%	215		-
<u>Non-monetary items</u>				
USD:NTD	1%	-		5,622
<u>Financial Liabilities</u>				
<u>Monetary items</u>				
USD:NTD	1%	12,509		-
RMB : NTD	1%	248		-
USD : RMB	1%	341		-
USD: MYR	1%	217		-

January 1 to September 30, 2024

		<u>Sensitivity Analysis</u>	
		Effects on P/L	
			<u>Effects on other comprehensive income (OCI)</u>
	<u>Fluctuation</u>	<u>(NTD/ RMB)</u>	
<b>(Foreign currency: functional currency)</b>			
<u>Financial Assets</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 15,520	\$ -
RMB : NTD	1%	2,076	-
USD : RMB	1%	2,765	-
<u>Financial Liabilities</u>			
<u>Monetary items</u>			
USD:NTD	1%	9,609	-
RMB : NTD	1%	107	-
USD : RMB	1%	577	-

Price risk

- A. Since the Group's investment is classified as financial assets measured at fair value through profit or loss and financial assets measured at fair value other comprehensive income on the consolidated balance sheets, the Group is exposed to the risk of price changes in financial assets of equity instrument.
- B. The Group mainly invests in equity instruments issued by a domestic or foreign company. The price of such equity instruments can be affected by changes in future value of their investment targets. If the price of these equity instruments increases or decreases by 1%, and all other factors remain unchanged. In that case, the gains or losses on other comprehensive profit and loss classified as equity investments measured at fair value for the nine months ended September 30, 2025 and 2024 through other comprehensive income would increase or decrease by NT\$7,085 and NT\$7,187, respectively.

Cash flow and fair value interest rate risk

- A. The Group's interest rate risks mainly come from short- and long-term borrowings issued at floating interest rates. Such exposure also means the Group is exposed to cash flow interest rate risks, though a portion of risks have been offset by the Group's holding of cash bearing a floating interest rate. For the nine months ended September 30, 2025 and 2024, the Group's borrowings bearing a floating interest rate are denominated in NTD and USD.
- B. When the borrowing interest rate of NTD and USD increases or decreases by 1%, held other variables constant, the Company's net income after tax for the nine months ended September 30, 2025 and 2024 would also decreases or increases by NT\$13,348 and NT\$9,865, respectively, mainly due to changes in interest

expense caused by borrowings bearing a floating interest rate.

(2) Credit risk

- A. Credit risk refers to the risk of financial loss to the Group arising from default by clients, or by counter-parties of financial instruments on the contract obligations. Credit risk of the Group mainly comes from accounts receivable, notes receivable and the contractual cash flows of financial assets measured at amortized cost that are prone to default by counter-parties.
- B. The Group establishes a framework for managing credit risks from a group's perspective. As the internal credit approval policy stipulates, an operating entity within the Group shall manage and analyze the credit risk of a new client before proposing terms and conditions pertaining to payments and delivery of goods. Internal risk control is achieved by evaluating a client's credit quality against the client's financial position, credit records and other factors. The limit on individual risk is set by the management by referring to internal or external ratings. The status of utilization of credit lines is regularly monitored.
- C. The Group applies the presumption of IFRS 9 and deems that the credit risk of a financial assets has significantly increased after initial recognition when the receivables obliged by the contractual terms are 30-days past due.
- D. The Group's credit risk management procedures deem a default occurred when a counterparty is significantly delinquent on repayments.
- E. After the recourse procedures, the Group writes off financial assets that could not be reasonably expected to be recovered. Nonetheless, the Group will continue the recourse legal procedures to secure its right to the debt. The Group's debts that had been written off but are continuously pursued were NT\$0 on September 30, 2025, December 31, 2024, and September 30, 2024.
- F. The Group classifies accounts receivable due from clients by the characteristics of their ratings, and adopts the simplified approach that measures expected credit losses based on the preparation matrix.
- G. By taking into account the forward-looking consideration that economic indicators hold, the Group adjusts the expected credit loss rate that was established based on historical or present information, so as to estimate the allowance for accounts receivable, notes receivable, and uncollectible overdue receivables. The preparation matrices as of September 30, 2025, December 31, 2024 and September 30, 2024 were as follows:



