

Info-Tek Corporation and Subsidiaries

Consolidated Financial Statements for the Six-Month
Period Ended June 30, 2025 and 2024 and Independent
Auditors' Review Report

(Translation)

This document is prepared in accordance with the Chinese version and is for reference only. In the event of any inconsistency between the English version and the Chinese version, the Chinese version shall prevail.

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Info-Tek Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Info-Tek Corporation (the Company) and its subsidiaries (collectively, the "Group"), as of June 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months ended June 30, 2025 and 2024 and for the six months then ended June 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including a summary of significant accounting policies ("collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as of June 30, 2025 and 2024, its consolidated financial performance for the three months ended June 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the six months ended June 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.

The engagement partners on the reviews resulting in this independent auditors' report are Chun-Ming Hsueh and Szu-Lan Chu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 6, 2025

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statement have been translated into English from the orginal Chinese version prepared and used in the Republic of China. 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' review report and consolidated financial statements shall prevail.

INFO-TEK CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2025		December 31, 2024		June 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 260,752	4	\$ 244,572	3	\$ 555,234	9
Financial assets at fair value through profit or loss (Notes 7 and 28)	4,134	-	278	-	104	-
Financial Assets Measured at Fair Value through Other Comprehensive Income - current (Notes 8 and 28)	544,752	8	586,633	7	485,237	7
Financial Assets at amortized cost - current (Note 9)	81,820	1	89,560	1	88,900	1
Notes receivable (Notes 10、18 and 30)	1,512,652	22	1,422,738	17	939,516	14
Trade receivables (Note 10)	1,853,242	27	3,158,987	39	1,999,512	31
Trade receivables from related parties (Note 29)	22,569	-	45,993	1	32,449	1
Other receivables (Note 10)	28,810	-	17,985	-	11,205	-
Other receivables from related parties (Note 29)	201	-	158	-	-	-
Inventories (Note 11)	653,912	10	936,330	12	699,911	11
Other current assets (Notes 6 and 17)	330,919	5	191,000	2	267,564	4
Total current assets	<u>5,293,763</u>	<u>77</u>	<u>6,694,234</u>	<u>82</u>	<u>5,079,632</u>	<u>78</u>
NON-CURRENT ASSETS						
Financial Assets Measured at Fair Value through Other Comprehensive Income – non-current (Notes 8 and 28)	231,396	3	114,703	1	83,350	1
Investments accounted for using the equity method (Note 13)	2,100	-	2,255	-	2,340	-
Property, plant and equipment (Note 14)	998,337	15	1,099,758	14	1,061,541	16
Right-of-use assets (Notes 15 and 29)	147,306	2	70,050	1	92,129	2
Intangible assets (Note 16)	15,834	-	14,186	-	17,219	-
Deferred tax assets	61,377	1	46,222	1	38,651	1
Refundable deposits	2,912	-	3,355	-	2,747	-
Other non-current assets (Note 17)	<u>155,737</u>	<u>2</u>	<u>100,109</u>	<u>1</u>	<u>157,220</u>	<u>2</u>
Total non-current assets	<u>1,614,999</u>	<u>23</u>	<u>1,450,638</u>	<u>18</u>	<u>1,455,197</u>	<u>22</u>
TOTAL ASSETS	\$ 6,908,762	100	\$ 8,144,872	100	\$ 6,534,829	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 18)	\$ 913,640	13	\$ 661,950	8	\$ 468,900	7
Notes payable (Note 19)	674,573	10	484,212	6	555,939	9
Trade payables (Note 19)	1,195,946	17	2,469,698	30	1,018,867	16
Trade payables to related parties (Note 29)	8,714	-	15,932	-	14,413	-
Other payables (Note 20)	540,983	8	438,911	6	650,583	10
Other payables to related parties (Note 29)	1,897	-	4,676	-	5,601	-
Current tax liabilities	29,724	-	20,398	-	56,246	1
Lease liabilities – current (Notes 15 and 29)	62,787	1	30,622	1	49,590	1
Current portion of long-term borrowings (Note 18)	-	-	89,560	1	88,900	1
Other current liabilities (Note 20)	<u>193,683</u>	<u>3</u>	<u>243,667</u>	<u>3</u>	<u>199,807</u>	<u>3</u>
Total current liabilities	<u>3,621,947</u>	<u>52</u>	<u>4,459,626</u>	<u>55</u>	<u>3,108,846</u>	<u>48</u>
NON-CURRENT LIABILITIES						
Deferred tax liabilities	31,220	1	93,045	1	94,238	2
Lease liabilities –non- current (Notes 15 and 29)	56,648	1	4,644	-	8,801	-
Net defined benefit liabilities	1,597	-	5,503	-	7,010	-
Guarantee deposits received	23,171	-	26,672	1	28,208	-
Other liabilities	<u>12,273</u>	<u>-</u>	<u>13,434</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-current liabilities	<u>124,909</u>	<u>2</u>	<u>143,298</u>	<u>2</u>	<u>138,257</u>	<u>2</u>
Total liabilities	<u>3,746,856</u>	<u>54</u>	<u>4,602,924</u>	<u>57</u>	<u>3,247,103</u>	<u>50</u>
Share capital	<u>1,212,511</u>	<u>18</u>	<u>1,212,511</u>	<u>15</u>	<u>1,212,511</u>	<u>19</u>
Capital surplus						
Additional paid-in capital	179,924	2	179,924	2	179,924	3
Treasury share transactions	44,199	1	44,199	1	44,199	-
Employee stock option	7,646	-	7,646	-	7,646	-
Other capital reserve	85	-	85	-	85	-
Total capital surplus	<u>231,854</u>	<u>3</u>	<u>231,854</u>	<u>3</u>	<u>231,854</u>	<u>3</u>
Retained earnings						
Legal reserve	291,866	4	252,512	3	252,512	4
Special reserve	106,006	2	106,006	1	106,006	2
Unappropriated earnings	<u>1,595,132</u>	<u>23</u>	<u>1,795,255</u>	<u>22</u>	<u>1,536,699</u>	<u>23</u>
Total retained earnings	<u>1,993,004</u>	<u>29</u>	<u>2,153,773</u>	<u>26</u>	<u>1,895,217</u>	<u>29</u>
Other equity	(<u>241,358</u>)	(<u>3</u>)	(<u>22,085</u>)	<u>-</u>	(<u>17,751</u>)	<u>-</u>
Treasury shares	(<u>34,105</u>)	(<u>1</u>)	(<u>34,105</u>)	(<u>1</u>)	(<u>34,105</u>)	(<u>1</u>)
Total equity	<u>3,161,906</u>	<u>46</u>	<u>3,541,948</u>	<u>43</u>	<u>3,287,726</u>	<u>50</u>
TOTAL LIABILITIES AND EQUITY	\$ 6,908,762	100	\$ 8,144,872	100	\$ 6,534,829	100

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

INFO-TEK CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 23 and 29)	\$ 1,627,081	100	\$ 1,559,978	100	\$ 3,275,665	100	\$ 2,869,531	100
COST OF GOODS SOLD (Notes 11, 24 and 29)	<u>1,419,553</u>	<u>87</u>	<u>1,308,195</u>	<u>84</u>	<u>2,912,873</u>	<u>89</u>	<u>2,423,570</u>	<u>84</u>
GROSS PROFIT	<u>207,528</u>	<u>13</u>	<u>251,783</u>	<u>16</u>	<u>362,792</u>	<u>11</u>	<u>445,961</u>	<u>16</u>
OPERATING EXPENSES (Notes 24 and 29)								
Selling and marketing expenses	16,556	1	14,607	1	29,314	1	30,560	1
General and administrative expenses	46,279	3	54,554	3	92,914	3	101,663	4
Research and development expenses	62,521	4	49,990	3	126,310	4	106,306	4
Expected credit loss (reversal gain) (Note 10)	<u>2,217</u>	<u>-</u>	<u>(3,061)</u>	<u>-</u>	<u>41,258</u>	<u>1</u>	<u>4,360</u>	<u>-</u>
Total operating expenses	<u>127,573</u>	<u>8</u>	<u>116,090</u>	<u>7</u>	<u>289,796</u>	<u>9</u>	<u>242,889</u>	<u>9</u>
PROFIT FROM OPERATIONS	<u>79,955</u>	<u>5</u>	<u>135,693</u>	<u>9</u>	<u>72,996</u>	<u>2</u>	<u>203,072</u>	<u>7</u>
NON-OPERATING INCOME AND EXPENSES (Notes 24 and 29)								
Interest income	8,911	1	7,458	-	18,337	1	11,978	-
Other income	19,696	1	8,955	1	31,682	1	22,587	1
Other gains and losses	(98,998)	(6)	11,453	1	(84,473)	(2)	24,058	1
associates accounted for using the equity method	(101)	-	(62)	-	(155)	-	(107)	-
Finance costs	(10,140)	(1)	(11,938)	(1)	(22,545)	(1)	(24,456)	(1)
Total non-operating income and expenses	(80,632)	(5)	15,866	1	(57,154)	(1)	34,060	1
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	(677)	-	151,559	10	15,842	1	237,132	8
INCOME TAX EXPENSE (Note 25)	<u>18,449</u>	<u>1</u>	<u>71,376</u>	<u>5</u>	<u>19,635</u>	<u>1</u>	<u>102,143</u>	<u>3</u>
NET PROFIT (LOSS)	(<u>19,126</u>)	(<u>1</u>)	<u>80,183</u>	<u>5</u>	(<u>3,793</u>)	<u>-</u>	<u>134,989</u>	<u>5</u>
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized loss on investments in equity instruments at fair value through other comprehensive income	(8,797)	(1)	547	-	(17,473)	(1)	(3,540)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	(250,749)	(15)	16,430	1	(201,800)	(6)	58,450	2
Other comprehensive income, net of income tax	(259,546)	(16)	16,977	1	(219,273)	(7)	54,910	2
TOTAL COMPREHENSIVE INCOME	(\$ <u>278,672</u>)	(<u>17</u>)	\$ <u>97,160</u>	<u>6</u>	(\$ <u>223,066</u>)	(<u>7</u>)	\$ <u>189,899</u>	<u>7</u>
EARNINGS PER SHARE (Note 26)								
Basic	(\$ <u>0.16</u>)		\$ <u>0.67</u>		(\$ <u>0.03</u>)		\$ <u>1.12</u>	
Diluted	(\$ <u>0.16</u>)		\$ <u>0.66</u>		(\$ <u>0.03</u>)		\$ <u>1.11</u>	

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

INFO-TEK CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(In Thousands of New Taiwan Dollars)

