

Ji-Haw Industrial, Co., Ltd., and
Subsidiaries

Consolidated Financial Statements
and Independent Auditor's Review
Report

First quarter of 2025 and 2024

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§TABLE OF CONTENTS§

Item	Page	Consolidated Financial Statements Note Number
1. Cover Page	1	-
2. Table of Contents	2	-
3. Independent Auditor's Review Report	3~4	-
4. Consolidated Balance Sheet	5	-
5. Consolidated Income Statement	6~8	-
6. Consolidated Statement of Changes in Equity	9~10	-
7. Consolidated Statement of Cash Flows	11~13	-
8. Notes to the Consolidated Financial Statements	14	
(1) Company History	14	1
(II) Date and procedure for adopting the consolidated financial statements	14	2
(3) Application of New and Revised Standards and Interpretations	14~16	3
(4) Summary of Significant Accounting Policies	16~18	4
(5) Key Sources of Significant Accounting Judgments, Estimates, and Assumptions Uncertainty	18	5
(6) Notes to Major Accounts	18~58	6~30
(7) Related Party Transactions	58~60	31
(8) Pledged assets	60	32
(9) Significant Contingent Liabilities and Unrecognized Contractual Commitments	-	-
(10) Losses From Major Disasters	-	-
(11) Major Post-balance Sheet Events	-	-
(12) Significant assets and liabilities Denominated in Foreign Currency	60~62	33
(13) Other Disclosures		
1. Information Related to Significant Transactions	62	34
2. Information Related to Business Investments	63	34
3. Information Related to Investments in Mainland China	63	34
(14) Segment Information	64	35

Independent Auditors' Review Report

To Ji-Haw Industrial, Co., Ltd:

Introduction

The Consolidated Balance Sheet as of March 31, 2025 and 2024, and the Consolidated Comprehensive Income Statement and Changes in Consolidated Equity for the period of January 1 to March 31, 2025 and 2024 of Ji-Haw Industrial Co., Ltd., and its subsidiaries' financial statements, consolidated cash flow statements, and notes to the consolidated financial statements (including a summary of significant accounting policies) have been reviewed by us. It is the responsibility of the management to prepare the properly expressed consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission.

Scope

Except as stated in the paragraph above, we conducted reviews in accordance with the Standards on Reviews 2410, "Review of Financial Statements". The procedures to be used in reviewing the consolidated financial statements include inquiries (mainly with the person in charge of financial and accounting affairs), analytical procedures, and other review procedures. A review is substantially less in scope than an audit, and therefore does not allow us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Therefore, we do not express an audit opinion.

Basis for a qualified conclusion

As stated in Note 12 to the consolidated financial statements, the financial statements for the same periods of immaterial subsidiaries included in the aforementioned consolidated financial statements were not reviewed by certified public accountants. As of March 31, 2025 and 2024, their total assets amounted to NT\$455,660 thousand and NT\$230,889 thousand, respectively, representing 16.17% and 9.92% of the consolidated total assets. Their total liabilities amounted to NT\$180,056 thousand and NT\$99,338 thousand, respectively, representing 14.12% and 10.31%

of the consolidated total liabilities. The total comprehensive loss for the periods from January 1 to March 31, 2025 and 2024, amounted to NT\$(16,167) thousand and NT\$(5,594) thousand, respectively, representing 35.54% and 342.14% of the consolidated total comprehensive income or loss. As stated in Note 13 to the consolidated financial statements, the investment balances accounted for using the equity method as of March 31, 2025 and 2024 amounted to NT\$1,785 thousand and NT\$71,597 thousand, respectively. The shares of profit or loss of associates recognized under the equity method for the periods from January 1 to March 31, 2025 and 2024 amounted to NT\$0 thousand and NT\$(1,368) thousand, respectively. These amounts were recognized based on the investee companies' financial statements for the same periods, which were not reviewed by certified public accountants.

Conclusion with reservation

We did not recognize the abovementioned consolidation, except for the fact that the financial statements of the non-significant subsidiaries and the invested companies described in the basis paragraph of the qualified conclusion may have been adjusted if they had been reviewed by the CPAs. In all material respects, the financial statements failed to explicitly and fairly convey the Regulations Governing the Preparation of Financial Reports by Securities Firms and International Accounting Standard No. 34 "Interim Financial Reporting," which were approved and issued into effect by the Financial Supervisory Commission, as well as the consolidated financial position of subsidiaries for March 31, 2025, and 2024, along with the consolidated financial performance and consolidated cash flow from January 1 to March 31, 2025, and 2024.

Deloitte Taiwan

CPA Huang Yao-Lin

CPA Chou Shih-Chieh

Number of the approval letter from the
Financial Supervisory Commission
Jin-Guan-Zheng-Shen-Zi No.
1060004806

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Financial Supervisory Commission
Jin-Guan-Zheng-Shen-Zi No. 1110348898

May 13, 2025

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Consolidated Balance Sheets
March 31, 2025 and December 31 and March 31, 2024

Unit: NT\$ thousand

Account	Assets	March 31, 2025		December 31, 2024 (After restatement)		March 31, 2024 (After restatement)	
		Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	\$ 236,020	9	\$ 332,194	11	\$ 323,543	14
1110	Financial assets at FVTPL – Current (Note 7)	-	-	-	-	4,980	-
1136	Financial assets at amortized cost – current (Note 9)	33,112	1	32,595	1	17,691	1
1140	Contract assets – current (Note 24)	1,474	-	1,702	-	2,797	-
1170	Notes and accounts receivable (Notes 10, 24 and 31)	339,114	12	408,704	14	387,328	17
130X	Inventories (Note 11)	191,284	7	197,709	7	251,432	11
1470	Other current assets (Notes 19 and 31)	37,402	1	42,561	1	30,657	1
11XX	Total current assets	838,406	30	1,015,465	34	1,018,428	44
	Non-current Assets						
1510	Financial assets at FVTPL – non-current (Note 7)	33,205	1	-	-	-	-
1517	Financial Assets at Fair Value Through Other Comprehensive Income – Non-current (Notes 8 and 32)	248,356	9	236,513	8	-	-
1535	Financial assets at amortized cost - non-current (Note 9)	-	-	-	-	8,840	-
1550	Investment under the equity method (Note 13)	1,785	-	1,760	-	71,597	3
1600	Property, plant and equipment (Notes 14 and 32)	298,469	11	299,525	10	346,374	15
1755	Right-of-use assets (Notes 15 and 16)	106,362	4	109,777	4	86,257	4
1760	Investment property (Notes 15, 16, and 32)	1,108,572	39	1,104,288	38	583,615	25
1805	Goodwill (Note 17)	39,193	1	39,193	1	78,369	3
1821	Intangible assets (Notes 17 and 18)	62,747	2	68,788	2	59,526	3
1840	Deferred tax assets	48,012	2	43,801	2	30,722	1
1920	Refundable deposits	11,443	-	11,314	-	9,840	-
1990	Other non-current assets (Notes 19 and 31)	21,706	1	15,499	1	34,917	2
15XX	Total non-current assets	1,979,850	70	1,930,458	66	1,310,057	56
1XXX	Total assets	\$ 2,818,256	100	\$ 2,945,923	100	\$ 2,328,485	100
Account	LIABILITIES AND EQUITY						
	Current liabilities						
2100	Short-term borrowings (Note 20 and 32)	\$ 705,000	25	\$ 695,000	24	\$ 356,500	15
2130	Contract liabilities – current (Notes 24 and 31)	4,418	-	4,506	-	973	-
2170	Notes and Accounts Payable (Note 31)	259,106	9	333,818	11	310,926	14
2200	Other payables (Notes 21 and 31)	42,905	2	54,951	2	44,703	2
2230	Current Income Tax Liabilities	18	-	17	-	-	-
2280	Lease liabilities – current (Note XV)	18,698	1	18,489	1	13,961	1
2320	Long-term borrowings due within one year (Notes 20 and 32)	58,355	2	4,928	-	5,002	-
2399	Other current liabilities (Note 30)	1,905	-	1,181	-	8,586	-
21XX	Total current liabilities	1,090,405	39	1,112,890	38	740,651	32
	Non-current liabilities						
2527	Contract liabilities – non-current (Note 24)	200	-	205	-	-	-
2540	Long-term borrowings (Note 20 and 32)	12,174	-	66,824	2	70,775	3
2570	Deferred tax liabilities	76,137	3	77,893	3	53,574	2
2580	Lease liabilities – non-current (Note XV)	82,944	3	86,662	3	88,683	4
2640	Net defined benefit liabilities (Note 22)	144	-	192	-	841	-
2645	Guarantee deposits	4,008	-	3,951	-	2,196	-
2670	Other non-current liabilities	9,253	-	8,821	-	7,097	-
25XX	Total non-current liabilities	184,860	6	244,548	8	223,166	9
2XXX	Total liabilities	1,275,265	45	1,357,438	46	963,817	41
	Equity attributable to owners of the Company (Notes 23 and 29)						
3100	Common shares	1,127,192	40	1,127,192	38	1,127,192	48
3200	Capital surplus	1,622	-	2,937	-	229,914	10
	Retained earnings (accumulated losses)						
3310	Appropriated as legal capital reserve	-	-	-	-	23,586	1
3320	Special reserve	298,757	10	298,757	10	218,029	10
3350	Losses to be offset	(317,567)	(11)	(248,370)	(8)	(202,675)	(9)
3300	Total retained earnings (accumulated losses)	(18,810)	(1)	50,387	2	38,940	2
3400	Other equity	362,304	13	336,631	12	(58,671)	(2)
31XX	Total equity of the Company's owners	1,472,308	52	1,517,147	52	1,337,375	58
36XX	Non-controlling Equity (Notes 17, 23 and 29)	70,683	3	71,338	2	27,293	1
3XXX	EQUITY	1,542,991	55	1,588,485	54	1,364,668	59
	Total liabilities and equities	\$ 2,818,256	100	\$ 2,945,923	100	\$ 2,328,485	100

The accompanying notes are an integral part of the consolidated financial statements.
(Please see the Independent Auditor's Review Report of Deloitte & Touche on May 13, 2025)

Chair: Shih Hao-Chi

Manager: Lin Meng-Chieh

Accounting supervisor: Chen Po-Jung

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Consolidated Statements of Comprehensive Income
For the three months ended March 31, 2025 and 2024

