

Stock Code: 6261

YoungTek Electronics Corp. and Its Subsidiaries

Consolidated Financial Statements and Independent Auditor's Report

Nine months ended September 30, 2025 and 2024

Address: No. 13, Aly. 17, Ln. 99, Puding Rd., Hsinchu City, Taiwan

Telephone:(03)5711509

Notice to Reader

For the convenience of readers, this report has been translated into English from the original Chinese version. The English version has not been audited or reviewed by independent auditors. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail.

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Independent Auditors' Report

To: YoungTek Electronics Corp.

Preface

We have completed our review of the consolidated balance sheets of YoungTek Electronics Corp. and its subsidiaries as of September 30, 2025 and 2024, the consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the nine months ended September 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. According to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34 Interim Financial Reporting endorsed and issued into effect by the Financial Supervisory Commission, it is the responsibility of management to prepare and fairly present the consolidated financial statements. The accountant's responsibility is to express a conclusion on the consolidated financial statements based on the review.

Scope

Except for the matters described in the Basis for Qualified Conclusion section, the accountant conducted the review in accordance with Standards on Review Engagements No. 2410 Review of Financial Information. The procedures performed in reviewing the consolidated financial statements include inquiries (primarily with personnel responsible for financial and accounting matters), analytical procedures, and other review procedures. The scope of a review is substantially less than that of an audit and consequently, the accountant may not become aware of all significant matters that might be identified in an audit. Accordingly, the accountant does not express an audit opinion.

Basis for Qualified Conclusion

As described in Note 13 to the consolidated financial statements, the financial statements of certain non-significant subsidiaries included in the aforementioned consolidated financial statements for the same period have not been reviewed by accountants. Their total assets as of September 30, 2025 and 2024 were NT\$602,499 thousand and NT\$1,582,324 thousand, representing 7.51% and 19.29% of the consolidated total assets respectively. Total liabilities were NT\$60,083 thousand and NT\$151,808 thousand, representing 4.26% and 10.51% of the consolidated total liabilities respectively. Their total comprehensive income for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024 were NT\$15,296 thousand and NT\$(43,564) thousand, NT\$(31,537) thousand and NT\$(98,760) thousand representing 6.38%, (73.99)%, (13.98)%, and (27.51)% of the consolidated total comprehensive income, respectively. Furthermore, as described in Note 14 to the consolidated financial statements, the investment balances accounted for using the equity method for the nine months ended September 30, 2025 and 2024 were NT\$321,736 thousand and NT\$161,938 thousand respectively, and their share of profit or loss for the three

months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 were NT\$7,873 thousand and NT\$(4,016) thousand and (736) thousand, and (9,121) thousand, respectively, which were all recognized and disclosed based on the unreviewed financial statements of the invested companies for the same period. In addition, the relevant information on the reinvested enterprises as described in Note 36 to the consolidated financial statements related to the aforementioned subsidiaries and investees was also not reviewed by the accountant

Qualified Conclusion

Based on our review, except for the possible effects of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain non-significant subsidiaries and invested companies been reviewed by accountants 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 do not present fairly, in all material respects, the consolidated financial position of YoungTek Electronics Corp. and its subsidiaries for the nine months ended September 30, 2025 and 2024, and their consolidated financial performance and cash flows for the three months ended September 30, 2025 and 2024, and for the the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 Interim Financial Reporting endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Deloitte & Touche

CPA Ya-Yun Chang

CPA Mei-Chen Tsai

Financial Supervisory Commission
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November 12, 2025

Notice to Reader

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YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

CONSOLIDATED BALANCE SHEET

September 30, 2025 and 2024, and December 31, 2024

| Code | Assets | September 30, 2025 | | | | December 31, 2024 | | | | September 30, 2024 | | | | Unit: NT\$ thousands | | | | |
|------|---|--------------------|-----|-------------|-----|-------------------|-----|------|--|--------------------|--|--|-------------|----------------------|-------------|-----|-------------|-------|
| | | Amount | % | Amount | % | Amount | % | Code | Liabilities and Equity | | | | Amount | % | Amount | % | Amount | % |
| 1100 | Cash and Cash Equivalents (Note 6) | \$1,182,753 | 15 | \$2,398,287 | 28 | \$2,397,824 | 29 | 2100 | Current Liabilities | | | | \$ 16,086 | - | \$ 49,756 | - | \$ - | - |
| 1120 | Financial Assets Measured at Fair Value Through Other Comprehensive Income - Current (Note 8) | 46,271 | 1 | 66,283 | 1 | 62,459 | 1 | 2120 | Short-term Borrowings (Notes 10, 20, and 33) | | | | - | - | 88 | - | 2,987 | - |
| 1170 | Notes and Accounts Receivable (Notes 10, 26, and 33) | 1,181,809 | 15 | 979,287 | 12 | 981,547 | 12 | 2130 | Financial Liabilities Measured at Fair Value Through Profit or Loss - Current (Note 7) | | | | - | - | - | - | - | - |
| 1180 | Notes and Accounts Receivable - Related Parties (Note 32) | 95,944 | 1 | 96,048 | 1 | 99,172 | 1 | 2170 | Contract Liabilities - Current (Notes 26 and 32) | | | | 124,723 | 2 | 70,265 | 1 | 79,673 | 1 |
| 1200 | Other Receivables (Note 10) | 19,866 | - | 19,218 | - | 16,891 | - | 2180 | Notes and Accounts Payable (Note 21) | | | | 341,871 | 4 | 567,822 | 7 | 467,303 | 6 |
| 1210 | Other Receivables - Related Parties (Note 32) | 58,899 | 1 | 25,540 | - | - | - | 2219 | Accounts Payable - Related Parties (Note 32) | | | | 499,977 | 6 | 479,679 | 6 | 360,020 | 4 |
| 1460 | Disposal groups held for sale (Note 12) | - | - | - | - | 119,035 | 2 | 2230 | Other Payables (Notes 22 and 32) | | | | 160,924 | 2 | 166,280 | 2 | 141,480 | 2 |
| 130X | Inventories (Note 11 and 30) | 1,294,649 | 16 | 1,376,311 | 16 | 1,074,626 | 13 | 2250 | Current Income Tax Liabilities (Notes 4 and 28) | | | | 7,190 | - | 6,509 | - | 7,002 | - |
| 1470 | Other Current Assets (Note 19) | 283,276 | 3 | 248,533 | 3 | 228,356 | 3 | 2260 | Provisions for liabilities - Current (Note 23) | | | | - | - | - | - | - | - |
| 11XX | Total Current Assets | 4,163,467 | 52 | 5,209,507 | 61 | 4,979,910 | 61 | 2280 | Liabilities directly associated with disposal groups held for sale (Note 12) | | | | - | - | - | - | 151,256 | 2 |
| | | | | | | | | 2299 | Lease Liabilities - Current (Notes 16 and 32) | | | | 23,319 | 1 | 23,276 | - | 14,988 | - |
| | | | | | | | | 21XX | Other Current Liabilities (Note 22) | | | | 7,686 | - | 7,315 | - | 7,002 | - |
| | | | | | | | | | Total Current Liabilities | | | | 1,181,808 | 15 | 1,370,990 | 16 | 1,231,725 | 15 |
| 1510 | Financial Assets measured at Fair Value through Profit or Loss - Non-current (Note 7) | 29,678 | - | 30,055 | - | 14,542 | - | | Non-current Liabilities | | | | | | | | | |
| 1517 | Financial Assets measured at Fair Value through Other Comprehensive Income - Non-current (Note 8) | 375,197 | 5 | 399,136 | 5 | 382,051 | 5 | 2580 | Lease Liabilities - Non-Current (Notes 16 and 32) | | | | 220,022 | 3 | 243,725 | 3 | 203,317 | 3 |
| 1535 | Financial Assets measured at Amortized Cost - Non-Current (Notes 9 and 33) | 22,304 | - | 22,237 | - | 22,237 | - | 2645 | Guarantee Deposits Paid | | | | 6,930 | - | 8,770 | - | 8,924 | - |
| 1550 | Investments Accounted for Using the Equity Method (Note 14) | 321,736 | 4 | 154,702 | 2 | 161,938 | 2 | 25XX | Total Non-Current Liabilities | | | | 226,952 | 3 | 252,495 | 3 | 212,241 | 3 |
| 1600 | Property, Plant, and Equipment (Notes 15, 30, 32, and 33) | 2,557,060 | 32 | 2,161,564 | 25 | 2,026,224 | 25 | 2XXX | Total Liabilities | | | | 1,408,760 | 18 | 1,623,485 | 19 | 1,443,966 | 18 |
| 1755 | Right-of-use Assets (Note 16) | 243,775 | 3 | 269,782 | 3 | 221,754 | 3 | | Equity Attributable to Owners of the Company (Note 25) | | | | | | | | | |
| 1760 | Net Investment Properties (Notes 17 and 30) | - | - | 1,558 | - | 1,590 | - | | Share Capital | | | | | | | | | |
| 1780 | Intangible Assets (Notes 18 and 30) | 47,693 | 1 | 37,488 | 1 | 36,918 | - | 3110 | Ordinary share | | | | 1,284,980 | 16 | 1,284,980 | 15 | 1,284,980 | 16 |
| 1840 | Deferred Tax Assets (Notes 4 and 28) | 93,387 | 1 | 85,705 | 1 | 79,404 | 1 | 3200 | Capital Reserve | | | | 2,439,242 | 30 | 2,439,404 | 29 | 2,439,404 | 30 |
| 1915 | Prepayments for Equipment | 103,578 | 1 | 96,915 | 1 | 235,884 | 3 | | Retained Earnings | | | | | | | | | |
| 1975 | Net Defined Benefit Assets (Notes 4 and 24) | 60,946 | 1 | 51,310 | 1 | 35,847 | - | 3310 | Legal Reserve | | | | 1,261,651 | 16 | 1,208,208 | 14 | 1,208,208 | 15 |
| 1990 | Other Non-current Assets (Notes 19 and 32) | 3,632 | - | 5,751 | - | 6,087 | - | 3320 | Special Reserve | | | | 28,548 | - | 17,785 | - | 17,785 | - |
| 15XX | Total Non-current Assets | 3,858,986 | 48 | 3,316,203 | 39 | 3,224,476 | 39 | 3350 | Unappropriated Earnings | | | | 1,555,470 | 19 | 1,786,864 | 21 | 1,645,963 | 20 |
| | | | | | | | | 3300 | Total Retained Earnings | | | | 2,845,669 | 35 | 3,012,857 | 35 | 2,871,956 | 35 |
| | | | | | | | | 3400 | Other Equity | | | | (106,321) | (1) | (28,548) | - | (34,382) | (1) |
| | | | | | | | | 31XX | Total Equity Attributable to Owners of the Company | | | | 6,463,570 | 80 | 6,708,693 | 79 | 6,561,958 | 80 |
| | | | | | | | | 36XX | Non-controlling Interests (Notes 13 and 25) | | | | 150,123 | 2 | 193,532 | 2 | 198,462 | 2 |
| | | | | | | | | 3XXX | Total Equity | | | | 6,613,693 | 82 | 6,902,225 | 81 | 6,760,420 | 82 |
| 1XXX | Total Assets | \$8,022,453 | 100 | \$8,525,710 | 100 | \$8,204,386 | 100 | | Total Liabilities and Equity | | | | \$8,022,453 | 100 | \$8,525,710 | 100 | \$8,204,386 | 100 |

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the audit report of Deloitte & Touche dated November 12, 2025)

Chairman: Ping-Lung Wang

Manager: Wei-Tang Hsiao

Chief Accountant: Chiao-Fen Chen

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Consolidated Statement of Comprehensive Income

July 1 to September 30, 2025 and 2024, and January 1 to September 30, 2025 and 2024

Unit: NT\$1,000, except earnings per share expressed in NT\$

| Code | | 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 (Notes 26 and 32) | \$1,058,082 | 100 | \$963,086 | 100 | \$3,007,876 | 100 | \$3,041,196 | 100 |
| 5000 | Operating Costs (Notes 11, 18, 24, 27, and 32) | 707,059 | 67 | 679,389 | 70 | 2,115,767 | 70 | 2,082,073 | 69 |
| 5900 | Gross Profit | 351,023 | 33 | 283,697 | 30 | 892,109 | 30 | 959,123 | 31 |
| | Operating Expenses (Notes 10, 18, 24, 27, and 32) | | | | | | | | |
| 6100 | Selling Expenses | 51,496 | 5 | 49,482 | 5 | 150,323 | 5 | 132,384 | 4 |
| 6200 | Administrative Expenses | 52,624 | 5 | 51,636 | 6 | 155,448 | 5 | 149,897 | 5 |
| 6300 | Research and Development Expenses | 106,370 | 10 | 87,720 | 9 | 291,968 | 10 | 258,550 | 9 |
| 6450 | Expected credit impairment (reversal gain) loss | 1,514 | - | 20,988 | 2 | (36,942) | (1) | 44,616 | 1 |
| 6000 | Total Operating Expenses | 212,004 | 20 | 209,826 | 22 | 560,797 | 19 | 585,447 | 19 |
| 6500 | Other Income and Expenses, Net (Note 27) | 9,157 | 1 | 9,692 | 1 | 39,511 | 1 | 28,980 | 1 |
| 6900 | Net Operating Income | 148,176 | 14 | 83,563 | 9 | 370,823 | 12 | 402,656 | 13 |
| | Non-Operating Income and Expenses | | | | | | | | |
| 7100 | Interest Income (Note 27) | 6,441 | 1 | 11,181 | 1 | 24,318 | 1 | 35,066 | 1 |
| 7010 | Other Income (Notes 27 and 32) | 3,053 | - | 7,107 | 1 | 4,232 | - | 8,027 | - |
| 7020 | Other Gains and Losses (Note 27) | 46,885 | 4 | (401) | - | (38,381) | (1) | 49,170 | 2 |
| 7050 | Finance Costs (Notes 27 and 32) | (2,301) | - | (1,809) | - | (5,986) | - | (4,924) | - |
| 7060 | Share of Profit or Loss of Associates Accounted for Using the Equity Method (Note 14) | 7,873 | 1 | (4,016) | (1) | (736) | - | (9,121) | - |
| 7000 | Total Non-Operating Income and Expenses | 61,951 | 6 | 12,062 | 1 | (16,553) | - | 78,218 | 3 |
| 7900 | Income before income tax | 210,127 | 20 | 95,625 | 10 | 354,270 | 12 | 480,874 | 16 |
| 7950 | Income Tax Expense (Notes 4 and 28) | 41,717 | 4 | 5,723 | 1 | 39,797 | 1 | 96,241 | 3 |
| 8000 | Net income for the period from continuing operations | 168,410 | 16 | 89,902 | 9 | 314,473 | 11 | 384,633 | 13 |
| 8100 | Loss from Discontinued Operations (Note 12) | - | - | (5,216) | - | - | - | (18,007) | (1) |
| 8200 | Net income for the period | 168,410 | 16 | 84,686 | 9 | 314,473 | 11 | 366,626 | 12 |
| | Other Comprehensive Income (Note 25) | | | | | | | | |
| 8310 | Items That Will Not Be Reclassified to Profit or Loss: | | | | | | | | |
| 8316 | Unrealized Valuation Gain (Loss) on Investments in Equity Instruments measured at Fair Value through Other Comprehensive Income | 40,355 | 4 | (23,228) | (2) | (43,951) | (1) | (43,427) | (1) |
| 8320 | Share of Other Comprehensive Income of Associates Accounted for Using the Equity Method | \$ 1,666 | - | \$ 1,735 | - | (\$ 24) | - | \$ 4,808 | - |
| 8360 | Items That May Be Reclassified Subsequently to Profit or Loss: | | | | | | | | |
| 8361 | Exchange Differences on Translating the Financial Statements of Foreign Operations | 29,394 | 3 | (4,313) | (1) | (44,876) | (2) | 31,008 | 1 |
| 8300 | Total Other Comprehensive Income | 71,415 | 7 | (25,806) | (3) | (88,851) | (3) | (7,611) | - |
| 8500 | Total comprehensive income for the period | \$239,825 | 23 | \$ 58,880 | 6 | \$ 225,622 | 8 | \$359,015 | 12 |
| | Profit (Loss) Attributable to: | | | | | | | | |
| 8610 | Owners of the Company | \$177,988 | 17 | \$ 92,015 | 10 | \$ 346,804 | 11 | \$393,525 | 13 |
| 8620 | Non-controlling Interests | (9,578) | (1) | (7,329) | (1) | (32,331) | (1) | (26,899) | (1) |
| 8600 | | \$168,410 | 16 | \$ 84,686 | 9 | \$ 314,473 | 10 | \$366,626 | 12 |
| | Total Comprehensive Income (Loss) Attributable to: | | | | | | | | |
| 8710 | Owners of the Company | \$242,439 | 23 | \$ 67,834 | 7 | \$ 269,031 | 9 | \$376,928 | 12 |
| 8720 | Non-controlling Interests | (2,614) | 23 | (8,954) | (1) | (43,409) | (1) | (17,913) | - |
| 8700 | | \$239,825 | 23 | \$ 58,880 | 6 | \$ 225,622 | 8 | \$359,015 | 12 |
| | Earnings per Share (Note 29) | | | | | | | | |
| | From Continuing and Discontinued Operations | | | | | | | | |
| 9750 | Basic | \$ 1.39 | | \$ 0.72 | | \$ 2.70 | | \$ 3.06 | |
| 9850 | Diluted | \$ 1.38 | | \$ 0.71 | | \$ 2.68 | | \$ 3.04 | |
| | From Continuing Operations | | | | | | | | |
| 9710 | Basic | \$ 1.39 | | \$ 0.76 | | \$ 2.70 | | \$ 3.20 | |
| 9810 | Diluted | \$ 1.38 | | \$ 0.75 | | \$ 2.68 | | \$ 3.18 | |

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

(Please refer to the audit report of Deloitte & Touche dated November 12, 2025)

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES
Consolidated Statement of Changes in Equity

July 1 to September 30, 2025 and 2024, and January 1 to September 30, 2025 and 2024

Unit: NT\$ thousands

Equity Attributable to Owners of the Company

| Code | | | | | | | | Other Equity Items | | | | |
|------|--|---------------------|---------------------|---------------------|------------------|----------------------------|----------------------|--|---|-------------------|------------------------------|--------------|
| | | | | | | | | Exchange Differences on Translating the Financial Statements of Foreign Operations | Unrealized Gain (Loss) on Financial Assets measured at Fair Value through Other Comprehensive Income | Total | Non-controlling Interests | Total Equity |
| | | Retained Earnings | | | | | | | | | | |
| | | Share Capital | Capital Reserve | Legal Reserve | Special Reserve | Unappropriated Earnings | (\$ 91,401) | \$ 73,616 | \$ 6,699,342 | \$ 216,375 | \$ 6,915,717 | |
| A1 | Balance on January 1, 2024 | \$ 1,284,980 | \$ 2,439,724 | \$ 1,155,550 | \$ 32,695 | \$ 1,804,178 | (\$ 91,401) | \$ 73,616 | \$ 6,699,342 | \$ 216,375 | \$ 6,915,717 | |
| B1 | 2023 surplus distribution and allocation | | | | | | | | | | | |
| B1 | Legal Reserve | - | - | 52,658 | - | (52,658) | - | - | - | - | - | |
| B17 | Reversal of Special Reserve | - | - | - | (14,910) | 14,910 | - | - | - | - | - | |
| B5 | Cash Dividends to Shareholders of the Company | - | - | - | - | (513,992) | - | - | (513,992) | - | (513,992) | |
| C3 | Arising from Donation Received | - | 35 | - | - | - | - | - | 35 | - | 35 | |
| C7 | Changes in Equity of Associates Accounted for Using Equity Method | - | (355) | - | - | - | - | - | (355) | - | (355) | |
| D1 | Net Income (Loss) from January 1 to September 30, 2024 | - | - | - | - | 393,525 | - | - | 393,525 | (26,899) | 366,626 | |
| D3 | Other Comprehensive Income from January 1 to September 30, 2024 | - | - | - | - | - | 22,022 | (38,619) | (16,597) | 8,986 | (7,611) | |
| D5 | Total Comprehensive Income from January 1 to September 30, 2024 | - | - | - | - | 393,525 | 22,022 | (38,619) | 376,928 | (17,913) | 359,015 | |
| Z1 | Balance as of September 30, 2024 | <u>\$ 1,284,980</u> | <u>\$ 2,439,404</u> | <u>\$ 1,208,208</u> | <u>\$ 17,785</u> | <u>\$ 1,645,963</u> | (<u>\$ 69,379</u>) | <u>\$ 34,997</u> | <u>\$ 6,561,958</u> | <u>\$ 198,462</u> | <u>\$ 6,760,420</u> | |
| A1 | Balance on January 1, 2025 | \$ 1,284,980 | \$ 2,439,404 | \$ 1,208,208 | \$ 17,785 | \$ 1,786,864 | (\$ 64,977) | \$ 36,429 | \$ 6,708,693 | \$ 193,532 | \$ 6,902,225 | |
| B1 | 2024 surplus distribution and allocation | | | | | | | | | | | |
| B1 | Legal Reserve | - | - | 53,443 | - | (53,443) | - | - | - | - | - | |
| B3 | Special Reserve | - | - | - | 10,763 | (10,763) | - | - | - | - | - | |
| B5 | Cash Dividends to Shareholders of the Company | - | - | - | - | (513,992) | - | - | (513,992) | - | (513,992) | |
| C3 | Arising from Donation Received | - | 46 | - | - | - | - | - | 46 | - | 46 | |
| C7 | Changes in Equity of Associates Accounted for Using Equity Method | - | (208) | - | - | - | - | - | (208) | - | (208) | |
| D1 | Net Income (Loss) from January 1 to September 30, 2025 | - | - | - | - | 346,804 | - | - | 346,804 | (32,331) | 314,473 | |
| D3 | Other Comprehensive Income from January 1 to September 30, 2025 | - | - | - | - | - | (33,798) | (43,975) | (77,773) | (11,078) | (88,851) | |
| D5 | Total Comprehensive Income from January 1 to September 30, 2025 | - | - | - | - | 346,804 | (33,798) | (43,975) | 269,031 | (43,409) | 225,622 | |
| Z1 | Balance as of September 30, 2025 | <u>\$ 1,284,980</u> | <u>\$ 2,439,242</u> | <u>\$ 1,261,651</u> | <u>\$ 28,548</u> | <u>\$ 1,555,470</u> | (<u>\$ 98,775</u>) | <u>(\$ 7,546)</u> | <u>\$ 6,463,570</u> | <u>\$ 150,123</u> | <u>\$ 6,613,693</u> | |