	Share Capital <u>(Note 22)</u>	Capital Surplus <u>(Note 22)</u>	Retained Earnings			Exchange Differences on Translating the Financial Statements of Foreign Operations <u>(\$ 117,258)</u>	Other equity(<u>Note 22</u>)		Treasury shares <u>(\$ 34,105)</u>	Total Equity <u>\$ 3,315,179</u>
			Legal Reserve <u>\$ 198,196</u>	Special Reserve <u>\$ 106,006</u>	Unappropriated Earnings <u>\$ 1,673,378</u>		Unrealized gain/(loss) on financial assets measured at fair value through other comprehensive income <u>\$ 37,165</u>	Remeasurement of defined benefit obligation <u>\$ 7,432</u>		
BALANCE AT JANUARY 1, 2024	<u>\$ 1,212,511</u>	<u>\$ 231,854</u>	<u>\$ 198,196</u>	<u>\$ 106,006</u>	<u>\$ 1,673,378</u>	<u>(\$ 117,258)</u>	<u>\$ 37,165</u>	<u>\$ 7,432</u>	<u>(\$ 34,105)</u>	<u>\$ 3,315,179</u>
Appropriation of 2023 earnings										
Legal reserve	-	-	54,316	-	(54,316)	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	(217,352)	-	-	-	-	(217,352)
Net profit for the six-month period ended June 30, 2024	-	-	-	-	134,989	-	-	-	-	134,989
Other comprehensive income (loss) for the six-month period ended June 30, 2024	-	-	-	-	-	58,450	(3,540)	-	-	54,910
Total comprehensive income (loss) for the six-month period ended June 30, 2024	-	-	-	-	134,989	58,450	(3,540)	-	-	189,899
BALANCE AT JUNE 30, 2024	<u>\$ 1,212,511</u>	<u>\$ 231,854</u>	<u>\$ 252,512</u>	<u>\$ 106,006</u>	<u>\$ 1,536,699</u>	<u>(\$ 58,808)</u>	<u>\$ 33,625</u>	<u>\$ 7,432</u>	<u>(\$ 34,105)</u>	<u>\$ 3,287,726</u>
BALANCE AT JANUARY 1, 2025	<u>\$ 1,212,511</u>	<u>\$ 231,854</u>	<u>\$ 252,512</u>	<u>\$ 106,006</u>	<u>\$ 1,795,255</u>	<u>(\$ 45,008)</u>	<u>\$ 14,360</u>	<u>\$ 8,563</u>	<u>(\$ 34,105)</u>	<u>\$ 3,541,948</u>
Appropriation of 2024 earnings										
Legal reserve	-	-	39,354	-	(39,354)	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	(156,976)	-	-	-	-	(156,976)
Net profit for the six-month period ended June 30, 2025	-	-	-	-	(3,793)	-	-	-	-	(3,793)
Other comprehensive income (loss) for the six-month period ended June 30, 2025	-	-	-	-	-	(201,800)	(17,473)	-	-	(219,273)
Total comprehensive income (loss) for the six-month period ended June 30, 2025	-	-	-	-	(3,793)	(201,800)	(17,473)	-	-	(223,066)
BALANCE AT JUNE 30, 2025	<u>\$ 1,212,511</u>	<u>\$ 231,854</u>	<u>\$ 291,866</u>	<u>\$ 106,006</u>	<u>\$ 1,595,132</u>	<u>(\$ 246,808)</u>	<u>(\$ 3,113)</u>	<u>\$ 8,563</u>	<u>(\$ 34,105)</u>	<u>\$ 3,161,906</u>

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

INFO-TEK CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six-Month Period Ended June 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax from continuing operations	\$ 15,842	\$ 237,132
Adjustments for:		
Depreciation expense	145,766	137,500
Amortization expense	1,822	1,290
Expected credit loss of trade receivables	41,258	4,360
Net gain from changes of financial assets at fair value through profit or loss	(49)	(39)
Interest expense	22,545	24,456
Interest income	(18,337)	(11,978)
Dividends income	(12,464)	-
Share of profit of associates	155	107
Loss (gain) on disposal of property, plant and equipment	(315)	706
(Reversed) Write-downs of inventories	45,523	(10,749)
Net loss on foreign currency exchange	8,599	526
Changes in operating assets and liabilities		
Notes receivable	(102,670)	57,777
Trade receivables	1,256,672	473,830
Trade receivables from related parties	21,888	(12,646)
Other receivables	100	8,294
Other receivables from related parties	(43)	76
Inventories	229,210	83,213
Other current assets	(139,885)	(78,765)
Non-current assets	3,760	9,112
Notes payable	190,361	91,792
Trade payables	(1,269,265)	(239,346)
Trade payables to related parties	(6,821)	5,107
Other payables	(53,935)	(43,575)
Other payables to related parties	(2,779)	(486)
Other current liabilities	(49,982)	6,046
Net defined benefit liabilities	(3,906)	(2,632)
Non-current liabilities	(1,161)	(12,428)
Cash generated from operations	321,889	728,680
Interest paid	(9,107)	(5,239)
Income tax paid	(38,553)	(107,447)
Net cash generated from operating activities	<u>274,229</u>	<u>615,994</u>

(Continued)

INFO-TEK CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six-Month Period Ended June 30	
	2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(\$ 176,087)	(\$ 358,991)
Purchase of financial assets at fair value through profit or loss	(5,172)	(599)
Purchase of financial assets at amortized cost	7,740	15,497
Proceeds from sale of financial assets at fair value through other comprehensive income	24,327	-
Proceeds from sale of financial assets at fair value through profit or loss	859	1,952
Purchase of property, plant and equipment	(162,048)	(104,629)
Proceeds from sale of property, plant and equipment	1,237	-
Increase in refundable deposits	-	(4)
Decrease in refundable deposits	443	-
Payments for intangible assets	(2,260)	(5,799)
Interest received	<u>19,876</u>	<u>6,407</u>
Net cash used in investing activities	<u>(291,085)</u>	<u>(446,166)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	251,690	168,900
Proceeds from long-term borrowings	-	2,485
Repayments of long-term borrowings	(89,560)	-
Decrease in guarantee deposits received	(3,501)	(1,322)
Repayment of the principal of lease liabilities	(<u>23,855</u>)	(<u>25,779</u>)
Net cash flows used in financing activities	<u>134,774</u>	<u>144,284</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES		
	<u>(101,738)</u>	<u>29,318</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	16,180	343,430
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>244,572</u>	<u>211,804</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 260,752</u>	<u>\$ 555,234</u>

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

INFO-TEK CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD JUNE 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Info-Tek Corporation (the "Company") was incorporated in the Republic of China (ROC) in December, 1990. The Company started its business in April 1991 and is mainly engaged in the manufacture, assembly and processing, sales and distribution of information electronic products.

The company's shares were officially traded on the Taipei Exchange in March 2005.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on August 6, 2025.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

(1) Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, "IFRSs") did not have a significant effect on the company accounting policies.

A. Amendments to IAS 21 – "Lack of Exchangeability"

The application of the amendments to IAS 21 – "Lack of Exchangeability" will not result in significant changes to the accounting policies of the consolidated group.

The application of the amended IFRS accounting standards, as approved and announced effective by the FSC, will not result in significant changes to the accounting policies of the consolidated group.

(2) The IFRSs endorsed by the FSC for application starting from 2026

New IFRSs	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7 – 'Amendments to the Classification and Measurement of Financial Instruments'	January 1, 2026
Amendments to IFRS 9 and IFRS 7 – "Contracts Involving Nature-Dependent Electricity."	January 1, 2026
Annual Improvements to IFRS Accounting Standards – Volume 11	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 'Initial Application of IFRS 9 and IFRS 17 -Comparative Information"	January 1, 2023

Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments

A. Amendments to the application guidance on the classification of financial assets

The amendments primarily modify the requirements for the classification of financial assets, including:

(a) Where a financial asset contains a contingent feature that may change the timing or amount of contractual cash flows, and the nature of such contingent feature is not directly related to changes in basic lending risks and costs (e.g., whether the debtor achieves a specified reduction in carbon emissions), the contractual cash flows of such financial asset shall still be considered solely payments of principal and interest on the outstanding principal amount if the following conditions are met:

- In all possible scenarios (before and after the contingent feature occurs), the contractual cash flows are solely payments of principal and interest on the outstanding principal amount; and
- In all possible scenarios, the contractual cash flows are not significantly different from the cash flows of a financial instrument with the same contractual terms but without such contingent feature.

(b) It is clarified that a non-recourse financial asset refers to one in which the entity's ultimate contractual right to receive cash flows is contractually limited to the cash flows generated by specified assets.

(c) It is further clarified that contractual linkage instruments arise where a waterfall payment structure creates different tranches of securities with varying payment priorities, thereby concentrating credit risk and causing shortfalls in cash flows from the underlying pool to be distributed disproportionately among tranches.

B. Amendments to the application guidance on derecognition of financial liabilities

The amendments clarify that a financial liability should be derecognized on the settlement date. However, when an entity extinguishes a financial liability by making payment through an electronic payment system, it may choose to derecognize the liability before the settlement date if the following conditions are met:

- The entity does not have the practical ability to withdraw, stop, or cancel the payment instruction;
- The entity does not have the practical ability to access the cash that will be used for settlement as a result of the payment instruction; and
- The settlement risks associated with the electronic payment system are not significant.

The amendments are to be applied retrospectively; however, restatement of comparative periods is not required, and the cumulative effect of initial application shall be recognized at the date of initial application. If restatement of comparatives is possible without the use of hindsight, the entity may elect to restate comparative periods.

Amendments to IFRS 9 and IFRS 7 – Contracts Involving Weather-dependent Power

Contracts involving weather-dependent power refer to arrangements in which electricity generation depends on natural factors beyond control, resulting in exposure of one party to risks of actual generation output being uncertain. These include contracts for the purchase or sale of weather-dependent power or financial instruments related to such power. The amendments provide that where the Group enters into a contract to purchase weather-dependent power and is exposed to the risk that the contracted quantity in a given period exceeds its own demand, and the market design and operation require the Group to sell unused electricity within a prescribed timeframe, such sales do not necessarily preclude the Group from meeting the condition that the contract is held for the purpose of meeting expected electricity usage needs, and therefore from accounting for the contract other than as a financial instrument. If the Group repurchases an equivalent amount of electricity in the same market within a reasonable period after the sale,

the condition that the contract is held to meet expected usage needs continues to be met.

The amendments also provide that where the Group enters into a contract involving weather-dependent power and designates it as a hedging instrument for forecast transactions, the Group may designate forecast electricity transactions in volumes consistent with those under the contract as the hedged item.

The Group shall apply retrospectively the amendments relating to the assessment of whether contracts involving weather-dependent power are held to meet expected usage needs. However, restatement of comparative periods is not required, and the cumulative effect of initial application shall be recognized at the date of initial application. The provisions relating to hedge accounting shall be applied on a deferred basis.

As of the date the consolidated financial statements were authorized for issue, the Group is still assessing the potential impacts of these amendments on its financial position and financial performance. The related impacts will be disclosed upon completion of the assessment.

(3) New IFRSs in issue but not yet endorsed and issued into effect by the FSC

New IFRSs	Effective Date Issued by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19: 'Subsidiaries without Public Accountability: Disclosures.'	January 1, 2027

Note 1: Unless stated otherwise, the above New IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

a. Amendments to IFRS 10 and IAS 28 — "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"

The amendments stipulate that when the Group sells or contributes assets to an associate or a joint venture, or when the Group loses control over a subsidiary but retains significant influence or joint control over the investee, and the transferred assets or former subsidiary meet the definition of a "business" under IFRS 3 *Business Combinations*, the Group shall recognize in full the gain or loss arising from such transactions.

Furthermore, when the Group sells or contributes assets to an associate or a joint venture, or loses control of a subsidiary in a transaction with an associate or joint venture but retains significant influence or joint control over the investee, and the transferred assets or former subsidiary do not meet the definition of a "business" under IFRS 3, the Group shall recognize the gain or loss arising from the transaction only to the extent of the unrelated investors' interests in the associate or joint venture. That is, the portion of the gain or loss attributable to the Group's own interest shall be eliminated.

b. IFRS 18 "Presentation and Disclosure in Financial Statements"

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

- The income statement should categorize income and expenses into operating, investing, financing, income tax, and discontinued operations.
- The income statement should report subtotals and totals for operating profit or loss, profit or loss before financing and income tax, and profit or loss.

- Providing guidance to enhance aggregation and disaggregation requirements: the Group must identify assets, liabilities, equity, income, expenses, and cash flows from individual transactions or other events and classify and aggregate them based on shared characteristics. This ensures that each line item reported in the primary financial statements has at least one similar characteristic. Items with differing characteristics should be disaggregated in the primary financial statements and notes. The Group should only label such items as "other" when a more informative name cannot be found.

Increasing disclosure of management-defined performance measures: When the Group communicate publicly outside the financial statements or discuss management's view of a specific aspect of the company's overall financial performance with users of the financial statements, they should disclose information about management-defined performance measures in a single note to the financial statements. This includes a description of the measure, how it is calculated, a reconciliation to the nearest subtotal or total specified by IFRS accounting standards, and the impact of related reconciling items on income tax and non-controlling interests.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of other standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Statement of compliance

This interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

(2) Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments that are measured and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value is grouped into Levels 1 to 3 based on the measurable and observable degree of its input:

- a. Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- b. Level 2: Other than those quoted prices of Level 1, the input of fair value at level 2 is from a price of assets or liabilities which can be observed directly or derived indirectly.
- c. Level 3: The input of fair value at level 3 is unobservable from assets or liabilities.