		Unit: NT\$ thousand, except for losses per share in NT\$			
		For the three months ended March 31, 2025		For the three months ended March 31, 2024	
Account		Amount	%	Amount	%
4000	Operating revenue (Notes 24 and 31)	\$ 231,385	100	\$ 264,254	100
5000	Operating costs (Notes 11, 18, 25 and 31)	<u>216,545</u>	<u>93</u>	<u>219,821</u>	<u>83</u>
5950	Gross profit	<u>14,840</u>	<u>7</u>	<u>44,433</u>	<u>17</u>
	Operating expenses (Notes 10, 18, 22, 25 and 31)				
6100	Selling expenses	21,263	9	21,781	8
6200	Administrative expenses	52,008	23	40,825	15
6300	Research and Development Expenses	23,516	10	17,414	7
6450	Reversal of Impairment loss of expected credit loss	(<u>4,682</u>)	(<u>2</u>)	(<u>3,405</u>)	(<u>1</u>)
6000	Total operating expenses	<u>92,105</u>	<u>40</u>	<u>76,615</u>	<u>29</u>
6900	Net operating loss	(<u>77,265</u>)	(<u>33</u>)	(<u>32,182</u>)	(<u>12</u>)
	Non-operating income and expenses				
7100	Interest revenue (Note 25)	1,157	-	524	-
7010	Other income (Notes 15, 16, 25, and 31)	5,632	2	8,667	3
7020	Other gains and losses (Note 25)	(2,963)	(1)	(4,740)	(2)
7050	Financial costs (Note 25)	(5,060)	(2)	(2,547)	(1)
7060	Share of profit or loss of associated companies using the equity method (Note 13)	<u>-</u>	<u>-</u>	(<u>1,368</u>)	<u>-</u>
7000	Total non-operating income and expenses	(<u>1,234</u>)	(<u>1</u>)	<u>536</u>	<u>-</u>
7900	Loss before tax	(<u>78,499</u>)	(<u>34</u>)	(<u>31,646</u>)	(<u>12</u>)
7950	Income tax income (expense) (Note 26)	<u>6,213</u>	<u>3</u>	(<u>2,293</u>)	(<u>1</u>)
8200	Net Loss	(<u>72,286</u>)	(<u>31</u>)	(<u>33,939</u>)	(<u>13</u>)

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Account		For the three months ended March 31, 2025		For the three months ended March 31, 2024	
		Amount	%	Amount	%
	Other comprehensive income				
	Items Not Reclassified				
	Into Profit or Loss				
8316	Unrealized				
	Gains/Losses on				
	Valuation of				
	Equity Instruments				
	at Fair Value				
	Through Other				
	Comprehensive				
	Income (Note 23)	\$ 11,843	5	\$ -	-
8320	Share of other				
	comprehensive				
	income of				
	associates				
	accounted for				
	using the equity				
	method (Notes 13				
	and 23)	-	-	8,854	3
	Items Likely to be				
	Reclassified Into Profit				
	or Loss				
8361	Exchange differences				
	on translation of				
	foreign operations				
	(Note 23)	<u>14,949</u>	<u>6</u>	<u>23,450</u>	<u>9</u>
8300	Other comprehensive				
	income for the				
	period (net after				
	tax)	<u>26,792</u>	<u>11</u>	<u>32,304</u>	<u>12</u>
8500	Total Comprehensive Income				
	for the Current Period	<u>(\$ 45,494)</u>	<u>(20)</u>	<u>(\$ 1,635)</u>	<u>(1)</u>
	Net loss attributable to:				
8610	owners of the parent				
	company	<u>(\$ 69,197)</u>	<u>(30)</u>	<u>(\$ 33,878)</u>	<u>(13)</u>
8620	Non-controlling interests	<u>(3,089)</u>	<u>(1)</u>	<u>(61)</u>	<u>-</u>
8600		<u>(\$ 72,286)</u>	<u>(31)</u>	<u>(\$ 33,939)</u>	<u>(13)</u>
	Comprehensive Income				
	Attributable To:				
8710	owners of the parent				
	company	<u>(\$ 43,524)</u>	<u>(19)</u>	<u>(\$ 1,574)</u>	<u>(1)</u>
8720	Non-controlling interests	<u>(1,970)</u>	<u>(1)</u>	<u>(61)</u>	<u>-</u>
8700		<u>(\$ 45,494)</u>	<u>(20)</u>	<u>(\$ 1,635)</u>	<u>(1)</u>
	Loss per share (Note 27)				
9710	Basic	<u>(\$ 0.61)</u>		<u>(\$ 0.30)</u>	

The accompanying notes are an integral part of the consolidated financial statements.
(Please see the Independent Auditor's Review Report of Deloitte & Touche on May 13, 2025)

Chair: Shih Hao-Chi

Manager: Lin Meng-Chieh

Accounting supervisor: Chen Po-Jung

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Consolidated Statements of Changes in Equity
For the three months ended March 31, 2025 and 2024

Unit: NT\$ thousand

		Equity attributable to owners of the Company						Other equity						
		Common shares	Capital surplus	Retained earnings (accumulated losses)				Exchange differences on the translation of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Revaluation increment of property	Total	Total	Non-controlling interests	Total equity
Account				Appropriated as legal capital reserve	Special reserve	Losses to be offset	Total							
A1	Balance on January 1, 2024	\$ 1,127,192	\$ 226,697	\$ 23,586	\$ 218,029	(\$ 168,797)	\$ 72,818	(\$ 76,975)	(\$ 14,000)	\$ -	(\$ 90,975)	\$ 1,335,732	\$ -	\$ 1,335,732
C7	Changes in associates accounted for using the equity method	-	3,217	-	-	-	-	-	-	-	-	3,217	-	3,217
D1	Net loss for the three months ended March 31, 2024	-	-	-	-	(33,878)	(33,878)	-	-	-	-	(33,878)	(61)	(33,939)
D3	Other comprehensive net income for the three months ended March 31, 2024	-	-	-	-	-	-	23,450	8,854	-	32,304	32,304	-	32,304
D5	Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	(33,878)	(33,878)	23,450	8,854	-	32,304	(1,574)	(61)	(1,635)
O1	Non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	27,354	27,354
Y1	Total increase (decrease) in equity for the three months ended March 31, 2024	-	3,217	-	-	(33,878)	(33,878)	23,450	8,854	-	32,304	1,643	27,293	28,936
Z1	Balance after restatement as of March 31, 2024	\$ 1,127,192	\$ 229,914	\$ 23,586	\$ 218,029	(\$ 202,675)	\$ 38,940	(\$ 53,525)	(\$ 5,146)	\$ -	(\$ 58,671)	\$ 1,337,375	\$ 27,293	\$ 1,364,668
A1	Balance as of January 1, 2025	\$ 1,127,192	\$ 758	\$ -	\$ 298,757	(\$ 248,697)	\$ 50,060	(\$ 31,126)	(\$ 32,946)	\$ 400,703	\$ 336,631	\$ 1,514,641	\$ 66,078	\$ 1,580,719
A3	Retrospective application restatement adjustments	-	2,179	-	-	327	327	-	-	-	-	2,506	5,260	7,766
A5	Balance after restatement as of January 1, 2025	1,127,192	2,937	-	298,757	(248,370)	50,387	(31,126)	(32,946)	400,703	336,631	1,517,147	71,338	1,588,485
D1	Net loss for the three months ended March 31, 2025	-	-	-	-	(69,197)	(69,197)	-	-	-	-	(69,197)	(3,089)	(72,286)
D3	Other comprehensive net income for the three months ended March 31, 2025	-	-	-	-	-	-	14,919	10,754	-	25,673	25,673	1,119	26,792
D5	Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	(69,197)	(69,197)	14,919	10,754	-	25,673	(43,524)	(1,970)	(45,494)
M7	Change of Ownership Interest in Subsidiaries	-	(1,315)	-	-	-	-	-	-	-	-	(1,315)	1,315	-

Equity attributable to owners of the Company														
		Other equity												
		Retained earnings (accumulated losses)					Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income							
Account		Common shares	Capital surplus	Appropriated as legal capital reserve	Special reserve	Losses to be offset	Total	Exchange differences on the translation of foreign operations	Revaluation increment of property	Total	Total	Non-controlling interests	Total equity	
Y1	Total increase (decrease) in equity for the three months ended March 31, 2025	-	(1,315)	-	-	(69,197)	(69,197)	14,919	10,754	-	25,673	(44,839)	(655)	(45,494)
Z1	Balance as of March 31, 2025	\$ 1,127,192	\$ 1,622	\$ -	\$ 298,757	(\$ 317,567)	(\$ 18,810)	(\$ 16,207)	(\$ 22,192)	\$ 400,703	\$ 362,304	\$ 1,472,308	\$ 70,683	\$ 1,542,991

The accompanying notes are an integral part of the consolidated financial statements.
(Please see the Independent Auditor’s Review Report of Deloitte & Touche on May 13, 2025)

Chair: Shih Hao-Chi

Manager: Lin Meng-Chieh

Accounting supervisor: Chen Po-Jung

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Consolidated Statements of Cash Flows
For the three months ended March 31, 2025 and 2024

Unit: NT\$ thousand

Account	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Cash flows from operating activities		
A00010 Loss before tax	(\$ 78,499)	(\$ 31,646)
A20010 Adjustments:		
A20100 Depreciation expense	12,369	8,635
A20200 Amortization Expenses	6,544	255
A20300 Reversal of Impairment loss of expected credit loss	(4,682)	(3,405)
A20400 Financial assets income measured at fair value through profit or loss	(355)	(145)
A20900 Finance costs	5,060	2,547
A21200 Interest income	(1,157)	(524)
A22300 Share of profit or loss of affiliated companies using the equity method	-	1,368
A22500 Loss on disposal of property, plant and equipment	11	-
A24100 Unrealized Gain on Currency Exchange	(3,483)	(2,565)
Total Income, Expenses, and Losses	<u>14,307</u>	<u>6,166</u>
Changes in operating assets and liabilities		
A31125 Contract assets	228	1,416
A31150 Notes and Accounts Receivable	79,535	30,563
A31200 Inventories	8,716	958
A31240 Other current assets	5,456	(4,698)
A32125 Contract Liabilities	(93)	838
A32150 Notes and Accounts Payable	(74,777)	(6,984)
A32180 Other payables	(12,069)	3,846
A32230 Other current liabilities	724	(2,700)
A32240 Net defined benefit liabilities	(48)	(45)
A32990 Other non-current liabilities	<u>432</u>	<u>148</u>
A33000 Cash generated from operations	(56,088)	(2,138)
A33300 Interest paid	(5,037)	(2,547)
A33500 Income tax received (paid)	<u>56</u>	<u>(234)</u>
AAAA Net cash flow used in operating activities	<u>(61,069)</u>	<u>(4,919)</u>