	<u>Individual disclosure</u>	<u>Not yet due</u>	<u>Within 30 days past due</u>	<u>31-90 days past due</u>	<u>91-180 days past due</u>	<u>Total</u>
<u>September 30, 2025</u>						
Expected loss (%)	100.00%	0.00%	0.00%	0.00%	100.00%	
Total carrying amount	<u>\$ 1,252</u>	<u>\$ 2,314,593</u>	<u>\$ 45,820</u>	<u>\$ 98</u>	<u>\$ 33</u>	<u>\$ 2,361,796</u>
Loss allowance	<u>\$ 1,252</u>	<u>\$ 931</u>	<u>\$ 442</u>	<u>\$ 98</u>	<u>\$ 33</u>	<u>\$ 2,756</u>
	<u>Individual disclosure</u>	<u>Not yet due</u>	<u>Within 30 days past due</u>	<u>31-90 days past due</u>	<u>91-180 days past due</u>	<u>Total</u>
<u>December 31, 2024</u>						
Expected loss (%)	100.00%	0.00%	0.00%	0.00%	100.00%	
Total carrying amount	<u>\$ 1,252</u>	<u>\$ 2,162,377</u>	<u>\$ 1,810</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,165,439</u>
Loss allowance	<u>\$ 1,252</u>	<u>\$ 942</u>	<u>\$ 602</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,796</u>
	<u>Individual disclosure</u>	<u>Not yet due</u>	<u>Within 30 days past due</u>	<u>31-90 days past due</u>	<u>91-180 days past due</u>	<u>Total</u>
<u>September 30, 2024</u>						
Expected loss (%)	100.00%	0.07%	5.44%	6.94%	100.00%	
Total carrying amount	<u>\$ 1,252</u>	<u>\$ 2,090,563</u>	<u>\$ 9,859</u>	<u>\$ 435</u>	<u>\$ -</u>	<u>\$ 2,102,109</u>
Loss allowance	<u>\$ 1,252</u>	<u>\$ 940</u>	<u>\$ 570</u>	<u>\$ 27</u>	<u>\$ -</u>	<u>\$ 2,789</u>

H. Changes in the loss allowances provided for accounts receivable using the simplified approach are as follows:

	<u>Accounts Receivable</u>	<u>Notes receivable</u>	<u>2025 Uncollectible overdue receivables</u>	<u>Total</u>
January 1	\$ 1,544	\$ -	\$ 1,252	\$ 2,796
Exchange rate effects	( 40)	-	-	( 40)
September 30	<u>\$ 1,504</u>	<u>\$ -</u>	<u>\$ 1,252</u>	<u>\$ 2,756</u>

			<u>2024</u>	
	<u>Accounts</u>	<u>Notes</u>	<u>Uncollectible</u>	<u>Total</u>
	<u>Receivable</u>	<u>receivable</u>	<u>overdue</u>	
			<u>receivables</u>	
January 1	\$ 1,511	\$ -	\$ 1,252	\$ 2,763
Exchange rate effects	<u>26</u>	<u>-</u>	<u>-</u>	<u>26</u>
September 30	<u>\$ 1,537</u>	<u>\$ -</u>	<u>\$ 1,252</u>	<u>\$ 2,789</u>

(3) Liquidity risk

- A. Cash flows forecast is done by each operating entity; the Administration Department of the Group is responsible only for summarizing the results. Administration Department of the Group monitors the forecast of the Group's liquidity needs to ensure that it has sufficient funds to meet operating needs and maintain sufficient unused loan commitments so that it won't default on any borrowing limits or terms. Such a forecast takes into account the Group's debt financing plan, compliance with provisions of debt instruments, fulfillment of the financial ratio targets on the balance sheet and conformity with external regulatory requirements, such as foreign exchange control.
- B. The table below listed the Group's non-derivative financial liabilities by maturity date. They were analyzed for the residual duration between the balance sheet date and the maturity date. The table below disclosed the contractual cash flows not discounted.

Non-derivative financial liabilities:

September 30, 2025	Less than 1 year	1~2 years	2~5 years	Over than 5 years
Short-term borrowings	\$ 680,000	\$ -	\$ -	\$ -
Notes payable	6,975	-	-	-
Accounts payable (including related party)	909,101	-	-	-
Other payables (including those due to related party)	664,848	-	-	-
Lease liabilities (including the portion with maturity in one year)	2,220	2,173	1,547	-
Corporate bonds payable	-	1,099,900	-	-

September 30, 2025	Less than 1 year	1~2 years	2~5 years	Over than 5 years
Long-term borrowings (including the portion with maturity in one year)	358,438	518,740	493,692	234,976
Non-derivative financial liabilities:				
December 31, 2024	Less than 1 year	1~2 years	2~5 years	Over than 5 years
Short-term borrowings	\$ 330,000	\$ -	\$ -	\$ -
Notes payable	16,011	-	-	-
Accounts payable (including related party)	809,306	-	-	-
Other payables (including those due to related party)	587,956	-	-	-
Lease liabilities (including the portion with maturity in one year)	2,311	2,205	3,171	-
Corporate bonds payable	-	1,099,900	-	-
Long-term borrowings (including the portion with maturity in one year)	263,158	370,617	675,900	275,787