(3) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if the comprehensive income of the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 12 and attached Tables 3 for detailed information on subsidiaries (including percentages of ownership and main businesses).

(4) Other significant accounting policies

Except for the following description, please refer to the consolidated financial statements for the year ended December 31, 2024 for other significant accounting policies.

Retirement benefits

The pension cost for the interim period is based on the pension cost rate determined by actuarial calculation at the end of the previous year, calculated on the basis from the beginning of the year to the end of the current period, and for major market fluctuations in the current period, as well as major plan revisions, liquidations or other major One-time items are adjusted.

Taxation

Income tax expense represents the sum of the current tax expenses and deferred tax. The income taxes of an interim period are assessed using a tax rate, which is applicable for the Company's annual earnings, applied to the Company's pre-tax income of the interim period.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION AND UNCERTAINTY

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

When developing significant accounting estimates, consolidated companies will consider potential impacts on estimates related to cash flow projections, growth rates, discount rates, profitability, and other relevant significant estimates. Management will continually review these estimates and the underlying assumptions.

6. CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	\$ 201	\$ 205	\$ 204
Checking accounts and demand deposits	250,589	219,446	532,314
Cash equivalents			
Time deposits	9,962	24,921	22,716
	<u>\$ 260,752</u>	<u>\$ 244,572</u>	<u>\$ 555,234</u>

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

	June 30, 2025	December 31, 2024	June 30, 2024
Time deposits	4.5%	3.90%~4.72%	5.48%~5.5%

Some of the deposits were transferred to "Other current assets" because they were provided as margin for opening bankers' acceptances, and the amounts were as follows

	June 30, 2025	December 31, 2024	June 30, 2024
Banker's Acceptance	<u>\$ 141,314</u>	<u>\$ 96,985</u>	<u>\$ 111,221</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial assets-current</u>			
designation as at fair value through profit or loss			
Mutual funds	\$ 4,134	\$ 278	\$ 104

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Investments in debt instrument	\$ 544,752	\$ 586,633	\$ 485,237
<u>Non-Current</u>			
Investments in equity instrument	\$ 231,396	\$ 114,703	\$ 83,350

(1) Investments in equity instrument

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Non-Current</u>			
Domestic investments			
Listed stocks	\$ 231,396	\$ 114,703	\$ 83,350

The Group invests for medium- and long-term strategic purposes and expects to earn profits from its long-term investments. The management of the Group believes that if the short-term fluctuations on fair value of these investments are included in profit or loss, it will be inconsistent with the Group's aforementioned medium and long-term investment strategy, and therefore, the management chooses to designate these investments as measured at fair value through other comprehensive profit or loss.

(2) Investments in debt instrument

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Foreign investments			
Foreign Corporate Bonds (Note1)	\$ 515,683	\$ 554,271	\$ 453,589
U.S. TREASURY NOTE	29,069	32,362	31,648
	<u>\$ 544,752</u>	<u>\$ 586,633</u>	<u>\$ 485,237</u>

a. The Group purchased foreign corporate bonds in 2025 and 2024. The coupon rates were 5.439%、2.375% to 7.50% respectively, and the effective interest rates were 4.87%、4.07% to 5.80% respectively.

9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Time deposits with original maturities of more than 3 months			
	\$ 81,820	\$ 89,560	\$ 88,900

The range of market interest rates for time deposits with original maturities of more than 3 months is as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Time deposits with original maturities of more than 3 months			
	3.10%	3.10%	3.10%

10. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Notes receivable</u>			
At amortized cost	\$ 1,512,652	\$ 1,422,738	\$ 939,516

As of June 30, 2025, December 31, 2024 and June 30, 2024, the notes receivable were assessed to be free of doubtful accounts and therefore no allowance for doubtful accounts was provided.

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 1,896,146	\$ 3,164,980	\$ 2,004,255
Less: Allowance for impairment loss	(42,904)	(5,993)	(4,743)
	<u>\$ 1,853,242</u>	<u>\$ 3,158,987</u>	<u>\$ 1,999,512</u>
<u>Other receivables</u>			
Gross carrying amount	\$ 28,810	\$ 17,985	\$ 11,205

(1) Notes receivable and trade receivables

The average credit period of sales was 60 to 270 days. No interest was charged on trade receivables.

The Group adopted a policy of new customers' credit rating and, when necessary, obtained sufficient collateral to mitigate the risk of financial loss from defaults. Credit rating information is obtained from independent rating agencies where available or, if not available, the Group uses other publicly available financial information or its own trading records to rate its major customers. The Group continuously monitored the credit ratings of its customers and its credit exposure. To control the credit exposure, the Group will decide a transaction limit for customers.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade receivable at the end of the year to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime expected credit losses (ECL) in compliance with IFRS 9. The expected credit losses on trade receivables are estimated using an aging analysis by reference to the past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecasted direction of economic conditions at the reporting date. As the Group's historical credit

loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base. The estimated percentages of expected credit loss of receivables are based the receivables' aging analysis.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For trade receivables that have been written off, the Group continues to engage in recourse action to attempt to recover the receivables. The recoveries, if any, are recognized in profit or loss.

Aging analysis of trade receivables and allowance for impairment loss were as follows:

June 30, 2025

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	181 to 360 Days	Over 360 Days	Total
Expected credit loss percentage	0%	1%	5%	10%	25%	50%	100%	
Gross carrying amount	\$ 1,797,406	\$ 81	\$ 59,116	\$ 3,396	\$ 7,642	\$ 28,505	\$ -	\$ 1,896,146
Loss allowance (Lifetime ECLs)	-	(1)	(7,713)	(3,360)	(7,078)	(24,752)	-	(42,904)
Amortized cost	<u>\$ 1,797,406</u>	<u>\$ 80</u>	<u>\$ 51,403</u>	<u>\$ 36</u>	<u>\$ 564</u>	<u>\$ 3,753</u>	<u>\$ -</u>	<u>\$ 1,853,242</u>

December 31, 2024

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	181 to 360 Days	Over 360 Days	Total
Expected credit loss percentage	0%	1%	5%	10%	25%	50%	100%	
Gross carrying amount	\$ 2,995,555	\$ 125,921	\$ 18,366	\$ 16,458	\$ 8,680	\$ -	\$ -	\$ 3,164,980
Loss allowance (Lifetime ECLs)	-	(1,259)	(918)	(1,646)	(2,170)	-	-	(5,993)
Amortized cost	<u>\$ 2,995,555</u>	<u>\$ 124,662</u>	<u>\$ 17,448</u>	<u>\$ 14,812</u>	<u>\$ 6,510</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,158,987</u>

June 30, 2024

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	181 to 360 Days	Over 360 Days	Total
Expected credit loss percentage	0%	1%	5%	10%	25%	50%	100%	
Gross carrying amount	\$ 1,903,550	\$ 7,295	\$ 93,410	\$ -	\$ -	\$ -	\$ -	\$ 2,004,255
Loss allowance (Lifetime ECLs)	-	(73)	(4,670)	-	-	-	-	(4,743)
Amortized cost	<u>\$ 1,903,550</u>	<u>\$ 7,222</u>	<u>\$ 88,740</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,999,512</u>

The movements of the loss allowance of trade receivables were as follows:

	For the Six-Month Period Ended June 30	
	2025	2024
Balance at January 1	\$ 5,993	\$ 267
Provision (Reversal)	42,911	9,696
Foreign exchange gains and losses	(1,653)	(5,336)
Balance at June 30	<u>\$ 42,904</u>	<u>\$ 4,743</u>

Please refer to Note 28 for the amount and related terms of the notes receivable sold by the Group.

11. INVENTORIES

	June 30, 2025	December 31, 2024	June 30, 2024
Finished goods	\$ 182,984	\$ 315,250	\$ 187,710
Work in progress	90,231	101,939	75,271
Raw materials	371,906	513,613	431,249
Materials	<u>8,791</u>	<u>5,528</u>	<u>5,681</u>
	<u><u>\$ 653,912</u></u>	<u><u>\$ 936,330</u></u>	<u><u>\$ 699,911</u></u>

The cost of goods sold is as follows

	For the Six-Month Period Ended June 30			
	From April 1 to June 30			
	2025	2024	2025	2024
Cost of goods sold	\$ 1,418,069	\$ 1,319,849	\$ 2,867,350	\$ 2,434,319
(Reversal of) write-downs of inventories	<u>1,484</u>	(<u>11,654</u>)	<u>45,523</u>	(<u>10,749</u>)
	<u><u>\$ 1,419,553</u></u>	<u><u>\$ 1,308,195</u></u>	<u><u>\$ 2,912,873</u></u>	<u><u>\$ 2,423,570</u></u>

The increase in the net realizable value of inventories was due to the substantial sale of obsolete inventories.

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements :

Investor	Investee	Nature of Activities	Proportion of Ownership (%)		
			June 30, 2025	December 31, 2024	June 30, 2024
Info-Tek Corporation	INFO-TEK HOLDING CO., LTD.	Trading Business	100	100	100
	SUN RISE CORPORATION	Investment	100	100	100
SUN RISE CORPORATION	Info-Tek Electronics (Suzhou) CO.,LTD.	Manufacture and assembly of motherboards for information electronic products	92.21	92.21	92.21
INFO-TEK HOLDING CO., LTD.	Info-Tek Electronics (Suzhou) CO.,LTD.	Manufacture and assembly of motherboards for information electronic products	7.79	7.79	7.79

The shares of profit or loss and other comprehensive income of the subsidiaries using the equity method for the Six-Month Period ended June 30, 2025 and 2024 were recognized based on the audited financial statements of each subsidiary for the same period.

13. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

Investments in associates

	June 30, 2025	December 31, 2024	June 30, 2024
No Significant influence			
Walsin New Engery Corporation	\$ 2,100	\$ 2,255	\$ 2,340

Investments accounted for under the equity method and the shares of profit or loss and other comprehensive income attributable to the Company are recognized based on the financial statements of associates for the same period, which have been reviewed by independent auditors.

	For the Six-Month Period Ended June 30	
	2025	2024
The Group's share of:		
Loss from continuing operations	(\$ 155)	(\$ 107)
Total comprehensive income(loss)	(\$ 155)	(\$ 107)

14. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings and Improvements	Machinery and Equipment	Transportation Equipment	Office Equipment	Other Equipment	Unfinished project	Total
Cost								
Balance at January 1, 2024	\$ 101,551	\$ 690,862	\$ 1,447,925	\$ 6,300	\$ 27,522	\$ 174,930	\$ -	\$ 2,449,090
Additions	-	-	24,123	-	1,253	12,871	1,380	39,627
Reclassified	-	-	37,751	-	-	384	(278)	37,857
Disposals	-	-	(3,719)	-	(185)	(360)	-	(4,264)
Effect of foreign currency exchange differences	-	9,653	34,070	104	250	4,417	-	48,494
Balance at June 30, 2024	<u>\$ 101,551</u>	<u>\$ 700,515</u>	<u>\$ 1,540,150</u>	<u>\$ 6,404</u>	<u>\$ 28,840</u>	<u>\$ 192,242</u>	<u>\$ 1,102</u>	<u>\$ 2,570,804</u>
Accumulated depreciation and impairment								
Balance at January 1, 2024	\$ -	\$ 362,363	\$ 843,568	\$ 2,129	\$ 23,720	\$ 138,535	\$ -	\$ 1,370,315
Depreciation expense	-	15,291	83,803	478	1,218	11,021	-	111,811
Disposals	-	-	3,089	-	-	-	-	3,089
Effect of foreign currency exchange differences	-	-	(3,013)	-	(185)	(360)	-	(3,558)
Balance at June 30, 2024	<u>\$ -</u>	<u>4,256</u>	<u>19,638</u>	<u>31</u>	<u>198</u>	<u>3,483</u>	<u>-</u>	<u>27,606</u>
Accumulated depreciation and impairment	<u>\$ -</u>	<u>\$ 381,910</u>	<u>\$ 947,085</u>	<u>\$ 2,638</u>	<u>\$ 24,951</u>	<u>\$ 152,679</u>	<u>\$ -</u>	<u>\$ 1,509,263</u>
Carrying amount at January 1, 2024	<u>\$ 101,551</u>	<u>\$ 328,499</u>	<u>\$ 604,357</u>	<u>\$ 4,171</u>	<u>\$ 3,802</u>	<u>\$ 36,395</u>	<u>\$ -</u>	<u>\$ 1,078,775</u>
Carrying amount at June 30, 2024	<u>\$ 101,551</u>	<u>\$ 318,605</u>	<u>\$ 593,065</u>	<u>\$ 3,766</u>	<u>\$ 3,889</u>	<u>\$ 39,563</u>	<u>\$ 1,102</u>	<u>\$ 1,061,541</u>
Cost								
Balance at January 1, 2025	\$ 101,551	\$ 789,187	\$ 1,595,340	\$ 7,998	\$ 28,982	\$ 211,709	\$ 160	\$ 2,734,927
Additions	-	285	12,523	-	2,262	10,083	5,387	30,540
Reclassified	-	-	57,305	-	361	-	(1,093)	56,573
Disposals	-	-	(23,138)	(50)	(877)	(2,479)	-	(26,544)
Effect of foreign currency exchange differences	-	(39,042)	(122,774)	(342)	(886)	(17,325)	-	(180,369)
Balance at June 30, 2025	<u>\$ 101,551</u>	<u>\$ 750,430</u>	<u>\$ 1,519,256</u>	<u>\$ 7,606</u>	<u>\$ 29,842</u>	<u>\$ 201,988</u>	<u>\$ 4,454</u>	<u>\$ 2,615,127</u>
Accumulated depreciation and impairment								
Balance at January 1, 2025	\$ -	\$ 400,386	\$ 1,041,168	\$ 3,183	\$ 25,934	\$ 164,498	\$ -	\$ 1,635,169
Depreciation expense	-	18,709	85,445	629	1,113	12,953	-	118,849
Disposals	-	-	(22,274)	-	(874)	(2,474)	-	(25,622)
Effect of foreign currency exchange differences	-	(15,660)	(81,476)	(170)	(686)	(13,614)	-	(111,606)
Balance at June 30, 2025	<u>\$ -</u>	<u>\$ 403,435</u>	<u>\$ 1,022,863</u>	<u>\$ 3,642</u>	<u>\$ 25,487</u>	<u>\$ 161,363</u>	<u>\$ -</u>	<u>\$ 1,616,790</u>
Carrying amount at January 1, 2025	<u>\$ 101,551</u>	<u>\$ 388,801</u>	<u>\$ 554,172</u>	<u>\$ 4,815</u>	<u>\$ 3,048</u>	<u>\$ 47,211</u>	<u>\$ 160</u>	<u>\$ 1,099,758</u>
Carrying amount at June 30, 2025	<u>\$ 101,551</u>	<u>\$ 346,995</u>	<u>\$ 496,393</u>	<u>\$ 3,964</u>	<u>\$ 4,355</u>	<u>\$ 40,625</u>	<u>\$ 4,454</u>	<u>\$ 998,337</u>

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	35-45 year
Electrical mechanical and power equipment	3-35 year
Machinery and Equipment	2-10 year
Transportation Equipment	5 year
Office Equipment	2-5 year
Other Equipment	3-10 year

15. LEASE ARRANGEMENTS

(1) Right-of-use assets

	June 30, 2025		December 31, 2024		June 30, 2024	
	From April 1 to June 30 2025	2024	2025	2024	For the Six-Month Period Ended June 30	
<u>Carrying amounts</u>						
Land	\$ 33,392		\$ 37,465		\$ 35,551	
Buildings	111,112		29,033		52,191	
Machinery and Equipment	1,136		1,403		2,483	
Transportation equipment	1,666		2,149		1,904	
	<u>\$ 147,306</u>		<u>\$ 70,050</u>		<u>\$ 92,129</u>	
<u>Additions to right-of-use assets</u>	<u>\$ 108,153</u>	<u>\$ 2,263</u>	<u>\$ 108,153</u>	<u>\$ 2,263</u>		
<u>Depreciation charged for right-of-use assets</u>						
Land	\$ 547	\$ 533	\$ 1,110	\$ 1,059		
Buildings	13,386	11,711	25,237	23,184		
Machinery and Equipment	94	436	192	1,006		
Office Equipment	178	224	378	440		
	<u>\$ 14,205</u>	<u>\$ 12,904</u>	<u>\$ 26,917</u>	<u>\$ 25,689</u>		

In addition to the addition and recognition of depreciation expenses listed above, there were no major subleases and impairments of the right-of-use assets of the Group in June 30, 2025 and 2024 for the Six-month period ended.

(2) Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Carrying amount</u>			
Current	\$ 62,787	\$ 30,622	\$ 49,590
Non-current	56,648	4,644	8,801
	<u>\$ 119,435</u>	<u>\$ 35,266</u>	<u>\$ 58,391</u>

Range of discount rates for lease liabilities were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Land	1.031%	1.031%	1.031%
Buildings	1.80%~3.70%	1.80%~3.70%	1.80%~3.70%
Machinery and Equipment	1.80%~4.45%	1.35%~4.45%	1.35%~4.45%
Transportation Equipment	1.80%~3.65%	1.80%~4.70%	1.80%~4.70%

(3) Other lease information

	For the Six-Month Period Ended			
	From April 1 to June 30		June 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	\$ 4,479	\$ 4,578	\$ 11,878	\$ 8,689
Expenses relating to low-value asset leases	\$ -	\$ 6	\$ -	\$ 13
Total cash outflow of leases	\$ 10,718	\$ 13,799	\$ 35,733	\$ 34,481

16. INTANGIBLE ASSETS

	June 30, 2025	December 31, 2024	June 30, 2024
Computer Software	\$ 15,834	\$ 14,186	\$ 17,219

Except for the recognition of amortization expenses, the Group's other intangible assets did not incur any significant additions, disposals, or impairments during the periods from January 1 to June 30, 2025 and 2024. Amortization expenses are provided on a straight-line basis over the following useful lives:

Computer Software 2-8 year

17. OTHER ASSETS

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Prepayments	\$ 91,752	\$ 69,134	\$ 102,205
Prepayment for purchases	1,700	2,668	3,488
Payment on behalf of others	66,356	20,850	50,516
Other current financial assets (Note6)	141,314	96,985	111,221
Others	29,797	1,363	134
	<u>\$ 330,919</u>	<u>\$ 191,000</u>	<u>\$ 267,564</u>
<u>Non-current</u>			
Prepayments for equipment	\$ 131,716	\$ 69,651	\$ 122,853
Others	24,021	30,458	34,367
	<u>\$ 155,737</u>	<u>\$ 100,109</u>	<u>\$ 157,220</u>

18. BORROWINGS

a. Short-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Secured borrowings (Note 30)</u>			
Notes Receivable Financing (1)	\$ _____ -	\$ 22,390	\$ _____ -
<u>Unsecured borrowings</u>			
Line of credit borrowings (2)	913,640	639,560	468,900
	<u>\$ 913,640</u>	<u>\$ 661,950</u>	<u>\$ 468,900</u>

i. Notes receivable financing is secured by certain notes receivable of the Group (see Note 10). As of June 30, 2025, the effective annual interest rate was 2.60%.

ii. The interest rates on the borrowings ranged from 1.85% to 2.49%、1.82% to 2.60% and 1.69% to 2.6% as of June 30, 2025、December 31,2024 and June 30, 2024, respectively.

b. Long-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Unsecured borrowings</u>			
Line of credit borrowings	\$-	\$ 89,560	\$ 88,900
Less: Current portion	(_____ -)	(_____ 89,560)	(_____ 88,900)
Long-term borrowings	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>

The interest rate on the borrowings were 2.7% as of December 31,2024 and June 30,2024, respectively.

19. Notes payable and Accounts payable

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Notes payable</u>			
Occurred as a result of business	\$ 674,573	\$ 484,212	\$ 555,939
<u>Accounts payable</u>			
Occurred as a result of business	<u>\$ 1,195,946</u>	<u>\$ 2,469,698</u>	<u>\$ 1,018,867</u>

20. Other liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Other payables</u>			
Dividends payable	\$ 156,976	\$ -	\$ 217,352
Salaries and bonuses payable	101,423	160,553	108,615
Coping tools payable	77,927	49,484	77,523
Payable service fee	43,610	55,082	35,729
Repairs payable	42,957	50,125	48,311
Equipment payables	31,099	18,979	38,175
Freight payable	25,874	34,592	30,480
Premium payable	2,492	2,308	2,299
Employee benefits payable	1,092	1,086	471
Interest payable	507	436	242
Others	<u>57,026</u>	<u>66,266</u>	<u>91,386</u>
	<u>\$ 540,983</u>	<u>\$ 438,911</u>	<u>\$ 650,583</u>
<u>Other current liabilities</u>			
Allowance for returns and discounts	\$ 185,830	\$ 193,346	\$ 171,971
Temporary receivable	2,899	3,301	3,272
Contract liabilities	1,275	1,283	1,332
Others	<u>3,679</u>	<u>45,737</u>	<u>23,232</u>
	<u>\$ 193,683</u>	<u>\$ 243,667</u>	<u>\$ 199,807</u>

Relevant product return and discount liability reserves are estimated product returns and discounts that may occur based on historical experience, management judgment and other known reasons.

21. RETIREMENT BENEFIT PLANS

From April 1 to June 30, 2025 and 2024 and for the six-month period ended June 30, 2025 and 2024, the pension expenses of defined benefit plans were \$16 thousand, \$29 thousand, \$31 thousand and \$58 thousand, respectively, and these numbers were calculated based on the pension cost rate determined by the actuarial calculation as of December 31, 2024 and 2023, respectively.

22. EQUITY

(1) Share capital

Ordinary shares

	June 30, 2025	December 31, 2024	June 30, 2024
Authorized shares (in thousands)			
	<u>136,060</u>	<u>136,060</u>	<u>136,060</u>
Authorized capital	<u>\$ 1,360,600</u>	<u>\$ 1,360,600</u>	<u>\$ 1,360,600</u>
Issued and paid shares (in thousands)	<u>121,251</u>	<u>121,251</u>	<u>121,251</u>
Issued capital	<u>\$ 1,212,511</u>	<u>\$ 1,212,511</u>	<u>\$ 1,212,511</u>

- a. As of June 30, 2025, the Company's paid-in capital was \$1,212,511 thousand, divided into 121,251 thousand shares with a par value of \$10 per share, all of which are ordinary shares.
- b. Fully paid ordinary shares, which have a par value of \$10, carry one vote per share and carry a right to dividends.

(2) Capital surplus

	June 30, 2025	December 31, 2024	June 30, 2024
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (a)</u>			
Additional paid-in capital	\$ 179,924	\$ 179,924	\$ 179,924
Treasury share transactions	44,199	44,199	44,199
<u>Only used in deficit offset (b) exercising the right of disgorgement</u>			
	85	85	85
<u>Not for other usage</u>			
Employee Stock Options	<u>7,646</u>	<u>7,646</u>	<u>7,646</u>
	<u>\$ 231,854</u>	<u>\$ 231,854</u>	<u>\$ 231,854</u>

- a. Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).
- b. This type of capital surplus represents the Company's exercise of the right of disgorgement in accordance with Article 157 of the Securities and Exchange Act and the recognition of the benefit from the exercise of the right as capital surplus – other

(3) Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's articles of incorporation (the "Articles"), if the Company has current profits in the financial statement, the losses should be made up first, and then 10% of the remaining profits would be allocated as Legal reserves, after that the special reserves are provisioned or reversed according to the law. If profits are remaining, it will be considered as distributable profit along with the accumulated unallocated earnings from the beginning of the period. The distribution plan will be proposed by the Board of Directors and the profits will be distributed after the resolution of the shareholders meeting for the policies on the distribution of employees' compensation and remuneration of directors in the Articles, refer to employees' compensation and remuneration of directors in Note 24-7 to the consolidated financial statements.