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Account		For the three months ended March 31, 2025	For the three months ended March 31, 2024
	Cash flows from investing activities		
B00040	Acquisition of financial assets at amortized cost	(\$ 9)	(\$ 5)
B00100	Acquisition of financial assets at fair value through profit or loss	(32,850)	-
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	-	17,826
B01800	Acquisition of long-term equity investment under the equity method	-	(40,000)
B02200	Net cash outflow from acquisition of subsidiaries	-	(18,352)
B02700	Acquisition of property, plants, and equipment	(4,035)	(2,295)
B03700	Increase in Guarantee Deposits Paid	(129)	(1,956)
B04500	Purchase of intangible assets	(503)	-
B06700	Increase in other non-current assets	(7,021)	(7,309)
B07500	Interest received	<u>794</u>	<u>484</u>
BBBB	Net Cash Outflow From Investing Activities	(<u>43,753</u>)	(<u>51,607</u>)
	Cash flows from financing activities		
C00100	Increase in short-term borrowings	10,000	36,000
C01600	Borrowing of long-term loans	-	53,400
C01700	Repayment of long-term borrowings	(1,223)	(717)
C03000	Increase in Guarantee Deposits Received	57	-
C03100	Decrease in guarantee deposits	-	(13)
C04020	Repayment of principal of lease liabilities	(<u>4,601</u>)	(<u>2,796</u>)
CCCC	Net cash flows from financing activities	<u>4,233</u>	<u>85,874</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>4,415</u>	<u>17,924</u>
EEEE	Net increase (decrease) in cash and cash equivalents for the period	(96,174)	47,272
E00100	Opening Cash and Cash Equivalents Balance	<u>332,194</u>	<u>276,271</u>
E00200	Closing Cash and Cash Equivalents Balance	<u>\$ 236,020</u>	<u>\$ 323,543</u>

The accompanying notes are an integral part of the consolidated financial statements.
(Please see the Independent Auditor's Review Report of Deloitte & Touche on May 13, 2025)

Chair: Shih Hao-Chi

Manager: Lin Meng-Chieh

Accounting supervisor: Chen
Po-Jung

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Notes to the Consolidated Financial Statements
For the three months ended March 31, 2025 and 2024
(expressed in thousands of New Taiwan Dollars unless otherwise specified)

1. Company History

Ji-Haw Industrial, Co., Ltd., (the “Company”) was incorporated on January 11, 1983. The major business activities of the Company are the sale and manufacturing of precision electric ports and sockets, connectors, electric wires and cables, electronics components, and other industrial and commercial services. The Company’s common shares were listed on the Taiwan Stock Exchange (TWSE) in July 2002.

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

2. Date and procedure for adopting the consolidated financial statements

These consolidated financial statements were approved by the Board of Directors on May 13, 2025.

3. Application of New and Revised Standards and Interpretations

- (1) Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The application of the amended and promulgated IFRSs approved by the FSC (Financial Supervisory Commission) will not cause significant changes in the accounting policies of the consolidated company.

- (2) IFRSs approved by the Financial Supervisory Commission (FSC) applicable for the year 2026

New IFRSs	Effective Date Announced by the International Accounting Standards Board (IASB)
Amendments to IFRS 9 and IFRS 7 – Revisions to the Application Guidance on the Classification of Financial Assets under "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026 (Note)

Note: Applicable for annual reporting periods beginning on or after January 1, 2026, with early application permitted from January 1, 2025.

As of the approval date of these consolidated financial statements, the consolidated entity has assessed that the above amendments to standards and interpretations will not have a material impact on its financial position or financial performance.

- (3) IFRSs issued by the IASB that have been published but have not yet been approved and made effective by the Financial Supervisory Commission (FSC)

New IFRSs	Effective date announced by the IASB (Note)
"Annual Improvements to IFRS Accounting Standards — Volume 11"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 – Revisions to the Application Guidance on Derecognition of Financial Liabilities under “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 – "Contracts Involving Non-Firm Renewable Electricity"	January 1, 2026
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 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 – Comparative Information”	January 1, 2023
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without public Accountability: Disclosures"	January 1, 2027

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

IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 will replace IAS 1 “Presentation of Financial Statements” and the main changes include:

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

- Guidance is provided to enhance the requirements for aggregation and disaggregation: the consolidated entity is required to identify assets, liabilities, equity, income, expenses, and cash flows arising from individual transactions or other events, and to classify and aggregate them based on shared characteristics, such that each line item presented in the primary financial statements reflects at least one common characteristic. Items with dissimilar characteristics shall be disaggregated in the primary financial statements and the notes. The consolidated entity will label such items as “other” only when no more informative label can be identified.
- Enhanced disclosure of management-defined performance measures: When the consolidated entity engages in public communications outside of the financial statements, and conveys management’s perspective on an aspect of the consolidated entity’s overall financial performance to users of the financial statements, it shall disclose, in a single note to the financial statements, relevant information regarding the management-defined performance measure. This includes a description of the measure, how it is calculated, a reconciliation to the subtotals or totals specified by IFRS Standards, and the effects of income tax and non-controlling interests on the related reconciling items.

In addition to the above effects, as of the date of approving the consolidated financial statements for release, the Group had continued to evaluate the effect of the amendments to the other standards and interpretations on its financial position and financial performance, and the relevant effects will be disclosed when the evaluation is completed.

4. Summary of Significant Accounting Policies

(1) Statement of Compliance

These consolidated financial statements are prepared in accordance with the financial reporting standards for issuers and IAS 34 'Interim Financial Reporting' as approved and issued by the Financial Supervisory Commission (FSC). These consolidated financial statements do not include all the IFRS disclosure information required for the entire annual financial statements.

(2) Basis of Preparation

Except for the financial instruments measured at fair value and the net defined benefit liabilities recognized by deducting the fair value of plan assets determined in

accordance with the fair value, these consolidated financial statements are prepared on a historical cost basis.

The fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

1. Level 1 inputs: refers to the quoted price (unadjusted) of the same asset or liability available in the active market on the measurement date.
2. Level 2 inputs: these are observable input values for assets or liabilities, either directly (i.e., the price itself) or indirectly (i.e., derived from prices), other than Level 1 quoted prices.
3. Level 3 inputs: this refers to unobservable input values for assets or liabilities.

(3) Consolidated Basis

These consolidated financial statements include the financial statements of the Company and the financial statements of the entities (subsidiaries) controlled by the Company. Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective date of acquisitions up to the effective dates of disposals, as appropriate. The financial statements of the subsidiaries have been adjusted to align their accounting policies with those of the parent company. In the preparation of the consolidated financial statements, all inter-entity transactions, account balances, revenues, and expenses have been eliminated in full. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Company's ownership interests in subsidiaries that do not result in the Company losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests 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.

For details of subsidiaries, percentage of ownership, and business items, please refer to Note 12 and Tables 6 and 7.

(4) Other Significant Accounting Policies

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

1. Defined benefit post-retirement benefits

The interim pension costs are calculated on the basis of the year-end to the end using the pension cost rate determined in accordance with the actuarial method at the end of the previous year, and take into account the significant market fluctuations and major plan amendments, settlements, or other significant Adjustments of one-off items.

2. Income tax expenses

Income tax expenses represent the sum of the tax currently payable and deferred tax. The interim income tax is calculated on the interim income before tax using the tax rate applicable to the total expected earnings for the year.

5. Key Sources of Significant Accounting Judgments, Estimates, and Assumptions of Uncertainty

Please refer to the explanation of key sources of significant accounting judgments, estimates, and assumptions of uncertainty in the 2024 consolidated financial statements.

6. Cash and Cash Equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 720	\$ 1,176	\$ 1,269
Checking accounts and demand deposits	215,123	256,413	133,613
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	<u>20,177</u>	<u>74,605</u>	<u>188,661</u>
	<u>\$ 236,020</u>	<u>\$ 332,194</u>	<u>\$ 323,543</u>

7. Financial Instruments at Fair Value Through Profit or Loss

	March 31, 2025	March 31, 2024
<u>Financial assets – current</u>		
Financial assets mandatorily classified as at FVTPL		
Non-derivative financial assets		
Listed shares on foreign markets	\$ -	\$ 1,773
- Foreign bonds	-	3,207
	<u>\$ -</u>	<u>\$ 4,980</u>

Financial assets – non-current

Financial assets mandatorily
classified as at FVTPL
Non-derivative financial
assets
- Foreign convertible
notes

\$ 33,205

\$ -

8. Financial Assets at Fair Value Through Other Comprehensive Income

	<u>March 31, 2025</u>	<u>December 31, 2024</u>
<u>Non-current</u>		
Domestic investments		
Listed (OTC) stocks		
Common shares of TEKCORE CO., LTD.	\$ 191,165	\$ 188,836
Unlisted (OTC) stocks		
Common shares of SKYMIZER TAIWAN INC.	26,954	32,614
Common shares of CERMAX CO., LTD.	30,237	15,063
	<u>\$ 248,356</u>	<u>\$ 236,513</u>

The consolidated entity has invested in the common shares of Tekcore Co., Ltd., Skymizer Taiwan Inc., Cermax Co., Ltd., Soyo Link Energy Co., Ltd., Liwang Technology Co., Ltd., and S Square System Ltd. for medium- to long-term strategic purposes and expects to generate profits through long-term investment. The management elected to designate these investments as FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

The Group is unable to recover the investment costs as Soyo Link Energy Co., Ltd., and Li Wang Technology Co., Ltd., have discontinued their operation and S SQUARE SYSTEM LTD., has been incurring losses for several years. Their fair value was assessed to be zero.