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

(Please refer to the audit report of Deloitte & Touche dated November 12, 2025)

Chairman: Ping-Lung Wang

Manager: Wei-Tang Hsiao

Chief Accountant: Chiao-Fen Chen

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Consolidated Statement of Cash Flows

January 1 to September 30, 2025 and 2024

Unit: NT\$ thousands

| Code | | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|-------------|--|--|--|
| | Cash Flow from Operating Activities | | |
| A00010 | Income Before Income Tax from Continuing Operations | \$ 354,270 | \$ 480,874 |
| A00020 | Loss Before Income Tax from Discontinued Operations | - | (18,007) |
| A10000 | Net Income Before Tax for the Period | 354,270 | 462,867 |
| A20010 | Revenue and Expense Items | | |
| A20100 | Depreciation Expense | 463,020 | 349,732 |
| A20200 | Amortization Expense | 15,570 | 11,229 |
| A20300 | Expected credit impairment (reversal gain) loss | (36,942) | 44,616 |
| A20400 | Loss on financial assets at fair value through profit or loss | 289 | 3,269 |
| A20900 | Finance Costs | 5,986 | 9,802 |
| A21200 | Interest income | (24,318) | (35,085) |
| A21300 | Dividend Income | (2,011) | (6,478) |
| A22300 | Share of Profit (Loss) of Associates Accounted for Using the Equity Method | 736 | 9,121 |
| A22500 | Gain on Disposal of Property, Plant and Equipment | (16,269) | (4,134) |
| A23700 | Impairment Loss on Property, Plant, and Equipment | - | 4,424 |
| A23700 | Inventory Write-down and Obsolescence Loss | 17,407 | 31,990 |
| A24100 | Net foreign currency exchange loss (gain) | 27,866 | (17,261) |
| A30000 | Net Changes in Operating Assets and Liabilities | | |
| A31150 | Notes and Accounts Receivable | (191,865) | 85,748 |
| A31160 | Notes and Accounts Receivable - Related Parties | 104 | (5,964) |
| A31180 | Other Receivables | (34,676) | (15,558) |
| A31200 | Inventory | (33,274) | (220,566) |
| A31240 | Other Current Assets | (34,695) | (3,280) |
| A32125 | Contract Liabilities | 54,458 | (92,287) |
| A32150 | Notes and Accounts Payable | (227,387) | 142,653 |
| A32160 | Accounts Payable - Related Parties | 32 | (1) |
| A32180 | Other Payables | 73,062 | (32,086) |
| A32200 | Provisions for liabilities | 681 | 1,028 |
| A32230 | Other Current Liabilities | 371 | (3,697) |
| A32240 | Net Defined Benefit Assets | (9,636) | (8,870) |
| A33000 | Cash Generated from Operations | 402,779 | 711,212 |
| A33100 | Interest Received | 24,987 | 34,476 |
| A33200 | Dividends Received | 2,011 | 6,478 |
| A33300 | Interest Paid | (7,717) | (9,637) |
| A33500 | Income Tax Paid | (52,883) | (107,506) |
| AAAA | Net Cash Inflow from Operating Activities | 369,177 | 635,023 |

| Code | | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|--|--|--|
| Cash Flows from Investing Activities | | | |
| B00040 | Acquisition of Financial Assets at Amortized Cost | (\$ 67) | (\$ 1,287) |
| B01800 | Note 1: Acquisition of long-term equity investments accounted for using the equity method. | (170,306) | - |
| B02700 | Acquisition of Property, Plant, and Equipment | (887,897) | (110,935) |
| B02800 | Proceeds from Disposal of Property, Plant, and Equipment | 88,163 | 4,395 |
| B03700 | Increase in Refundable Deposits | - | (2,981) |
| B03800 | Decrease in Refundable Deposits | 2,119 | - |
| B04500 | Acquisition of Intangible Assets | (23,640) | (18,328) |
| B07100 | Increase in Prepayments for Equipment | (6,663) | (215,529) |
| BBBB | Net Cash Outflow from Investing Activities | (998,291) | (344,665) |
| Cash Flows from Financing Activities | | | |
| C00200 | Decrease in Short-term Borrowings | (33,670) | - |
| C03000 | Increase in Refundable Deposits | - | 1,840 |
| C03100 | Refund of Guarantee Deposits | (1,840) | - |
| C04020 | Lease principal repayment | (21,969) | (17,440) |
| C04500 | Distribution of Cash Dividends | (513,992) | (513,992) |
| C09900 | Arising from Donation Received | 46 | 35 |
| CCCC | Net Cash Outflow from Financing Activities | (571,425) | (529,557) |
| DDDD | Effect of Exchange Rate Changes on Cash and Cash Equivalents | (14,995) | 696 |
| EEEE | Net Decrease in Cash and Cash Equivalents | (1,215,534) | (238,503) |
| E00100 | Beginning balance of cash and cash equivalents | <u>2,398,287</u> | <u>2,640,259</u> |
| E00200 | Ending balance of cash and cash equivalents | <u>\$ 1,182,753</u> | <u>\$ 2,401,756</u> |

Reconciliation of Cash and Cash Equivalents at the End of the Period

| Code | | September 30, 2025 | September 30, 2024 |
|-------------|---|---------------------------|---------------------------|
| E00210 | Cash and cash equivalents presented in consolidated balance sheet | \$ 1,182,753 | \$ 2,397,824 |
| E00212 | Cash and cash equivalents included in disposal groups held for sale | - | 3,932 |
| E00200 | Ending balance of cash and cash equivalents | <u>\$ 1,182,753</u> | <u>\$ 2,401,756</u> |

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

(Please refer to the audit report of Deloitte & Touche dated November 12, 2025)

Chairman: Ping-Lung Wang

Manager: Wei-Tang Hsiao

Accounting Supervisor: Chiao-Fen Chen

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Notes to the Consolidated Financial Statements

January 1 to September 30, 2025 and 2024

(Unless otherwise specified NTD thousand,)

1. Company History

YoungTek Electronics Corp. (the "Company") is a corporation approved for establishment on July 22, 1991 in Hsinchu City. Its main businesses include electronic components manufacturing, machinery equipment manufacturing, and manufacturing for export.

The company's stock has been listed and traded on the Securities Exchange of the Republic of China since March 29, 2004.

The Company merged with WECON AUTOMATION MACHINERY CORP. through absorption on January 1, 2015, with Wecon being the dissolved company and the Company being the surviving entity.

For the principal operating activities of the Company and its subsidiaries, please refer to Note 13 for details.

These consolidated financial statements are presented in the Company's functional currency, New Taiwan Dollars.

2. Date and Procedures for Approval of Financial Statements

The consolidated financial statements were approved by the Board of Directors on November 12, 2025.

3. Application of New and Revised Standards and Interpretations

(1) Initial application of International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations (IFRIC), and Interpretation Bulletins (SIC) (IFRS accounting standards) recognized and issued by the Financial Supervisory Commission (FSC)

1. Amendments to IAS 21 Lack of Exchangeability

The application of the amendment to IAS 21 Lack of Exchangeability will not cause significant changes to the accounting policies of the Company and the entities controlled by the Company (hereinafter referred to as the Group).

(2) IFRS Accounting Standards Recognized by the FSC Applicable in 2026

| Newly issued/amended/revised standards and interpretations | Effective date issued by the International Accounting Standards Board (IASB) |
|---|--|
| Amendments to IFRS 9 and IFRS 7 Amendments to the Classification and Measurement of Financial Instruments | January 1, 2026 |

(Continued the next page)

(Brought forward)

| Newly issued/amended/revised standards and interpretations | Effective date issued by the International Accounting Standards Board (IASB) |
|---|---|
| Amendments to IFRS 9 and IFRS 7 Contracts with Natural Dependency on Electricity | January 1, 2026 |
| Annual Improvements to IFRS Accounting Standards – Cycle 11 | January 1, 2026 |
| IFRS 17 Insurance Contracts (including amendments in 2021 and 2021) As of the date these consolidated financial statements were approved and issued, the Group is still evaluating the impact of the amendments on its financial position and financial performance. | January 1, 2023 |

(3) IFRS Accounting Standards Issued by the IASB but Not Yet Endorsed and Announced Effective by the FSC

| Newly issued/amended/revised standards and interpretations | IASB Issue Date (Note 1) |
|--|---------------------------------|
| Amendments to IFRS 10 and IAS 28 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Undetermined |
| IFRS 18 Presentation and Disclosure in Financial Statements | January 1, 2027 (Note 2) |
| IFRS 19 Subsidiaries without Public Accountability: Disclosures (including amendments in 2025) | January 1, 2027 |

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

Note 2 : The FSC announced on September 25, 2025 that enterprises in Taiwan shall adopt IFRS 18 effective January 1, 2028, and may also choose to early adopt after the FSC endorses IFRS 18.

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 will replace IAS 1 Presentation of Financial Statements. The main changes in this standard include:

- The income statement should classify income and expense items into operating, investing, financing, income tax, and discontinued operations categories.
- The income statement should present operating profit or loss, profit or loss before financing and tax, and profit or loss subtotals and totals.

- Provide guidance to strengthen aggregation and disaggregation requirements: the Group must identify assets, liabilities, equity, income, expenses, and cash flows generated from individual transactions or other events, and classify and aggregate them based on common characteristics, so that each line item presented in the primary financial statements has at least one similar characteristic. Items with dissimilar characteristics should be disaggregated in the primary financial statements and notes. The Group should only label items as "other" when it cannot find more informative labels.
- Increased disclosure of management-defined performance measures: when communicating outside of financial statements or communicating management's views on certain aspects of the Group's overall financial performance to financial statement users, the Group should disclose information about management-defined performance measures in a single note to the financial statements, including descriptions of these measures, how they are calculated, reconciliations with subtotals or totals specified in IFRS accounting standards, and the income tax and non-controlling interest effects of reconciling items.

In addition to the impacts mentioned above, as of the approval date of these consolidated financial statements, the Group continues to evaluate other impacts of amendments to various standards and interpretations on its financial position and financial performance. The relevant impacts will be disclosed when the assessment is completed.

4. Summary of Significant Accounting Policies

(1) Declaration of Compliance

This consolidated financial report has been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 Interim Financial Reporting endorsed and issued into effect by the FSC. This consolidated financial report does not include all IFRS accounting standard disclosures required for a complete annual financial report.

(2) Basis of Preparation

Except for financial instruments measured at fair value, these consolidated financial statements have been prepared on a historical cost basis.

Fair value measurement is classified into Levels 1 to 3 based on the observability and significance of the inputs:

1. Level 1 inputs: Quoted prices (unadjusted) in active markets for identical assets or liabilities that are accessible at the measurement date.
2. Level 2 inputs: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
3. Level 3 inputs: Unobservable inputs for the asset or liability.

(3) Basis of Consolidation

This consolidated financial report includes the financial reports of the Company and entities controlled by the Company (subsidiaries). The consolidated statement of comprehensive income has incorporated the operating results of acquired or disposed subsidiaries from the date of acquisition or until the date of disposal during the current period. The financial reports of the subsidiaries have been adjusted to ensure their accounting policies are consistent with those of the Group. In preparing the consolidated financial reports, all transactions, account balances, income and expenses between entities have been completely eliminated. The total comprehensive income of the subsidiaries is attributed to the owners of the Company and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

When changes in the Group's ownership interests in subsidiaries do not result in a loss of control, they are accounted for as equity transactions. The carrying amounts of the Group and non-controlling interests have been adjusted to reflect the changes in their relative interests in the subsidiaries. The difference between the adjustment amount of non-controlling interests and the fair value of the consideration paid or received is directly recognized as equity and attributed to the owners of the Company.

For details of subsidiaries, shareholding ratios, and business activities, please refer to Note 13 and Table 7.

(4) Others Description of Significant Accounting Policies

Except for the following descriptions, please refer to the summary of significant accounting policies in the 2024 consolidated financial report.

1. Defined Benefit Post-Employment Benefits

Pension costs for interim periods are calculated based on the actuarially determined pension cost rate as of the end of the prior year, applied from the beginning of the year to the end of the current period, and adjusted for significant market fluctuations during the current period, and significant plan amendments, settlements, or other significant one-time events.

2. Income Tax Expense

Income tax expense represents the sum of current income tax and deferred income tax. Income tax for interim periods is assessed on an annual basis, calculated on interim profit before tax using the tax rate applicable to expected total annual earnings.

5. Main Sources of Significant Accounting Judgments, Estimates, and Assumption Uncertainties

Except for the following descriptions, the major sources of significant accounting judgments, estimates, and uncertainties adopted in this consolidated financial report are the same as those in the 2024 consolidated financial report.

When developing significant accounting estimates, the Company has incorporated the potential impact of U.S. reciprocal tariff measures into the consideration of relevant significant estimates such as cash flow projections, growth rates, discount rates, and

profitability. Management will continue to review these estimates and underlying assumptions.

6. Cash and Cash Equivalents

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|----------------------|-----------------------|
| Cash on hand and revolving funds | \$ 592 | \$ 593 | \$ 589 |
| Bank checks and demand deposits | 611,437 | 725,078 | 678,841 |
| Cash equivalents (investments with original maturities within 3 months) | | | |
| Time deposits with banks | 570,724 | 1,672,616 | 1,638,189 |
| Securities sold under repurchase agreements | - | - | 80,205 |
| | <u>\$1,182,753</u> | <u>\$2,398,287</u> | <u>\$2,397,824</u> |

The interest rate ranges for bank deposits as of the balance sheet date are as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|----------------------|-----------------------|
| Bank deposits | 0.01%~4.400% | 0.002%~4.960% | 0.001%~5.41% |
| Securities sold under repurchase agreements | - | - | 1.28% |

7. Financial instruments measured at fair value through profit or loss

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|----------------------|-----------------------|
| <u>Financial assets -non-current</u> | | | |
| Mandatorily measured at fair value through profit or loss | | | |
| Non-derivative financial assets | | | |
| - Limited partnership | <u>\$ 29,678</u> | <u>\$ 30,055</u> | <u>\$ 14,542</u> |
| <u>Financial liabilities - current</u> | | | |
| Held for trading | | | |
| Derivative instruments (not designated for hedging) | | | |
| – Forward Foreign Exchange Contracts (1) | <u>\$ -</u> | <u>\$ 88</u> | <u>\$ 2,987</u> |

(1) Forward foreign exchange contracts that are not subject to hedge accounting and have not yet expired at the balance sheet date are as follows:

December 31, 2024

| | Currency | Expiry period | Contract amount (thousands) |
|-------------------------------|-----------------|--------------------------------------|--|
| Sell forward foreign exchange | RMB to NTD | August 22, 2024 to February 27, 2025 | CNY5,000/NTD22,200 |

September 30, 2024

| | Currency | Expiry period | Contract amount (thousands) |
|-------------------------------|-----------------|--------------------------------------|--|
| Sell forward foreign exchange | RMB to NTD | April 15, 2024 to October 31, 2024 | CNY5,000/NTD21,875 |
| Sell forward foreign exchange | RMB to NTD | June 24, 2024 to October 31, 2024 | CNY5,000/NTD22,000 |
| Sell forward foreign exchange | RMB to NTD | June 25, 2024 to November 29, 2024 | CNY5,000/NTD22,005 |
| Sell forward foreign exchange | RMB to NTD | August 21, 2024 to November 29, 2024 | CNY5,000/NTD22,210 |
| Sell forward foreign exchange | RMB to NTD | August 21, 2024 to December 31, 2024 | CNY5,000/NTD22,010 |
| Sell forward foreign exchange | RMB to NTD | June 26, 2024 to December 31, 2024 | CNY5,000/NTD22,200 |
| Sell forward foreign exchange | RMB to NTD | August 22, 2024 to February 27, 2025 | CNY5,000/NTD22,200 |

The main purpose of the Group engaging in forward foreign exchange transactions is to hedge the risk arising from exchange rate fluctuations on foreign currency assets and liabilities.

8. Financial assets measured at fair value through other comprehensive income

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-------------------------------------|-------------------------------------|-------------------------------------|
| <u>Current</u> | | | |
| Equity instrument investments measured at fair value through other comprehensive income | \$ 46,271 | \$ 66,283 | \$ 62,459 |
| <u>Non-current</u> | | | |
| Equity instrument investments measured at fair value through other comprehensive income | <u>375,197</u> <u>\$ 421,468</u> | <u>399,136</u> <u>\$ 465,419</u> | <u>382,051</u> <u>\$ 444,510</u> |

(1) Equity instrument investments measured at fair value through other comprehensive income

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|--------------------------------------|-------------------------------|------------------------------|-------------------------------|
| <u>Current</u> | | | |
| Domestic investments | | | |
| TWSE/TPEX-listed stocks | <u>\$ 46,271</u> | <u>\$ 66,283</u> | <u>\$ 62,459</u> |
| <u>Non-current</u> | | | |
| Domestic investments | | | |
| TWSE/TPEX-listed and emerging stocks | \$ 248,707 | \$ 279,689 | \$ 281,454 |
| Stocks not listed on the TWSE/TPEX | <u>1,169</u> | <u>5,000</u> | <u>5,000</u> |
| Subtotal | 249,876 | 284,689 | 286,454 |
| Foreign investments | | | |
| Stocks not listed on the TWSE/TPEX | <u>125,321</u> | <u>114,447</u> | <u>95,597</u> |
| | <u><u>\$ 375,197</u></u> | <u><u>\$ 399,136</u></u> | <u><u>\$ 382,051</u></u> |

The Group strategically invests aforementioned in domestic and foreign stocks, expecting to profit through these investments. The management of the Group believes that including the short-term fair value fluctuations of these investments in profit or loss would be inconsistent with the aforementioned investment planning, therefore they chose to designate these investments as fair value through other comprehensive income.