The industrial environment that the Company relates to is volatile, and its enterprise life cycle has entered the mature stage. Considering our future working capital requirements and long-term financial planning, and the need of satisfying the need for cash flow by shareholders, thus the annual cash dividend distribution shall not be less than 5% of the total shareholder dividends.

Aligning with the current year's earnings for allotment and the balancing dividend policy, as well as in accordance with relevant laws and regulations, the Company may allocate all or part of its capital reserve as capital increase allotments. The distribution plan shall be proposed by the Board of Directors and distributed after being approved by the shareholders meeting resolution.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The Company has provided and reversed the special reserve in accordance with the "FSC No. 1090150022", "FSC No. 10901500221" and "Questions and Answers on the Application of International Financial Reporting Standards (IFRSs) to the Provision of Special Reserve".

The appropriations of earnings for 2024 and 2023 approved in the shareholders' meetings on June 18, 2025 and June 4, 2024, respectively, were as follows:

Appropriation of Earnings		
For the Years Ended December 31		
	2024	2023
Legal reserve	\$ 39,354	\$ 54,316
Cash dividends	\$ 156,976	\$ 217,352
Dividends Per Share (NT\$)	\$ 1.30	\$ 1.80

For information regarding the resolutions proposed by the Board of Directors and those approved by the Shareholders' Meeting, please refer to the "Market Observation Post System" on the Taiwan Stock Exchange.

(4) Special reserve

As the increase in retained earnings generated from the initial application of IFRSs was insufficient for appropriation as dividends, it was appropriated to a special reserve. As the special reserve appropriated by foreign operations (including subsidiaries) due to the exchange differences upon translation of their financial statements was reversed in proportion to the Company's disposal of the foreign operations; upon the Company's loss of significant influence, the entire special reserve relating to exchange differences arising from those foreign operations will be reversed. Additional special reserve should be appropriated for the amount equal to the difference between net debit balance reserves and the special reserve appropriated on the first-time adoption of IFRSs. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses; the reversed amount may be distributed.

(5) Other equity items

a. Exchange differences on translating the financial statements of foreign operations

	For the Six-Month Period Ended June 30	
	2025	2024
Balance at January 1	(\$ 45,008)	(\$ 117,258)
Current period generated		
Exchange differences arising from the translation of net assets of foreign operating entities	(201,800)	58,450
Other comprehensive income or loss for the period	(201,800)	58,450
Balance at June 30	(\$ 246,808)	(\$ 58,808)

b. Unrealized valuation gain on financial assets at FVTOCI

	For the Six-Month Period Ended June 30	
	2025	2024
Balance at January 1	\$ 14,360	\$ 37,165
Current period generated		
Unrealized profit and loss		
Debt Tools	8,084	(1,407)
Equity Tools	(25,557)	(2,133)
Other comprehensive income or loss for the period	(17,473)	(3,540)
Balance at June 30	(\$ 3,113)	\$ 33,625

c. Remeasurement of defined benefit obligation

	For the Six-Month Period Ended June 30	
	2025	2024
Balance at January 1 and June 30	\$ 8,563	\$ 7,432

(6) Treasury shares

Purpose of Acquisition	Treasury shares granted to employees (In Thousands)
Shares Held as of January 1 and June 30, 2025	500
Shares Held as of January 1 and June 30, 2024	500

Pursuant to the Securities and Exchange Act of the ROC, the treasury shares held by the Company should not be pledged as collateral, are not eligible for dividends and do not have voting rights.

23. REVENUE

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
Revenue from contracts with Customers				
Sale of Goods	<u>\$ 1,627,081</u>	<u>\$ 1,559,978</u>	<u>\$ 3,275,665</u>	<u>\$ 2,869,531</u>

Please refer to Note 34 for a breakdown of revenues

24. NET PROFIT FROM CONTINUING OPERATIONS

Net Profit from continuing operations including the following items :

(1) Other income

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
Dividends income	\$ 12,464	\$ -	\$ 12,464	\$ -
Rental income	83	68	416	438
Others	<u>7,149</u>	<u>8,887</u>	<u>18,802</u>	<u>22,149</u>
	<u>\$ 19,696</u>	<u>\$ 8,955</u>	<u>\$ 31,682</u>	<u>\$ 22,587</u>

(2) Interest income

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
Cash in banks	\$ 2,077	\$ 3,782	\$ 3,945	\$ 6,857
Debt instrument investments at fair value through other comprehensive income	<u>6,834</u>	<u>3,676</u>	<u>14,392</u>	<u>5,121</u>
	<u>\$ 8,911</u>	<u>\$ 7,458</u>	<u>\$ 18,337</u>	<u>\$ 11,978</u>

(3) Other gains and losses

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
Gain (loss) on disposal of property, plant and equipment	\$ 343	\$ -	\$ 315	(\$ 706)
Gain from changes of financial assets at fair value through profit	40	10	49	39
Foreign exchange gains (losses)	(98,033)	11,712	(83,475)	24,995
Others	(1,348)	(269)	(1,362)	(270)
	<u>(\$ 98,998)</u>	<u>\$ 11,453</u>	<u>(\$ 84,473)</u>	<u>\$ 24,058</u>

(4) Finance costs

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
Interest in lease liabilities	\$ 364	\$ 552	\$ 583	\$ 1,186
Discounted interest in notes receivable	5,018	8,769	12,756	17,964
Interest in bank loans	<u>4,758</u>	<u>2,617</u>	<u>9,206</u>	<u>5,306</u>
	<u>\$ 10,140</u>	<u>\$ 11,938</u>	<u>\$ 22,545</u>	<u>\$ 24,456</u>

(5) Depreciation and amortization

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	\$ 54,016	\$ 54,682	\$ 111,149	\$ 107,353
Operating expenses	<u>18,121</u>	<u>15,195</u>	<u>34,617</u>	<u>30,147</u>
	<u>\$ 72,137</u>	<u>\$ 69,877</u>	<u>\$ 145,766</u>	<u>\$ 137,500</u>
An analysis of amortization by function				
Operating costs	\$ 82	\$ 90	\$ 168	\$ 179
Operating expenses	<u>876</u>	<u>683</u>	<u>1,654</u>	<u>1,111</u>
	<u>\$ 958</u>	<u>\$ 773</u>	<u>\$ 1,822</u>	<u>\$ 1,290</u>

Amortization expenses of intangible assets are allocated to individual line items; please refer to Note 16.

(6) Employee Benefit Expenses

	From April 1 to June 30		For the Six-Month Period Ended June 30	
			2025	2024
	2025	2024	2025	2024
Short-term employee benefits				
Salaries	\$ 155,549	\$ 133,753	\$ 294,503	\$ 241,682
Labor/Health Insurance	<u>20,802</u>	<u>18,082</u>	<u>42,338</u>	<u>35,614</u>
	<u>176,351</u>	<u>151,835</u>	<u>336,841</u>	<u>277,296</u>
Post-employment benefits				
Defined contribution plan	1,282	1,025	2,570	2,300
Defined Benefit Plan (Note 21)	<u>16</u>	<u>29</u>	<u>31</u>	<u>58</u>
	<u>1,298</u>	<u>1,054</u>	<u>2,601</u>	<u>2,358</u>
Other employee benefit expenses	<u>13,413</u>	<u>10,205</u>	<u>27,946</u>	<u>22,316</u>
Total employee benefit expenses	<u>\$ 191,062</u>	<u>\$ 163,094</u>	<u>\$ 367,388</u>	<u>\$ 301,970</u>
Summary by function				
Operating costs	\$ 139,249	\$ 103,080	\$ 260,879	\$ 188,724
Operating expenses	<u>51,813</u>	<u>60,014</u>	<u>106,509</u>	<u>113,246</u>
	<u>\$ 191,062</u>	<u>\$ 163,094</u>	<u>\$ 367,388</u>	<u>\$ 301,970</u>

(7) Employees' compensation and remuneration of directors

The Company accrues employees' compensation and remuneration of directors at the rates of 2%-10% and no higher than 2%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors. In accordance with the amendment to the Securities and Exchange Act in August 2024, the Company plans to seek approval at the 2025 shareholders' meeting to amend its Articles of Incorporation, stipulating that no less than 50% of the employee remuneration allocated for the year shall be distributed to grassroots employees.

For the Six-month period ended June 30, 2025 and 2024, the employees' compensation and the remuneration of directors and supervisors were as follows:

Accrual rate

	For the Six-Month Period Ended June 30	
	2025	2024
Employees' compensation	3.8%	3.8%
Remuneration of directors	1.4%	1.4%

Amounts

	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Employees' compensation	(\$ 542)	\$ 2,828	\$ 93	\$ 5,707
Remuneration of directors	(\$ 200)	\$ 1,132	\$ 34	\$ 2,102

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

The appropriations of employees' compensation and remuneration of directors for 2024 and 2023 that were resolved by the board of directors on February 19, 2025 and February 22, 2024, respectively, were as below:

	For the Years Ended December 31	
	2024	2023
Employees' compensation	\$ 15,522	\$ 24,235
Remuneration of directors	\$ 5,719	\$ 8,929

There was no difference between the actual amounts of employees' compensation and remuneration of directors and supervisors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

Information on the compensation of employees and remuneration of directors and supervisors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

(8) Foreign net exchange gain or loss

	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Foreign exchange gain	(\$ 6,432)	\$ 14,862	\$ 8,209	\$ 29,700
Foreign exchange loss	(91,601)	(3,150)	(91,684)	(4,705)
Net exchange gain (loss)	(\$ 98,033)	\$ 11,712	(\$ 83,475)	\$ 24,995

25. INCOME TAXES RELATING TO CONTINUING OPERATIONS

(1) Income taxes recognized in profit or loss

Detail of income tax was as follows:

	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Current income tax expenses				
In respect of the current period	\$ 16,034	\$ 34,703	\$ 29,589	\$ 54,683
Income tax on unappropriated earnings	9,861	13,575	9,861	13,575
Adjustments to prior year	9,181	(856)	9,181	(856)
Others		35,159		35,159
Deferred income tax				
In respect of the current period	(16,627)	(11,205)	(28,996)	(418)
Income tax expense recognized in profit or loss	\$ 18,449	\$ 71,376	\$ 19,635	\$ 102,143

The tax rate applicable to subsidiaries in the PRC is 25%; in addition, according to the management method of high-tech enterprise recognition. Info-Tek Electronics (Suzhou) CO., LTD. High-tech enterprises that have been approved as national key support are entitled to a preferential tax rate of 15% for corporate income tax. Taxes generated in other jurisdictions are calculated according to the tax rates applicable in the respective jurisdictions.

(2) Income taxes recognized in other comprehensive income

	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Deferred income tax				
In respect of the current period				
—Conversion of foreign operating institutions	\$ 62,672	(\$ 4,107)	\$ 50,434	(\$ 14,612)

(3) Income tax examination

Income tax returns of the Company through 2023 have been assessed and approved by the tax authorities.

26. EARNINGS PER SHARE

	Unit: NT\$ Per Share			
	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Basic earnings per share	(\$ 0.16)	\$ 0.67	(\$ 0.03)	\$ 1.12
Diluted earnings per share	(\$ 0.16)	\$ 0.66	(\$ 0.03)	\$ 1.11

The EPS and weighted average number of ordinary shares outstanding (in thousands of shares) were as follows:

Net income available to common shareholders

	For the Six-Month Period Ended June 30			
	From April 1 to June 30		June 30	
	2025	2024	2025	2024
Net income available to common shareholders	(\$ 19,126)	\$ 80,183	(\$ 3,793)	\$ 134,989
Net income used to calculate basic and diluted earnings per share	(\$ 19,126)	\$ 80,183	(\$ 3,793)	\$ 134,989

Shares

	Unit: Thousand shares			
	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	120,751	120,751	120,751	120,751
Effect of potentially dilutive ordinary shares				
Shares issued for employees' compensation	—	130	—	421
Weighted average number of ordinary shares used in the computation of diluted earnings per share	120,751	120,881	120,751	121,172

If the Company may choose to pay employees in stock or cash, the calculation of diluted earnings per share assumes that employee compensation will be paid in stock and is included in the weighted-average number of shares outstanding when the potential common stock has a dilutive effect to calculate diluted earnings per share. The dilutive effect of these potential common shares will also continue to be considered in the calculation of diluted earnings per share before the number of employee compensation shares is resolved at the following annual shareholders' meeting.