Non-derivative financial liabilities:

September 30, 2024	Less than 1 year	1~2 years	2~5 years	Over than 5 years
Short-term borrowings	\$ 130,000	\$ -	\$ -	\$ -
Notes payable	14,395	-	-	-
Accounts payable (including related party)	773,089	-	-	-
Other payables (including those due to related party)	591,769	-	-	-
Lease liabilities (including the portion with maturity in one year)	2,466	2,220	3,721	-
Corporate bonds payable	-	-	1,099,900	-
Long-term borrowings (including the portion with maturity in one year)	195,094	356,349	742,968	300,451

C. The Group does not expect a maturity analysis of which the cash flows timing would be significantly earlier or the actual amount would be significantly different.

(III) Fair Value Information

- Below are the definitions assigned to each level of valuation technique used to measure the fair value of financial and non-financial assets.

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

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability. This includes the equity instruments without active market investment by the Company.

- Financial instruments not measured at fair values

- (1) Including cash and cash equivalents, financial assets measured at amortized cost, notes receivable, accounts receivables, other receivables, short-term borrowings, notes payable, accounts payable, other payable, lease liability and long-term borrowings (including the portion with maturity in one year), is the reasonable approximation of their fair value, except for those listed in the table below.

<u>September 30, 2025</u>				
		<u>Fair value per unit</u>		
	<u>Carrying amount</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial liabilities:				
Corporate bonds payable	\$ 1,079,995	\$ -	\$ 1,386,974	\$ -

<u>December 31, 2024</u>				
		<u>Fair value per unit</u>		
	<u>Carrying amount</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial liabilities:				
Corporate bonds payable	\$ 1,066,426	\$ -	\$ 1,289,633	\$ -

<u>September 30, 2024</u>				
		<u>Fair value per unit</u>		
	<u>Carrying amount</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial liabilities:				
Corporate bonds payable	\$ 1,061,942	\$ -	\$ 1,358,377	\$ -

- (2) The techniques and assumptions used to measure fair value are stated as follows:

Corporate bonds payable are the corporate bonds issued by the Group. As their coupon rates are approximately equivalent to market rates, the most recent transaction prices and quotation data are used as the basis for assessing their fair value.

3. Financial and non-financial assets at fair value are classified by nature, characteristic, risk and fair value level, stated as follows:

(1) The Group classifies its assets and liabilities by their function; stated as follows:

September 30, 2025	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value</u>				
Financial assets at fair value through other comprehensive income				
Equity-based securities	\$ 307,899	\$ -	\$ 370,171	\$ 678,070
Debt securities	-	-	30,445	30,445
Total	<u>\$ 307,899</u>	<u>\$ -</u>	<u>\$ 400,616</u>	<u>\$ 708,515</u>
Derivatives				
Right of redemption of convertible bonds	<u>\$ -</u>	<u>\$ 660</u>	<u>\$ -</u>	<u>\$ 660</u>
December 31, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value</u>				
Financial assets at fair value through other comprehensive income				
Equity-based securities	<u>\$ 289,397</u>	<u>\$ -</u>	<u>\$ 278,237</u>	<u>\$ 567,634</u>
Derivatives				
Right of redemption of convertible bonds	<u>\$ -</u>	<u>\$ 770</u>	<u>\$ -</u>	<u>\$ 770</u>
September 30, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<u>Recurring fair value</u>				
Financial assets at fair value through other comprehensive income				
Equity-based securities	<u>\$ 349,389</u>	<u>\$ -</u>	<u>\$ 369,350</u>	<u>\$ 718,739</u>
Derivatives				
Right of redemption of convertible bonds	<u>\$ -</u>	<u>\$ 1,210</u>	<u>\$ -</u>	<u>\$ 1,210</u>

(2) The techniques and assumptions used to measure fair value are stated as follows:

- A. Financial instruments of which the fair value is marked to market quotations (i.e., level 1 inputs) are stated as follows:

	<u>Listed shares</u>
Market quotation	Closing price

- B. Except for financial instruments with an active market, the fair value of other financial instruments is obtained either based on the valuation technique or by reference to the quotes from counter-parties. Fair value can be obtained by using a valuation technique that refers to the fair value of financial instruments having substantially the same terms and characteristics, or by using other valuation technique, e.g., the one that applies market information available on the consolidated balance sheets date to a pricing model for calculation. The redemption right of convertible bonds is typically evaluated using a binomial tree convertible bond valuation model.