9. Financial Assets Carried at Amortized Cost

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Current</u>			
Time deposits with original maturities of more than 3 months	\$ 33,112	\$ 32,595	\$ 17,691

<u>Non-current</u>			
Time deposits with original maturities of more than 3 months	\$ -	\$ -	\$ 8,840

10. Accounts Receivable and Notes Receivable

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Notes receivable</u>			
Measured at amortized cost	\$ 926	\$ 653	\$ 5,344
<u>Accounts receivable</u>			
Measured at amortized cost			
Gross carrying amount	349,581	424,054	402,058
Less: allowance	(11,393)	(16,003)	(20,074)
	<u>338,188</u>	<u>408,051</u>	<u>381,984</u>
Notes and Accounts Receivable	<u>\$ 339,114</u>	<u>\$ 408,704</u>	<u>\$ 387,328</u>

The Group's average credit period for sales is 10 to 150 days, and the accounts receivable do not accrue interest. The rating of major customers is given by using public financial information that is readily available and historical transaction records. The Group's credit exposures and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty credit limits that are reviewed and approved by the management annually.

In order to reduce the credit risk, the Group assigns a team responsible for the determination and approval of credit limits and takes other monitoring measures to ensure that proper actions have been taken to recover the overdue accounts receivable. Additionally, the Group reviews the recoverable amount of receivables one by one on the balance sheet date to ensure that proper allowances are recognized for unrecoverable receivables. Accordingly, the management of the Company believes that the Group's credit risk has been significantly reduced.

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provisions for all trade receivables. The expected credit losses on trade receivables are estimated considering the past default experience of the debtor and the debtor's current financial position. 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 Group writes off accounts 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 enforcement activities to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of trade receivables:

March 31, 2025

	Current	1 to 30 days past due	31 to 60 days past due	61 to 90 days past due	More than 91 days past	Total
Expected credit loss rate	0.28%	5.70%	21.72%	88.05%	100.00%	
Gross carrying amount	\$ 328,391	\$ 8,560	\$ 3,228	\$ 879	\$ 8,523	\$ 349,581
Loss allowance (lifetime ECL)	(907)	(488)	(701)	(774)	(8,523)	(11,393)
Amortized cost	<u>\$ 327,484</u>	<u>\$ 8,072</u>	<u>\$ 2,527</u>	<u>\$ 105</u>	<u>\$ -</u>	<u>\$ 338,188</u>

December 31, 2024

	Current	1 to 30 days past due	31 to 60 days past due	61 to 90 days past due	More than 91 days past	Total
Expected credit loss rate	0.33%	6.54%	28.94%	59.03%	100.00%	
Gross carrying amount	\$ 386,227	\$ 20,500	\$ 4,904	\$ 1,118	\$ 11,305	\$ 424,054
Loss allowance (lifetime ECL)	(1,279)	(1,340)	(1,419)	(660)	(11,305)	(16,003)
Amortized cost	<u>\$ 384,948</u>	<u>\$ 19,160</u>	<u>\$ 3,485</u>	<u>\$ 458</u>	<u>\$ -</u>	<u>\$ 408,051</u>

March 31, 2024

	Current	1 to 30 days past due	31 to 60 days past due	61 to 90 days past due	More than 91 days past	Total
Expected credit loss rate	1.43%	10.52%	23.36%	37.36%	100.00%	
Gross carrying amount	\$ 370,188	\$ 15,008	\$ 4,268	\$ 613	\$ 11,981	\$ 402,058
Loss allowance (lifetime ECL)	(5,288)	(1,579)	(997)	(229)	(11,981)	(20,074)
Amortized cost	<u>\$ 364,900</u>	<u>\$ 13,429</u>	<u>\$ 3,271</u>	<u>\$ 384</u>	<u>\$ -</u>	<u>\$ 381,984</u>

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

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Beginning Retained Earnings	\$ 16,003	\$ 22,313
Less: Write-offs in current period	-	(33)

Less: Impairment loss reversed for current period	(4,682)	(3,405)
Effect of foreign currency exchange difference	<u>72</u>	<u>1,199</u>
Closing Balance	<u>\$ 11,393</u>	<u>\$ 20,074</u>

11. Inventory

	March 31, 2025	December 31, 2024	March 31, 2024
Finished goods	\$ 115,762	\$ 128,494	\$ 156,177
Work in process	16,747	14,211	25,878
Raw materials	58,558	54,932	69,377
Contract fulfillment costs	<u>217</u>	<u>72</u>	<u>-</u>
	<u>\$ 191,284</u>	<u>\$ 197,709</u>	<u>\$ 251,432</u>

The operating cost related to inventories of the consolidated company includes the inventory loss recognized by offsetting the inventory cost to the net realizable value and the inventory reversal profit recognized by the increase in net realizable value during the financial reporting period. The amounts are listed as follows:

Write-down	(reversal)	of	For the three months ended March 31, 2025	For the three months ended March 31, 2024
inventories			<u>\$ 4,948</u>	<u>(\$ 9,563)</u>

12. Subsidiaries

Subsidiaries included in the consolidated financial statements

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

Investor	Name of subsidiary	Nature of business activities	Proportion of Ownership (%)			Remarks
			March 31, 2025	December 31, 2024	March 31, 2024	
Ji-Haw Industrial, Co., Ltd.	Ji-Haw Artificial Intelligence Technology (Kunshan) Co., Ltd. (J.H.K)	Manufacturing and trading of computer cables or plugs	100.00	100.00	100.00	-
	J.B.T Industrial Co., Ltd. (J.B.T)	Manufacturing and trading of computer cables or plugs	100.00	100.00	100.00	-
	Ji-Haw Opto-Electrical (Kunshan) Co., Ltd. (J.H.P)	Manufacturing and trading of precision ceramics, precision molds, and computer cables and plugs	40.48	40.48	40.48	Note 1
	Ji-Haw Investment Co., Ltd. (J.H.I.)	Investing in overseas financial products and stocks	100.00	100.00	100.00	-
	JI-HAW TECHNOLOGY VN CO., LTD (J.H.V)	Manufacturing and trading of computer cables or plugs	100.00	100.00	100.00	-
	CHINTEK INC. (CHINTEK)	Software development and design	100.00	100.00	100.00	-

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	Emergence A.I CO., LTD. (Emergence A.I)	Management consulting and technology R&D services	80.00	66.67	66.67	Note 2
	Heph A.I studios Technology CO., LTD. (Heph A.I studios Technology)	Software R&D and management consulting services	100.00	100.00	100.00	Note 3
	SILICON TEST TECH. CORP. (SILICON TEST TECH)	IC packaging OEM	68.93	68.93	51.03	Note 4
	Jin-Zuan Semiconductor Investment Co., Ltd. (Jin- Zuan Semiconductor)	General investment	53.22	53.22	-	Note 7
Silicon Test Tech	Cheng-Yao Industrial Co., Ltd. (Cheng-Yao Industrial)	IC packaging OEM	100.00	100.00	100.00	Note 5
CHINTEK	CyPhy-Twin Corp. (C.P.T)	Integrated sales of software and equipment	75.00	75.00	-	Note 6
Jin-Zuan Semiconduct or	SHAN YI Investment Co., Ltd. (SHAN YI Investment)	General investment	100.00	100.00	-	Note 8
J.B.T	J.H.P	Manufacturing and trading of precision ceramics, precision molds, and computer cables and plugs	59.52	59.52	59.52	Note 1

Note 1: 40.48% held directly by the Company and 59.52% held directly by the 100% owned subsidiary, J.B.T.

Note 2: In response to market demand, the company completed its incorporation and registration on February 23, 2024. An additional investment of NT\$10,000 thousand was made on February 27, 2025, increasing the equity interest to 80%. Please refer to Note 29.

Note 3: In response to market demand, the company completed its incorporation and registration on March 4, 2024.

Note 4: In response to market demand, the consolidated entity acquired a 51.03% equity interest in the company for NT\$39,000 thousand on March 25, 2024. Please refer to Note 28. An additional investment of NT\$15,000 thousand was made on October 8, 2024, increasing the equity interest to 68.93%. Please refer to Note 29.

Note 5: The company is a 100% owned subsidiary of Silicon Test Tech, which was merged into the consolidated company as a result of the acquisition of Silicon Test Tech.

Note 6: In response to market demand, the company completed its registration and was established on May 27, 2024. It is a subsidiary 75% owned by Chintek.

Note 7: For changes in the consolidated entity's equity interest in the company, please refer to Notes 13 and 28.

Note 8: The company is a wholly owned subsidiary of Jin-Zuan Semiconductor and was included in the consolidated entity as a result of the acquisition of Jin-Zuan Semiconductor.

For the subsidiaries consolidated into the consolidated financial statements of January 1 to March 31, 2025 and 2024, the financial statements of other non-significant subsidiaries were not reviewed by accountants, except for JBT and JHP, which were reviewed by accountants.

13. Investments accounted for using equity method

Investment in associates

			March 31, 2025	December 31, 2024	March 31, 2024
<u>Individual</u>	<u>non-significant</u>				
<u>associates</u>					
Chuzhou Investment Development (Chuzhou Ding Wang)	Ding	Wang and Limited	\$ 1,785	\$ 1,760	\$ 1,741
Jin-Zuan Semiconductor Investment Co., Ltd. (Jin-Zuan Semiconductor)			-	-	48,851
CERMAX CO., LTD. (CERMAX)			-	-	21,005
			<u>\$ 1,785</u>	<u>\$ 1,760</u>	<u>\$ 71,597</u>

The consolidated company registered the establishment of Jin-Zuan Semiconductor with NTD 40,000 thousand in cash on March 8, 2024. The consolidated company underwent a cash capital increase by NTD 125,000 thousand on March 28, 2024. The consolidated company did not participate in the loss of control, so it was an individual non-insignificant associate. On May 15, 2024, the Company received a capital reduction of NTD 78,375 thousand, and the consolidated company recovered NTD 19,000 thousand of shares. The consolidated entity acquired 13.39% and 15.59% equity interests in the company for NT\$21,066 thousand and NT\$21,762 thousand on August 28, 2024, and November 15, 2024, respectively, resulting in a total equity interest of 53.22% and making the company a subsidiary of the Company. This acquisition resulted in a total bargain purchase gain of NT\$5,998 thousand. Please refer to Note 12.

CERMAX conducted a cash capital increase on October 6, 2024, in which the consolidated entity did not participate, resulting in a loss of significant influence. The

remaining 18.81% equity interest held by the consolidated entity was remeasured at its fair value of NT\$19,700 thousand on that date and reclassified as a financial asset measured at fair value through other comprehensive income. As a result, the consolidated entity recognized a net gain from the reclassification of financial assets in the amount of NT\$3,617 thousand.