27. CASHLESS TRANSACTION

The Group carried out the following non-cash investment activities in for the Six-month period ended June 30, 2025 and 2024:

	For the Six-Month Period Ended June 30	
	2025	2024
Increase in property, plant and equipment	(\$ 30,540)	(\$ 39,627)
Increase in prepaid equipment	(143,628)	(48,786)
Increase (decrease) in payables for equipment	<u>12,120</u>	<u>(16,216)</u>
Acquisition of real estate, plant and equipment pay cash	(\$ 162,048)	(\$ 104,629)

Cash dividends resolved to be distributed by the shareholders' meeting of the company had not yet been paid as of June 30, 2025 (see Notes 20 and 22).

28. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

The management considers the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate the fair values.

b. Fair value of financial instruments that are measured at fair value on a recurring basis.

June 30, 2025

	Level 1
<u>Financial assets at fair value through profit or loss</u>	
Mutual funds	<u>\$ 4,134</u>
<u>Financial assets at fair value through other comprehensive income</u>	
Investments in equity instrument	
Domestic listed shares	<u>\$ 231,396</u>
Investments in debt instrument	
Foreign Bonds	\$ 515,683
U.S. TREASURY NOTE	<u>29,069</u>
	<u>\$ 544,752</u>

December 31, 2024

	Level 1
<u>Financial assets at fair value through profit or loss</u>	
Mutual funds	<u>\$ 278</u>
<u>Financial assets at fair value through other comprehensive income</u>	
Investments in equity instrument	
Domestic listed shares	<u>\$ 114,703</u>
Investments in debt instrument	
Foreign Bonds	\$ 554,271
U.S. TREASURY NOTE	<u>32,362</u>
	<u>\$ 586,633</u>

June 30, 2024

	Level 1
<u>Financial assets at fair value through profit or loss</u>	
Mutual funds	<u>\$ 104</u>
<u>Financial assets at fair value through other comprehensive income</u>	
Investments in equity instrument	
Domestic listed shares	<u>\$ 83,350</u>
Investments in debt instrument	
Foreign Bonds	\$ 453,589
U.S. TREASURY NOTE	<u>31,648</u>
	<u>\$ 485,237</u>

There were no transfers between Levels 1 and 2 for the six-month period ended June 30, 2025 and 2024.

c. Categories of financial instruments

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial assets</u>			
Financial assets at FVTPL			
Financial assets at amortized cost (Note 1)	\$ 4,134	\$ 278	\$ 104
Financial assets at FVTOCI- Investment in equity instruments	3,901,360	5,076,978	3,738,037
Investment in debt instruments	231,396	114,703	83,350
	544,752	586,633	485,237
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (Note 2)	3,335,753	4,164,939	2,803,203

Note 1: The balance includes financial assets measured at amortized cost, such as cash and cash equivalents, notes receivable, accounts receivable, accounts receivable - related parties, other receivables, other receivables - related parties and other financial assets.

Note 2 : The balance is includes financial liabilities measured at amortized cost, such as short-term loan、notes payable、accounts payables、accounts payables-related parties、other payables、other payables-related parties and long-term loans due within one year .

d. Financial risk management objectives and policies

The Group's major financial instruments include cash and cash equivalents, notes receivable, trade receivables, trade receivables-related parties, other receivables, other receivables-related parties, borrowings, notes payable, trade payables, trade payables-related parties, other payables, other

payables-related parties and lease liabilities. The Company's corporate treasury function provides services to the business; coordinates access to domestic and international financial markets and monitors and manages the financial risks relating to the operations of the Company through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

i. Market risk

The primary financial risks undertaken by the Group as a result of its operating activities are foreign currency exchange rate risk (see (1) below) and interest rate risk (see (2) below).

(1) Foreign currency risk

Certain subsidiaries of the Company engage in sales and purchase transactions denominated in foreign currencies, thereby exposing the Company to fluctuations in exchange rates.

As of the balance sheet date, the carrying amounts of the Group's monetary assets and monetary liabilities denominated in non-functional currencies (including those monetary items denominated in non-functional currencies that have been offset in the consolidated financial statements) are disclosed in Note 32.

Sensitivity analysis

The table below sets forth a sensitivity analysis of the Group when the exchange rate of the New Taiwan dollar or the functional currency increases or decreases by 10% against each relevant foreign currency. The sensitivity analysis only includes outstanding foreign currency-denominated monetary items, and their year-end translation is adjusted by a 10% change in exchange rates. A positive amount in the table indicates a decrease in profit after tax when the New Taiwan dollar or the functional currency appreciates by 10% against each relevant foreign currency; conversely, a depreciation of the New Taiwan dollar or the functional currency by 10% against each relevant foreign currency would have an equal but opposite effect on profit after tax.

The effect of U.S. dollar on NTD as the functional currency		
	For the Six-Month Period Ended June 30	
	2025	2024
Loss (gain)	(\$ 3,367)	(\$ 6,919)
The effect of U.S. dollar on RMB as the functional currency		
	For the Six-Month Period Ended June 30	
	2025	2024
Loss (gain)	\$ 2,006	\$ 7,993

(i) Primarily arising from the U.S. dollar-denominated receivables and payables outstanding as of the balance sheet date that are not designated as cash flow hedges.

(2) Interest rate risk

The Group is exposed to interest rate risk as entities within the Group borrow funds at both fixed and floating interest rates. The

Group manages its interest rate risk by maintaining an appropriate mix of fixed and floating rate borrowings. The Group regularly reviews its hedging activities to ensure that they are aligned with its views on interest rates and overall risk appetite, and to secure the most cost-effective hedging strategies.

Sensitivity analysis

The following sensitivity analysis is determined based on the exposure to interest rate risk of derivative and non-derivative instruments at the balance sheet date. For floating-rate assets and liabilities, the analysis assumes that the amount of the liability outstanding at the balance sheet date was outstanding for the entire reporting period.

If interest rates had increased by 100 basis points (1%), with all other variables held constant, the Group's profit after tax for the six-month periods ended June 30, 2025 and 2024 would have decreased by NT\$3,695 thousand and NT\$2,187 thousand, respectively, mainly due to the Group's net position in floating rate borrowings.

ii. Credit Risk

Credit risk is the risk of financial loss to the Group if a counterparty fails to meet its contractual obligations. As of the balance sheet date, the Group's maximum exposure to credit risk, which may arise from counterparties failing to discharge their obligations and from the financial guarantees granted by the Group, is represented by the carrying amount of the financial assets recognized in the consolidated balance sheet.

In order to mitigate credit risk, the management of the Group assigned a dedicated team to be responsible for the determination of credit line, credit approval and other monitoring procedures to ensure that appropriate actions have been taken to recover overdue receivables. In addition, the Group will review the recoverable amount of receivables one by one on the balance sheet date to ensure that unrecoverable receivables have been appropriately derogated. Accordingly, the management of the company believes that the credit risk of the Group has been significantly reduced.

In addition, since the counterparty of liquid funds and derivative financial instruments is a bank with a high credit rating given by an international credit rating agency, the credit risk is limited.

iii. Liquidity risk

The Group has established an appropriate liquidity risk management framework to address its funding and liquidity management requirements over the short, medium, and long term. The Group manages liquidity risk by maintaining adequate levels of committed banking facilities and borrowing capacity, continuously monitoring forecast and actual cash flows, and matching the maturities of financial assets and liabilities.

As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group's undrawn short-term bank financing facilities amounted to NT\$3,102,443 thousand, NT\$2,879,899 thousand, and NT\$3,205,376 thousand, respectively.

Liquidity and interest rate risk table for non-derivative financial liabilities

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

For interest cash flows paid at floating rates, the undiscounted interest amount is derived from the yield curve at the balance sheet date.

June 30, 2025

	3 months to			
	1 to 3 months	1 year	1 to 5 years	Total
<u>Non-derivative financial liabilities</u>				
No interest bearing liabilities	\$ 1,753,998	\$ 668,115	\$ -	\$ 2,422,113
Lease liability	18,715	46,498	57,462	122,675
Floating Rate Instrument	<u>670,000</u>	<u>243,640</u>	<u>-</u>	<u>913,640</u>
	<u>\$ 2,442,713</u>	<u>\$ 958,253</u>	<u>\$ 57,462</u>	<u>\$ 3,458,428</u>

December 31, 2024

	3 months to			
	1 to 3 months	1 year	1 to 5 years	Total
<u>Non-derivative financial liabilities</u>				
No interest bearing liabilities	\$ 2,490,266	\$ 923,163	\$ -	\$ 3,413,429
Lease liability	17,505	13,487	4,771	35,763
Floating Rate Instrument	<u>601,510</u>	<u>150,000</u>	<u>-</u>	<u>751,510</u>
	<u>\$ 3,109,281</u>	<u>\$ 1,086,650</u>	<u>\$ 4,771</u>	<u>\$ 4,200,702</u>

June 30, 2024

	3 months to			
	1 to 3 months	1 year	1 to 5 years	Total
<u>Non-derivative financial liabilities</u>				
No interest bearing liabilities	\$ 1,649,685	\$ 595,718	\$ -	\$ 2,245,403
Lease liability	18,392	32,334	8,916	59,642
Floating Rate Instrument	<u>330,000</u>	<u>227,800</u>	<u>-</u>	<u>557,800</u>
	<u>\$ 1,998,077</u>	<u>\$ 855,852</u>	<u>\$ 8,916</u>	<u>\$ 2,862,845</u>

e. Financial Asset Transfer Information

The Group did not sell any accounts receivable during the period.

Information about the Group's sale of notes receivable is as follows:

For the six-month periods ended June 30, 2025 and 2024, the Group discounted notes receivable without recourse in the amounts of NT\$2,037,449 thousand and NT\$2,564,870 thousand, respectively. Since

such discounted notes were without recourse, the notes receivable were derecognized upon discounting.

In 2024, the Group discounted certain commercial acceptance bills receivable in Mainland China with banks in the amount of NT\$22,390 thousand to settle payments to suppliers. Under the terms of the agreements, if the commercial acceptance bills receivable are not honored at maturity, the transferee has the right to demand payment of the outstanding balance from the Group. Accordingly, the Group has not transferred substantially all the risks and rewards of ownership of these commercial acceptance bills receivable. The Group continues to recognize the full amount of the receivables and has pledged the transferred commercial acceptance bills receivable as collateral for the related borrowings (see Note 18).

29. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

(1) Related party name and categories

Related Party Name	Related Party Category
Walsin Technology Corp.	Associate
Walsin Lihwa Corporation	Associate
HannStar Board Corporation	Associate
Global Brands Manufacture Ltd.	Associate
Suzhou Walsin Technology Electronics Co., Ltd.	Other related party
HannStar Board Technology (Jiang Yin) Corp.	Other related party
Prosperity Dielectrics Co., Ltd.	Other related party
HANNSTAR DISPLAY CORP.	Other related party
Dong Guan CMK Global Brands Manufacture Ltd.	Other related party
VVG Inc.	Other related party
Hannstar Display (Nanjing) Co., Ltd.	Other related party
Inpaq Technology Co., Ltd	Other related party
Silitech Technology Corporation	Other related party
Jingjia Electronics Technology (Wuhu) Co., Ltd.	Other related party
Xurong Electronic (Shenzhen) Co., Ltd.	Other related party
Career Technology (MFG.) Co., Ltd.	Other related party
FUCHI ELECTRONICS CO., LTD.	Other related party
Inpaq Technology (China) Co., Ltd.	Other related party
Walton Advanced Engineering (Suzhou) . Inc.	Other related party

(2) Sales revenue

Category of related party	For the Six-Month Period Ended June 30			
	From April 1 to June 30	2025	2024	2025
Other related party	\$ 11,610	\$ 27,251	\$ 27,979	\$ 36,213

The terms of the transactions are the same as those for ordinary non-affiliated parties, and there are no special circumstances.