- C. Outputs from the valuation models are estimates and valuation techniques may not be able to reflect all relevant factors of the financial and non-financial instruments held by the Group. Therefore, when needed, estimates from the valuation model would be adjusted for additional parameters, e.g., model risk or liquidity risk.

4. For the nine months ended September 30, 2025 and 2024, there was no transfer between Level 1 and Level 2.
5. Changes in Level 3 for the nine months ended September 30, 2025 and 2024 are stated as follows:

	<u>2025</u> <u>Equity-based</u> <u>securities</u>	<u>2024</u> <u>Equity-based</u> <u>securities</u>
January 1	\$ 278,237	\$ 442,020
Gains or losses recognized in other comprehensive income		
Unrealized gain/(loss) on investments in equity instruments at fair value through other comprehensive income	( 8,992)	( 153,372)
Purchase of current period	134,805	78,845
Exchange rate effects	( 3,434)	1,857
September 30	<u>\$ 400,616</u>	<u>\$ 369,350</u>

6. There was no transfer into or out of Level 3 for the nine months ended September 30, 2025 and 2024.
7. Valuation process regarding fair value Level 3 is conducted by the Group's Administration Department, which conducts an independent fair value verification though use of independent data source in order to make the valuation results close to

market conditions, and to ensure that the data source is independent, reliable and consistent with other sources, and that the fair value is adjusted where appropriate, thereby ensuring a reasonable valuation result.

8. The quantitative information on, changes in, and sensitivity analysis of significant unobservable inputs used in Level 3 fair value measurement are stated as follows:

	<u>Fair value at September 30, 2025</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Range (weighted average)</u>	<u>Relationship between inputs and fair value</u>
Non-derivative equity instruments:					
Unlisted shares	\$ 382,316	Public company comparables	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value
TWSE/TPEX-listed companies' privately placed shares	\$ 18,300	Market approach	Discount for lack of marketability	N/A	The higher the discount for lack of marketability, the lower the fair value

	<u>Fair value at December 31, 2024</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Range (weighted average)</u>	<u>Relationship between inputs and fair value</u>
Non-derivative equity instruments:					
Unlisted shares	\$ 253,517	Public company comparables	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value
TWSE/TPEX-listed companies' privately placed shares	\$ 24,720	Market approach	Discount for lack of marketability	N/A	The higher the discount for lack of marketability, the lower the fair value

	<u>Fair value at September 30, 2024</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Range (weighted average)</u>	<u>Relationship between inputs and fair value</u>
Non-derivative equity instruments:					
Unlisted shares	\$ 334,625	Public company comparables	Discount for lack of marketability	15%~20% (18.33%)	The higher the discount for lack of marketability, the lower the fair value
TWSE/TPEX-listed companies' privately placed shares	\$ 34,725	Market approach	Discount for lack of marketability	N/A	The higher the discount for lack of marketability, the lower the fair value

9. The Group elects to adopt valuation models and valuation parameters under prudential consideration. Nonetheless, this does not preclude the differences arising from adoption of different valuation models or parameters. If valuation parameters change, financial assets classified as Level 3 will have effects on other comprehensive income, stated as follows:



<u>September 30, 2025</u>						
				<u>Recognized in other comprehensive income (OCI)</u>		
				<u>Recognized in P/L</u>		
				<u>Favorable changes</u>	<u>Unfavorable changes</u>	
	<u>Inputs</u>	<u>Changes</u>				
Financial asset - equity instrument	\$ 456,743	±1%	\$ -	\$ -	\$ 2,806	(\$ 2,806)

<u>December 31, 2024</u>						
				<u>Recognized in other comprehensive income (OCI)</u>		
				<u>Recognized in P/L</u>		
				<u>Favorable changes</u>	<u>Unfavorable changes</u>	
	<u>Inputs</u>	<u>Changes</u>				
Financial asset - equity instrument	\$ 323,520	±1%	\$ -	\$ -	\$ 2,401	(\$ 2,401)

<u>September 30, 2024</u>						
				<u>Recognized in other comprehensive income (OCI)</u>		
				<u>Recognized in P/L</u>		
				<u>Favorable changes</u>	<u>Unfavorable changes</u>	
	<u>Inputs</u>	<u>Changes</u>				
Financial asset - equity instrument	\$ 426,837	±1%	\$ -	\$ -	\$ 3,657	(\$ 3,657)

### XIII. Notes to the Financial Statements

#### (I) Information on Significant Transactions

1. Loaning Funds to Others: Refer to Table 1.
2. Endorsement/Guarantees for Others: None.
3. Holding of marketable securities at the end of the period (excluding investments in subsidiaries, associates, and joint ventures): Please refer to Table 2.
4. Transaction with Related Party That Reaches NT\$100 Million or 20% or More of Paid-in Capital: Refer to Table 3.
5. Receivables Due from Related Party That Reach NT\$100 Million or 20% or More of Paid-in Capital: Refer to Table 4.
6. Business Relationships and Significant Transactions Between Parent and Subsidiaries: Please refer to Table 5.