9. Financial assets measured at amortized cost

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-------------------------------|------------------------------|-------------------------------|
| <u>Non-current</u> | | | |
| Domestic investments | | | |
| Time deposits with original maturities exceeding 1 year (I) | <u>\$ 22,304</u> | <u>\$ 22,237</u> | <u>\$ 22,237</u> |
| (1) As of September 30, 2025 and 2024, and December 31, 2024, the interest rate range for time deposits with original maturities exceeding three months was annual interest rates of 0.815%-1.700%, 0.695%-1.700% and 0.575%-1.700% respectively. | | | |
| (2) For information regarding the pledging of financial assets measured at amortized cost, please refer to Note 33. | | | |

10. Notes receivable, accounts receivable, and other receivables

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|------------------------------------|-----------------------|----------------------|-----------------------|
| <u>Notes receivable</u> | | | |
| Arising from operations | \$ 74,581 | \$ 75,844 | \$ 51,805 |
| <u>Accounts receivable</u> | | | |
| Measured at amortized cost | | | |
| Total carrying amount | 1,153,178 | 988,530 | 1,001,072 |
| Less: Allowance for losses | (45,950) | (85,087) | (71,330) |
| | <u>1,107,228</u> | <u>903,443</u> | <u>929,742</u> |
| Notes and accounts receivable, net | <u>\$ 1,181,809</u> | <u>\$ 979,287</u> | <u>\$ 981,547</u> |
| <u>Other Receivables</u> | | | |
| Tax refund receivable | \$ 16,386 | \$ 12,222 | \$ 10,403 |
| Accrued revenue | 1,057 | 4,111 | 3,785 |
| Others | <u>2,423</u> | <u>2,885</u> | <u>2,703</u> |
| | <u>\$ 19,866</u> | <u>\$ 19,218</u> | <u>\$ 16,891</u> |

(1) Notes receivable

The Group has signed discounted contracts with financial institutions for certain notes receivable with recourse rights. Although the consolidated company has transferred the contractual rights to the cash flows from these notes receivable, according to the contract terms, it still bears the credit risk of these notes receivable if they cannot be collected. This does not meet the derecognition criteria for financial assets. The transaction-related information is as follows:

| Transferee | September 30, 2025 | | |
|-------------------|--------------------|------------------------|---------------------|
| | Transferred amount | Advanced amount (Note) | Interest rate range |
| Bank of Ningbo | <u>\$ 16,086</u> | <u>\$ 16,086</u> | 0.76%~1.34% |
| December 31, 2024 | | | |
| Transferee | Transferred amount | Advanced amount (Note) | Interest rate range |
| Bank of Ningbo | <u>\$ 49,756</u> | <u>\$ 49,756</u> | 0.80%~1.95% |

Note: Accounted as short-term borrowings. For short-term borrowings and related guarantee information, please refer to Notes 20 and 33.

(2) Accounts Receivable

The Group's average credit period for goods sales is 30 to 180 days. Accounts receivable do not bear interest, and adequate collateral is obtained when necessary to mitigate the risk of financial loss from defaults. The Group uses other publicly available financial information and historical transaction records to rate major customers. The Group continuously monitors credit exposure and counterparty credit ratings, and manages credit exposure through annual review and approval of counterparty credit limits.

The Group recognizes allowance for losses on accounts receivable based on lifetime expected credit losses. Lifetime expected credit losses are calculated using a provision matrix, which considers the customer's past default records, current financial condition, and industry economic conditions. As the Group's historical credit loss experience shows no significant difference in loss patterns among different customer groups, the provision matrix does not further distinguish between customer groups and only establishes expected credit loss rates based on the number of days accounts receivable are overdue.

If there is evidence that the counterparty is facing severe financial difficulties and the Group cannot reasonably expect to recover the amount, for example, when the counterparty is undergoing liquidation, the consolidated company directly writes off the relevant accounts receivable. However, collection activities will continue, and any amounts recovered through these efforts are recognized in profit or loss. The Group measures the allowance for losses on accounts receivable based on the provision matrix as follows:

September 30, 2025

| | Not Overdue | 91-120 days | 121-150 days | 151-180 days | 181 days or more | Total |
|--|--------------------|--------------------|---------------------|---------------------|-------------------------|---------------------|
| Expected credit loss rate | - | 4.29% | 7.62% | 11.02% | 35.21% | |
| Total carrying amount | \$ 989,009 | \$ 8,161 | \$ 15,490 | \$ 20,910 | \$ 119,608 | \$ 1,153,178 |
| Loss allowance (lifetime expected credit losses) | _____ - | (350) | (1,181) | (2,304) | (42,115) | (45,950) |
| Amortized cost | <u>\$ 989,009</u> | <u>\$ 7,811</u> | <u>\$ 14,309</u> | <u>\$ 18,606</u> | <u>\$ 77,493</u> | <u>\$ 1,107,228</u> |

December 31, 2024

| | Not Overdue | 91-120 days | 121-150 days | 151-180 days | 181 days or more | Total |
|--|--------------------|--------------------|---------------------|---------------------|-------------------------|-------------------|
| Expected credit loss rate | - | 10.87% | 8.74% | 10.94% | 35.75% | |
| Total carrying amount | \$ 647,911 | \$ 43,856 | \$ 39,913 | \$ 60,403 | \$ 196,447 | \$ 988,530 |
| Loss allowance (lifetime expected credit losses) | _____ - | (4,765) | (3,489) | (6,610) | (70,223) | (85,087) |
| Amortized cost | <u>\$ 647,911</u> | <u>\$ 39,091</u> | <u>\$ 36,424</u> | <u>\$ 53,793</u> | <u>\$ 126,224</u> | <u>\$ 903,443</u> |

September 30, 2024

| | Not Overdue | 91-120 days | 121-150 days | 151-180 days | 181 days or more | Total |
|--|--------------------|--------------------|---------------------|---------------------|-------------------------|-------------------|
| Expected credit loss rate | - | 7.33% | 10.09% | 9.99% | 32.89% | |
| Total carrying amount | \$ 600,165 | \$ 88,245 | \$ 109,199 | \$ 57,074 | \$ 146,389 | \$ 1,001,072 |
| Loss allowance (lifetime expected credit losses) | _____ - | (6,467) | (11,020) | (5,701) | (48,142) | (71,330) |
| Amortized cost | <u>\$ 600,165</u> | <u>\$ 81,778</u> | <u>\$ 98,179</u> | <u>\$ 51,373</u> | <u>\$ 98,247</u> | <u>\$ 929,742</u> |

Changes in loss allowance for accounts receivable are as follows:

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|--|--|
| Beginning balance | \$ 85,087 | \$ 26,137 |
| Add: Impairment loss recognized for the period | - | 44,616 |
| Less: Impairment loss reversed for the period | (36,942) | - |
| Foreign translation differences | (2,195) | 577 |
| Ending Balance | <u>\$ 45,950</u> | <u>\$ 71,330</u> |

11. Inventories

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|------------------|-------------------------------|------------------------------|-------------------------------|
| Finished goods | \$ 445,041 | \$ 595,566 | \$ 521,437 |
| Work in process | 14,554 | 3,723 | 3,045 |
| Work in progress | 248,744 | 251,623 | 201,061 |
| Raw materials | <u>586,310</u> | <u>525,399</u> | <u>349,083</u> |
| | <u><u>\$ 1,294,649</u></u> | <u><u>\$ 1,376,311</u></u> | <u><u>\$ 1,074,626</u></u> |

The nature of cost of goods sold is as follows:

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--------------------------|---|---|--|--|
| Cost of inventories sold | \$ 714,073 | \$ 665,888 | \$ 2,098,360 | \$ 2,050,083 |
| Inventory valuation loss | (7,014) | 13,501 | 17,407 | 31,990 |
| | <u>\$ 707,059</u> | <u>\$ 679,389</u> | <u>\$ 2,115,767</u> | <u>\$ 2,082,073</u> |

12. Non-current assets and disposal groups classified as held for sale

(1) Discontinued operations

The Group's Board of Directors approved the plan to sell all equity of its subsidiary, Xiamen YoungTek Electronics Co., Ltd. on March 14, 2024. Since the selling price exceeds the carrying amount of the related net assets, there is no impairment loss to be recognized when classifying these units as held for sale. This disposal plan was completed on November 29, 2024, and control of Xiamen YoungTek Electronics Co., Ltd. was transferred to the acquirer on that date.

Details of discontinued operations' profit and loss and cash flow information are as follows:

| | July 1 to September 30, 2024 | January 1 to September 30, 2024 |
|--|---|--|
| Operating revenue | \$ 3,326 | \$ 3,326 |
| Operating costs | (5,512) | (6,012) |
| Gross operating loss | (2,186) | (2,686) |
| Selling Expenses | (84) | (115) |
| Administrative Expenses | (6,336) | (23,581) |
| Other net gains and losses | <u>4,795</u> | <u>13,183</u> |
| Net operating loss | (3,811) | (13,199) |
| Interest income | 2 | 19 |
| Other income | - | 58 |
| Other gains and losses | - | (7) |
| Finance Costs | (1,407) | (4,878) |
| Loss before income tax | (5,216) | (18,007) |
| Income tax expense | <u>-</u> | <u>-</u> |
| Loss from discontinued operations | <u>(\$ 5,216)</u> | <u>(\$ 18,007)</u> |
| Loss from discontinued operations attributable to: | | |
| Owners of the Company | (\$ 5,216) | (\$ 18,007) |
| Non-controlling Interests | <u>-</u> | <u>-</u> |
| | <u>(\$ 5,216)</u> | <u>(\$ 18,007)</u> |
| Cash flow | | |
| Operating activities | (\$ 3,991) | (\$ 3,991) |
| Investing activities | (641) | (641) |
| Financing activities | - | - |
| Effect of changes in foreign exchange rate | (1,610) | (1,610) |
| Net cash outflow | <u>(\$ 6,242)</u> | <u>(\$ 6,242)</u> |

Details of other profit and loss supplementary information of discontinued operations are as follows:

1. Depreciation and amortization

| | July 1 to September 30, 2024 | January 1 to September 30, 2024 |
|---|---|--|
| Property, plant and equipment | \$ - | \$ 2,055 |
| Right-of-use assets | - | 151 |
| Intangible assets | <u>-</u> | <u>25</u> |
| Total | <u>\$ -</u> | <u>\$ 2,231</u> |
| Depreciation expenses summarized by function | | |
| Operating expenses | <u>\$ -</u> | <u>\$ 2,206</u> |
| Amortization expenses summarized by function | | |
| Operating expenses | <u>\$ -</u> | <u>\$ 25</u> |

2. Employee benefit expenses

| | July 1 to September 30, 2024 | January 1 to September 30, 2024 |
|---------------------------------|---|--|
| Other employee benefits | \$ 1,806 | \$ 4,687 |
| Total employee benefit expenses | <u>\$ 1,806</u> | <u>\$ 4,687</u> |
| Summarized by function | | |
| Operating expenses | <u>\$ 1,806</u> | <u>\$ 4,687</u> |

There is no income tax loss or benefit resulting from any loss due to business closure.

3. Disposal groups held for sale

| | September 30, 2024 |
|--|---------------------------|
| Related Assets of Subsidiaries | <u>\$119,035</u> |
| Liabilities directly associated with disposal groups held for sale | <u>\$151,256</u> |

The Group's Board of Directors approved the plan to sell all equity interests in Xiamen YoungTek Electronics Co., Ltd. on March 14, 2024. Therefore, it was classified as a disposal group held for sale, and its assets and liabilities were reclassified as a disposal group held for sale and presented separately in the consolidated balance sheet. The disposal process was completed on November 29, 2024.

The major categories of assets and liabilities of the disposal group held for sale are as follows:

| | September 30, 2024 |
|--|---------------------------|
| Cash and Cash Equivalents | \$ 3,932 |
| Inventory | 163 |
| Other Receivables | 5,346 |
| Other Current Assets | 1,315 |
| Net amount of property, plant and equipment | 87,911 |
| Right-of-use assets | 20,225 |
| Intangible assets | <u>143</u> |
| Total amount of disposal groups held for sale | <u>\$119,035</u> |
| | |
| Accounts payable | \$ 640 |
| Other Payables | 2,603 |
| Other Current Liabilities | 317 |
| Long-term borrowings due within one year | <u>147,696</u> |
| Liabilities directly associated with disposal groups held for sale | <u>\$151,256</u> |

13. Subsidiaries

(1) Subsidiaries included in the consolidated financial statements

The entities included in the preparation of these consolidated financial statements are as follows:

| Investing company name the Company | Subsidiary name | Business nature | Percentage of shareholding % | | | Descriptio n |
|--|---|--|------------------------------|----------------------|-----------------------|------------------|
| | | | September 30, 2025 | December 31, 2024 | September 30, 2024 | |
| YTEC Samoa Company | YTEC Holding (Samoa) Co., Ltd. (YTEC Samoa Company) | Investment holding | 100.00 | 100.00 | 100.00 | — |
| | Wecon Limited (Samoa) (Wecon Samoa Company) | Investment holding | 100.00 | 100.00 | 100.00 | Note 1 |
| | Taide IoT Co., Ltd. (Taidea IoT Company) (formerly Wecon Automation Machinery Corp.) | Manufacturing of machinery and equipment, electronic components, wired and wireless communication machinery and equipment, telecommunication- controlled radio frequency equipment, computers and peripheral equipment, and molds; installation of machinery and computer equipment, telecommunications and other engineering; wholesale and retail of hardware, electrical appliances, machinery, computers and office machine equipment, telecommunications equipment, information software, electronic materials, etc. | 100.00 | 100.00 | 100.00 | Notes 1 and 5 |
| | YOUNGTEK ELECTRONICS CORPORATION USA, INC. (Youngetek USA) | Semiconductor equipment sales and OEM/ODM services | 100.00 | 100.00 | 100.00 | Notes 1 and 4 |
| | YTEC (Hong Kong) Global Limited (YTEC HK Company) | Investment holding | 100.00 | 100.00 | 100.00 | — |
| | Clear Reach Limited | Investment holding | 100.00 | 100.00 | 100.00 | Note 1 |
| YTEC HK Company | Suzhou YoungTek Microelectronics Co., Ltd. (Suzhou YoungTek) | Integrated circuit design; chip testing, packaging, and processing; technology development, technical services, and technical consultation in the semiconductor and integrated circuit field; computer software design and development; sales of semiconductors, electronic products, electromechanical equipment, and electronic components; mechanical equipment maintenance, leasing, and sales; self-operated and agency import and export business for various goods and technologies. | 100.00 | 100.00 | 100.00 | — |
| | Xiamen YoungTek Electronics Co., Ltd. (Xiamen YoungTek) | Research, development, production, and processing of high-brightness light-emitting diodes and LED chip testing equipment, and providing related technical consultation and services | — | — | 100.00 | Note 3 |

| Investing company name | Subsidiary name | Business nature | Percentage of shareholding % | | | Description |
|------------------------|--|--|------------------------------|-------------------|--------------------|---------------|
| | | | September 30, 2025 | December 31, 2024 | September 30, 2024 | |
| | Yangzhou YoungTek Electronics Co., Ltd. (Yangzhou YoungTek) | Research, development, production and processing of frequency control and selection components (RFID tags) and related equipment, and providing related technical consultation and services | 45.00 | 45.00 | 45.00 | Notes 1 and 2 |
| Clear Reach Limited | YoungTek Microelectronics (Shenzhen) Co., Ltd. (Shenzhen YoungTek) | Wafer and integrated circuit testing outsourcing, and providing related technical consultation and services | 89.04 | 89.04 | 89.04 | Note 1 |
| Wecon Samoa Company | YoungTek Microelectronics (Shenzhen) Co., Ltd. (Shenzhen YoungTek) | Wafer and integrated circuit testing outsourcing, and providing related technical consultation and services | 10.96 | 10.96 | 10.96 | Note 1 |
| Suzhou YoungTek | Anhui Uttest Electronics Ltd. (Anhui Uttest) | Semiconductor device specialized equipment manufacturing and sales; industrial automatic control computer hardware and software and auxiliary equipment manufacturing and sales; integrated circuit chip and product design and sales; software development and sales; semiconductor, electronic products, electronic components, electronic specialized equipment sales; mechanical equipment maintenance, leasing; technical services, development, consultation, promotion. | 100.00 | 100.00 | 100.00 | Note 1 |

Note 1: In the table above, except for YTEC Samoa Company, YTEC HK Company, Xiamen YoungTek, and Suzhou YoungTek which were reviewed by accountants, the financial statements of other non-significant subsidiaries were not reviewed by accountants.

Note 2: The Company's shareholding ratio is 45%, however, the Company's management has evaluated that it still has control over Yangzhou YoungTek based on the relative absolute amount of voting rights held compared to other shareholders.

Note 3: The company, based on operational planning, resolved to dispose of Xiamen YoungTek at the Board meeting on March 14, 2024, and sold all equity in November 2024, losing control over Xiamen YoungTek.

Note 4: The company invested USD 500 thousand in YOUNGTEK ELECTRONICS CORPORATION USA, INC on April 18, 2024.

Note 5: Wecon Automation Machinery Corp. was approved by the competent authority on September 24, 2025 to change its registration to "Taide IoT Co., Ltd.

(2) Information on Subsidiaries with Significant Non-controlling Interests

Non-controlling Interests' Shareholding and Voting Rights Percentage

| Subsidiary name | September 30, | December 31, | September 30, |
|-------------------|---------------|--------------|---------------|
| | 2025 | 2024 | 2024 |
| Yangzhou YoungTek | 55.00% | 55.00% | 55.00% |

Information on the principal place of business and country of incorporation, please refer to Table 8.

| Subsidiary name | Profit/Loss Allocated to Non-Controlling Interests | | | | Non-controlling Interests | | |
|-------------------|--|------------------------|---------------------------|---------------------------|---------------------------|------------|------------|
| | July 1 to September | July 1 to September | January 1 to September | January 1 to September | September | December | September |
| | 30, 2025 | 30, 2024 | 30, 2025 | 30, 2024 | 30, 2025 | 31, 2024 | 30, 2024 |
| Yangzhou YoungTek | (\$ 9,578) | (\$ 7,329) | (\$ 32,331) | (\$ 26,899) | \$ 150,123 | \$ 193,532 | \$ 198,462 |

The following summarized financial information for subsidiaries with significant non-controlling interests is prepared based on amounts before elimination of intercompany transactions:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 | |
|--|------------------------------------|------------------------------------|---------------------------------------|----------------------|
| | \$ 212,162 | \$ 269,136 | \$ 263,095 | |
| Current Assets | \$ 212,162 | \$ 269,136 | \$ 263,095 | |
| Non-Current Assets | 90,938 | 126,358 | 132,481 | |
| Current Liabilities | (29,701) | (41,030) | (31,485) | |
| Non-current Liabilities | (447) | (2,588) | (3,250) | |
| Equity | <u>\$ 272,952</u> | <u>\$ 351,876</u> | <u>\$ 360,841</u> | |
| Equity Attributable to: | | | | |
| Owners of the Company | \$ 122,829 | \$ 158,344 | \$ 162,379 | |
| Non-controlling interests of subsidiaries | <u>150,123</u> | <u>193,532</u> | <u>198,462</u> | |
| | <u>\$ 272,952</u> | <u>\$ 351,876</u> | <u>\$ 360,841</u> | |
| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | |
| | | | January 1 to September 30, 2024 | |
| Operating revenue | <u>\$ 25,980</u> | <u>\$ 36,466</u> | <u>\$ 83,485</u> | <u>\$ 99,566</u> |
| Net Loss for the Period | (\$ 17,414) | (\$ 13,324) | (\$ 58,784) | (\$ 48,906) |
| Other Comprehensive Income | <u>12,661</u> | <u>(2,955)</u> | <u>(20,141)</u> | <u>16,338</u> |
| Total Comprehensive Income | <u>(\$ 4,753)</u> | <u>(\$ 16,279)</u> | <u>(\$ 78,925)</u> | <u>(\$ 32,568)</u> |
| Net Loss Attributable to: Owners of the Company | (\$ 7,836) | (\$ 5,995) | (\$ 26,453) | (\$ 22,007) |
| Non- controlling | <u>(9,578)</u> | <u>(7,329)</u> | <u>(32,331)</u> | <u>(26,899)</u> |

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| interests of subsidiaries | | | | |
| Total | <u>(\$ 17,414)</u> | <u>(\$ 13,324)</u> | <u>(\$ 58,784)</u> | <u>(\$ 48,906)</u> |
| Total | | | | |
| Comprehensive Income | | | | |
| Attributable to: | | | | |
| Owners of the Company | <u>(\$ 2,139)</u> | <u>(\$ 7,325)</u> | <u>(\$ 35,516)</u> | <u>(\$ 14,655)</u> |
| Non- controlling interests of subsidiaries | <u>(2,614)</u> | <u>(8,954)</u> | <u>(43,409)</u> | <u>(17,913)</u> |
| | <u><u>(\$ 4,753)</u></u> | <u><u>(\$ 16,279)</u></u> | <u><u>(\$ 78,925)</u></u> | <u><u>(\$ 32,568)</u></u> |
| Cash flow | | | | |
| Operating activities | | | <u>(\$ 20,239)</u> | <u>(\$ 21,064)</u> |
| Investing activities | | | <u>7,285</u> | <u>(329)</u> |
| Financing activities | | | <u>(1,956)</u> | <u>(1,860)</u> |
| Effect of Exchange Rate Changes | | | <u>(17,277)</u> | <u>15,501</u> |
| Net cash outflow | | | <u><u>(\$ 32,187)</u></u> | <u><u>(\$ 7,752)</u></u> |

14. Investments Accounted for Using Equity Method

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|--------------------------|--------------------------|--------------------------|
| Investments in Associates | <u><u>\$ 321,736</u></u> | <u><u>\$ 154,702</u></u> | <u><u>\$ 161,938</u></u> |
| <u><u>Individually Immaterial Associates</u></u> | | | |
| Shanghai Jiuxi Testing Technology Co., Ltd. (Shanghai Jiuxi) | \$ 168,277 | \$ - | \$ - |
| Tian Zheng International Precision Machinery Co., Ltd. (Tian Zheng) | 124,209 | 128,599 | 137,224 |
| Sissca Co., Ltd. (Sissca) | <u><u>29,250</u></u> | <u><u>26,103</u></u> | <u><u>24,714</u></u> |
| | <u><u>\$ 321,736</u></u> | <u><u>\$ 154,702</u></u> | <u><u>\$ 161,938</u></u> |

As of the balance sheet date, the Group's ownership interest and voting right percentage in associates are as follows:

| Company Name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|------------------------|-----------------------|----------------------|-----------------------|
| Shanghai Jiuxi Testing | | | |
| Technology Co., Ltd. | 48.40% | - | - |
| Tian Zheng | 14.60% | 14.60% | 14.60% |
| Sissca | 15.38% | 15.52% | 15.52% |

On March 12, 2025, the merged company's board of directors resolved to invest RMB 40,000 thousand in Shanghai Jiuxi Testing Technology Co., Ltd., and acquired a 48.4% equity interest on August 1, 2025.