(3) Purchases of goods

Category of related party	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Other related party	\$ 5,763	\$ 10,047	\$ 9,540	\$ 15,572
Associate	<u>1,031</u>	<u>1,227</u>	<u>1,576</u>	<u>1,564</u>
	<u><u>\$ 6,794</u></u>	<u><u>\$ 11,274</u></u>	<u><u>\$ 11,116</u></u>	<u><u>\$ 17,136</u></u>

The terms of the transactions are the same as those for ordinary non-affiliated parties, and there are no special circumstances.

(4) Receivables from related parties

Account items	Category of related party	June 30, 2025	December 31, 2024	June 30, 2024
Accounts Receivables - Related Parties	Other related party	<u>\$ 22,569</u>	<u>\$ 45,993</u>	<u>\$ 32,449</u>
Other Receivables - related parties	Other related party	<u>\$ 201</u>	<u>\$ 158</u>	<u>\$ -</u>

(5) Payables to related parties

Account items	Category of related party	June 30, 2025	December 31, 2024	June 30, 2024
Accounts Payable - Related Parties	Other related party	\$ 7,366	\$ 14,113	\$ 12,902
	Associate	<u>1,348</u>	<u>1,819</u>	<u>1,511</u>
		<u><u>\$ 8,714</u></u>	<u><u>\$ 15,932</u></u>	<u><u>\$ 14,413</u></u>
Other payables - related parties	Associate	\$ 1,659	1,522	2,006
	Other related party	<u>238</u>	<u>3,154</u>	<u>3,595</u>
		<u><u>\$ 1,897</u></u>	<u><u>\$ 4,676</u></u>	<u><u>\$ 5,601</u></u>

The outstanding trade payables to related parties are unsecured.

(6) Prepayments

Account Item	Category of related party	From April 1 to June 30		For the Six-Month Period Ended June 30	
		2025	2024	2025	2024
Management and general expenses - Professional service fees	Associate	<u>\$ 2,206</u>	<u>\$ 2,225</u>	<u>\$ 4,400</u>	<u>\$ 4,663</u>
Management and general expenses - stock expense	Associate	<u>\$ 431</u>	<u>\$ 410</u>	<u>\$ 811</u>	<u>\$ 658</u>
Management and general expenses - Miscellaneous expenses	Associate	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 90</u>	<u>\$ 70</u>

Management and general expenses – Miscellaneous expenses	Other related parties	\$ -	\$ 527	\$ 312	\$ 756
Management and general expenses – Traveling expenses	Other related parties	\$ -	\$ -	\$ -	\$ 24
Management and general expenses - Professional service fees	Other related parties	\$ -	\$ 150	\$ 40	\$ 345
Sales expenses – Social expenses	Other related parties	\$ -	\$ -	\$ -	\$ 11
Manufacturing overhead- repair expenses	Other related parties	\$ -	\$ -	\$ -	\$ 6
Manufacturing overhead- Professional service fees	Other related parties	\$ 5,329	\$ 195	\$ 5,524	\$ 530
Manufacturing overhead- Traveling expenses	Other related parties	\$ -	\$ -	\$ -	\$ 31
Manufacturing overhead- Processing fee	Other related parties	\$ 163	\$ -	\$ 163	\$ -
Other revenue	Other related parties	\$ 467	\$ -	\$ 467	\$ -

(7) Lease Agreement

Category of related party	For the Six-Month Period Ended June 30		
	2025	2024	
<u>Acquisition of right-of-use assets</u>			
Other related parties	\$ 108,153	\$ -	
Account items	Category of related party	June 30, 2025	December 31, 2024
Lease liabilities	Other related party	\$ 108,405	\$ 14,049
Account items	Category of related party	June 30, 2025	December 31, 2024
<u>Interest expense</u>			
Other related party	\$ 280	\$ 323	\$ 385

The Group leased the factory of Jingjia Electronics Technology (Wuhu) Co., Ltd. in June 2022 for a period of three years at a fixed monthly rental payment based on the lease agreement with reference to the rental rate of similar assets. Consequently, the right-of-use asset amounted to 92,848 thousand.

In June 2025, the Group entered into two-year lease agreements with Jing Jia Electronics and Huadong Technology for plant buildings. The rental payments, determined with reference to prevailing market rates for similar assets, are fixed lease payments payable monthly in accordance with the contracts.

(8) Compensation of key management personnel

The total remuneration of directors and other key management personnel is as follows :

	From April 1 to June 30		For the Six-Month Period Ended June 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 1,356	\$ 11,901	\$ 13,270	\$ 23,797
Postretirement benefits	75	86	150	172
	<u>\$ 1,431</u>	<u>\$ 11,987</u>	<u>\$ 13,420</u>	<u>\$ 23,969</u>

The remuneration of directors and other key management is determined by the Remuneration Committee in accordance with individual performance and market trends, after review and approval by the Board of Directors.

30. PLEDGED ASSETS

The following assets have been pledged as collateral for borrowings:

	June 30, 2025	December 31, 2024	June 30, 2024
Note receivable	\$ _____ -	\$ 22,390	\$ _____ -

31. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those described in other notes, the significant commitments and contingencies of the Group as of the balance sheet date were as follows:

Significant commitments

- (1) As of June 30, 2025, the Group issued promissory notes in the amount of NT\$1,115,000 thousand to secure long- and short-term loans.
- (2) As of June 30, 2025, the Group was issued a letter of guarantee by a bank for the period from February 11, 2025 to February 10, 2026 for the amount of NT\$3,000 thousand for importing goods before taxation.

32. EXCHANGE RATE INFORMATION OF FOREIGN CURRENCY FINANCIAL ASSETS AND LIABILITIES

The following information is summarized and expressed in foreign currencies other than the functional currencies of The Group. The foreign currency assets and liabilities with significant impact are as follows:

June 30, 2025

Financial assets	Foreign currency	Exchange rate	Carrying Amount
<u>Monetary items</u>			
USD			
USD	\$ 4,210	29.30 (USD : NTD)	\$ 123,353
USD	2,737	7.1621 (USD : RMB)	80,195
JPY	50,674	0.2034 (JPY : NTD)	10,307
SGD	15	23.00 (SGD : NTD)	345
EUR	14	34.35 (EUR : NTD)	481
HKD	40	3.732 (HKD : NTD)	149
RMB	338	4.091 (RMD : NTD)	<u>1,383</u>
			\$ <u>216,213</u>
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	2,878	29.30 (USD : NTD)	\$ 84,325
USD	3,577	7.1621 (USD : RMB)	104,807
JPY	18,036	0.0497 (JPY : RMB)	3,669
EUR	3	34.35 (EUR : NTD)	103
EUR	45	8.397 (EUR : RMB)	<u>1,546</u>
			\$ <u>194,450</u>

December 31, 2024

Financial assets	Foreign currency	Exchange rate	Carrying Amount
<u>Monetary items</u>			
USD			
USD	\$ 5,568	32.785 (USD : NTD)	\$ 182,547
USD	1,864	7.3213 (USD : RMB)	61,111
JPY	674	0.2099 (JPY : NTD)	141
SGD	51	24.13 (SGD : NTD)	1,231
AUD	46	20.39 (AUD : NTD)	938
EUR	9	34.14 (EUR : NTD)	307
HKD	40	4.222 (HKD : NTD)	169
RMB	380	4.478 (RMD : NTD)	<u>1,702</u>
			\$ <u>248,146</u>

(Continued)

Financial liabilities	Foreign currency	Exchange rate	Carrying Amount
<u>Monetary items</u>			
USD \$ 4,188 32.785 (USD : NTD) \$ 137,304			
USD	6,699	7.3213 (USD : RMB)	219,625
JPY	47,675	0.0469 (JPY : RMB)	10,007
EUR	1	34.14 (EUR : NTD)	34
EUR	208	7.6239 (EUR : RMB)	7,101
RMB	5	4.478 (RMB : NTD)	22
			<u>\$ 374,093</u>

June 30, 2024

Financial assets	Foreign currency	Exchange rate	Carrying Amount
<u>Monetary items</u>			
USD \$ 4,693 32.45 (USD : NTD) \$ 152,288			
USD	1,937	7.3003 (USD : RMB)	62,855
JPY	674	0.2017 (JPY : NTD)	136
EUR	10	34.71 (EUR : NTD)	347
HKD	40	4.155 (HKD : NTD)	166
RMB	23	4.445 (RMB : NTD)	102
			<u>\$ 215,894</u>

Financial liabilities

<u>Monetary items</u>			
USD	2,082	32.45 (USD : NTD)	\$ 67,561
USD	5,487	7.3003 (USD : RMB)	178,052
JPY	16,983	0.0454 (JPY : RMB)	3,425
EUR	91	34.71 (EUR : NTD)	3,159
EUR	143	7.8088 (EUR : RMB)	4,964
RMB	5	4.445 (RMB : NTD)	22
			<u>\$ 257,183</u>

The Group's foreign currency exchange gains (losses) (realized and unrealized) amounted to (\$98,033) thousand、\$11,712 thousand、(\$83,475) thousand and \$24,995 thousand in from April 1 to June 30, 2025 and 2024 and for the six-month period ended June 30, 2025 and 2024, respectively. Due to the wide variety of foreign currency transactions and the Group's individual functional currencies, it is not possible to disclose the exchange gains or losses by each material currency.

33. ADDITIONAL DISCLOSURES

- i. Information about significant transactions and investees :
 - a. Financings provided: (Table 1)
 - b. Acting as a guarantor for another party: None
 - c. Marketable securities held (excluding investments in subsidiaries): (Table 2)
 - d. Total purchases from or sales to related parties of at least NT\$100 million or 20% of the paid-in capital: None
 - e. Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: None
 - f. Others: The business relationship between the parent and the subsidiaries and significant transactions between them: (Table 5)
- ii. Information on investees: (Table 3)
- iii. Information on investment in mainland China
 - a. The name of the investee in mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, income (losses) of the investee, share of profits/losses of investee, ending balance, amount received as dividends from the investee, and the limitation on investee. (Table 4)
 - b. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses. (Table 6)
 - (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the year
 - (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the year
 - (3) The amount of property transactions and the amount of the resultant gains or losses
 - (4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the year and the purposes
 - (5) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds
 - (6) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services

34. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided.

PCBA – EMS1
– EMS3

(1) Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	Operating revenue		Profit (loss) from operations	
	For the Six-Month Period Ended June 30			
	2025	2024	2025	2024
PCBA – EMS1	\$ 177,126	\$ 152,878	(\$ 12,882)	(\$ 1,610)
– EMS3	3,106,788	2,716,684	85,923	221,627
Adjustments	(8,249)	(31)	(45)	(16,945)
Profit from operations	<u>\$ 3,275,665</u>	<u>\$ 2,869,531</u>	72,996	203,072
Interest income			18,337	11,978
Dividend income			12,464	-
Gain (Loss)on disposal of property, plant and equipment			315	(706)
Foreign exchange (loss) gain			(83,475)	24,995
Rental income			416	438
Share of profit of associates			(155)	(107)
Financial instrument evaluation benefits			49	39
Financial costs			(22,545)	(24,456)
Other income			<u>17,440</u>	<u>21,879</u>
Profit before Income tax from continue operations			<u>\$ 15,842</u>	<u>\$ 237,132</u>

The revenue reported above was generated from transactions with external clients. For the Six-month period ended June 30, 2025 and 2024 do not include any intersegment sales.

Segment interests refer to the profits earned by each department, excluding interest income, disposition of real estate, plant and equipment gains and losses, net gains (losses) from foreign currency exchange, rental income, gain on reversal of impairment loss, gain on reversal of allowance, financial instrument evaluation gains and losses, financial costs, other income and income tax expense. This measure is provided to the chief operating decision maker to allocate resources to segments and measure their performance.