#### (II) Information on Indirect Investment

Names and Location of Investees (Excluding Those in Mainland China): Refer to Table 6.

(III) Investment in Mainland China

1. Basic Information: Refer to Table 7.
2. Significant transactions that occurred directly or indirectly through third-region enterprises and investee companies and were reinvested in mainland China: refer to Table 5.

XIV. Segment Information

(I) General Information

The Group engages in a single industry; the Group's Board of Directors evaluates the performance of, and allocates resources to, the Group as a whole. As such, the Group identifies itself to be a single reporting segment.

(II) Segment Information

Information on reportable segment provided to the main operating decision makers:

	<u>January 1 to September 30,</u> <u>2025</u>	<u>January 1 to September 30,</u> <u>2024</u>
Segment revenue	\$ 4,817,530	\$ 4,010,047
Segment gross profit	\$ 1,232,117	\$ 965,087
Segment profits or losses	\$ 876,010	\$ 596,846
Discount and amortization (including right-of-use assets)	\$ 390,029	\$ 411,051
Income tax expenses	\$ 83,638	\$ 91,313
	<u>September 30, 2025</u>	<u>September 30, 2024</u>
Segment assets	\$ 12,937,323	\$ 11,722,444
Segment liabilities	\$ 5,220,619	\$ 4,426,823

(III) Reconciliation of Segment Profit or Loss

Reconciliation is not required because the profit or loss information on the reporting segment that was provided to the main operating decision makers is consistent with that prepared and disclosed in the financial statements.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Loans of funds to others  
For the nine months ended September 30, 2025

Table 1

Unit: NT\$ thousand  
(unless otherwise specified)

No.	Lending company	Borrowing party	Transaction item	Whether or not a related party	Maximum balance amount	Ending balance	Amount actually drawn	Interest rate range	Nature of loaned funds	Business dealing amount	Reason for necessary short-term financing	Amount of allowance for losses	Collaterals Name Value	Limit of loans to individual borrowers (Note)	Total limit of loans (Note)	Remarks
1	FIXED ROCK HOLDING LTD.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Other receivables	Yes	\$ 99,615	\$ 91,335	\$ -	-	Short-term financing fund	\$ -	Business revolving fund	\$ -	- \$ -	\$ 4,142,248	\$ 4,142,248	
1	FIXED ROCK HOLDING LTD.	Tai-Tech Advanced Electronics Co., Ltd.	Other receivables	Yes	\$ 49,808	\$ 45,668	\$ 45,668	1.23%	Short-term financing fund	\$ -	Business revolving fund	\$ -	- \$ -	\$ 4,142,248	\$ 4,142,248	
2	NORTH STAR INTERNATIONAL LIMITED	Tai-Tech Advanced Electronics Co., Ltd.	Other receivables	Yes	\$ 99,615	\$ 91,335	\$ 89,813	1.68%	Short-term financing fund	\$ -	Business revolving fund	\$ -	- \$ -	\$ 137,278	\$ 137,278	
3	BEST BLISS INVESTMENTS LIMITED	Tai-Tech Advanced Electronics Co., Ltd.	Other receivables	Yes	\$ 99,615	\$ 91,335	\$ 14,309	1.23%	Short-term financing fund	\$ -	Business revolving fund	\$ -	- \$ -	\$ 7,138,700	\$ 7,138,700	
4	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Tai-Tech Advanced Electronics Co., Ltd.	Other receivables	Yes	\$ 265,640	\$ 243,560	\$ -	-	Short-term financing fund	\$ -	Business revolving fund	\$ -	- \$ -	\$ 5,546,629	\$ 5,546,629	

Note: The total amount of loaning of funds to others of the Company shall not exceed 40% of the net worth of the Company and the amount of loaning of fund to an individual company or firm shall not exceed 20% of the net worth of the Company.