Due to employees exercising stock options at Sissca Co., Ltd on May 22, 2025, YoungTek's shareholding ratio changed from 15.52% to 15.38%.

The Group holds less than 20% of the voting rights in Tian Zheng and Sissca. After considering that the management holds one director seat in these companies, they have significant influence, so they still evaluate using the equity method.

The investments accounted for using the equity method and the Group's share of their profit or loss and other comprehensive income were calculated based on financial statements that have not been reviewed by independent auditors.

15. Property, Plant, and Equipment

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|-----------------------------------|-----------------------|----------------------|-----------------------|
| Self-used | \$2,503,137 | \$2,105,425 | \$1,969,346 |
| Leased out under operating leases | 53,923 | 56,139 | 56,878 |
| | <u>\$2,557,060</u> | <u>\$2,161,564</u> | <u>\$2,026,224</u> |

(1) Self-used

| | | | | | | | | | | Pending Equipment Inspection and In- completed Projects | Total |
|--|-----------------|--------------------------------|-------------------------------|----------------------|-----------------------------|---------------------|---------------------------|--------------------|------------------|--|-------|
| | Owned Land | Buildings and Structures | Machinery and Equipment | Testing Equipment | Transportation Equipment | Office Equipment | Leasehold Improvements | Other Equipment | | | |
| <u>Cost</u> | | | | | | | | | | | |
| Balance on January 1, 2025 | \$42,101 | \$1,301,821 | \$7,198,516 | \$40,839 | \$14,679 | \$20,813 | \$18,508 | \$231,086 | \$9,788 | \$8,878,151 | |
| Additions | - | 12,354 | 288,790 | - | 258 | 44 | - | 25,987 | 509,431 | 836,864 | |
| Disposals | - | - | (116,079) | - | (146) | (362) | - | (8,705) | - | (125,292) | |
| Reclassification | - | 6,356 | 37,566 | 47,793 | - | - | - | - | (12,980) | 78,735 | |
| Net Exchange Differences | - | - | (44,864) | - | (335) | (828) | (8) | (1,221) | 20 | (47,236) | |
| Balance as of September 30, 2025 | <u>\$42,101</u> | <u>\$1,320,531</u> | <u>\$7,363,929</u> | <u>\$88,632</u> | <u>\$14,456</u> | <u>\$19,667</u> | <u>\$18,500</u> | <u>\$247,147</u> | <u>\$506,259</u> | <u>\$9,621,222</u> | |
| <u>Accumulated Depreciation</u> | | | | | | | | | | | |
| Balance on January 1, 2025 | \$ - | \$777,873 | \$5,687,433 | \$33,307 | \$10,873 | \$17,362 | \$5,678 | \$157,333 | \$ - | \$6,689,859 | |
| Additions | - | 36,466 | 379,679 | 5,345 | 795 | 903 | 1,959 | 16,241 | - | 441,388 | |
| Disposals | - | - | (46,886) | - | (146) | (326) | - | (6,040) | - | (53,398) | |
| Reclassification | - | 4,798 | (23,164) | - | - | - | - | - | - | (18,366) | |
| Net Exchange Differences | - | - | (21,509) | - | (205) | (688) | - | (770) | - | (23,172) | |
| Balance as of September 30, 2025 | <u>\$ -</u> | <u>\$819,137</u> | <u>\$5,975,553</u> | <u>\$38,652</u> | <u>\$11,317</u> | <u>\$17,251</u> | <u>\$7,637</u> | <u>\$166,764</u> | <u>\$ -</u> | <u>\$7,036,311</u> | |
| <u>Accumulated Impairment</u> | | | | | | | | | | | |
| Balance on January 1, 2025 | \$ - | \$ - | \$82,867 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$82,867 | |
| Net Exchange Differences | - | - | (1,093) | - | - | - | - | - | - | (1,093) | |
| Balance as of September 30, 2025 | <u>\$ -</u> | <u>\$ -</u> | <u>\$81,774</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$81,774</u> | |
| Net Amount on September 30, 2025 | <u>\$42,101</u> | <u>\$501,394</u> | <u>\$1,306,602</u> | <u>\$49,980</u> | <u>\$3,139</u> | <u>\$2,416</u> | <u>\$10,863</u> | <u>\$80,383</u> | <u>\$506,259</u> | <u>\$2,503,137</u> | |
| <u>Cost</u> | | | | | | | | | | | |
| Balance on January 1, 2024 | \$42,101 | \$1,193,240 | \$8,033,836 | \$54,773 | \$12,660 | \$61,247 | \$22,743 | \$203,202 | \$123,214 | \$9,747,016 | |
| Additions | - | 10,349 | 57,205 | 5,703 | 1,790 | 879 | 1,096 | 17,400 | 17,308 | 111,730 | |
| Disposals | - | (119) | (61,379) | (20,055) | - | - | (5,334) | (19) | - | (86,906) | |
| Reclassification | - | 594 | 138,316 | 112 | - | - | - | 525 | (70,605) | 68,942 | |
| Reclassified to disposal groups held for sale | - | (165,586) | (1,070,630) | - | (31) | (41,941) | - | - | (7,710) | (1,285,898) | |
| Net Exchange Differences | - | 6,654 | 70,105 | - | 101 | 2,120 | (2) | 768 | 310 | 80,056 | |
| Balance as of September 30, 2024 | <u>\$42,101</u> | <u>\$1,045,132</u> | <u>\$7,167,453</u> | <u>\$40,533</u> | <u>\$14,520</u> | <u>\$22,305</u> | <u>\$18,503</u> | <u>\$221,876</u> | <u>\$62,517</u> | <u>\$8,634,940</u> | |
| <u>Accumulated Depreciation</u> | | | | | | | | | | | |
| Balance on January 1, 2024 | \$ - | \$807,988 | \$6,190,380 | \$52,107 | \$10,191 | \$59,607 | \$7,930 | \$140,718 | \$ - | \$7,268,921 | |
| Additions | - | 39,710 | 270,529 | 1,609 | 951 | 855 | 2,084 | 12,554 | - | 328,292 | |
| Disposals | - | (118) | (59,323) | (20,055) | - | - | (5,015) | (18) | - | (84,529) | |
| Reclassification | - | - | (32,584) | - | - | - | - | - | - | (32,584) | |
| Reclassified to disposal groups held for sale | - | (86,054) | (829,298) | - | (31) | (41,832) | - | - | - | (957,215) | |
| Net Exchange Differences | - | 3,390 | 51,463 | - | 114 | 2,069 | - | 1,045 | - | 58,081 | |
| Balance as of September 30, 2024 | <u>\$ -</u> | <u>\$764,916</u> | <u>\$5,591,167</u> | <u>\$33,661</u> | <u>\$11,225</u> | <u>\$20,699</u> | <u>\$4,999</u> | <u>\$154,299</u> | <u>\$ -</u> | <u>\$6,580,966</u> | |
| <u>Accumulated Impairment</u> | | | | | | | | | | | |
| Balance on January 1, 2024 | \$ - | \$ - | \$312,654 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$312,654 | |
| Increase | - | - | 4,424 | - | - | - | - | - | - | 4,424 | |
| Disposals | - | - | (2,116) | - | - | - | - | - | - | (2,116) | |
| Reclassified to disposal groups held for sale | - | - | (240,772) | - | - | - | - | - | - | (240,772) | |
| Net Exchange Differences | - | - | 10,438 | - | - | - | - | - | - | 10,438 | |
| Balance as of September 30, 2024 | <u>\$ -</u> | <u>\$ -</u> | <u>\$84,628</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$84,628</u> | |
| Net Amount on September 30, 2024 | <u>\$42,101</u> | <u>\$280,216</u> | <u>\$1,491,658</u> | <u>\$6,872</u> | <u>\$3,295</u> | <u>\$1,606</u> | <u>\$13,504</u> | <u>\$67,577</u> | <u>\$62,517</u> | <u>\$1,969,346</u> | |

The Group's property, plant, and equipment for own use are depreciated on a straight-line basis over the following useful lives:

| Buildings and Structures | |
|---------------------------------|----------------|
| Main Plant Buildings | 15 to 41 years |
| Engineering Systems | 8 to 41 years |
| Machinery and Equipment | 2 to 10 years |
| Testing Equipment | 3 to 6 years |
| Transportation Equipment | 2 to 6 years |
| Office Equipment | 3 to 10 years |
| Leasehold Improvements | 3 to 11 years |
| Other Equipment | 3 to 8 years |

The Group recognized an impairment loss of NT\$4,424 thousand from July 1 to September 30, 2024 and January 1 to September 30, 2024, due to the evaluation of idle machinery and equipment used in the MINI LED department, which was downsized and eliminated based on operational planning. The impairment loss has been included under other gains and losses in the consolidated statement of comprehensive income.

No impairment losses were recognized for the nine months ended September 30, 2025.

The amounts of property, plant, and equipment for own use pledged as collateral for borrowings, please refer to Note 33.

(2) Operating Lease Rentals

| | Buildings and Structures |
|--|---------------------------------|
| <u>Cost</u> | |
| Balance as of January 1 and September 30, 2025 | <u>\$106,362</u> |
| <u>Accumulated Depreciation</u> | |
| Balance on January 1, 2025 | \$ 50,223 |
| Depreciation Expense | <u>2,216</u> |
| Balance as of September 30, 2025 | <u>\$52,439</u> |
| Net Amount on September 30, 2025 | <u>\$ 53,923</u> |
| <u>Cost</u> | |
| Balance as of January 1 and September 30, 2024 | <u>\$106,362</u> |
| <u>Accumulated Depreciation</u> | |
| Balance on January 1, 2024 | \$ 47,268 |
| Depreciation Expense | <u>2,216</u> |
| Balance as of September 30, 2024 | <u>\$49,484</u> |
| Net Amount on September 30, 2024 | <u>\$ 56,878</u> |

The Group leases out buildings and structures under operating leases, with lease terms of 5 years. All operating lease contracts include terms for adjusting the rent according to market rental rates when the lessee exercises the renewal option. The lessee does not have a preferential purchase option for the asset at the end of the lease term.

As of September 30, 2025 and 2024, and December 31, 2024, the Group received guarantee deposits of NT\$6,830 thousand from operating lease contracts.

Future total lease payments to be received from operating leases of owned property, plant, and equipment are as follows:

| | September 30, | December 31, | September 30, |
|--------------|------------------|------------------|-------------------|
| | 2025 | 2024 | 2024 |
| The 1st year | \$ 30,091 | \$ 34,536 | \$ 30,006 |
| The 2nd year | 30,091 | 30,091 | 30,091 |
| The 3rd year | 10,031 | 30,091 | 30,091 |
| The 4th year | - | 2,508 | 10,031 |
| | <u>\$ 70,213</u> | <u>\$ 97,226</u> | <u>\$ 100,219</u> |

The Group's property, plant, and equipment leased out under operating leases are depreciated on a straight-line basis over the following useful lives:

Buildings and Structures

Main Plant Buildings 35 years

The Group's property, plant, and equipment leased out under operating leases are not pledged as collateral for borrowings.

16. Lease Agreements

(1) Right-of-use Assets

| | September 30, | December 31, | September 30, |
|--|-------------------|-------------------|-------------------|
| | 2025 | 2024 | 2024 |
| Carrying Amount of Right-of-Use Assets | | | |
| Assets | | | |
| Land | \$ 167,521 | \$ 182,090 | \$ 184,941 |
| Buildings | 76,254 | 87,692 | 36,813 |
| | <u>\$ 243,775</u> | <u>\$ 269,782</u> | <u>\$ 221,754</u> |

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Additions to Right-of-use Assets | | | \$ - | \$ 59,741 |
| Depreciation Expenses of Right-of-use Assets | | | | |
| Land | \$ 2,775 | \$ 2,787 | \$ 8,334 | \$ 8,188 |
| Buildings | 3,667 | 3,461 | 11,082 | 10,939 |
| | <u>\$ 6,442</u> | <u>\$ 6,248</u> | <u>\$ 19,416</u> | <u>\$ 19,127</u> |

Apart from the additions and depreciation expenses listed above, the Group's right-of-use assets did not experience any significant subleasing or impairment from January 1 to September 30, 2025 and 2024.

(2) Lease Liabilities

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|--------------------------------------|-----------------------|----------------------|-----------------------|
| Carrying Amount of Lease Liabilities | | | |
| Current | \$ 23,319 | \$ 23,276 | \$ 14,988 |
| Non-current | \$ 220,022 | \$ 243,725 | \$ 203,317 |

The ranges of discount rates for lease liabilities are as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|-----------|-----------------------|----------------------|-----------------------|
| Land | 2.40%~3.15% | 2.40%~3.15% | 2.40%~3.15% |
| Buildings | 2.40%~3.15% | 2.40%~3.15% | 2.40%~3.15% |

(3) Significant Leasing Activities and Terms

The Group leases certain equipment and machinery for product manufacturing and research and development, with lease terms of 5 years. At the expiration of the lease term, the Group may choose to purchase the equipment at the nominal amount at that time, with no terms for renewal or purchase options.

The Group also leases certain land and buildings for use as factories and offices, with lease terms of 2 to 20 years. At the termination of the lease term, the Group has no preferential purchase options for the leased land and buildings.

As of September 30, 2025 and 2024, and December 31, 2024, guarantee deposits paid by the Group for operating leases amounted to NT\$1,100 thousand, NT\$1,100 thousand and NT\$1,444 thousand, respectively.

(4) Other Lease Information

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--------------------------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Short-term lease expenses | \$ 6,032 | \$ 7,598 | \$ 18,747 | \$ 18,940 |
| Total cash (outflow) of leases | | | (\$ 45,759) | (\$ 40,610) |

17. Investment Property

| Completed Investment Property | January 1 to September 30, 2025 | | | | |
|-------------------------------------|---------------------------------|--------------------------------|--------------------------------|-----------------------|-------------------|
| | Beginning balance | Increases for the Period | Decreases for the Period | Reclassifi- cation | Ending Balance |
| <u>Cost</u> | | | | | |
| Buildings and Structures | \$ 6,356 | \$ - | \$ - | (\$ 6,356) | \$ - |
| <u>Accumulated Depreciation</u> | | | | | |
| Buildings and Structures | 4,798 | \$ - | \$ - | (\$ 4,798) | \$ - |
| Net Amount | \$ 1,558 | | | | \$ - |
| Completed Investment Property | January 1 to September 30, 2024 | | | | |
| | Beginning balance | Increases for the Period | Decreases for the Period | Reclassifi- cation | Ending Balance |
| <u>Cost</u> | | | | | |
| Buildings and Structures | \$ 6,356 | \$ - | \$ - | \$ - | \$ 6,356 |
| <u>Accumulated Depreciation</u> | | | | | |
| Buildings and Structures | 4,669 | \$ 97 | \$ - | \$ - | 4,766 |
| Net Amount | \$ 1,687 | | | | \$ 1,590 |

The lease terms for rental of investment property range from 3 to 5 years, and the lessees do not have preferential purchase rights for the investment property at the end of the lease terms.

As of December 31 and September 30, 2024, the guarantee deposits received by the Group from operating lease contracts for investment property were NT\$0 thousand and NT\$154 thousand, respectively.

Depreciation for investment property is recognized on a straight-line basis over the following useful lives:

| | |
|---------------------|----------------|
| Main building | 33 to 41 years |
| Engineering Systems | 5 to 10 years |

The fair value of investment property is estimated by the Group's management with reference to the latest government-announced sales market prices in areas surrounding the investment property. After assessment, there are no signs of impairment. The appraised fair values are as follows:

| | December 31, 2024 | September 30, 2024 |
|------------|--------------------------|---------------------------|
| Fair Value | <u>\$ 6,260</u> | <u>\$ 6,260</u> |

All investment properties of the Group are owned equity.

18. Intangible assets

| | Computer software costs | Goodwill | Patents | Others | Total |
|---|----------------------------|------------------------|------------------------|------------------------|-------------------------|
| <u>Cost</u> | | | | | |
| Balance on January 1, 2025 | \$ 65,712 | \$ 2,583 | \$ 68,157 | \$ 17,472 | \$ 153,924 |
| Acquired separately | 23,367 | - | - | 273 | 23,640 |
| Reclassification | - | - | - | 3,300 | 3,300 |
| Net Exchange Differences | (129) | - | - | (1,268) | (1,397) |
| Balance as of September 30, 2025 | <u>\$ 88,950</u> | <u>\$ 2,583</u> | <u>\$ 68,157</u> | <u>\$ 19,777</u> | <u>\$ 179,467</u> |
| <u>Accumulated amortization</u> | | | | | |
| Balance on January 1, 2025 | \$ 37,609 | \$ - | \$ 62,011 | \$ 16,816 | \$ 116,436 |
| Amortization Expense | 10,436 | - | 4,489 | 645 | 15,570 |
| Net Exchange Differences | (126) | - | - | (106) | (232) |
| Balance as of September 30, 2025 | <u>\$ 47,919</u> | <u>\$ -</u> | <u>\$ 66,500</u> | <u>\$ 17,355</u> | <u>\$ 131,774</u> |
| Net Amount on September 30, 2025 | <u><u>\$ 41,031</u></u> | <u><u>\$ 2,583</u></u> | <u><u>\$ 1,657</u></u> | <u><u>\$ 2,422</u></u> | <u><u>\$ 47,693</u></u> |
| <u>Cost</u> | | | | | |
| Balance on January 1, 2024 | \$ 44,719 | \$ 2,583 | \$ 68,157 | \$ 16,446 | \$ 131,905 |
| Acquired separately | 17,682 | - | - | 646 | 18,328 |
| Reclassified to disposal groups held for sale | (1,135) | - | - | - | (1,135) |
| Net Exchange Differences | 119 | - | - | (141) | (22) |
| Balance as of September 30, 2024 | <u>\$ 61,385</u> | <u>\$ 2,583</u> | <u>\$ 68,157</u> | <u>\$ 16,951</u> | <u>\$ 149,076</u> |
| <u>Accumulated amortization</u> | | | | | |
| Balance on January 1, 2024 | \$ 29,955 | \$ - | \$ 55,994 | \$ 15,743 | \$ 101,692 |
| Amortization Expense | 5,857 | - | 4,518 | 854 | 11,229 |
| Reclassified to disposal groups held for sale | (992) | - | - | - | (992) |
| Net Exchange Differences | 113 | - | - | 116 | 229 |
| Balance as of September 30, 2024 | <u>\$ 34,933</u> | <u>\$ -</u> | <u>\$ 60,512</u> | <u>\$ 16,713</u> | <u>\$ 112,158</u> |
| Net Amount on September 30, 2024 | <u><u>\$ 26,452</u></u> | <u><u>\$ 2,583</u></u> | <u><u>\$ 7,645</u></u> | <u><u>\$ 238</u></u> | <u><u>\$ 36,918</u></u> |

Except for goodwill, amortization expenses are calculated on a straight-line basis according to the following useful lives:

| | |
|-------------------------|----------------|
| Computer software costs | 2 to 6 years |
| Patents | 10 to 11 years |
| Others | 2 to 10 years |

Summarized amortization expenses by functions:

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--------------------------------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Operating costs | \$ 1,088 | \$ 859 | \$ 2,845 | \$ 2,311 |
| Administrative Expenses | 623 | 418 | 1,709 | 1,288 |
| Research and development expenses | 3,669 | 2,808 | 11,016 | 7,605 |
| Discontinued operations | - | - | - | 25 |
| | <u>\$ 5,380</u> | <u>\$ 4,085</u> | <u>\$ 15,570</u> | <u>\$ 11,229</u> |

19. Other assets

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|----------------------|-----------------------|
| Prepaid expenses | \$ 210,236 | \$ 188,994 | \$ 172,860 |
| Supplies inventory | 47,296 | 41,583 | 42,711 |
| Tax credit | 17,705 | 14,368 | 6,821 |
| Refundable deposit (Note 16) | 2,632 | 4,653 | 5,087 |
| Refundable deposit - related parties (Note 32) | 1,000 | 1,098 | 1,000 |
| Others (Note) | <u>8,039</u> | <u>3,588</u> | <u>5,964</u> |
| | <u>\$ 286,908</u> | <u>\$ 254,284</u> | <u>\$ 234,443</u> |
| Current | \$ 283,276 | \$ 248,533 | \$ 228,356 |
| Non-current | <u>3,632</u> | <u>5,751</u> | <u>6,087</u> |
| | <u>\$ 286,908</u> | <u>\$ 254,284</u> | <u>\$ 234,443</u> |

Note: Mainly consists of temporary payments and advance payments, etc.