The investments accounted for using the equity method and the share of profit and other comprehensive income enjoyed by the consolidated company are recognized based on the financial statements of the associated companies for the corresponding period, which have not been audited by the independent auditor.

14. Property, Plants, and Equipment

	March 31, 2025	December 31, 2024	March 31, 2024
Land	\$ 114,717	\$ 114,717	\$ 188,068
Buildings	68,376	69,624	84,998
Machinery and equipment	62,863	64,370	59,794
Transportation Equipment	2,928	3,110	3,796
Leasehold improvements	\$ 6,466	\$ 7,544	\$ -
Other equipment	11,372	10,753	9,718
Construction in progress	31,747	29,407	-
	<u>\$ 298,469</u>	<u>\$ 299,525</u>	<u>\$ 346,374</u>

Except for the recognition of depreciation expenses, there were no significant additions, disposals, or impairments of the consolidated company's property, plant, and equipment for the three-month period ended March 31, 2025 and 2024.

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

Buildings	10-24 years
Machinery and equipment	3-10 years
Transportation Equipment	3-5 years
Other equipment	1-9 years
Leasehold improvements	3 years

Depreciation is calculated over the estimated useful life of 10 to 24 years for each material component of buildings which includes the main building, electrical and mechanical construction, and improvements.

Property, plant and equipment pledged as collateral for bank borrowings were set out in Note 32.

15. Lease Agreements

(I) Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amounts			
Land	\$ 53,641	\$ 52,843	\$ 28,061
Buildings	44,805	48,237	50,079
Transportation Equipment	<u>7,916</u>	<u>8,697</u>	<u>8,117</u>
	<u>\$ 106,362</u>	<u>\$ 109,777</u>	<u>\$ 86,257</u>
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	
Additions to right-of-use assets	<u>\$ -</u>	<u>\$ 36,712</u>	
Depreciation charge for right- of-use assets			
Land	\$ 361	\$ 209	
Buildings	3,430	1,571	
Transportation Equipment	<u>803</u>	<u>610</u>	
	<u>\$ 4,594</u>	<u>\$ 2,390</u>	
Revenue from sublease of right- of-use assets (recognized as other income)	<u>\$ -</u>	<u>(\$ 1,247)</u>	

Except for the additions and recognized depreciation expenses listed above, there were no significant subleases or impairments of the consolidated company's right-of-use assets during the periods from January 1 to March 31, 2025 and 2024.

The land leased by the Consolidated Company in China and Thailand is subleased under operating leases. Related right-of-use assets are reported as investment properties and set out in Note 16. Right-of-use assets disclosed above do not include those meeting the definition of investment properties.

(II) Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount			
Current	<u>\$ 18,698</u>	<u>\$ 18,489</u>	<u>\$ 13,961</u>
Non-current	<u>\$ 82,944</u>	<u>\$ 86,662</u>	<u>\$ 88,683</u>

Range of discount rates for lease liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	4.46%	4.46%	4.46%
Buildings	1.84%~3.07%	1.84%~3.07%	1.84%~2.10%
Transportation Equipment	2.10%~5.22%	2.10%~5.22%	2.10%~5.22%

(III) Other rental information

Lease arrangements under operating leases for the leasing out of property, plants, and equipment and investment properties are set out in Note 16.

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Total Cash Outflow From Leases	(\$ 5,447)	(\$ 3,429)

16. Investment Property

Investment property measured at fair value

	Land and buildings	Right-of-use assets	Total
Balance as of January 1, 2025	\$ 954,974	\$ 149,314	\$ 1,104,288
Effects of foreign currency exchange differences	1,795	2,489	4,284
Balance as of March 31, 2025	<u>\$ 956,769</u>	<u>\$ 151,803</u>	<u>\$ 1,108,572</u>
Balance on January 1, 2024	\$ 519,170	\$ 65,875	\$ 585,045
Effects of foreign currency exchange differences	(137)	(1,293)	(1,430)
Balance as of March 31, 2024	<u>\$ 519,033</u>	<u>\$ 64,582</u>	<u>\$ 583,615</u>

Investment property is measured at fair value on a recurring basis. The valuation basis of its fair value is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Outsourced appraisal	<u>\$ 1,108,572</u>	<u>\$ 1,104,288</u>	<u>\$ 583,615</u>

The subsequent measurement of the consolidated company's following investment property is based on the discounted cash flow analysis method under the income approach.

The relevant important contract terms and evaluation information are as follows:

March 31, 2025

Target	New Taipei City Xindian District Office	Kunshan Industrial Real Estate, Suzhou City
Important contract terms	-	1. Rent (CNY): ¥226 thousand to ¥269 thousand per month 2. Remaining lease term: 135 months
Local rent prices	NTD 526 - NTD 841 NTD/ping/month	(CNY) ¥20-30/square meter/month
Rent prices of similar properties	Same as above	Same as above

Current status	Normal use	Normal use
Discount rate	3.770%	5.700%
Outsourced or self-assessed valuation	Outsourced appraisal	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers	Zhan-Mao Real Estate Appraisers
Name of appraiser	Ming-Hang Tsai, Che-Hao Yang	Tsai Ming-Hang
Date of Valuation	December 31, 2024 (Note)	December 31, 2024 (Note)
Fair value of outsourced appraisal	NT\$534,029 thousand	NT\$202,712 thousand (CNY 43,822 thousand)

Target	Dorm in Shiracha District, Thailand	Laem Chabang Industrial Park, Sriracha District, Thailand
Important contract terms	-	-
Local rent prices	(THB) ฿80-100/square meter/month	(THB) ฿135-150/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	7.750%	9.500%
Outsourced or self-assessed valuation	Outsourced appraisal	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang	Tsai Ming-Hang
Date of Valuation	June 30, 2024 (Note)	June 30, 2024 (Note)
Fair value of outsourced appraisal	NT\$16,823 thousand (THB 17,093 thousand)	NT\$47,690 thousand (THB 48,456 thousand)

Note: A valuer's statement on the validity of the original valuation report as of March 31, 2025, has been obtained.

December 31, 2024

Target	New Taipei City Xindian District Office	Kunshan Industrial Real Estate, Suzhou City
Important contract terms	1. Rent: 184 thousand/month 2. Remaining lease term: 6 months	1. Rent (CNY): ¥226 thousand to ¥269 thousand per month 2. Remaining lease term: 138 months
Local rent prices	NTD 526 - NTD 841 NTD/ping/month	(CNY) ¥20-30/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	3.770%	5.700%

Outsourced or self-assessed valuation	Outsourced appraisal	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers	Zhan-Mao Real Estate Appraisers
Name of appraiser	Ming-Hang Tsai, Che-Hao Yang	Tsai Ming-Hang
Date of Valuation	December 31, 2024	December 31, 2024
Fair value of outsourced appraisal	NT\$534,029 thousand	NT\$199,863 thousand (CNY 43,822 thousand)
Target	Dorm in Shiracha District, Thailand	Laem Chabang Industrial Park, Sriracha District, Thailand
Important contract terms	-	1. Rent (THB): ฿450 thousand per month 2. Remaining lease term: 2 months
Local rent prices	(THB) ฿80-100/square meter/month	(THB) ฿135-150/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	7.750%	9.500%
Outsourced or self-assessed valuation	Outsourced appraisal	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang	Tsai Ming-Hang
Date of Valuation	June 30, 2024 (Note)	June 30, 2024 (Note)
Fair value of outsourced appraisal	NT\$16,449 thousand (THB 17,093 thousand)	NT\$46,629 thousand (THB 48,456 thousand)

Note: A valuer's statement on the validity of the original valuation report as of December 31, 2024, has been obtained.

March 31, 2024

Target	New Taipei City Xindian District Office	Laem Chabang Industrial Park, Sriracha District, Thailand
Important contract terms	1. Rent (NTD): NT\$184-225 thousand/ month 2. Remaining lease term: 3 months	1. Rent (THB): ฿450 thousand per month 2. Remaining lease term: 11 months
Local rent prices	NTD 500 - NTD 700 NTD/ping/month	(THB) ฿135-150/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	3.645%	9.500%

Outsourced or self-assessed valuation	Outsourced appraisal	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang	Tsai Ming-Hang
Date of Valuation	December 31, 2023 (Note)	December 31, 2023 (Note)
Fair value of outsourced appraisal	NTD 512,182 thousand	NTD 71,433 thousand (THB 80,806 thousand)

Note: A valuer's statement on the validity of the original valuation report as of March 31, 2024, has been obtained.

The fair value of investment property amounting to 10% of total assets as of December 31, 2023 was appraised on August 1, 2024 by Tsai Ming-Hang, a real estate appraiser of Zhan-Mao Real Estate Appraisers, which is qualified as a real estate appraiser in Taiwan. The basis of the review was issued on August 1, 2024 by Cheng Yun-Ta, a CPA of Atax Accounting Firm, and the conclusion of the review was that the fair values were reasonable.

The valuation procedure of the income approach is to estimate the effective total revenue, estimate the total expenses, calculate the net income, determine the discount rate and calculate the income price. The above parameters are estimated based on the relevant information of the subject of evaluation and the comparison target with the same or similar characteristics in the last three years, and adjusted after judging their continuity, stability and growth, in order to confirm the availability and reasonableness of the information. Changes in revenues (cash inflows) and expenses (cash outflows) for future periods are based on the historical revenues and expenses (cash flows) of the subject of the survey, the revenues and expenses (cash flows) of comparable industry or alternative comparables, the rate of idleness or loss, and the current or probable future planned revenues and expenses. The objective net income after deducting the total expenses from the total revenue is based on the objective net income that can make the most effective use of the subject matter survey, and is extrapolated by referring to the income of the neighboring similar property under the most effective use.

Except for undeveloped land, the fair value of investment property is assessed using the income approach. The key assumptions are as follows. When the estimated capitalization rate or discount rate decreases (increases), the fair value will increase (decrease).