Loaning of funds between subsidiaries wholly owned, directly and indirectly, by the Company, or between overseas companies wholly owned, directly and indirectly, by the Group's parent company and the Group's parent company, the total and individual loan amounts may not exceed 150% of the lender's net worth based on the most recent financial statements audited or reviewed by a CPA, or the most recent consolidated financial statements audited or reviewed by a CPA (whichever is more recent), and the loan term shall not exceed three years.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Holding of marketable securities at the end of the period (excluding investments in subsidiaries, associates, and joint ventures)  
September 30, 2025

Table 2

Unit: NT\$ thousand  
(unless otherwise specified)

Holding company name	Marketable securities types and name	Relationship with issuer	Financial statement account	Number of shares (in thousands)	End of period		Fair value per unit	Remarks
					Carrying amount	Shareholdings Percentage		
	Stock:							
Tai-Tech Advanced Electronics Co., Ltd.	All Ring Tech Co., Ltd.	None	Financial assets at fair value through other comprehensive income acquired - non-current	615	\$ 236,160	0.63%	\$ 236,160	Unpledged
Tai-Tech Advanced Electronics Co., Ltd.	Ample Electronic Technology Inc.	None	Financial assets at fair value through other comprehensive income acquired - non-current	315	\$ 54,495	0.98%	\$ 54,495	Unpledged
Tai-Tech Advanced Electronics Co., Ltd.	SFI Electronics Technology Inc.	Other related party	Financial assets at fair value through other comprehensive income acquired - non-current	5,820	\$ 100,632	12.74%	\$ 100,632	Unpledged
Tai-Tech Advanced Electronics Co., Ltd.	AZ Venture Investment II Limited	None	Financial assets at fair value through other comprehensive income acquired - non-current	3,000	\$ 32,160	12.50%	\$ 32,160	Unpledged
Tai-Tech Advanced Electronics Co., Ltd.	e-Formula Technologies Inc.	None	Financial assets at fair value through other comprehensive income acquired - non-current	1,500	\$ 40,275	5.61%	\$ 40,275	Unpledged
TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Xiamen Eisend Electronics Co., Ltd	None	Financial assets at fair value through other comprehensive income acquired - non-current	-	\$ 123,816	17.00%	\$ 123,816	Unpledged
BEST BLISS INVESTMENTS LIMITED	Bridge Roots IV Ltd.	None	Financial assets at fair value through other comprehensive income acquired - non-current	0.1	\$ 30,567	4.00%	\$ 30,567	Unpledged
	Convertible corporate bond rights certificate:							
BEST BLISS INVESTMENTS LIMITED	REED SEMICONDUCTOR CORP.	None	Financial assets at fair value through other comprehensive income acquired - non-current	-	\$ 30,445	-	\$ 30,445	Unpledged

Note 1: The Company's disclosure standard is NT\$30 million or more based on the principle of materiality.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Transaction with related party that reaches NT\$100 million or 20% or more of paid-in capital  
For the nine months ended September 30, 2025

Table 3

Unit: NT\$ thousand  
(unless otherwise specified)

Company of purchase (sale)	Transaction party name	Relationship	Purchase (Sale)	Transaction Details			Abnormal Transaction and Reason		Notes/Accounts Receivable (Payable)		Remarks
				Amount	Percentage of total purchase (sale)	Payment terms	Unit price	Payment terms	Balance	Percentage of total notes/accounts receivable (payable)	
Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Parent-subsidiary	Sales	( 292,346)	9%	Note 1	Note 1	-	\$ 247,340	15.00	
Tai-Tech Advanced Electronics Co., Ltd.	Superworld Electronics (S) Pte. Ltd.	Other related party	Sales	( 214,780)	6%	Note 2	Note 2	-	91,067	5.00	
TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	Tai-Tech Advanced Electronics Co., Ltd.	Parent-subsidiary	Sales	( 177,836)	37%	Note 1	Note 1	-	76,141	32.00	
TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Tai-Tech Advanced Electronics Co., Ltd.	Parent-subsidiary	Sales	( 1,837,431)	54%	Note 1	Note 1	-	854,739	48.00	

Note 1: Transaction price adopts the general rules for the payment receipt period agreed by both parties.

Note 2: Transaction price and the payment receipt period adopts the general rules.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Receivables due from related party that reach NT\$100 million or 20% or more of paid-in capital  
September 30, 2025

Table 4

Unit: NT\$ thousand  
(unless otherwise specified)

<u>Company of accounts receivable recognized</u>	<u>Transaction party name</u>	<u>Relationship</u>	<u>Balance of accounts receivables due from related party</u>		<u>Turnover rate</u>	<u>Overdue amount of accounts receivable from related party</u>		<u>Accounts receivables due from related party Amount subsequently recovered</u>	<u>Amount of allowance for losses</u>
						<u>Amount</u>	<u>Treatment method</u>		
Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Parent-subsidiary	Accounts Receivable	\$ 247,340	2.50	\$ -	-	\$ 49,566	\$ -
TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Tai-Tech Advanced Electronics Co., Ltd.	Parent-subsidiary	Accounts Receivable	\$ 854,739	3.02	-	-	\$ 207,306	-