20. Borrowings

(1) Short-term borrowings

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|----------------------|-----------------------|----------------------|-----------------------|
| <u>Secured loans</u> | | | |
| Bank loans (Note 1) | \$ 16,086 | \$ 49,756 | \$ - |

Note 1: As of September 30, 2025 and December 31, 2024, the amount of discounted notes receivable among secured bank loans was NT\$16,086 thousand and NT\$49,756 thousand (refer to Note 10), with effective annual interest rates ranging from 0.76%-1.34% and 0.80%-1.95% as of September 30, 2025 and December 31, 2024 respectively.

21. Notes and accounts payable

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|-----------------------------------|-----------------------|----------------------|-----------------------|
| <u>Notes and Accounts Payable</u> | | | |
| Arising from operations | \$ 341,871 | \$ 567,822 | \$ 467,303 |

The Group has a financial risk management policy in place to ensure that all payables are paid within the predetermined credit terms.

22. Other liabilities

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|----------------------|-----------------------|
| <u>Current</u> | | | |
| Other Payables | | | |
| Salaries and bonuses payable | \$ 169,403 | \$ 169,254 | \$ 138,708 |
| Payables for employees' compensation (Note 27) | 94,300 | 55,400 | 102,245 |
| Payables for equipment | 39,008 | 90,041 | 65,596 |
| Payables for directors' compensation (Note 27) | 8,649 | 5,300 | 3,723 |
| Others (Note) | <u>188,617</u> | <u>159,684</u> | <u>49,748</u> |
| | <u>\$ 499,977</u> | <u>\$ 479,679</u> | <u>\$ 360,020</u> |
| Other liabilities | | | |
| Others (suspense receipts and receipts on behalf of others) | \$ 7,686 | \$ 7,315 | \$ 7,002 |

Note: Mainly payables for electricity, insurance, and other expenses.

23. Provisions for liabilities

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|----------------------------------|-----------------------|----------------------|-----------------------|
| <u>Current</u> | | | |
| Employee benefits (1) | \$ 5,999 | \$ 5,291 | \$ 5,850 |
| Warranty (2) | <u>1,191</u> | <u>1,218</u> | <u>1,152</u> |
| | <u>\$ 7,190</u> | <u>\$ 6,509</u> | <u>\$ 7,002</u> |
| | | | |
| | Employee benefits | Warranty | Total |
| Balance on January 1, 2025 | \$ 5,291 | \$ 1,218 | \$ 6,509 |
| Additions for the Period | 5,999 | 936 | 6,935 |
| Reversals for the Period / Usage | (5,291) | (963) | (6,254) |
| Balance as of September 30, 2025 | <u>\$ 5,999</u> | <u>\$ 1,191</u> | <u>\$ 7,190</u> |
| | | | |
| Balance on January 1, 2024 | \$ 4,902 | \$ 1,072 | \$ 5,974 |
| Additions for the Period | 5,850 | 897 | 6,747 |
| Reversals for the Period / Usage | (4,902) | (817) | (5,719) |
| Balance as of September 30, 2024 | <u>\$ 5,850</u> | <u>\$ 1,152</u> | <u>\$ 7,002</u> |

- (1) The provision for employee benefit liability is an estimate of employees' entitlement to long service leave.
- (2) The provision for warranty liability is based on the sales contract of goods, which represents the present value of the best estimate by the Group's management of the future outflow of economic benefits resulting from warranty obligations. The estimate is based on historical warranty experience and adjusted for factors such as new materials, changes in manufacturing processes, or other factors affecting product quality.

24. Post-Employment Benefit Plans

The pension expenses related to defined benefit plans recognized from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, were calculated based on the pension cost rates determined by actuarial calculations as of December 31, 2024 and 2023. The amounts were NT\$(218) thousand, NT\$(88) thousand, NT\$(654) thousand, and NT\$(265) thousand, respectively.

25. Equity

(1) Share Capital

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|----------------------|-----------------------|
| Authorized shares (in thousands) | 150,000 | 150,000 | 150,000 |
| Authorized capital | \$1,500,000 | \$1,500,000 | \$1,500,000 |
| Number of issued and fully paid shares (in thousands) | 128,498 | 128,498 | 128,498 |
| Issued capital | \$1,284,980 | \$1,284,980 | \$1,284,980 |

There is no significant change in the Company's share capital. Each issued common stock has a par value of 10 dollars, with one voting right and the right to receive dividends.

Among the authorized capital, 5,000 thousand shares are reserved for employee stock options.

(2) Capital surplus

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|--|-----------------------|----------------------|-----------------------|
| <u>Can be used to cover losses, distribute cash or capitalize (Note 1)</u> | | | |
| Share premium | \$2,275,616 | \$2,275,616 | \$2,275,616 |
| Merger premium | 89,710 | 89,710 | 89,710 |
| Employee stock options | 15,948 | 15,948 | 15,948 |
| Conversion rights of convertible bonds | 2,176 | 2,176 | 2,176 |
| Changes in equity of associates recognized under the equity method | 1,646 | 1,646 | 1,646 |

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|--|---------------------------|---------------------------|---------------------------|
| <u>Can only be used to cover losses</u> | | | |
| <u>(Note 2)</u> | | | |
| Changes in equity of associates recognized under the equity method | 45,372 | 45,580 | 45,580 |
| Recognition of changes in ownership interests in subsidiaries | 8,514 | 8,514 | 8,514 |
| Donated assets | <u>260</u> | <u>214</u> | <u>214</u> |
| | <u><u>\$2,439,242</u></u> | <u><u>\$2,439,404</u></u> | <u><u>\$2,439,404</u></u> |

Note 1: This type of capital surplus can be used to cover losses, and can also be used to distribute cash or transfer to share capital when the Company has no losses. However, the annual transfer to share capital is limited to a certain percentage of the paid-in capital.

Note 2: This type of capital surplus represents the impact of equity transactions recognized due to changes in subsidiary equity when the Company has not actually acquired or disposed of subsidiary shares, or adjustments to capital surplus of subsidiaries recognized by the Company under the equity method.

(3) Retained Earnings and Dividend Policy

According to the profit distribution policy stipulated in the Articles of Incorporation, the Company's profit distribution or loss offset can be made after the end of each semi-accounting year. If there are profits after the settlement of each semi-accounting year, tax payments should be made first, followed by offsetting accumulated losses, then allocating 10% as legal reserve; however, this restriction shall not apply when the legal reserve has reached the Company's paid-in capital. Special reserves shall be appropriated or reversed in accordance with laws or regulations by the competent authority. If there are still remaining profits, combined with accumulated undistributed earnings, the Board of Directors shall propose a profit distribution plan in accordance with the Company's dividend policy. When the distribution is made through issuing new shares, it shall be submitted to the shareholders' meeting for resolution.

For the distribution of the aforementioned earnings, legal reserve, and capital surplus in cash, the Board of Directors is authorized to resolve the distribution with the attendance of two-thirds or more of the directors and the approval of more than half of the attending directors, and shall report to the shareholders' meeting.

For the employees' and directors' compensation distribution policy stipulated in the Articles of Incorporation, please refer to Note 27(8) Employees' compensation and Directors' remuneration.

The Company considers future capital requirements and long-term financial planning, while also satisfying shareholders' cash flow needs. Each year, the Board of Directors legally prepares a distribution proposal to be submitted to the shareholders' meeting for resolution. The distribution of shareholders' dividends may be made in cash or stock, but the proportion of cash dividends shall not be less than 20% of the total dividends.

Legal reserve should be allocated until its balance reaches the total amount of the Company's paid-in capital. When the Company has no losses, the portion of legal reserve exceeding 25% of the total paid-in capital may be distributed in cash in addition to being capitalized.

The Company's Board of Directors resolved the earnings distribution for the first half of 2025 on August 6, 2025 as follows:

| | First half of 2025 |
|-----------------|---------------------------|
| Legal Reserve | <u>\$ 16,882</u> |
| Special Reserve | <u>\$ 142,225</u> |

The earnings distribution for 2024 and 2023 is as follows:

| | 2024 | 2023 |
|--------------------------------|------------------|----------------------|
| Legal Reserve | <u>\$ 53,443</u> | <u>\$ 52,658</u> |
| Special Reserve | <u>\$ 10,763</u> | <u>(\$ 14,910)</u> |
| Cash dividends | <u>\$513,992</u> | <u>\$513,992</u> |
| Cash dividend per share (NT\$) | \$ 4.0 | \$ 4.0 |

The aforementioned cash dividends were resolved for distribution by the Board of Directors on March 12, 2025 and March 14, 2024 respectively, while the remaining earnings distribution items were resolved at the Annual Shareholders' Meetings on June 27, 2025 and June 19, 2024 respectively.

(4) Special Reserve

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|--|--|
| Beginning balance | \$ 17,785 | \$ 32,695 |
| Appropriation for special reserve | | |
| Appropriation for reduction in other equity items | 10,763 | - |
| Reversal of special reserve | | |
| Reversal of reduction in other equity items | - | (14,910) |
| Ending Balance | <u>\$ 28,548</u> | <u>\$ 17,785</u> |

(5) Other Equity Items

1. Exchange differences on translation of the financial statements of foreign operations

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|--|--|
| Beginning balance | (\$ 64,977) | (\$ 91,401) |
| Current period incurred | | |
| Exchange differences on translation of foreign operations | (33,798) | 22,022 |
| Other Comprehensive Income | (33,798) | 22,022 |
| Ending Balance | (\$ 98,775) | (\$ 69,379) |

2. Unrealized gains and losses on financial assets measured at fair value through other comprehensive income

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|--|--|
| Beginning balance | \$ 36,429 | \$ 73,616 |
| Unrealized gains and losses | | |
| Equity instruments | (43,951) | (43,427) |
| Share of associates accounted for using equity method | (24) | 4,808 |
| Ending Balance | (\$ 7,546) | \$ 34,997 |

(6) Non-controlling interests

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|--|--|
| Beginning balance | \$193,532 | \$216,375 |
| Net Loss for the Period | (32,331) | (26,899) |
| Other Comprehensive Income | | |
| Exchange Differences on Translating the Financial Statements of Foreign Operations | (11,078) | 8,986 |
| Ending Balance | \$150,123 | \$198,462 |

26. Revenue

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|---|---|--|--|
| Revenue from contracts with customers | | | | |
| Processing income | \$ 640,162 | \$ 639,070 | \$ 1,796,341 | \$ 1,878,769 |
| Sales revenue | 375,406 | 216,349 | 1,012,072 | 945,694 |
| Other income | 42,514 | 107,667 | 199,463 | 216,733 |
| | <u>\$ 1,058,082</u> | <u>\$ 963,086</u> | <u>\$ 3,007,876</u> | <u>\$ 3,041,196</u> |

(1) Contract balances

| | September 30, 2025 | December 31, 2024 | September 30, 2024 | January 1, 2024 |
|---|-----------------------|----------------------|-----------------------|--------------------|
| Accounts receivable (Note 10) | <u>\$ 1,107,228</u> | <u>\$ 903,443</u> | <u>\$ 929,742</u> | <u>\$ 997,015</u> |
| Contract Liabilities | | | | |
| Contract liabilities - current | \$ 123,583 | \$ 69,125 | \$ 78,533 | \$ 171,960 |
| Contract liabilities - related parties (Note 32) | <u>1,140</u> | <u>1,140</u> | <u>1,140</u> | <u>-</u> |
| | <u>\$ 124,723</u> | <u>\$ 70,265</u> | <u>\$ 79,673</u> | <u>\$ 171,960</u> |

The changes in contract liabilities primarily result from the timing difference between the satisfaction of performance obligations and customer payments.

Revenue recognized during the year from contract liabilities at the beginning of the period and performance obligations satisfied in previous periods is as follows:

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---------------------------------------|---------------------------------------|
| <u>From contract liabilities at the beginning of the year</u> | | |
| Sale of goods | <u>\$ 64,799</u> | <u>\$ 160,523</u> |

Analysis of revenue from major products and services, refer to Note 37.

27. Net Income from Continuing Operations

(1) Other Income and Expenses, Net

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Operating lease rental income | \$ 4,749 | \$ 10,375 | \$ 25,458 | \$ 27,159 |
| Gain on Disposal of Property, Plant and Equipment | 5,147 | 88 | 16,269 | 4,134 |
| Depreciation expenses of leased assets | (739) | (739) | (2,216) | (2,216) |
| Depreciation expenses of investment properties | <u>-</u> | <u>(32)</u> | <u>-</u> | <u>(97)</u> |
| | <u>\$ 9,157</u> | <u>\$ 9,692</u> | <u>\$ 39,511</u> | <u>\$ 28,980</u> |

(2) Interest Income

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Bank deposits | <u>\$ 6,441</u> | <u>\$ 11,181</u> | <u>\$ 24,318</u> | <u>\$ 35,066</u> |

(3) Other Income

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|-----------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Dividend Income | \$ 2,011 | \$ 6,478 | \$ 2,011 | \$ 6,478 |
| Others | <u>1,042</u> | <u>629</u> | <u>2,221</u> | <u>1,549</u> |
| | <u>\$ 3,053</u> | <u>\$ 7,107</u> | <u>\$ 4,232</u> | <u>\$ 8,027</u> |

(4) Other Gains and Losses

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Net foreign currency exchange gains (losses) | \$ 56,152 | \$ 7,558 | (\$ 30,250) | \$ 60,710 |
| Net losses on financial assets measured at fair value through profit or loss | - | (903) | (289) | (3,269) |
| Impairment Loss on Property, Plant, and Equipment | - | (4,424) | - | (4,424) |
| Others | (9,267) | (2,632) | (7,842) | (3,847) |
| | <u>\$ 46,885</u> | <u>(\$ 401)</u> | <u>(\$ 38,381)</u> | <u>\$ 49,170</u> |

(5) Finance Costs

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|-------------------------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Interest on lease liabilities | \$ 1,640 | \$ 1,451 | \$ 5,043 | \$ 4,230 |
| Other interest expenses | 661 | 358 | 943 | 694 |
| | <u>\$ 2,301</u> | <u>\$ 1,809</u> | <u>\$ 5,986</u> | <u>\$ 4,924</u> |

(6) Depreciation and Amortization

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Property, plant and equipment | \$ 144,226 | \$ 124,576 | \$ 443,604 | \$ 328,453 |
| Right-of-use assets | 6,442 | 6,248 | 19,416 | 18,976 |
| Investment Property | - | 32 | - | 97 |
| Intangible assets | 5,380 | 4,085 | 15,570 | 11,204 |
| Total | <u>\$ 156,048</u> | <u>\$ 134,941</u> | <u>\$ 478,590</u> | <u>\$ 358,730</u> |
| Depreciation expenses summarized by function | | | | |
| Operating costs | \$ 138,854 | \$ 119,472 | \$ 429,128 | \$ 317,778 |
| Operating expenses | 11,075 | 10,613 | 31,676 | 27,435 |
| Other gains and losses | 739 | 771 | 2,216 | 2,313 |
| | <u>\$ 150,668</u> | <u>\$ 130,856</u> | <u>\$ 463,020</u> | <u>\$ 347,526</u> |
| Amortization expenses summarized by function | | | | |
| Operating costs | \$ 1,088 | \$ 859 | \$ 2,845 | \$ 2,311 |
| Operating expenses | 4,292 | 3,226 | 12,725 | 8,893 |
| | <u>\$ 5,380</u> | <u>\$ 4,085</u> | <u>\$ 15,570</u> | <u>\$ 11,204</u> |

(7) Employee Benefits Expenses

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|------------------------------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Post-employment benefits | | | | |
| Defined contribution plans | \$ 10,608 | \$ 10,018 | \$ 30,485 | \$ 29,941 |
| Defined benefit plans (Note 24) | (218) | (88) | (654) | (265) |
| | 10,390 | 9,930 | 29,831 | 29,676 |
| Other employee benefits | <u>342,286</u> | <u>314,401</u> | <u>976,723</u> | <u>923,525</u> |
| Total employee benefit expenses | <u>\$ 352,676</u> | <u>\$ 324,331</u> | <u>\$ 1,006,554</u> | <u>\$ 953,201</u> |
| Summarized by function | | | | |
| Operating costs | \$ 215,025 | \$ 201,457 | \$ 612,208 | \$ 595,187 |
| Operating expenses | <u>137,651</u> | <u>122,874</u> | <u>394,346</u> | <u>358,014</u> |
| | <u>\$ 352,676</u> | <u>\$ 324,331</u> | <u>\$ 1,006,554</u> | <u>\$ 953,201</u> |

(8) Employees' compensation and Directors' remuneration

According to the Articles of Incorporation, employees' compensation and directors' remuneration shall be appropriated from the profit before income tax before deducting employees' and directors' remuneration at rates of no less than 2% and no more than 5%, respectively. In accordance with the amendment to the Securities and Exchange Act in August 2024, the Company resolved to amend its Articles of Incorporation at the shareholders' meeting on June 27, 2025, stipulating that no less than 20% of the employee compensation allocated for the current year shall be distributed as compensation for entry-level employees. The estimated employee compensation (including entry-level employee compensation) and directors' compensation for July 1 to September 30, 2025 and 2024, and January 1 to September 30, 2025 and 2024 are as follows:

Estimated Ratio

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|-------------------------|---------------------------------------|---------------------------------------|
| Employees' compensation | 9.18% | 8.21% |
| Directors' remuneration | 0.79% | 0.71% |

Amount

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|-------------------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| | 2025 | 2024 | 2025 | 2024 |
| Employees' compensation | \$ 16,247 | \$ 9,169 | \$ 38,900 | \$ 43,245 |
| Directors' remuneration | \$ 1,399 | \$ 790 | \$ 3,349 | \$ 3,723 |

If there are any changes to the amounts after the date of approval and issuance of the annual consolidated financial statements, they will be treated as changes in accounting estimates and adjusted in the following year.

The estimated employees' compensation and directors' remuneration for 2024 and 2023 were resolved by the Board of Directors on March 12, 2025 and March 14, 2024, respectively, as follows:

| | 2024 | 2023 |
|-------------------------|------------------|------------------|
| | Cash | Cash |
| Employees' compensation | <u>\$ 55,400</u> | <u>\$ 59,000</u> |
| Directors' remuneration | <u>\$ 5,300</u> | <u>\$ 5,320</u> |

The actual distribution amounts of employees' compensation and directors' remuneration for 2024 and 2023 were not different from the amounts recognized in the 2024 and 2023 consolidated financial statements.