(2) Total segmental assets and liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Segment assets			
Continuing Operations			
Segment			
EMS1	\$ 932,120	\$ 877,288	\$ 866,167
EMS3	<u>5,915,265</u>	<u>7,221,362</u>	<u>5,630,011</u>
Segment assets	6,847,385	8,098,650	6,496,178
Unallocated assets	<u>61,377</u>	<u>46,222</u>	<u>38,651</u>
Total assets	<u>\$ 6,908,762</u>	<u>\$ 8,144,872</u>	<u>\$ 6,534,829</u>
Segment liabilities			
Continuing Operations			
Segment			
EMS1	\$ 145,100	\$ 214,601	\$ 135,526
EMS3	<u>2,656,896</u>	<u>3,543,768</u>	<u>2,459,538</u>
Segment liabilities	2,801,996	3,578,369	2,595,064
Unallocated liabilities	<u>944,860</u>	<u>844,555</u>	<u>652,039</u>
Total liabilities	<u>\$ 3,746,856</u>	<u>\$ 4,602,924</u>	<u>\$ 3,247,103</u>

Based on the purpose of monitoring departmental performance and allocating resources to each department:

- a. All assets other than deferred tax assets are allocated to reportable segments. Assets used jointly by reportable departments are apportioned on the basis of income earned by the respective reportable departments; and
- b. All liabilities other than borrowings and current and deferred income tax liabilities are allocated to reportable segments. Liabilities jointly borne by reportable departments are apportioned in proportion to departmental assets

TABLE 1**INFO-TEK CORPORATION AND SUBSIDIARIES****FINANCING PROVIDED TO OTHERS****JUNE 30, 2025****(In Thousands of New Taiwan Dollars. Unless Stated Otherwise)**

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance (Note 6)	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 4)	Aggregate Financing Limit (Note 5)
												Item	Value		
1	SUN RISE CORPORATION (Note 1)	Info-Tek Electronics (Suzhou) CO.,LTD. (Note 2)	Other receivables due from related parties	Y	\$ 228,650 (RMB 50,000)	\$ 204,550 (RMB 50,000)	\$ 204,550 (RMB 50,000)	2.7%	Note 3	Operating turnover	\$ -	-	-	\$ 1,264,762	\$ 1,264,762

Note1 : Equity-method investees .

Note2 : The Company is an equity-method investee of SUN RISE CORPORATION.

Note3 : There is a need for short-term financing.

Note4 : The lending limit to individual customers or foreign companies in which the Company directly or indirectly holds 100% of the voting shares shall not exceed 40% of the Company's latest audited or reviewed net financial statements in Taiwan.

Note5 : The total amount of the capital loan shall not exceed 40% of the net value of the Company's most recent financial statements.

Note6 : The closing balance was translated at the exchange rate of RMB1=4.091 as of June 30, 2025.

TABLE 2

INFO-TEK CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2025

(In Thousands of New Taiwan Dollars. Unless Stated Otherwise)

Holding Company Name	Type of Marketable Securities	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	JUNE 30, 2025				Note
					Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Info-Tek Corporation	Common Stock	Walsin Technology Corporation	Associate	Financial assets at FVTOCI	316,521	\$25,733	-	\$25,733	
"	Common Stock	TXC CORPORATION	N/A	Financial assets at FVTOCI	2,397,000	205,663	-	205,663	
"	Subordinate Bonds	Cathay Life Insurance Company, Ltd.	N/A	Financial assets at FVTOCI	2,000,000	58,312	-	58,312	
"	Corporate Bonds	APPLE INC.	N/A	Financial assets at FVTOCI	1,040,000	30,358	-	30,358	
"	Government Bonds	U.S. TREASURY NOTE	N/A	Financial assets at FVTOCI	1,000,000	29,069	-	29,069	
SUN RISE CORPORATION	Money Market Funds	MS USD LIQUID QUALIF ACC FUND	N/A	Financial assets at FVTPL-current	1,152.42	4,134	-	4,134	
"	Corporate Bonds	BPCE SA	N/A	Financial assets at FVTOCI	1,200,000	34,197	-	34,197	
	Corporate Bonds	PETRONAS Capital Limited	N/A	Financial assets at FVTOCI	1,940,000	54,576	-	54,576	
	Corporate Bonds	Credit Suisse AG New York Branch	N/A	Financial assets at FVTOCI	2,800,000	88,498	-	88,498	
	Corporate Bonds	3M Company	N/A	Financial assets at FVTOCI	2,500,000	67,931	-	67,931	
	Corporate Bonds	Toyota Motor Credit Corporation	N/A	Financial assets at FVTOCI	2,100,000	63,268	-	63,268	
	Corporate Bonds	NEXUS INTERNATIONAL SCHOOL	N/A	Financial assets at FVTOCI	966,667	22,396	-	22,396	
	Corporate Bonds	TOYOTA FINANCE AUSTRALIA	N/A	Financial assets at FVTOCI	3,040,000	58,893	-	58,893	
	Corporate Bonds	MITSUBISHI CORP.	N/A	Financial assets at FVTOCI	230,000	6,860	-	6,860	
"	Corporate Bonds	Banco Santander, S.A.	N/A	Financial assets at FVTOCI	1,000,000	30,394	-	30,394	

Note1 : Marketable securities referred to in this table are stocks, bonds, beneficiary certificates and marketable securities derived from the above items that fall within the scope of IFRS 9, "Financial Instruments".

Note2 : If the issuer of marketable securities is not a related party, the column is not required to be filled in.

Note3 : For those who are not measured at fair value, please enter the carrying amount of amortized cost (net of allowance for losses) in column B. For those who are not measured at fair value, please enter the carrying amount of amortized cost (net of allowance for losses) in column B.

Note4 : Please refer to Table 3 and Table 4 for the investment subsidiaries.

TABLE 3

INFO-TEK CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEES

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

(In Thousands of New Taiwan Dollars. Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss) (Note1)	Note
				June 30, 2025	December 31, 2024	Number of Shares	(%)	Carrying Amount			
Info-Tek Corporation	INFO-TEK HOLDING CO., LTD.	British Virgin Islands	Trade industry	\$ 110,726	\$ 110,726	3,700,000	100	\$ 216,936	\$ 5,462	\$ 5,462	Investments accounted for using equity method
	SUN RISE CORPORATION	Samoa	Investment industry	1,167,689	1,167,689	35,500,000	100	3,137,194	35,311	35,311	"
	Walsin New Engery Corporation	Taiwan	Solar energy generation	2,500	2,500	250,000	5	2,100	(3,099)	(155)	"
SUN RISE CORPORATION	Info-Tek Electronics (Suzhou) CO.,LTD.	Jiangsu,China	Manufacture and assembly of motherboards for information electronic products	1,142,037	1,142,037	Table 4	92.21	2,488,330	93,993	86,669	"
INFO-TEK HOLDING CO., LTD.	Info-Tek Electronics (Suzhou) CO.,LTD.	Jiangsu,China	Manufacture and assembly of motherboards for information electronic products	91,525	91,525	Table 4	7.79	210,281	93,993	7,324	"

Note1 : The calculation is based on the investees' reviewed financial statements as of June 30, 2024, based on the percentage of shareholding.

Note2 : Please refer to Table 4 for information on our Mainland China investee companies. °

TABLE 4**INFO-TEK CORPORATION AND SUBSIDIARIES****INFORMATION ON INVESTMENTS IN MAINLAND CHINA****FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025****(In Thousands of New Taiwan Dollars. Unless Stated Otherwise)**

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2025 (Note3)	Net Income (Loss) of the Investee (Note2)	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2025(Note 2)	Accumulated Appropriation of Investment Income as of June 30, 2025
					Outward	Inward						
Info-Tek Electronics (Suzhou) CO.,LTD.	Manufacture and assembly of motherboards for information electronic products	\$ 1,233,562	(Note1)	\$ 1,233,562	\$ -	\$ -	\$ 1,233,562	\$ 93,993	100%	\$ 93,993	\$ 2,698,611	\$ 767,445

Accumulated Outward Remittance for Investments in Mainland China as of June 30, 2025 (Note3)	Investment Amount Authorized by the Investment Commission, MOEA (Note 4)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$ 1,617,552 (USD 50,509,323.8)	\$ 1,617,552 (USD 50,509,323.8)	\$ 1,897,144 (Note4)

Note 1: Investment in mainland China companies through an existing company established in a third region.

Note 2: Based on the financial statements of the investee company reviewed by the attesting CPA of the Taiwan parent company.

Note 3: The conversion rate is based on the prevailing exchange rate of each investment.

Note 4: The Company was certified by the Industrial Development Bureau of the Ministry of Economic Affairs as being in compliance with the scope of operation of the operating headquarters, which expired in June 2021, and no further amounts were remitted.

TABLE 5**INFO-TEK CORPORATION AND SUBSIDIARIES****INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025
(Amounts In Thousands of New Taiwan Dollars)**

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets (Note 3)
0	Info-Tek Corporation	Info-Tek Electronics (Suzhou) CO., LTD.	1	Sales	\$ 3,206	No significant difference with non-related parties	
		Info-Tek Electronics (Suzhou) CO., LTD.	1	Cost of goods sold	5,043	"	
		Info-Tek Electronics (Suzhou) CO., LTD.	1	Trade receivables from related parties	2,932	"	
		Info-Tek Electronics (Suzhou) CO., LTD.	1	Trade payables to related parties	4,983	"	
		Info-Tek Corporation	2	Cost of goods sold	3,206	"	
		Info-Tek Corporation	2	Sales	5,043	"	
		Info-Tek Corporation	2	Trade receivables from related parties	4,983	"	
		Info-Tek Corporation	2	Trade payables to related parties	2,932	"	
		INFO-TEK HOLDING CO., LTD.	3	Other payables from related parties	777	"	
		SUNRISE CORPORATION	3	Other payables from related parties	205,194	"	2.97%
1	Info-Tek Electronics (Suzhou) CO., LTD.	SUNRISE CORPORATION	3	Finance costs	2,804	"	
		Info-Tek Electronics (Suzhou) CO., LTD.	3	Other receivables from related parties	777	"	
		Info-Tek Electronics (Suzhou) CO., LTD.	3	Interest income	2,804	"	
2	INFO-TEK HOLDING CO., LTD.	Info-Tek Electronics (Suzhou) CO., LTD.	3	Other receivables from related parties	205,194	"	2.97%
		INFO-TEK HOLDING CO., LTD.	3	Interest income	2,804	"	
3	SUNRISE CORPORATION	Info-Tek Electronics (Suzhou) CO., LTD.	3	Other receivables from related parties	205,194	"	
		Info-Tek Electronics (Suzhou) CO., LTD.	3	Interest income	2,804	"	

Note 1: Information regarding business transactions between the parent company and its subsidiaries should be indicated separately in the "Code" column. The coding method is as follows:

- (1) Enter 0 for the parent company.
- (2) Subsidiaries should be numbered sequentially starting from 1, using Arabic numerals, based on the respective company.

Note 2: The relationship is classified in 3 categories:

- 1: Represents for the transaction from parent company to subsidiary;
- 2: Represents for the transaction from subsidiary to parent company;
- 3: Represents for the transactions between subsidiaries.

Note 3: The percentage of total assets is calculated using the ending balance divided by the total consolidated assets; the percentage of total revenue is calculated using the accumulated amount during the period divided by the total consolidated sales revenue.

Note 4: The disclosure of significant intercompany transactions in this table may be determined by the company based on the principle of materiality.

INFO-TEK CORPORATION AND SUBSIDIARIES

The following significant transactions with Mainland China investees, directly or indirectly through third parties
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Purchase/(Sale)	Amount	Price	Paym
Info-Tek Electronics (Suzhou) CO.,LTD.	Sale	\$ 3,206	Market Price	Payment Term 9
Info-Tek Electronics (Suzhou) CO.,LTD.	Purchase	5,043	Market Price	Payment Term 9