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Business Relationships and Significant Transactions Between Parent and Subsidiaries  
For the nine months ended September 30, 2025

Table 5

Unit: NT\$ thousand  
(unless otherwise specified)

No. (Note 1)	Name of transaction party	Transaction party	Relationship with transaction party (Note 2)	Item	Amount	Transaction details		Percentage of consolidated total revenue or total assets
						Transaction terms		
0	Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	1	Sales revenue	292,346	Note 3		6%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	1	Accounts Receivable	247,340			2%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	1	Sale of fixed Asset	118,242	Note 3		1%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	1	Accounts payable	854,739			7%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	1	Purchase	1,837,431	Note 3		38%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	1	Sales revenue	49,320	Note 3		1%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	1	Purchase	177,836	Note 3		4%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	1	Accounts Receivable	63,532			0%
0	Tai-Tech Advanced Electronics Co., Ltd.	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	1	Accounts payable	76,141			1%
0	Tai-Tech Advanced Electronics Co., Ltd.	North Star International Limited	1	Other payables	89,813			1%
0	Tai-Tech Advanced Electronics Co., Ltd.	Fixed Rock Holding Ltd	1	Other payables	45,668			0%
0	Tai-Tech Advanced Electronics Co., Ltd.	Techworld Electronics (M) Sdn.Bhd.	1	Other receivables	67,480			1%
0	Tai-Tech Advanced Electronics Co., Ltd.	Techworld Electronics (M) Sdn.Bhd.	1	Sale of fixed Asset	74,822	Note 3		1%
0	Tai-Tech Advanced Electronics Co., Ltd.	JDX Technology Co., Ltd.	1	Sales revenue	99,131	Note 3		2%
0	Tai-Tech Advanced Electronics Co., Ltd.	JDX Technology Co., Ltd.	1	Accounts Receivable	85,096			1%
1	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	2	Sales revenue	68,027	Note 3		1%
1	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	2	Accounts Receivable	38,603			0%
1	TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	2	Purchase	44,427	Note 3		1%
2	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Techworld Electronics (M) Sdn. Bhd.	2	Sale of fixed Asset	98,343	Note 3		1%
2	TAIPAQ Electronic Components (Si-Hong) Co., Ltd.	Techworld Electronics (M) Sdn. Bhd.	2	Other receivables	70,339			1%

Note 1: Information on business transactions between the parent company and subsidiaries should be indicated in the numbered column respectively, and the number should be filled in as follows:

(1) Fill in "0" for the parent company.

(2) Subsidiaries are listed sequentially, starting from the Arabic number "1."

Note 2: The relationship with the transaction party is categorized into the following three types. Please indicate the applicable type. (There is no need to duplicate disclosure for the same transaction between a parent and its subsidiary, or between subsidiaries.) For example, if the parent company has already disclosed a transaction with a subsidiary, the subsidiary does not need to disclose it again;

Similarly, if one subsidiary has disclosed a transaction with another subsidiary, the latter does not need to disclose it again:

(1) Parent to subsidiary.

(2) Subsidiary to parent company

Note 3: Transaction price adopts the general rules for the payment receipt period agreed by both parties.

Note 4: The disclosure standard for the business relationship and material transaction details between the parent and subsidiary for the nine months ended September 30, 2025 was NT\$30 million and above.

Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Names and Location of Investees (Excluding Those in Mainland China)  
For the nine months ended September 30, 2025

Table 6

Unit: NT\$ thousand  
(unless otherwise specified)