For information about the employee compensation and director remuneration resolved by the Company's Board of Directors, please refer to the Market Observation Post System of the TWSE.

(9) Foreign exchange (loss) gain

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|-------------------------------|---|---|--|--|
| Total foreign exchange gains | \$ 24,769 | \$ 14,418 | \$ 101,599 | \$ 74,658 |
| Total foreign exchange losses | <u>31,383</u> | (6,860) | (131,849) | (13,948) |
| Net gain (loss) | <u>\$ 56,152</u> | <u>\$ 7,558</u> | (\$ 30,250) | <u>\$ 60,710</u> |

28. Income Tax

(1) Income tax recognized in profit or loss

The main components of income tax expense are as follows:

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|--|--|
| Current income tax | | | | |
| Producer for the period | \$ 30,229 | \$ 32,401 | \$ 70,389 | \$ 122,667 |
| Adjustments for previous years | - (22,423) | (22,910) | (22,423) | |
| Deferred income tax | | | | |
| Producer for the period | <u>11,488</u> | (4,255) | (7,682) | (4,003) |
| Income tax expense recognized in profit or loss | <u>\$ 41,717</u> | <u>\$ 5,723</u> | <u>\$ 39,797</u> | <u>\$ 96,241</u> |

(2) Circumstances of income tax assessments

The company's profit-seeking enterprise income tax returns have been assessed by the tax authorities up to 2022.

29. Earnings per Share

Unit: NT\$ per share

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|----------------------------------|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Basic earnings per share | | | | |
| From Continuing Operations | \$ 1.39 | \$ 0.76 | \$ 2.70 | \$ 3.20 |
| From discontinued operations | - | (0.04) | - | (0.14) |
| Total basic earnings per share | <u>\$ 1.39</u> | <u>\$ 0.72</u> | <u>\$ 2.70</u> | <u>\$ 3.06</u> |
| Diluted earnings per share | | | | |
| From Continuing Operations | \$ 1.38 | \$ 0.75 | \$ 2.68 | \$ 3.18 |
| From discontinued operations | - | (0.04) | - | (0.14) |
| Total diluted earnings per share | <u>\$ 1.38</u> | <u>\$ 0.71</u> | <u>\$ 2.68</u> | <u>\$ 3.04</u> |

The earnings and weighted average number of ordinary shares used in the calculation of earnings per share from continuing operations are as follows:

Net income for the period

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Net income attributable to owners of the Company | \$ 177,988 | \$ 92,015 | \$ 346,804 | \$ 393,525 |
| Less: Net loss of discontinued operations used to calculate basic earnings per share of discontinued operations | - | 5,216 | - | 18,007 |
| Net income used to calculate basic earnings per share from continuing operations | 177,988 | 97,231 | 346,804 | 411,532 |
| Effect of dilutive potential ordinary shares | - | - | - | - |
| Net income used to calculate diluted earnings per share from continuing operations | <u>\$ 177,988</u> | <u>\$ 97,231</u> | <u>\$ 346,804</u> | <u>\$ 411,532</u> |

Number of shares

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|--|------------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
| Weighted average number of ordinary shares used to calculate basic earnings per share | 128,498 | 128,498 | 128,498 | 128,498 |
| Effect of dilutive potential ordinary shares: | | | | |
| Employees' compensation | 648 | 700 | 875 | 853 |
| Weighted average number of ordinary shares used to calculate diluted earnings per share | <u>129,146</u> | <u>129,198</u> | <u>129,373</u> | <u>129,351</u> |

If the Group can choose to distribute employee compensation in stocks or cash, then when calculating diluted earnings per share, it is assumed that employee compensation will be distributed in the form of stocks, and these potential ordinary shares are included in the weighted average number of outstanding shares when they have a dilutive effect, in order to calculate diluted earnings per share. When calculating diluted earnings per share before resolving the number of shares for employee compensation in the following year, the dilutive effect of these potential ordinary shares continues to be considered.

30. Non-cash Transactions

The Group engaged in the following non-cash investment and financing activities from January 1 to September 30, 2025 and 2024:

(1) From January 1 to September 30, 2025 and 2024, the Group transferred inventory of NT\$115,576 thousand and NT\$120,975 thousand, respectively, to property, plant, and equipment; additionally, from January 1 to September 30, 2025 and 2024, the Group transferred net property, plant and equipment of NT\$16,733 thousand (recorded cost of NT\$39,896 thousand less accumulated depreciation of NT\$23,163 thousand) and NT\$19,449 thousand (recorded cost of NT\$52,033 thousand less accumulated depreciation of NT\$32,584 thousand) respectively to inventory. Furthermore, from January 1 to September 30, 2025, the Group transferred net property, plant and equipment of NT\$3,300 thousand (recorded as equipment pending inspection and construction in progress) to intangible assets. Additionally, from January 1 to September 30, 2025, the Group transferred net investment property of NT\$1,558 thousand (recorded cost of NT\$6,356 thousand less accumulated depreciation of NT\$4,798 thousand) to property, plant and equipment (see Notes 15, 17, and 18).

31. Financial Instruments

(1) Fair Value Information—Financial Instruments Not Measured at Fair Value

The Group's management believes that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values.

(2) Fair Value Information—Financial Instruments Measured at Fair Value on a Recurring basis

1. Fair Value Hierarchy

September 30, 2025

| | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u> |
|---|----------------|----------------|----------------|--------------|
| <u>Financial assets measured at fair value through other comprehensive income</u> | | | | |
| Limited partnership | \$ _____ - | \$ _____ - | \$ 29,678 | \$ 29,678 |
| <u>Financial assets measured at fair value through other comprehensive income</u> | | | | |
| Equity instrument investments - Domestic TWSE/TPEx-listed and emerging stocks | \$ 294,978 | \$ _____ - | \$ _____ - | \$ 294,978 |

| | Level 1 | Level 2 | Level 3 | Total |
|---|------------|---------|------------|------------|
| - Domestic stocks not listed on the TWSE/TPEx | - | - | 1,169 | 1,169 |
| - Foreign unlisted stocks | - | - | 125,321 | 125,321 |
| Total | \$ 294,978 | \$ - | \$ 126,490 | \$ 421,468 |

December 31, 2024

| | Level 1 | Level 2 | Level 3 | Total |
|--|------------|---------|------------|------------|
| Financial assets measured at fair value through profit or loss | | | | |
| Limited partnership | \$ - | \$ - | \$ 30,055 | \$ 30,055 |
| Financial assets measured at fair value through other comprehensive income | | | | |
| Equity instrument investments | | | | |
| - Domestic TWSE/TPEx-listed and emerging stocks | \$ 345,972 | \$ - | \$ - | \$ 345,972 |
| - Domestic stocks not listed on the TWSE/TPEx | - | - | 5,000 | 5,000 |
| - Foreign unlisted stocks | - | - | 114,447 | 114,447 |
| Total | \$ 345,972 | \$ - | \$ 119,447 | \$ 465,419 |
| Financial liabilities measured at fair value through profit or loss | | | | |
| Derivatives | \$ - | \$ 88 | \$ - | \$ 88 |

September 30, 2024

| | Level 1 | Level 2 | Level 3 | Total |
|---|------------|----------|------------|------------|
| <u>Financial assets measured at fair value through profit or loss</u> | | | | |
| Limited partnership | \$ - | \$ - | \$ 14,542 | \$ 14,542 |
| <u>Financial assets measured at fair value through other comprehensive income</u> | | | | |
| Equity instrument investments | | | | |
| - Domestic TWSE/TPEx-listed and emerging stocks | \$ 343,913 | \$ - | \$ - | \$ 343,913 |
| - Domestic stocks not listed on the TWSE/TPEx | - | - | 5,000 | 5,000 |
| - Foreign unlisted stocks | - | - | 95,597 | 95,597 |
| Total | \$ 343,913 | \$ - | \$ 100,597 | \$ 444,510 |
| <u>Financial liabilities measured at fair value through profit or loss</u> | | | | |
| Derivatives | \$ - | \$ 2,987 | \$ - | \$ 2,987 |

There was no transfer between Level 1 and Level 2 fair value measurements for the nine months ended September 30, 2025 and 2024.

2. Reconciliation of financial instruments measured at Level 3 fair value

January 1 to September 30, 2025

| | Equity instruments measured at fair value through profit or loss | Equity instruments measured at fair value through other comprehensive income | Total |
|---|--|--|-------------------|
| Beginning balance | \$ 30,055 | \$ 119,447 | \$ 149,502 |
| Recognized in profit or loss (other gains and losses) | (377) | - | (377) |
| Recognized in other comprehensive income (unrealized valuation of financial assets measured at fair value through other comprehensive income) | - | 7,043 | 7,043 |
| Ending Balance | <u>\$ 29,678</u> | <u>\$ 126,490</u> | <u>\$ 156,168</u> |

January 1 to September 30, 2024

| | Equity instruments measured at fair value through profit or loss | Equity instruments measured at fair value through other comprehensive income | Total |
|---|--|--|-------------------|
| Beginning balance | \$ 14,824 | \$ 108,493 | \$ 123,317 |
| Recognized in profit or loss (other gains and losses) | (282) | - | (282) |
| Recognized in other comprehensive income (unrealized valuation of financial assets measured at fair value through other comprehensive income) | - | (7,896) | (7,896) |
| Ending Balance | <u>\$ 14,542</u> | <u>\$ 100,597</u> | <u>\$ 115,139</u> |

3. Valuation techniques and inputs for Level 2 fair value measurement

| Categories of Financial Instruments | Valuation Techniques and inputs |
|---|---|
| Derivative instruments - forward exchange contracts | Cash flow discount method: Estimate future cash flows based on observable forward exchange rates at the end of the period and contractual exchange rates, and discount them using discount rates that reflect the credit risk of each counterparty. |

4. Valuation techniques and inputs for Level 3 fair value measurement

- (1) Some domestic and foreign unlisted domestic limited partnership equity investments are measured using the asset approach, or based on their peer companies' stock prices in active markets adjusted for liquidity, to determine their fair value.
- (2) Some domestic and foreign unlisted equity investments are measured using the market approach to estimate fair value, which is determined by reference to industry classification, valuation of similar companies, and the Company's operating conditions, or based on the Company's net worth.

(3) Categories of financial instruments

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|--|-------------------------------|------------------------------|-------------------------------|
| <u>Financial assets</u> | | | |
| Fair value through profit or loss | | | |
| Mandatorily measured at fair value through profit or loss | \$ 29,678 | \$ 30,055 | \$ 14,542 |
| Financial assets measured at amortized cost (Note 1) | 2,486,290 | 3,528,394 | 3,514,987 |
| Financial assets measured at fair value through other comprehensive income | | | |
| Equity instrument investments | 421,468 | 465,419 | 444,510 |
| <u>Financial liabilities</u> | | | |
| Fair value through profit or loss | | | |
| Mandatorily measured at fair value through profit or loss | - | 88 | 2,987 |
| Measured at amortized cost (Note 2) | 569,266 | 854,777 | 720,775 |

Note 1: The balance includes cash and cash equivalents, notes and accounts receivable (including amounts due from related parties), other receivables (including amounts due from related parties), and other financial assets measured at amortized cost. The balance includes the related asset balances transferred to disposal groups held for sale.

Note 2: The balance includes short-term borrowings, notes and accounts payable (including amounts due from related parties), and other payables (including amounts due from related parties), and other financial liabilities measured at amortized cost. The balance includes the related liabilities balances transferred to disposal groups held for sale.

(4) Financial Risk Management Objectives and Policies

The Group's major financial instruments include equity investments, accounts receivable, accounts payable, borrowings, and lease liabilities. The Group's financial management department provides services to business units, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk, and other price risk), credit risk, and liquidity risk.

The Group uses derivative financial instruments to hedge exposures in order to mitigate the impact of these risks. The use of derivative financial instruments is governed by policies approved by the Group's Board of Directors, which provide written principles for managing foreign exchange risk, interest rate risk, credit risk, the use of derivative and non-derivative financial instruments, and the investment of excess liquidity. Internal auditors continuously review compliance with policies and exposure limits. The Group does not engage in trading of financial instruments (including derivative financial instruments) for speculative purposes.

The financial management department regularly reports at the Group's operational management meetings to mitigate exposure risks.

1. Market Risk

The Group's operating activities expose it to primary financial risks of changes in foreign currency exchange rates (see (1) below) and interest rate risks (see (2) below). The Group engages in derivative financial instruments to manage its exposure to foreign currency risk, including using forward foreign exchange contracts to hedge exchange rate risks arising from equipment exports or provision of services to other regions.

The Group's exposure to market risks of financial instruments and the methods of managing and measuring such exposures have not changed.

(1) Foreign Exchange Risk

The Company and several subsidiaries engage in sales and purchase transactions denominated in foreign currencies, thereby exposing the Group to risks of exchange rate fluctuations. The Group manages its exposure to foreign exchange risks by using forward foreign exchange contracts within the range permitted by policy.

The carrying amounts of the Group's monetary assets and monetary liabilities denominated in non-functional currencies at the balance sheet date (including monetary items denominated in non-functional currencies that have been eliminated in the consolidated financial statements) and the carrying amounts of derivative instruments with foreign exchange risk exposure are referred to in Note 35.

Sensitivity Analysis

The Group is primarily affected by fluctuations in the exchange rates of US dollars, RMB, and Japanese yen.

The table below provides a detailed explanation of the Group's sensitivity analysis when the New Taiwan Dollar (functional currency) increases by 5%, 5%, and 10% against the US dollar, RMB, and Japanese yen, respectively. 5% and 10% are the sensitivity ratios used when reporting currency risks to key management personnel within the Group, and also represent management's assessment of the reasonably possible range of changes in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and forward foreign exchange contracts designated as cash flow hedges. The (negative) positive numbers in the table indicate that when New Taiwan Dollars appreciates by 5%, 5%, and 10% against the relevant foreign currencies, the pre-tax net profit will (decrease) increase by the respective amounts

| | Impact of US Dollar | | Impact of RMB | | Impact of Japanese Yen | |
|--|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | January 1 to September 30, 2025 | January 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
| | Pre-tax Net (Loss) Income | (\$ 16,563) | (\$ 9,763) | (\$ 40,209) | (\$ 40,550) | \$ 309 |

The sensitivity changes mainly stem from the US dollar, RMB, and Japanese Yen denominated receivables and payables of the Group that are still outstanding at the balance sheet date and have not undergone cash flow hedging. The consolidated company's increased sensitivity to the US dollar exchange rate this year is mainly due to the increase in US dollar-denominated sales, which led to an increase in the balance of accounts receivable denominated in US dollars. The Group's decreased sensitivity to the Japanese Yen exchange rate this year is mainly due to the reduction in bank deposits denominated in Japanese Yen.

(2) Interest Rate Risk

As entities within the Group hold both fixed and floating rate assets, they are therefore exposed to interest rate risk. The Group manages interest rate risk by maintaining an appropriate mix of fixed and floating rates.

The carrying amounts of financial assets and financial liabilities exposed to interest rate risk on the Group's balance sheet date are as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|-------------------------------|-----------------------|----------------------|-----------------------|
| Fair value interest rate risk | | | |
| - Financial assets | \$ 593,028 | \$ 1,694,853 | \$ 1,740,631 |
| - Financial liabilities | 259,427 | 316,757 | 218,305 |
| Cash flow interest rate risk | | | |
| - Financial assets | 611,437 | 726,068 | 683,688 |
| - Financial liabilities | - | - | 147,696 |

Sensitivity Analysis

The following sensitivity analysis is determined based on the interest rate exposure of non-derivative instruments on the balance sheet date. For floating rate assets and liabilities, the analysis method assumes that the amounts of assets and liabilities outstanding on the balance sheet date were outstanding throughout the reporting period. The rate of change used when reporting interest rates to key management personnel within the Group is an increase or decrease of 0.1% in interest rates, which also represents management's assessment of the reasonably possible range of interest rate fluctuations.

If interest rates increase/decrease by 0.1%, with all other variables remaining constant, the Group's pre-tax net profit from January 1 to September 30, 2025 and 2024 would increase/decrease by NT\$459 thousand and NT\$402 thousand respectively.

(3) Other price risks

The Group is exposed to equity price risk due to equity securities investments. The management of the Group manages risk by holding investment portfolios with different risks, and the Group does not actively trade these investments.

Sensitivity Analysis

The following sensitivity analysis is based on the equity price exposure as of the balance sheet date.

If equity prices rise/fall by 1%, the pre-tax profit and loss from January 1 to September 30, 2025 and 2024 would increase/decrease by NT\$297 thousand and NT\$145 thousand respectively due to the rise/fall in fair value of financial assets measured at fair value through profit or loss. From January 1 to September 30, 2025 and 2024, the pre-tax other comprehensive income would increase/decrease by NT\$4,215 thousand and NT\$4,445 thousand respectively due to the rise/fall in fair value of financial assets measured at fair value.

The Group's sensitivity to equity securities investments has not changed significantly compared to the previous year.

2. Credit Risk

Credit risk refers to the risk of financial loss to the group caused by a counterparty defaulting on contractual obligations. As of the balance sheet date, the maximum credit risk exposure of the Group that may result in financial losses due to counterparties failing to fulfill their obligations and the financial guarantees provided by the Group mainly comes from:

- (1) The carrying amount of financial assets recognized in the consolidated balance sheet.
- (2) The amount of contingent liabilities arising from financial guarantees provided by the Group.

To mitigate credit risk, the management of the Group has assigned a dedicated team responsible for determining credit limits, credit approvals, and other monitoring procedures to ensure that appropriate actions have been taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each receivable on the balance sheet date to ensure that appropriate impairment losses have been recognized for unrecoverable receivables. Accordingly, the management of the Company believes that the credit risk of the Group has been significantly reduced.

The Group's credit risk is mainly concentrated among its top six customers. As of September 30, 2025, December 31, 2024, and September 30, 2024, the proportion of total accounts receivable from these customers was 30%, 38%, and 32% respectively.

3. Liquidity Risk

The Group manages and maintains sufficient positions of cash and cash equivalents to support group operations and mitigate the impact of cash flow fluctuations. The management of the Group monitors the usage of bank financing facilities and ensures compliance with loan contract terms.

For the Group's unused short-term bank financing facilities, please refer to the explanation of financing facilities in (2) below.

(1) Liquidity and Interest Rate Risk Tables for Non-derivative Financial Liabilities

The remaining contractual maturity analysis of non-derivative financial liabilities is prepared based on the earliest date on which the Group may be required to pay, using undiscounted cash flows of financial liabilities (including principal and estimated interest). Therefore, bank loans that the Group may be required to repay immediately are listed in the earliest period in the table below, regardless of the probability of the banks immediately exercising this right. The maturity analysis of other non-derivative financial liabilities is prepared according to the agreed repayment dates.

The undiscounted interest amounts of interest cash flows with floating rates are derived based on the expected borrowing rates as of the balance sheet date.