	December 31,	
<u>March 31, 2025</u>	<u>2024</u>	<u>March 31, 2024</u>

Discount rate	3.770%~9.500%	3.770%~9.500%	3.645%~9.500%
Income capitalization	1.73%~6.15%	1.73%~6.15%	1.73%~6.15%

The discounted cash flow (DCF) analysis of the income approach is adopted for the evaluation. The contract rent provided by the consolidated company during the lease term is evaluated at the market rent after the lease term expires. Discounted cash flow analysis under income approach: It refers to the method in which the net income and ending value of each period during the future discounted cash flow analysis period of the subject of survey are discounted at an appropriate discount rate and then summed up to estimate the price of the subject of survey. Applicable to real estate investment evaluation for investment purpose.

The consolidated entity measures the following investment properties subsequently using the land development analysis method. The key contractual terms and valuation information are as follows:

March 31, 2025

Target	Land in Baoxing Section, Xindian District, New Taipei City
Estimated Total Sales Amount	NT\$749,848 thousand
Current status	Normal use
Profit Margin	18.000%
Comprehensive Capital Interest Rate	2.770%
Outsourced or self-assessed valuation	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang
Date of Valuation	September 30, 2024 (Note)
Fair value of outsourced appraisal	NT\$307,318 thousand

Note: A valuer's statement on the validity of the original valuation report as of March 31, 2025, has been obtained.

December 31, 2024

Target	Land in Baoxing Section, Xindian District, New Taipei City
Estimated Total Sales Amount	NT\$749,848 thousand

Current status	Normal use
Profit Margin	18.000%
Comprehensive	2.770%
Capital Interest Rate	
Outsourced or self-assessed valuation	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang
Date of Valuation	September 30, 2024 (Note)
Fair value of outsourced appraisal	NT\$307,318 thousand

Note: A valuer's statement on the validity of the original valuation report as of December 31, 2024, has been obtained.

The consolidated entity's land located in Baoxing Section, Xindian District, New Taipei City, is currently used as a temporary parking lot. As the land is undeveloped and there is no existing lease agreement, and due to the limited number of comparable lease transactions for industrial land in the area, its fair value is assessed using the land development analysis method. When the estimated total sales amount increases (decreases), the profit margin decreases (increases), or the comprehensive capital interest rate decreases (increases), the fair value will increase (decrease).

Based on the legally designated use and development intensity of the land, changes in land value resulting from development and improvement are assessed. The estimated total sales amount after development or construction is calculated, from which direct costs, indirect costs, capital interest, and profit during the development period are deducted. The resulting amount represents the land development analysis value prior to development or construction, which is referred to as the land development analysis price. The procedures for land development analysis valuation are as follows:

- (1) Determine the land development plan and expected development timeline.
- (2) Investigate various costs and related expenses, and collect market data.
- (3) Conduct an on-site inspection and assess the level of environmental development.
- (4) Estimate the area of land or buildings to be sold after development or construction.
- (5) Estimate the total sales amount after development or construction.
- (6) Estimate various costs and related expenses.
- (7) Select an appropriate profit margin and comprehensive capital interest rate.
- (8) Calculate the land development analysis value.

The forecast for the overall economic situation is as follows:

- (1) Taiwan's export products have been influenced by the rise of artificial intelligence opportunities, with information and communication technology (ICT) and audiovisual products maintaining strong performance. Traditional manufacturing sectors have benefited from restocking demand and an increase in orders.
- (2) On the production side, the momentum of information and electronics manufacturing remains robust. The growing demand for high-performance computing, AI applications, and cloud data services has driven wafer foundry production. However, due to the sluggish recovery of the global economy, end-user demand in traditional industries has yet to show a significant rebound.

The investment properties are currently leased out in the form of operating leases, and the rental incomes generated are as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Rental income	<u>\$ 5,188</u>	<u>\$ 3,673</u>

Lease payments receivable under operating leases of investment properties in the future was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Year 1	\$ 19,302	\$ 14,168	\$ 6,816
Year 2	19,302	12,242	-
Year 3	19,862	12,608	-
Year 4	20,049	12,976	-
More than 5 Years	<u>109,172</u>	<u>104,464</u>	<u>-</u>
	<u>\$ 187,687</u>	<u>\$ 156,458</u>	<u>\$ 6,816</u>

17. Goodwill (restated)

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
<u>Cost</u>		
Beginning Retained Earnings	\$ 78,369	\$ 62,664
Acquired through business combination in the current period (Note 28)	<u>-</u>	<u>15,705</u>
Closing Balance	<u>\$ 78,369</u>	<u>\$ 78,369</u>
<u>Accumulated impairment loss</u>		
Beginning Retained Earnings	\$ 39,176	\$ -

Impairment loss recognized during the period	-	-
Closing Balance	<u>\$ 39,176</u>	<u>\$ -</u>
Closing net amount	<u>\$ 39,193</u>	<u>\$ 78,369</u>

The recoverable amount of goodwill was determined based on value in use. The value in use was estimated using projected cash flows based on financial budgets approved by the management of the consolidated entity.

To expand its business scale, the consolidated entity acquired SILICON TEST TECH. CORP. and CHINTEK INC. in 2024 and 2023, respectively, resulting in goodwill of NT\$15,705 thousand and NT\$62,664 thousand. As of December 31, 2024, the consolidated entity conducted goodwill impairment tests for SILICON TEST TECH. CORP. and CHINTEK INC. Due to weaker-than-expected market conditions and anticipated decreases in future cash inflows, the recoverable amounts were calculated based on value in use, using discount rates of 13.90% and 20.20%, respectively. The recoverable amounts for 2024 were NT\$42,247 thousand and NT\$68,359 thousand, both of which were lower than the carrying amounts. Accordingly, the consolidated entity recognized impairment losses of NT\$15,279 thousand and NT\$23,897 thousand for the goodwill arising from SILICON TEST TECH. CORP. and CHINTEK INC., respectively.

In 2025, the consolidated entity obtained a valuation report indicating that the fair value of the intangible assets of Silicon Test Tech Corp. at the acquisition date was NT\$15,858 thousand. The consolidated entity has adjusted the original accounting treatment and provisional amounts as of the acquisition date and has restated the comparative information accordingly.

The retrospective adjustment impact on balance sheet items is as follows:

	<u>Date of acquisition</u>
Adjustment to goodwill	(\$ 8,092)
Intangible assets	<u>\$ 15,858</u>
Non-controlling interests	<u>\$ 7,766</u>

In 2024, the consolidated entity obtained a valuation report indicating that the fair value of intangible assets of CHINTEK INC. at the acquisition date was NT\$34,524 thousand. The consolidated entity has adjusted the original accounting treatment and provisional amounts as of the acquisition date and restated the comparative information accordingly.

The retrospective adjustment impact on balance sheet items is as follows:

	Date of acquisition
Adjustment to goodwill	(\$ 34,524)
Intangible assets	<u>\$ 34,524</u>

18. Intangible assets (restated)

	March 31, 2025	December 31, 2024	March 31, 2024
Software licensing	\$ 17,179	\$ 19,025	\$ 8,229
Technology licensing	822	845	915
Computer Software	2,254	2,501	-
Trademark rights	1,437	967	-
Core technology	28,535	29,592	34,524
Customer value	<u>12,520</u>	<u>15,858</u>	<u>15,858</u>
	<u>\$ 62,747</u>	<u>\$ 68,788</u>	<u>\$ 59,526</u>

Except for the recognition of amortization expenses, there were no significant additions, disposals, or impairments of the consolidated company's intangible assets during the three months ended March 31, 2024. Amortization expenses are provided on a straight-line basis over useful years shown as follows:

Software licensing	2-10 years
Technology licensing	10 years
Computer Software	3 years
Trademark rights	10 years
Core technology	8 years
Customer value	5 years

Summary of amortization expenses by function:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Operating costs	\$ 407	\$ 246
Operating expenses	<u>6,137</u>	<u>9</u>
	<u>\$ 6,544</u>	<u>\$ 255</u>

19. Other Assets

	March 31, 2025	December 31, 2024	March 31, 2024
Prepayments	\$ 23,146	\$ 29,287	\$ 18,447
Prepayments for construction projects	16,302	9,389	-
Excess VAT paid	10,185	8,152	10,566
Other receivables	2,546	2,519	1,944
Prepayments for equipment	2,160	3,105	10,832
Supplies Inventory Count	1,971	1,854	1,832

Prepayments – related parties (Note 31)	1,492	2,122	-
Prepaid trademark rights	739	990	-
Receivable income tax refund (Note 26)	567	642	580
Prepayments for land, building and construction	-	-	21,373
	<u>\$ 59,108</u>	<u>\$ 58,060</u>	<u>\$ 65,574</u>
Current	\$ 37,402	\$ 42,561	\$ 30,657
Non-current	<u>21,706</u>	<u>15,499</u>	<u>34,917</u>
	<u>\$ 59,108</u>	<u>\$ 58,060</u>	<u>\$ 65,574</u>

20. Loans

(I) Short-term loans

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Secured loans</u> (Note 32)			
Bank borrowing	\$ 680,000	\$ 670,000	\$ 340,000
<u>Unsecured borrowings</u>			
Credit limit borrowings	<u>25,000</u>	<u>25,000</u>	<u>16,500</u>
	<u>\$ 705,000</u>	<u>\$ 695,000</u>	<u>\$ 356,500</u>

The annual interest rates of bank revolving borrowings as of March 31, 2025, December 31, 2024, and March 31, 2024 were 2.63%–2.88%, 2.63%–2.88%, and 1.99%–2.55%, respectively.

(II) Long-term loans

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Secured loans</u> (Note 32)			
Bank borrowing	\$ 53,400	\$ 53,400	\$ 53,400
<u>Unsecured borrowings</u>			
Bank borrowing	<u>17,129</u>	<u>18,352</u>	<u>22,377</u>
Subtotal	70,529	71,752	75,777
Less: portion due within 1 year	(<u>58,355</u>)	(<u>4,928</u>)	(<u>5,002</u>)
Long-term borrowings	<u>\$ 12,174</u>	<u>\$ 66,824</u>	<u>\$ 70,775</u>

The consolidated company obtained new bank borrowings of NT\$53,400 thousand during the period from January 1 to March 31, 2024 by pledging their own land as collateral, and bank borrowings of NT\$9,046 thousand through the acquisition of a subsidiary. As of March 31, 2025, December 31, 2024, and March 31, 2024, the

effective interest rates were 2.22%–3.38%, 2.22%–3.38%, and 2.10%–3.25%, respectively.