<u>Name of Investor</u>	<u>Name of Investee</u>	<u>Location</u>	<u>Main business</u>	<u>Initial investment amount</u>		<u>End of term holding</u>		<u>Carrying amount</u>	<u>Current profit/loss of investee</u>	<u>Current investment profit/loss recognized</u>	<u>Remarks</u>
				<u>End of current period</u>	<u>End of last year</u>	<u>Number of shares</u>	<u>ratio</u>				
Tai-Tech Advanced Electronics Co., Ltd.	NORTH STAR INTERNATIONAL LIMITED	Samoa	Re-invested business	\$ 3,459	\$ 3,459	100	100%	\$ 91,519	\$ 916	\$ 916	
Tai-Tech Advanced Electronics Co., Ltd.	BEST BLISS INVESTMENTS LIMITED	Cayman Islands	Re-invested business	1,075,284	1,075,284	34,250	100%	4,702,034	335,425	334,111	
Tai-Tech Advanced Electronics Co., Ltd.	TECHWORLD ELECTRONICS SINGAPORE PTE. LTD.	Singapore	Reinvestment and trading business	282,996	191,931	9,000	60%	263,102	(16,947)	(10,168)	
Tai-Tech Advanced Electronics Co., Ltd.	APAQ Technology Co., Ltd.	Taiwan	Electronic components	1,450,000	1,450,000	25,000	27.19%	1,789,566	422,829	105,030	Note 1
Tai-Tech Advanced Electronics Co., Ltd.	JDX Technology Co., Ltd.	Taiwan	Electronic components	13,347	13,347	2,500	83.33%	3,893	(4,039)	(3,366)	
Tai-Tech Advanced Electronics Co., Ltd.	SUPERWORLD HOLDINGS (S) PTE. LTD.	Singapore	Re-invested business	261,360	261,360	2,700	13.50%	562,198	180,527	21,521	Note 2
BEST BLISS INVESTMENTS LIMITED	FIXED ROCK HOLDING LTD.	Seychelles	Re-invested business	890,624	890,624	26,450	100%	2,764,067	208,630	208,630	
BEST BLISS INVESTMENTS LIMITED	SUPERWORLD HOLDINGS (S) PTE. LTD.	Singapore	Re-invested business	21,156	21,156	2,000	10%	173,638	180,527	16,943	Note 2
TECHWORLD ELECTRONICS SINGAPORE PTE. LTD.	TECHWORLD ELECTRONICS (M) SDN. BHD.	Malaysia	Electronic components	435,378	292,462	64,000	100%	424,631	(16,695)	(16,695)	

Note 1: Based on the review reports issued by other CPAs during the same period.

Note 2: Not reviewed.



Tai-Tech Advanced Electronics Co., Ltd. and its subsidiaries  
Information on Investments in Mainland China - Basic Information  
For the nine months ended September 30, 2025

Table 7

Unit: NT\$ thousand  
(unless otherwise specified)

Name of investee in Mainland China		Main business	Paid-in capital	Investment method	Accumulated outward remittance for investment from Taiwan at beginning of the current period	Outward remittance or repatriation for investment	Cumulative outward remittance of the investment amount from Taiwan in the period end (Note 8)	Current profit/ loss of investee	Ownership percentage of direct or indirect investment	Current Investment profit/ loss recognized (Note 4)	Carrying amount at end of the period (Note 4)	Accumulated repatriation of investment income as of end of current period	Remarks
TAI-TECH Advanced Electronics (Kunshan) Co., Ltd.	Production, processing and sale of electronic components		384,904	Investment in Mainland China companies through a company invested and established in a third region (Note 1)	\$ 352,249	\$ - \$ -	\$ 352,249	\$ 34,002	100%	\$ 34,002	\$ 761,830	\$ -	
TAIPAQ Electronic Components (Si- Hong) Co., Ltd.	Production, processing and sale of electronic components		1,343,832	Investment in Mainland China companies through a company invested and established in a third region (Note 2)	600,232	- -	600,232	283,135	100%	283,135	3,697,752	-	
TAI-TECH Advanced Electronics (Shenzhen) Co., Ltd.	Sales of electronic components		-	Investment through companies in mainland China (Note 3)	-	- -	-	-	-	-	-	-	Note 3
TAIPAQ Electronic Components (Shenzhen) Co., Ltd.	Sales of electronic components		40,943	Investment through companies in mainland China	-	- -	-	(1,226)	66.70%	(818)	27,775	-	
Provider	Accumulated outward remittance for investment in China region at end of the period (Notes 5, 6, and 9)	Investment amount approved by Investment Commission, MOEA (Notes 7 and 9)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA										
Tai-Tech Advanced Electronics Co., Ltd.	\$ 1,412,662	\$ 1,350,023	\$ 4,630,022										

Note 1: 100% invested by Best Bliss Investments Limited 100%.

Note 2: Best Bliss Investments Limited and Fixed Rock Holding Ltd. hold 26.60% and 73.40%, respectively.

Note 3: The company is 100% invested by TAIPAQ Electronic Components (Si-Hong) Co., Ltd, but there was no capital injection as of September 30, 2025.

Note 4: The financial statements audited by CPA retained by the parent company in Taiwan.

Note 5: The Company liquidated TAI-TECH Advanced Electronics (Dongguan) in 2015 and the accumulated investment loss amount is USD 1,513 thousand.

Note 6: NTD is calculated based on the historical exchange rate.

Note 7: NTD is calculated based on rate of the balance sheet date

Note 8: The amount invested with a third place's self-owned funds is not included.

Note 9: At the end of the period, the accumulated investment amount remitted from Taiwan to mainland China was US\$44,343 thousand, and the investment amount approved by the Investment Commission, MOEA, was US\$44,343 thousand.