September 30, 2025

| | Payable on demand or less than 1 month | 1 to 3 months | 3 months to 1 year | 1 to 5 years | Over 5 years |
|---|---|------------------|-----------------------|------------------|------------------|
| <u>Non-derivative financial liabilities</u> | | | | | |
| Non-interest-bearing liabilities | \$386,251 | \$177,413 | \$273,405 | \$ 6,930 | \$ - |
| Fixed Rate Instruments | 6,867 | 5,791 | 3,428 | - | - |
| Lease liabilities | 2,463 | 4,926 | 22,171 | 94,988 | 168,695 |
| | <u>\$395,581</u> | <u>\$188,130</u> | <u>\$299,004</u> | <u>\$101,918</u> | <u>\$168,695</u> |

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

| | Less than 1 year | 1 to 5 years | 5 to 10 years | 10 to 15 years | 15 to 20 years | Over 20 years |
|-------------------|---------------------|------------------|------------------|-------------------|-------------------|------------------|
| Lease liabilities | <u>\$ 29,560</u> | <u>\$ 94,988</u> | <u>\$100,186</u> | <u>\$ 54,137</u> | <u>\$ 14,372</u> | <u>\$ _____</u> |

December 31, 2024

| | Payable on demand or less than 1 month | | | | | Over 5 years |
|--|---|-----------------------|------------------|------------------|------------------|-----------------|
| | 1 to 3 months | 3 months to 1 year | 1 to 5 years | Over 5 years | | |
| <u>Non-derivative financial liabilities</u> | | | | | | |
| Non-interest-bearing liabilities | \$ 458,783 | \$ 469,584 | \$ 119,134 | \$ 8,770 | \$ _____ | - |
| Floating Rate Instruments | - | 49,756 | - | - | - | - |
| Lease liabilities | <u>2,500</u> | <u>5,000</u> | <u>22,549</u> | <u>108,331</u> | <u>184,928</u> | |
| | <u>\$461,283</u> | <u>\$524,370</u> | <u>\$141,683</u> | <u>\$117,101</u> | <u>\$184,928</u> | |

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

| | Less than 1 year | 1 to 5 years | 5 to 10 years | 10 to 15 years | 15 to 20 years | Over 20 years |
|-------------------|---------------------|------------------|------------------|-------------------|-------------------|------------------|
| Lease liabilities | <u>\$ 30,049</u> | <u>\$108,331</u> | <u>\$ 73,764</u> | <u>\$ 73,738</u> | <u>\$ 37,426</u> | <u>\$ _____</u> |

September 30, 2024

| | Payable on demand or less than 1 month | | | | | Over 5 years |
|--|---|-----------------------|-------------------|------------------|-------------------|--------------|
| | 1 to 3 months | 3 months to 1 year | 1 to 5 years | Over 5 years | | |
| <u>Non-derivative financial liabilities</u> | | | | | | |
| Non-interest-bearing liabilities | \$ 311,104 | \$ 406,304 | \$ 111,901 | \$ 8,924 | \$ _____ | - |
| Floating Rate Instruments | - | - | 147,924 | - | - | - |
| Lease liabilities | <u>2,192</u> | <u>4,385</u> | <u>11,666</u> | <u>60,745</u> | <u>188,617</u> | |
| | <u>\$ 313,296</u> | <u>\$ 410,689</u> | <u>\$ 271,491</u> | <u>\$ 69,669</u> | <u>\$ 188,617</u> | |

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

| | Less than 1 year | 1 to 5 years | 5 to 10 years | 10 to 15 years | 15 to 20 years | Over 20 years |
|-------------------|---------------------|------------------|------------------|-------------------|-------------------|------------------|
| Lease liabilities | <u>\$ 18,243</u> | <u>\$ 60,745</u> | <u>\$ 85,156</u> | <u>\$ 67,588</u> | <u>\$ 35,873</u> | <u>\$ _____</u> |

The amount of the above floating rate instruments of non-derivative financial liabilities will change due to differences between the floating rate and the estimated interest rate at the balance sheet date.

(2) Liquidity and Interest Rate Risk Table for Derivative Financial Liabilities

For liquidity analysis of derivative financial instruments, for derivatives settled on a net basis, it is prepared based on undiscounted net contractual cash inflows and outflows; for derivatives settled on a gross basis, it is prepared based on undiscounted total cash inflows and outflows. When the amounts payable or receivable are not fixed, the disclosed amounts are determined based on the estimated interest rates derived from the yield curve at the balance sheet date.

December 31, 2024

| | Payable on demand or less than 1 month | 1 to 3 months | 3 months to 1 year | 1 to 5 years | Over 5 years |
|------------------------------------|--|------------------|-----------------------|--------------|-----------------|
| <u>Net Settlement</u> | | | | | |
| Forward Foreign Exchange Contracts | \$ _____ - | \$ 88 | \$ _____ - | \$ _____ - | \$ _____ - |

September 30, 2024

| | Payable on demand or less than 1 month | 1 to 3 months | 3 months to 1 year | 1 to 5 years | Over 5 years |
|------------------------------------|--|------------------|-----------------------|--------------|-----------------|
| <u>Net Settlement</u> | | | | | |
| Forward Foreign Exchange Contracts | \$ 1,185 | \$ 1,562 | \$ 240 | \$ _____ - | \$ _____ - |

(3) Financing Facilities

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|--|-----------------------|----------------------|-----------------------|
| Unsecured Bank Overdraft Facilities - Unused Amount | <u>\$ 1,050,000</u> | <u>\$ 1,050,000</u> | <u>\$ 1,050,000</u> |

As of September 30, 2025 and 2024, and December 31, 2024, the used unsecured bank borrowing facilities, which include performance guarantee facilities, both amounted to NT\$8,000 thousand. These represent guarantees provided by banks for customs tax guarantee letters and performance bond guarantee certificates issued by the Group for the Institute for Information Industry's industrial foundation technology project.

32. Related Party Transactions

Transactions, account balances, income and expenses between the Company and its subsidiaries (which are related parties of the Company) are completely eliminated during consolidation and therefore are not disclosed in this note. The Group's transactions with other related parties are as follows.

(1) Names of Related Parties and Their Relationships

| Names of Related Parties | Abbreviation | Relationship with the Group |
|--|---------------------|---|
| Tian Zheng International Precision Machinery Co., Ltd. | Tian Zheng | Related Enterprise |
| Sissca Co., Ltd | Sissca | Related Enterprise |
| Shanghai Jiuxi Testing Technology Co., Ltd. | Shanghai Jiuxi | Related Enterprise |
| Harvatek Corporation | Harvatek | Other Related Parties |
| iReach Corporation | iReach | Other Related Parties |
| Xiamen YoungTek Electronics Co., Ltd. | Xiamen YoungTek | Other Related Parties (a subsidiary before disposal in November 2024) |

(2) Operating revenue

| | Related Party | January 7 to | January 7 to | January 1 to | January 1 to |
|---------------------|-----------------------|---------------------|---------------------|---------------------|---------------------|
| | | September | September | September | September |
| Account Item | Category | 30, 2025 | 30, 2024 | 30, 2025 | 30, 2024 |
| Operating revenue | Other Related Parties | \$ 11,159 | \$ 13,387 | \$ 33,998 | \$ 33,451 |

The Group provides testing, cutting, and other processing services based on customers' products, so transaction prices are determined according to product characteristics. For payment policies on processing income, general customers are on monthly payment terms of 30 to 120 days, while the above related parties have payment terms of 90 to 120 days.

The Group provides sales services for its own products, with general customers on monthly payment terms of 30 to 120 days, while the above related parties have payment terms of 90 to 180 days.

(3) Purchases

| | January 7 to | January 7 to | January 1 to | January 1 to |
|-------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| | September 30, 2025 | September 30, 2024 | September 30, 2025 | September 30, 2024 |
| Related Party Category | | | | |
| Other Related Parties | \$ - | \$ - | \$ 31 | \$ 14 |
| Related Enterprise | \$ - | \$ - | \$ - | \$ 195 |
| | \$ - | \$ - | \$ 31 | \$ 209 |

The Group makes purchases based on market prices with discounts, reflecting the quantity purchased and the relationship with the related party. Transactions with related parties are conducted according to general transaction terms and prices.

(4) Notes and Accounts Receivable - Related Parties and Other Receivables - Related Parties

| Account Item | Related Party | September 30, | December 31, | September 30, |
|---|-----------------------|------------------|------------------|------------------|
| | Category | 2025 | 2024 | 2024 |
| Notes and Accounts Receivable - Related parties | Other Related Parties | | | |
| Harvatek | | \$ 93,617 | \$ 94,704 | \$ 97,991 |
| Others | | <u>2,327</u> | <u>1,344</u> | <u>1,181</u> |
| | | <u>\$ 95,944</u> | <u>\$ 96,048</u> | <u>\$ 99,172</u> |

No collateral is obtained for outstanding notes and accounts receivable - related parties. No allowance for doubtful accounts was provided for notes and accounts receivable from related parties for the six months ended September 30, 2025 and 2024.

| Account Item | Related Party | September 30, | December 31, | September 30, |
|-------------------------------------|-----------------------|------------------|------------------|---------------|
| | Category | 2025 | 2024 | 2024 |
| Other Receivables - Related Parties | Related Enterprise | | | |
| (Disposal Groups Held for Sale) | Shanghai Jiuxi | \$ 58,899 | \$ - | \$ - |
| | Other Related Parties | | | |
| | Xiamen | <u>-</u> | <u>25,540</u> | <u>-</u> |
| | YoungTek | <u>\$ 58,899</u> | <u>\$ 25,540</u> | <u>\$ -</u> |

(5) Accounts Payable - Related Parties and Other Payables

| Account Item | Related Party | September 30, | December 31, | September 30, |
|------------------------------------|-----------------------|---------------|--------------|---------------|
| | Category | 2025 | 2024 | 2024 |
| Accounts Payable - Related Parties | Other Related Parties | | | |
| Harvatek | | <u>\$ 32</u> | <u>\$ -</u> | <u>\$ 14</u> |

The outstanding balance of accounts payable - related parties is unsecured and will be settled in cash. No guarantee is provided for accounts payable - related parties.

| Account Item | Related Party | September 30, | December 31, | September 30, |
|----------------------------------|-----------------------|-----------------|---------------|-----------------|
| | Category | 2025 | 2024 | 2024 |
| Other Payables - related parties | Other Related Parties | | | |
| Harvatek | | \$ 4,779 | \$ 512 | \$ 2,718 |
| Others | | <u>-</u> | <u>-</u> | <u>32</u> |
| | | <u>\$ 4,779</u> | <u>\$ 512</u> | <u>\$ 2,750</u> |

(6) Disposal of Property, Plant and Equipment

| Related Party Category | Disposal Price | | Loss on Disposal | |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
| | January 1 to September | January 1 to September | January 1 to September | January 1 to September |
| | 30, 2025 | 30, 2024 | 30, 2025 | 30, 2024 |
| Related Enterprise | | | | |
| Shanghai Jiuxi Testing Technology Co., Ltd. | \$ 57,443 | \$ - | (\$ 890) | \$ - |

(7) Lease Agreements

| Account Item | Related Party | | | |
|------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | Category/Na me | September | December | September |
| | | 30, 2025 | 31, 2024 | 30, 2024 |
| Lease liabilities | Other Related Parties | | | |
| | Harvatek | \$ 46,313 | \$ 54,311 | \$ 2,534 |
| | January 7 to September 30, | January 7 to September 30, | January 1 to September 30, | January 1 to September 30, |
| Related Party Category | 2025 | 2024 | 2025 | 2024 |

Interest Expenses

Investors with Significant

Influence

Other Related Parties

| | | | | |
|----------|--------|-------|--------|--------|
| Harvatek | \$ 306 | \$ 36 | \$ 967 | \$ 167 |
|----------|--------|-------|--------|--------|

The Group leased a factory from an investor with significant influence in January 2020, with a lease term of 5 years and renewable upon expiration. The rent is determined with reference to rental levels of similar assets, and fixed lease payments are made quarterly according to the lease agreement.

(8) Other Related Party Transactions

| | January 7 to September 30, | January 7 to September 30, | January 1 to September 30, | January 1 to September 30, |
|------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | 2025 | 2024 | 2025 | 2024 |
| | | | | |
| Manufacturing overhead | | | | |
| Other Related Parties | \$ 11,684 | \$ 10,332 | \$ 29,243 | \$ 26,056 |
| Operating expenses | | | | |
| Other Related Parties | \$ 176 | \$ - | \$ 2,626 | \$ - |
| Dividend Income | | | | |
| Other Related Parties | | | | |
| Harvatek | \$ - | \$ 5,115 | \$ - | \$ 5,115 |

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|-----------------------|-----------------------|----------------------|-----------------------|
| Refundable Deposits | | | |
| Other Related Parties | \$ 1,000 | \$ 1,098 | \$ 1,000 |
| Contract Liabilities | | | |
| Other Related Parties | \$ 1,140 | \$ 1,140 | \$ 1,140 |

The lease arrangements between the Group and related parties, the determination of rent, and payment terms are in accordance with contractual provisions, with no comparable transactions available for reference.

The manufacturing expense-related payments to related parties are for utilities, repairs, and other related costs shared by the Group and other related parties using the same factory. The determination of expenses and payment terms are in accordance with contractual provisions, with no comparable transactions available for reference.

(9) Compensation of Key Management Personnel

| | January 7 to September 30, 2025 | January 7 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| Short-term Employee Benefits | \$ 6,931 | \$ 5,840 | \$ 20,167 | \$ 19,813 |
| Post-employment benefits | 89 | 92 | 273 | 244 |
| | <u>\$ 7,020</u> | <u>\$ 5,932</u> | <u>\$ 20,440</u> | <u>\$ 20,057</u> |

The compensation for directors and other key management personnel is determined by the Remuneration Committee based on individual performance and market trends.

33. Pledged Assets

The following assets have been provided to financial and government-related institutions as collateral for financing or business guarantees:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|-----------------------|-------------------|-----------------------|
| Notes receivable | \$ 16,086 | \$ 49,756 | \$ - |
| Property, Plant and Equipment - Net | 22,966 | 24,835 | 27,315 |
| Pledged certificates of deposit (recognized as financial assets measured at amortized cost) | <u>22,304</u> | <u>22,237</u> | <u>22,237</u> |
| | <u>\$ 61,356</u> | <u>\$ 96,828</u> | <u>\$ 49,552</u> |

Some of the Group's owned land and buildings (recognized as property, plant and equipment) have been pledged as collateral for bank loans. The Group may not use these pledged assets as collateral for other loans or sell them to other enterprises.

34. Significant Subsequent Events

In response to the Company's diversified operations and R&D center needs, the merged company resolved through a Board of Directors meeting on November 12, 2025, to construct a factory office building through a land lease and construction entrustment method, with a total amount not exceeding NT\$735,000 thousand.

35. Information on Foreign Currency Assets and Liabilities with Significant Impact

The following information is presented as an aggregation of foreign currencies other than the functional currency of each entity in the Group. The exchange rates disclosed refer to the rates at which these foreign currencies are converted to the functional currency. Foreign currency assets and liabilities with significant impact are as follows:

September 30, 2025

| | Foreign Currency | Exchange Rate | Carrying Amount |
|-------------------------------------|-----------------------------|----------------------|----------------------------|
| <u>Foreign Currency Assets</u> | | | |
| <u>Monetary Items</u> | | | |
| USD | \$ 15,030 | 30.40 | \$ 456,912 |
| JPY | 4,182 | 0.20 | 836 |
| RMB | 190,431 | 4.25 | <u>809,332</u> |
| | | | <u>\$1,267,080</u> |
| <u>Foreign Currency Liabilities</u> | | | |
| <u>Monetary Items</u> | | | |
| USD | \$ 4,120 | 30.50 | \$ 125,660 |
| JPY | 18,687 | 0.21 | 3,924 |
| RMB | 1,197 | 4.30 | <u>5,147</u> |
| | | | <u>\$ 134,731</u> |

December 31, 2024

| | Foreign Currency | Exchange Rate | Carrying Amount |
|-------------------------------------|-----------------------------|----------------------|----------------------------|
| <u>Foreign Currency Assets</u> | | | |
| <u>Monetary Items</u> | | | |
| USD | \$ 18,603 | 32.74 | \$ 609,062 |
| JPY | 19,302 | 0.21 | 4,053 |
| RMB | 202,026 | 4.45 | <u>899,016</u> |
| | | | <u>\$1,512,131</u> |
| <u>Foreign Currency Liabilities</u> | | | |
| <u>Monetary Items</u> | | | |
| USD | 7,741 | 32.84 | \$ 254,214 |
| JPY | 6,252 | 0.21 | 1,313 |
| RMB | 186 | 4.50 | <u>837</u> |
| | | | <u>\$ 256,364</u> |

September 30, 2024

| | Foreign Currency | Exchange Rate | Carrying Amount |
|-------------------------------------|---------------------|---------------|--------------------|
| <u>Foreign Currency Assets</u> | | | |
| <u>Monetary Items</u> | | | |
| USD | \$ 10,971 | 31.60 | \$ 346,684 |
| JPY | 95,415 | 0.22 | 20,991 |
| RMB | 180,869 | 4.50 | <u>813,911</u> |
| | | | <u>\$1,181,586</u> |
| <u>Foreign Currency Liabilities</u> | | | |
| <u>Monetary Items</u> | | | |
| USD | 4,777 | 31.70 | \$ 151,431 |
| JPY | 49,681 | 0.22 | 10,930 |
| RMB | 641 | 4.55 | <u>2,917</u> |
| | | | <u>\$ 165,278</u> |

The Group's realized and unrealized net foreign exchange gains (losses) for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024 were NT\$56,152 thousand, NT\$7,558 thousand, NT\$(30,250) thousand, and NT\$60,710 thousand, respectively. Due to the variety of foreign currency transactions and functional currencies of group entities, it is not possible to disclose exchange gains and losses by each significant foreign currency.

36. Disclosure Items

(1) Information Related to Significant Transactions:

1. Loans to Others: Table 1.
2. Endorsements/Guarantees Provided for Others: Table 2.
3. Significant securities Held at the End of the Period (Excluding Investments in Subsidiaries, Associates and Joint Ventures): Table 3.
4. Purchases or Sales with Related Parties Reaching NT\$100 Million or 20% of Paid-in Capital or More: Table 4.
5. Receivables from Related Parties Reaching NT\$100 Million or 20% of Paid-in Capital or More: Table 5.
6. Others: Business Relationship and Significant Intercompany Transactions between the Parent Company and its Subsidiaries and among Subsidiaries: Table 6.

(2) Information on Invested Companies: Table 7.

(3) Information on Investments in Mainland China

1. Names of Investees in Mainland China, Principal Business Activities, Paid-in Capital, Investment Method, Inward/Outward Remittance of Funds, Percentage of Ownership, Investment Gain or Loss, Carrying Amount of Investments at Period End, Accumulated Repatriation of Investment Income and Limit on Investments in Mainland China: Table 8.

2. Significant Transactions with Investees in Mainland China, either Directly or Indirectly through a Third Party, and their Prices, Payment Terms, and Unrealized Gains or Losses: Table 9.

- (1) Purchase amounts and percentages, and the ending balances and percentages of related accounts payables.
- (2) Sales amounts and percentages, and the ending balances and percentages of related accounts receivables.
- (3) Property transaction amounts and resulting gains or losses.
- (4) The ending balance and purpose of endorsements/guarantees of notes or provision of collateral.
- (5) Maximum balance, ending balance, interest rate range, and total interest for the current period of financing provided.
- (6) Other significant transactions affecting current profit or loss or financial position, such as providing or receiving services.

37. Segment Information

The Group's operating decision makers use information on product sales for resource allocation and segment performance evaluation. The measurement basis of this financial information is the same as that of these consolidated financial statements. The Group's reportable segments are the OEM business division and the own-brand product business division.

(1) Segment Revenue and Operating Results

| | Segment Revenue | | | |
|--|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | January 7 to September 30, 2025 | January 7 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
| | \$ 640,162 | \$ 639,070 | \$ 1,796,341 | \$ 1,878,769 |
| OEM Business Division | <u>417,920</u> | <u>324,016</u> | <u>1,211,535</u> | <u>1,162,427</u> |
| Own-Brand Product Business Division | | | | |
| Total for Continuing Operations | <u><u>\$ 1,058,082</u></u> | <u><u>\$ 963,086</u></u> | <u><u>\$ 3,007,876</u></u> | <u><u>\$ 3,041,196</u></u> |

| | Segment Profit (Loss) | | | |
|--|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | January 7 to September 30, 2025 | January 7 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
| | | | | |
| | \$ 134,741 | \$ 101,678 | \$ 280,511 | \$ 317,564 |
| OEM Business Division | | | | |
| Own-Brand Product Business | | | | |
| Division | <u>216,282</u> | <u>182,019</u> | <u>611,598</u> | <u>641,559</u> |
| Total for Continuing Operations | 351,023 | 283,697 | 892,109 | 959,123 |
| Operating expenses | (212,004) | (209,826) | (560,797) | (585,447) |
| Other net gains and losses | 9,157 | 9,692 | 39,511 | 28,980 |
| Interest income | 6,441 | 11,181 | 24,318 | 35,066 |
| Other income | 3,053 | 7,107 | 4,232 | 8,027 |
| Other gains and losses | 46,885 | (401) | (38,381) | 49,170 |
| Finance Costs | (2,301) | (1,809) | (5,986) | (4,924) |
| Share of Profit (Loss) of Associates Accounted for Using the Equity Method | <u>7,873</u> | <u>(4,016)</u> | <u>(736)</u> | <u>(9,121)</u> |
| Income Before Income Tax from Continuing Operations | <u>\$ 210,127</u> | <u>\$ 95,625</u> | <u>\$ 354,270</u> | <u>\$ 480,874</u> |

Segment profit refers to the profit earned by each segment, excluding allocated operating expenses, non-operating income and gains, and non-operating expenses and losses. This measurement is provided to the chief operating decision maker for allocating resources to segments and evaluating their performance.