21. Other payables

	March 31, 2025	December 31, 2024	March 31, 2024
Salaries and bonuses payable	\$ 24,316	\$ 30,072	\$ 20,253
Payables for expenses	17,192	23,228	22,809
Payables for taxes	1,355	1,630	1,641
Other payables – related parties (Note 31)	42	21	-
	<u>\$ 42,905</u>	<u>\$ 54,951</u>	<u>\$ 44,703</u>

22. Post-employment benefit plan

Recognized pension expenses related to the defined benefit plan for the three months ended March 31, 2025 and 2024 were calculated using the actuarially determined pension cost discount rate as of December 31, 2024 and 2023 with an amount of NT\$0 thousand and NT\$2 thousand, respectively.

23. Equity (restated)

(1) Common shares

	March 31, 2025	December 31, 2024	March 31, 2024
Number of shares authorized (in thousands)	<u>180,000</u>	<u>180,000</u>	<u>180,000</u>
Amount of shares authorized	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>
Number of shares issued and fully paid (in thousands)	<u>112,719</u>	<u>112,719</u>	<u>112,719</u>
Amount of shares issued	<u>\$ 1,127,192</u>	<u>\$ 1,127,192</u>	<u>\$ 1,127,192</u>

Fully paid ordinary shares, with a par value of NT\$10, each of which carries one vote per share and carry a right to receive dividends. The portion of authorized capital reserved for the issuance of employee stock options is 27,000,000 shares.

(2) Capital Reserve

	March 31, 2025	December 31, 2024	March 31, 2024
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)</u>			

Additional paid-in capital	\$ -	\$ -	\$ 200,024
Treasury share transactions	-	-	25,915
Donated assets received	758	758	758
<u>May be used to offset a deficit only</u>			
Change of Ownership Interest in Subsidiaries (2)	864	2,179	--
Changes in net worth of equity of associates under equity method (2)	-	-	3,217
	<u>\$ 1,622</u>	<u>\$ 2,937</u>	<u>\$ 229,914</u>

1. The capital surplus may be used to offset a deficit and it may be distributed as cash dividends or transferred to capital when the Company has no deficit (limited to a certain percentage of the Company's paid-in capital and once a year).
2. This type of capital surplus represents the effect of equity transactions recognized due to changes in the equity of subsidiaries and associates accounted for using the equity method, arising when the Company did not actually acquire or dispose of the equity of such subsidiaries or associates.

(3) Retained earnings and dividend policy

According to the company's articles of association and profit distribution policy, if there is a surplus in the annual financial statements, it shall be used to pay taxes and make up for accumulated losses. Subsequently, 10% is set aside as statutory surplus reserve until it reaches the paid-in capital. Any remaining surplus may be allocated or reversed according to the company's operational needs or legal requirements as special surplus reserves. If there is still a balance, it will be added to the accumulated undistributed profits, and the board of directors will propose a profit distribution resolution to the shareholders' meeting for approval, ranging from 10% to 100%. Please refer to Note 25 (7) regarding the policy for employee compensation and directors' compensation stipulated in the Company's Articles of Incorporation.

The cash dividend shall not be less than 30% of the total dividend. However, if the cash dividend per share is less than NT\$0.1, it may be changed to a stock dividend. The ratio of profit distribution may be adjusted based on factors such as the actual profit for the year, capital budgeting, and financial conditions.

Appropriation of earnings to the legal reserve could be made until the legal reserve equals the Company's paid-in capital. 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.

Proposal for loss supplement for 2024 and 2023 was proposed and resolved in the annual general meeting of shareholders on March 12, 2025, and the annual general meeting of shareholders on June 28, 2024.

	<u>2024</u>	<u>2023</u>
Legal reserve to offset deficits	\$ -	(\$ 23,586)
Special surplus reserve for offsetting deficits	(\$ 248,697)	(\$ 218,029)
Capital reserve to offset deficit	\$ -	(\$ 225,939)

The loss offset plan for 2023 is subject to approval by the shareholders at the Annual General Meeting scheduled to be held in June 2025.

(4) Special reserve

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Initial Amount Recognized upon First Adoption of the Fair Value Model for Investment Property	\$ 298,757	\$ 298,757	\$ -
Amount recognized due to exchange differences arising from the translation of the financial statements of foreign operations upon first-time adoption of IFRS accounting standards	-	-	218,029
	<u>\$ 298,757</u>	<u>\$ 298,757</u>	<u>\$ 218,029</u>

When investment property is initially measured at fair value, the net increase in fair value is transferred to retained earnings. However, if the retained earnings are insufficient, a special reserve is appropriated only to the extent of the recorded retained earnings. Subsequent net increases in fair value are appropriated to a special reserve. If the cumulative net increase in fair value decreases or the investment property is disposed of in the future, the previously appropriated special reserve may be reversed accordingly. If the investment property is reclassified as property, plant and equipment, the related special reserve is reversed as the asset is subsequently depreciated.

(5) Other Equity Items

1. Unrealized Gain or Loss on Financial Assets Measured at Fair Value Through Other Comprehensive Income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Beginning Retained Earnings	(\$ 32,946)	(\$ 14,000)
In respect of the current year		
Unrealized gain or loss on equity instruments	10,754	-
Share of other comprehensive income of affiliated companies under equity method	-	8,854
Closing Balance	<u>(\$ 22,192)</u>	<u>(\$ 5,146)</u>

2. Revaluation increment of property

	For the three months ended March 31, 2025
Opening and closing balance	<u>\$ 400,703</u>

(6) Non-controlling interests

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Beginning Retained Earnings	\$ 71,338	\$ -
Non-controlling interests increased by the establishment of Emergence A.I	-	5,000
Increased non-controlling interests from acquisition of Silicon Test Tech (Note 28)	-	22,354
Non-controlling interests from acquisition of Emergence A.I (Note 29)	1,315	-

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	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	\$ 1,089	\$ -
Exchange differences on the translation of foreign operations	30	-
Current Net Loss	(3,089)	(61)
Closing Balance	<u>\$ 70,683</u>	<u>\$ 27,293</u>

24. Revenue

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Revenue from contracts with customers		
Revenue from sale of goods	\$ 205,563	\$ 257,503
Project, licensing, and labor service income	714	4,530
Processing revenue	<u>25,108</u>	<u>2,221</u>
	<u>\$ 231,385</u>	<u>\$ 264,254</u>

(1) Balance of contract

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Notes and accounts receivable (Note 10)	<u>\$ 350,507</u>	<u>\$ 424,707</u>	<u>\$ 407,402</u>	<u>\$ 406,561</u>
Contract assets - current				
Software development project	<u>\$ 1,474</u>	<u>\$ 1,702</u>	<u>\$ 2,797</u>	<u>\$ 4,213</u>
Contract Liabilities				
Sale of goods	\$ 3,450	\$ 3,484	\$ -	\$ -
Software development project	<u>968</u>	<u>1,022</u>	<u>973</u>	<u>135</u>
Contract liabilities - current	<u>4,418</u>	<u>4,506</u>	<u>973</u>	<u>135</u>
Software development project	<u>200</u>	<u>205</u>	<u>-</u>	<u>-</u>
Contract liabilities - non-current	<u>200</u>	<u>205</u>	<u>-</u>	<u>-</u>
	<u>\$ 4,618</u>	<u>\$ 4,711</u>	<u>\$ 973</u>	<u>\$ 135</u>

The change in contract liabilities mainly arises from the difference between the point at which performance obligations are satisfied and the point at which customers pay.

The consolidated company recognizes loss allowance for contract assets based on lifetime expected credit losses. The contract assets will be reclassified as accounts receivable when the bill is issued, and the credit risk characteristics are the same as the accounts receivable generated from similar contracts. Therefore, the consolidated company believes that the expected credit loss rate of accounts receivable can also be applied to contracts assets.

	March 31, 2025	December 31, 2024	March 31, 2024
Expected credit loss rate	-	-	-
Gross carrying amount	\$ 1,474	\$ 1,702	\$ 2,797
Loss allowance (lifetime ECL)	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,474</u>	<u>\$ 1,702</u>	<u>\$ 2,797</u>

(2) Disaggregation of revenue from contracts with customers

For details on revenue breakdown, please refer to Note 35.

25. Net loss

(1) Interest income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Bank deposits	\$ 784	\$ 502
Financial Assets at Fair Value Through Profit or Loss	354	-
Others	<u>19</u>	<u>22</u>
	<u>\$ 1,157</u>	<u>\$ 524</u>

(2) Other income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Rental income	\$ 5,197	\$ 3,673
Others	<u>435</u>	<u>4,994</u>
	<u>\$ 5,632</u>	<u>\$ 8,667</u>

(3) Other gains and losses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Net foreign exchange loss	(\$ 49)	(\$ 2,325)
Interest in financial assets		
Financial assets		
mandatorily classified		
as FVTPL	355	145
Loss on disposal of property, plant and equipment	(11)	-
Others	(<u>3,258</u>)	(<u>2,560</u>)
	(<u>\$ 2,963</u>)	(<u>\$ 4,740</u>)

(4) Financial cost

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Interest expense from bank borrowing	\$ 4,214	\$ 1,914
Interest expense from lease liabilities	<u>846</u>	<u>633</u>
	<u>\$ 5,060</u>	<u>\$ 2,547</u>

Information on interest capitalization is as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Amount of capitalized interest	\$ 911	\$ -
Interest rate of capitalized interest	2.63%~3.29%	-

(5) Depreciation and amortization

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Property, plants, and equipment	\$ 7,775	\$ 6,245
Right-of-use assets	4,594	2,390
Intangible assets	<u>6,544</u>	<u>255</u>
	<u>\$ 18,913</u>	<u>\$ 8,890</u>
Analysis of depreciation by function		
Operating costs	\$ 5,077	\$ 4,139
Operating expenses	4,092	4,496
Other gains and losses	<u>3,200</u>	<u>-</u>
	<u>\$ 12,369</u>	<u>\$ 8,635</u>
Amortization expenses by function		

Operating costs	\$ 407	\$ 246
Operating expenses	<u>6,137</u>	<u>9</u>
	<u>\$ 6,544</u>	<u>\$ 255</u>

(6) Employee welfare expenses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Retirement benefits		
Defined contribution plan	\$ 3,331	\$ 2,626
Defined benefit plan (Note 22)	<u>-</u>	<u>2</u>
Subtotal	3,331	2,628
Others	<u>81,129</u>	<u>65,668</u>
Total	<u>\$ 84,460</u>	<u>\$ 68,296</u>
Analysis of employee benefits by function		
Operating costs	\$ 32,973	\$ 27,113
Operating expenses	<u>51,487</u>	<u>41,183</u>
	<u>\$ 84,460</u>	<u>\$ 68,296</u>

(7) Employee remuneration and directors' remuneration

In accordance with the Company's Articles of Incorporation, employee compensation and director remuneration are allocated at rates ranging from 3% to 15% and 1% to 5%, respectively, based on pre-tax profit before deducting such compensation. As the Company incurred net losses before tax for the three-month periods of January 1 to March 31, 2025 and 2024, no employee compensation or director remuneration has been estimated or recognized.