(2) Department Assets and Liabilities

The measurement amounts of the Group's assets and liabilities are not provided to operational decision-makers; therefore, the measurement amount of segment assets is zero.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Loans to Others

January 1 to September 30, 2025

Table 1

Unit: NT\$ thousand, unless otherwise specified

| No. | Lender | Borrower | Accounting Item | Whether Related Party | Maximum Balance for the Current Period | Ending Balance (Note 1) | Actual Drawdown Amount | Interest rate range | Nature of Financing | Business Transaction Amount | Reason for Short-term Financing Needs | Provision for Doubtful Accounts Amount | Collateral | | Lending Limit for Individual Counterparty | Total Lending Limit |
|-----|---------------------------------|--|-------------------------------------|-----------------------|--|-------------------------|------------------------|---------------------|---------------------|-----------------------------|---------------------------------------|--|------------|-------|---|---------------------|
| | | | | | | | | | | | | | Name | Value | | |
| 1 | YTEC Holding (Samoa) Co., Ltd. | Suzhou YoungTek Microelectronics Co., Ltd. | Other Receivables - Related Parties | Yes | \$232,435 | \$213,115 | \$121,780 | (Note 2) | For operational use | \$ - | For operational use | \$ - | — | \$ - | \$ 271,870 (Note 3) | \$ 271,870 (Note 3) |
| 2 | YTEC (Hong Kong) Global Limited | Xiamen YoungTek Electronics Co., Ltd. | Other Receivables - Related Parties | Yes | 33,205 | - | - | (Note 2) | For operational use | - | For operational use | - | — | - | 88,998 (Note 4) | 88,998 (Note 4) |

Note 1: Converted from the original foreign currency using the exchange rate as of September 30, 2025.

Note 2: Interest is calculated at an annual rate of 3%.

Note 3: The limit for YTEC Holding (Samoa) Co., Ltd. to lend funds to individual entities is 40% of the lending company's net worth, and shall not exceed 25% of the Company's paid-in capital; the total limit for lending funds is 30% of the Company's paid-in capital.

Note 4: The limit for YTEC (Hong Kong) Global Limited to lend funds to individual entities is 40% of the lending company's net worth, and shall not exceed 25% of the Company's paid-in capital; the total limit for lending funds is 30% of the Company's paid-in capital.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES
Endorsements/Guarantees for Others

January 1 to September 30, 2025

Table 2

Unit: NTD\$ thousand, unless otherwise specified

| No. | Endorsement/ Guarantee | Entity Receiving Endorsement/Guarantee | | Limit on Endorsement/ Guarantee to a Single Enterprise | Maximum Balance of Endorsement/ Guarantee for the Current Period | Ending Balance of Endorsement/ Guarantee | Actual Drawdown Amount | Amount of Endorsement/ Guarantee Secured by Property | Ratio of Accumulated Endorsement/ Guarantee Amount to the Net Worth in the Latest Financial Statements | Maximum Limit of Endorsement/ Guarantee | Endorsement/ Guarantee Made by the Parent Company to Its Subsidiary | Endorsement/ Guarantee Made by a Subsidiary to Its Parent Company | Endorsement/ Guarantee Made to Mainland China |
|-----|---------------------------|---|--------------------------|--|---|---|------------------------------|--|--|--|--|--|---|
| | | Company Name | Relationship | | | | | | | | Endorsement/ Guarantee Made by the Parent Company to Its Subsidiary | Endorsement/ Guarantee Made by a Subsidiary to Its Parent Company | Endorsement/ Guarantee Made to Mainland China |
| 0 | YTEC Samoa company | Xiamen YoungTek | Other Related Parties | \$ 271,870 (Note 1) | \$ 166,025 | \$ - - - | \$ - - - | \$ - - - | 2.57% | \$ 271,870 (Note 2) | N | N | Y |

Note 1: The total amount of external endorsement/guarantee by YTEC Samoa Company shall not exceed 40% of YTEC Samoa Company's net worth, and the limit of endorsement/guarantee for a single enterprise shall not exceed 40% of YTEC Samoa Company's net worth.

Note 2: The total amount of external endorsement/guarantee by the Company shall not exceed 40% of the Company's net worth.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES
Significant Securities Held at the End of the Period

January 1 to September 30, 2025

Table 3

Unit: NT\$ thousand, unless otherwise specified

| Holding Company | Type and Name of Securities | Relationship with the Issuer of Securities | Account Classification | Ending Balance | | | | Remarks |
|----------------------------|--|--|---|------------------------|-----------------|----------------------|------------|---------|
| | | | | Number of Shares/Units | Carrying Amount | Shareholding Ratio % | Fair Value | |
| YoungTek Electronics Corp. | Limited partnership NEXUS CVC Limited Partnership | — | Financial Assets measured at Fair Value through Profit or Loss - Non-current | 3,000,000 | \$ 29,678 | 2.15 | \$ 29,678 | Note 2 |
| | Stock Edison Opto Corporation | The Company is a director of that company | Financial Assets measured at Fair Value through Other Comprehensive Income - Current Assets | 2,549,637 | 46,271 | 1.75 | 46,271 | Note 1 |
| | Harvatek Corporation | The Chairman of the Company and the Chairman of that company are the same person | Financial Assets measured at Fair Value through Other Comprehensive Income - Non-current Assets | 10,230,336 | 213,303 | 4.96 | 213,303 | Note 1 |
| | Navifus Corporation | — | Financial Assets measured at Fair Value through Other Comprehensive Income - Non-current Assets | 1,500,000 | 30,975 | 2.12 | 30,975 | Note 1 |
| | CSV Ventures L.P. | — | Financial Assets measured at Fair Value through Other Comprehensive Income - Non-current Assets | - | 120,404 | 10.15 | 120,404 | Note 2 |

Note 1: Measured based on the closing price as of end of September 2025.

Note 2: Based on the Company's most recent financial statements or estimated market transaction prices.

Note 3: This table shows securities that the Company determines should be disclosed based on the materiality principle.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Purchases or sales with related parties amounting to NT\$100 million or 20% of the paid-in capital or more

January 1 to September 30, 2025

Table 4

Unit: NT\$ thousand, unless otherwise specified

| Purchasing (selling) company | Transaction counterparty name | Relationship | Transaction details | | | | Differences and reasons for transaction terms being different from regular transactions | | Notes and accounts receivable (payable) (including other receivables) | | Remarks |
|---------------------------------|-------------------------------------|--|----------------------|------------|--|---|---|---------------|---|--|---------|
| | | | Purchases (sales) | Amount | Percentage of total purchases (sales) | Credit period | Unit price | Credit period | Balance | Percentage of total notes and accounts receivable (payable) | |
| Suzhou YoungTek | YoungTek Corporation | A 100% indirectly-owned subsidiary of the Company | Sales | \$ 545,422 | 20.30% | 180 days after monthly settlement | \$ - | — | \$ 676,864 | 71.77% | — |

Note: The paid-in capital refers to the paid-in capital of the parent company. If the issuer's shares have no par value or the par value per share is not NT\$10, the transaction amount provision of 20% of the paid-in capital shall be calculated as 10% of the equity attributable to owners of the parent company in the balance sheet.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Receivables from related parties reaching NT\$100 million or 20% or more of the paid-in capital

September 30, 2025

Table 5

Unit: NT\$ thousand, unless otherwise specified

| Company recording the receivables | Transaction counterparty name | Relationship | Balance of receivables from related parties (including other receivables) | Turnover rate | Overdue receivables from related parties | | Amount of receivables from related parties subsequently collected | Allowance for impairment loss |
|-----------------------------------|-------------------------------|---|---|---------------|--|------------------------------|---|-------------------------------|
| | | | | | Amount | Handling method | | |
| YoungTek Corporation | Suzhou YoungTek | A 100% indirectly-owned subsidiary of the Company | \$ 676,864 | 104% | \$ 65,218 | Continuously being collected | \$ - | \$ - |

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Business Relationship and Significant Intercompany Transactions between the Parent Company and its Subsidiaries and among Subsidiaries

January 1 to September 30, 2025

Table 6

Unit: NT\$ thousands

| No. | Transaction party name | Counterparty | Relationship with the transaction party (Note 1) | Transaction details | | | |
|-----|------------------------|--------------------|--|--|--|--|--|
| | | | | Account | Amount | Transaction terms | Percentage of consolidated total revenue or total assets |
| 0 | YoungTek Corporation | Yangzhou YoungTek | 1 | Deferred credit - Intercompany transactions Incoming goods | \$ 19,013 13,226 | Note 2 Note 2 | - - |
| | | Shenzhen YoungTek | 1 | Operating revenue Accounts receivable Deferred credit - Intercompany transactions | 13,327 13,475 7,053 | Note 2 Note 2 Note 2 | - - - |
| | | Suzhou YoungTek | 1 | Operating revenue Deferred credit - Intercompany transactions Incoming goods Other Receivables Accounts receivable | 545,422 219,122 5,738 65,218 611,646 | Note 2 Note 2 Note 2 Note 2 Note 2 | 18% 3% - 1% 8% |
| | | Anhui Uttest | 1 | Deferred credit - Intercompany transactions Operating revenue Accounts receivable | 49,999 46,847 97,858 | Note 2 Note 2 Note 2 | 1% 2% 1% |
| | | Youngtek USA | 1 | Commission expense | 14,169 | Note 2 | - |
| 1 | Shenzhen YoungTek | Suzhou YoungTek | 2 | Incoming goods Accounts receivable Accounts payable | 40,166 21,836 30,811 | Note 2 Note 2 Note 2 | 1% - - |
| 2 | Suzhou YoungTek | Anhui Uttest | 2 | Operating revenue Accounts receivable | 37,401 25,708 | Note 2 Note 2 | 1% - |
| | | YTEC Samoa company | 2 | Short-term borrowings | 122,536 | Note 2 | 2% |

Note 1: 1 represents transactions from parent company to its subsidiary.

2 represents transactions between subsidiaries.

Note 2: Based on conditions agreed upon by both parties.

Note 3: The significant transaction information in this table may be determined for disclosure by the Company based on the materiality principle.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Investee Company Information

January 1 to September 30, 2025

Table 7

Unit: NTD\$ thousand, unless otherwise specified

| Investing company name | Investee Company Name | Location | Main Business Activities | Original Investment Amount | | The Company's Holdings | | | Profit/Loss of the Investee Company for the Current Period | Investment Profit/Loss Recognized for the Current Period | Remarks |
|----------------------------|--|------------------------|--|----------------------------|----------------------------|------------------------|---------|---------------------|--|--|---------|
| | | | | End of the Current Period | End of the Previous Period | Number of Shares | Ratio % | Carrying Amount | | | |
| YoungTek Electronics Corp. | YTEC Holding (Samoa) Co., Ltd. | Samoa | Investment holding | \$ 1,967,924 | \$ 1,967,924 | Note 1 | 100.00 | \$ 385,262 (Note 2) | \$ 3,943 | \$ 3,943 | — |
| | Wecon Automation Machinery Corp. | Taiwan Hsinchu | Manufacturing of machinery and equipment, electronic components, wired and wireless communication machinery and equipment, telecommunication-controlled radio frequency equipment, computers and peripheral equipment, and molds; installation of machinery and computer equipment, telecommunications and other engineering; wholesale and retail of hardware, electrical appliances, machinery, computers and office machine equipment, telecommunications equipment, information software, electronic materials, etc. | 1,000 | 1,000 | 100,000 | 100.00 | 992 (Note 3) | 3 | 3 | Note 5 |
| | YOUNGTEK ELECTRONICS CORPORATION USA, INC | United States | Semiconductor equipment sales and OEM/ODM services | USD \$ 16,210 | USD \$ 16,210 | 1,500 | 100.00 | 13,067 (Note 3) | (3,464) | (3,464) | — |
| | Tian Zheng International Precision Machinery Co., Ltd. | Taiwan Kaohsiung | Precision equipment, electronic components, molds | 36,256 | 36,256 | 5,395,136 | 14.60 | 124,209 (Note 3) | (9,411) | (1,374) | — |
| | Wecon Limited (Samoa) | Samoa | Investment holding | USD \$ 23,738 | USD \$ 23,738 | Note 1 | 100.00 | 12,513 (Note 3) | (826) | (826) | — |
| | Sissca Co., Ltd | Taiwan Hsinchu | Mechanical equipment, electronic components, optical instruments | 24,000 | 24,000 | 3,370,752 | 15.38 | 29,250 (Note 3) | 24,231 | 3,710 | — |
| | YTEC Holding (Samoa) Co., Ltd. | Hong Kong | YTEC (Hong Kong) Global Limited | RMB \$ 1,039,916 | RMB \$ 1,039,916 | Note 1 | 100.00 | 222,496 (Note 2) | (24,857) | (24,857) | — |
| | Clear Reach Limited | British Virgin Islands | Investment holding | USD \$ 209,057 | USD \$ 209,057 | Note 1 | 100.00 | 107,911 (Note 3) | (6,710) | (6,710) | — |

Note 1: It is a limited company, with only paid-in capital and no shares.

Note 2: Calculated based on financial statements audited by CPAs for the same period.

Note 3: Calculated based on financial statements not audited by CPAs for the same period.

Note 4: For information regarding invested companies in mainland China, please refer to Schedule 8.

Note 5: Wecon Automation Machinery Corp. was approved by the competent authority on September 24, 2025 to change its registration to "Taide IoT Co., Ltd.

YoungTek Electronics Corp. and Its Subsidiaries
Information on Investments in Mainland China

January 1 to September 30, 2025

Table 8

Unit: NTD and foreign currency in thousands, unless otherwise specified

| Name of Investee Company in Mainland China | Main Business Activities | Paid-in Capital (Note 2) | Investment Method (Note 1) | Accumulated Investment Amount Remitted from Taiwan at Beginning of Period | Investment Amount Remitted or Repatriated During the Period | | Accumulated Investment Amount Remitted from Taiwan at End of Period (Note 2) | Shareholding Ratio of Direct or Indirect Investment by the Company | Investment (Losses) Gains Recognized for the Period | Carrying Amount of Investment at End of Period | Investment Returns Repatriated as of the End of the Period |
|--|---|--------------------------|----------------------------|---|---|-----------|--|--|---|--|--|
| | | | | | Remitted | Recovered | | | | | |
| Yangzhou YoungTek Microelectronics Co., Ltd. | Engaged in research and development, production and processing of frequency control and selection components (radio frequency tags) and related equipment, and provision of related technical consultation and services | RMB 67,887 \$ 308,250 | (4) | RMB 30,035 \$ 140,895 | \$ - | \$ - | RMB 30,035 \$ 140,895 | 45% | \$ 26,453 (Note 4) | \$ 122,829 (Note 4) | \$ - |
| YoungTek Microelectronics (Shenzhen) Co., Ltd. | Wafer and integrated circuit testing outsourcing, and providing related technical consultation and services | RMB 50,172 \$ 202,673 | (3) | RMB 47,717 \$ 192,368 | - | - | RMB 47,717 \$ 192,368 | 100% | 7,536 (Note 4) | 121,194 (Note 4) | - |
| Suzhou YoungTek Microelectronics Co., Ltd. | Integrated circuit design; chip testing, packaging, and processing; technology development, technical services, and technical consultation in the semiconductor and integrated circuit field; computer software design and development; sales of semiconductors, electronic products, electromechanical equipment, and electronic components; mechanical equipment maintenance, leasing, and sales; self-operated and agency import and export business for various goods and technologies. | RMB 20,677 \$ 93,330 | (2) | RMB 20,677 \$ 93,330 | - | - | RMB 20,677 \$ 93,330 | 100% | 45,668 | 103,897 | - |
| Anhui Utest Electronics Ltd. | Semiconductor device specialized equipment manufacturing and sales; industrial automatic control computer hardware and software and auxiliary equipment manufacturing and sales; integrated circuit chip and product design and sales; software development and sales; semiconductor, electronic products, electronic components, electronic specialized equipment sales; mechanical equipment maintenance, leasing; technical services, development, consultation, promotion. | RMB 2,500 \$ 10,520 | (5) | - | - | - | - | 100% | 11,352 (Note 4) | 2,219 (Note 4) | - |

| Name of Investee Company in Mainland China | Main Business Activities | Paid-in Capital (Note 2) | Investment Method (Note 1) | Accumulated Investment Amount Remitted from Taiwan at Beginning of Period | Investment Amount Remitted or Repatriated During the Period | | Accumulated Investment Amount Remitted from Taiwan at End of Period (Note 2) | Shareholding Ratio of Direct or Indirect Investment by the Company | Investment (Losses) Gains Recognized for the Period | Carrying Amount of Investment at End of Period | Investment Returns Repatriated as of the End of the Period |
|---|---|--------------------------|----------------------------|---|---|-----------|--|--|---|--|--|
| | | | | | Remitted | Recovered | | | | | |
| Shanghai Jiuxi Testing Technology Co., Ltd. | Inspection and testing services; software development, import and export of goods, import and export of technology; technical services, development, and consulting; integrated circuit chip design, product sales and services; sales of specialized equipment for semiconductor devices; wholesale and retail of computer software, hardware and auxiliary equipment; sales of electronic products, specialized equipment, and specialized materials; wholesale and retail of electronic components | RMB 12,500 \$ 380,563 | (1)、(5) | RMB - \$ - | RMB 20,000 \$ 85,780 (Note 3) | - | RMB 20,000 \$ 85,780 | 48.4% | 3,072 (Note 4) | 168,277 (Note 4) | - |

| Accumulated investment amount remitted from Taiwan to Mainland China at the end of the current period | Investment amount approved by the Investment Commission, Ministry of Economic Affairs | Investment limit in Mainland China according to the Investment Commission, Ministry of Economic Affairs regulations - 60% of net worth |
|---|---|--|
| USD 17,510 \$ 512,373 | USD 17,510 \$ 512,373 | \$ 3,878,142 |

Note 1: Investment methods are divided into the following three types, please mark the category:

- (1) Direct investment in Mainland China.
- (2) Reinvestment in Mainland China through a third-region company (through the subsidiary YTEC Holding (Samoa) Co., Ltd.).
- (3) Reinvestment in Mainland China through a third-region company (through the subsidiary Wecon Limited (Samoa) and the sub-subsidiary Clear Reach Limited).
- (4) Reinvestment in Mainland China through a third-region company (through the sub-subsidiary YTEC (Hong Kong) Global Limited).
- (5) Other methods (reinvestment using the sub-subsidiary Suzhou YoungTek Microelectronics Co., Ltd.'s own funds).

Note 2: Calculated by converting the original foreign currency amount using the original exchange rate.

Note 3: The investment amount remitted from Taiwan in the current period includes the subscribed capital of RMB3,025 thousand and premium amount of RMB16,975 thousand for YoungTek Electronics Corp.

Note 4: The financial statements of invested companies for the same period were not reviewed by accountants.

Note 5: Refer to Note 13 of the financial statements.

YOUNGTEK ELECTRONICS CORP. AND ITS SUBSIDIARIES

Significant transactions that occurred directly or indirectly through a third region with the Mainland China invested companies, and their prices, payment terms, unrealized gains and losses, and other relevant information

January 1 to September 30, 2025

Table 9

Unit: NT\$ thousand, unless otherwise specified

| Name of Investee Company in Mainland China | Transaction Type | Sales, disposal of fixed assets | | Transaction terms | | Notes receivable and accounts receivable (including other receivables) - related parties | | Unrealized gains and losses | Remarks |
|--|--|---------------------------------|-------------|-------------------|--------------------------------------|--|-------------|-----------------------------|---------|
| | | Amount | Percentag e | Payment Terms | Comparison with Regular Transactions | Amount | Percentag e | | |
| Suzhou YoungTek | Income from Equipment Sales and Other Industry-Related Revenue | \$ 545,422 | 20% | Note | Note | \$ 676,864 | 72% | \$ 102,642 | — |
| Anhui Uttest | Income from Equipment Sales and Other Industry-Related Revenue | 46,847 | 2% | Note | Note | 97,858 | 10% | 5,415 | — |
| Shenzhen YoungTek | Income from Equipment Sales and Other Industry-Related Revenue | 13,327 | - | Note | Note | 13,475 | 1% | 242 | — |

Note: There are no other appropriate transaction counterparties for comparison regarding the transaction prices of sales to related parties. Payment terms are all 90 to 180 days monthly settlement after acceptance.