According to the amendment to the Securities and Exchange Act in August 2024, the Company plans to pass a resolution at the 2025 shareholders' meeting to amend its Articles of Incorporation, stipulating that no less than 25% of the annual amount allocated for employee compensation shall be distributed to grassroots employees.

If the amounts in the annual consolidated financial statements change after the date of issuance, they will be adjusted in the following year's financial statements in accordance with accounting estimates.

The Company held Board of Directors meetings on March 12, 2025, and March 13, 2024, and resolved not to distribute employee compensation and director remuneration for 2024 and 2023, respectively. These resolutions are consistent with the amounts recognized in the consolidated financial statements for 2024 and 2023.

Information on employee compensation and directors' compensation resolved by the Company's Board of Directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

(8) Gains/losses on foreign currency exchange

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Total foreign exchange gain	\$ 6,843	\$ 12,586
Total foreign exchange loss	(6,892)	(14,911)
Net loss	(\$ 49)	(\$ 2,325)

26. Taxation

(1) Income tax recognized in profit or loss

The main components of income tax (profits) expenses are as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Current tax		
In respect of the current period	\$ -	\$ 31
Adjustments for prior years	<u>27</u>	<u>-</u>
	27	31
Deferred tax		
In respect of the current period	(6,240)	<u>2,262</u>
Income tax (gains) expenses recognized in profit or loss	(\$ 6,213)	<u>\$ 2,293</u>

(2) Authorization of income tax

The Company's corporate income tax filings up to and including the 2022 fiscal year have been assessed and approved by the tax authority.

Corporate income tax filings of CHINTEK, Silicon Test Tech Corp., and Cheng Yao Enterprises up to and including the 2023 fiscal year have been assessed and approved by the tax authority.

The income tax return of J.H.K, J.H.P, J.B.T and J.H.V. has been filed within the time limit regulated by local tax authorities.

Emergence A.I, Heph A.I Studios Technology, C.P.T., Jin-Zuan Semiconductor, and SHAN YI Investment were all established in 2024 and have not yet filed income tax returns.

Since JHI was established in Samoa, there is no relevant income tax burden.

27. Loss per share

Loss and weighted average number of ordinary shares used to calculate loss per share are as follows:

Current Net Loss

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Net profit attributable to owners of the Company and net loss used to calculate basic loss per share	<u>(\$ 69,197)</u>	<u>(\$ 33,878)</u>

No. of shares

Unit: thousands of shares

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Weighted average number of ordinary shares used to calculate basic losses per share	<u>112,719</u>	<u>112,719</u>

28. Business Combination (restated)

(1) Acquisition of subsidiaries

	Major operating activities	Date of acquisition	Voting Ownership Interest / Acquisition Percentage (%)	Transfer consideration
Jin-Zuan Semiconductor	General investment	November 15, 2024	53.22	<u>\$ 21,762</u>
Silicon Test Tech	IC packaging OEM	March 25, 2024	51.03	<u>\$ 39,000</u>

The acquisitions of Jin-Zuan Semiconductor and SILICON TEST TECH by the consolidated entity in 2024 were undertaken to expand its investment and electronics industry operations.

(2) Assets acquired and liabilities assumed on the date of acquisition

	Jin-Zuan Semiconductor	Silicon Test Tech
Current assets		
Cash and cash equivalents	\$ 2,105	\$ 20,648

Current financial assets at fair value through profit or loss	-	3,225
Notes and Accounts Receivable	-	21,025
Other current assets	7	2,577
Non-current Assets		
Non-current financial assets at fair value through other comprehensive income	232,773	-
Property, plants, and equipment	-	12,773
Right-of-use assets	-	408
Intangible assets	-	15,858
Other non-current assets	-	886
Current liabilities		
Short-term borrowings	(80,000)	(10,000)
Notes and Accounts Payable	-	(10,677)
Other payables	(73)	(1,470)
Lease liabilities - current	-	(418)
Other current liabilities	-	(140)
Non-current liabilities		
Long-term borrowings	-	(9,046)
	<u>\$ 154,812</u>	<u>\$ 45,649</u>

In the business combination transactions, the fair values of receivables acquired from Jin-Zuan Semiconductor and SILICON TEST TECH were NT\$0 thousand and NT\$21,025 thousand, respectively. The total contractual amounts were NT\$0 thousand and NT\$21,025 thousand, respectively. There were no contractual cash flows that were not expected to be collected as of the acquisition date.

(3) Non-controlling interests

The non-controlling interests in Jin-Zuan Semiconductor and SILICON TEST TECH were measured based on their proportionate share of the recognized amounts of the acquirees' identifiable net assets.

(4) Goodwill (Bargain Purchase Gain) Arising from the Acquisition

	Jin-Zuan Semiconductor	Silicon Test Tech
Transfer consideration	\$ 21,762	\$ 39,000
Add: Fair Value of Previously Held Equity Interests as of the Acquisition Date	58,256	-

Add: Non-controlling Interests (46.78% ownership in Jin-Zuan Semiconductor and 48.97% ownership in SILICON TEST TECH)	72,421	22,354
Less: Fair value of net identifiable assets acquired	(<u>154,812</u>)	(<u>45,649</u>)
Goodwill (Bargain Purchase Gain) Arising from the Acquisition	(<u>\$ 2,373</u>)	<u>\$ 15,705</u>

The goodwill generated from the acquisition of Silicon Test Tech and CHINTEKCHINTEK is mainly from the control premium. In addition, the consideration paid for the merger includes the expected synergy of the merger, revenue growth, future market development, and the value of the employees of Silicon Test Tech and CHINTEKCHINTEK. However, such benefits do not meet the recognition criteria of identifiable intangible assets, so they are not recognized separately.

Goodwill arising from the acquisition is not expected to be deductible for tax purposes.

(5) Acquisition of net cash outflow from subsidiaries

	Jin-Zuan Semiconductor	Silicon Test Tech
Consideration for cash payment	\$ 21,762	\$ 39,000
Less: Balance of cash and cash equivalents acquired	(<u>2,105</u>)	(<u>20,648</u>)
	<u>\$ 19,657</u>	<u>\$ 18,352</u>

(6) Effect of business combination on operating results

From the acquisition date, the operating results of the acquired company are as follows:

	Jin-Zuan Semiconductor	Silicon Test Tech
Operating income	\$ <u>-</u>	\$ <u>2,211</u>
Current Net Income	\$ <u>-</u>	\$ <u>246</u>

Had the acquisition of Jin-Zuan Semiconductor occurred on January 1, 2024, the consolidated entity's pro forma operating revenue for the three months ended March 31, 2024 would have been NT\$264,254 thousand, and the pro forma net loss would have been NT\$59,061 thousand.

Had the acquisition of Silicon Test Tech Corp. occurred on January 1, 2024, the consolidated entity's pro forma operating revenue for the three months ended March 31, 2024 would have been NT\$287,526 thousand, and the pro forma net loss would have been NT\$34,772 thousand.

Such amounts do not reflect the actual revenue and operating results that the consolidated company would generate if the business combination were completed on the commencement date of the acquisition year, and should not be used as a forecast for future operating results.

In preparing the pro forma operating revenue and net loss assuming that the consolidated entity had acquired Jin-Zuan Semiconductor, SILICON TEST TECH, and Chintek at the beginning of the respective fiscal years, management has taken the following factors into consideration:

1. Depreciation is calculated based on the fair value of the plant and property at the time of the original accounting treatment of the merger, instead of the book value recognized in the pre-acquisition financial statements; and
2. Estimate the borrowing cost based on the capital position, credit rating, and debt-to-equity ratio of the consolidated company after the merger.

29. Equity Transactions with Non-controlling Interests (restated)

On February 27, 2025, the consolidated company did not subscribe to the cash capital increase of Emergence A.I CO., LTD. in proportion to their shareholding, resulting in an increase in ownership from 66.67% to 80.00%.

As the above transaction did not result in a change in the consolidated entity's control over the subsidiaries, it was accounted for as an equity transaction.

	<u>Emergence A.I</u>
Consideration received	\$ -
Carrying Amount of Subsidiary's Net Assets to Be Transferred to Non-controlling Interests Based on Relative Change in Equity	(<u>1,315</u>)
Equity Transaction Difference	(<u>\$ 1,315</u>)
<u>Adjustment Account for Equity Transaction Difference</u>	
Capital surplus – Amount recognized for changes in ownership interests in subsidiaries	(<u>\$ 1,315</u>)

On October 8, 2024, the consolidated entity did not subscribe to the cash capital increase of SILICON TEST TECH in proportion to its original shareholding, resulting in an increase in its equity interest from 51.03% to 68.93%.

As the above transaction did not result in a change in the consolidated entity's control over the subsidiaries, it was accounted for as an equity transaction.

	<u>Silicon Test Tech</u>
Consideration received	\$ -
The amount of non-controlling interest to be transferred out, calculated based on the book value of the subsidiary's net assets and the relative change in ownership interest	<u>2,179</u>
Equity Transaction Difference	<u>\$ 2,179</u>
<u>Adjustment Account for Equity Transaction Difference</u>	
Capital surplus – Amount recognized for changes in ownership interests in subsidiaries	<u>\$ 2,179</u>

30. Financial Instruments

(I) Fair value – financial instruments not measured at fair value

The Group believes the carrying amounts of financial assets and financial liabilities that are not measured at fair value approximated their fair values.

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

1. Fair value hierarchy

March 31, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial Assets at Fair Value</u>				
<u>Through Profit or Loss</u>				
Foreign convertible notes	\$ -	\$ -	\$ 33,205	\$ 33,205
<u>Financial Assets at Fair Value</u>				
<u>Through Other</u>				
<u>Comprehensive Income</u>				
<u>Investments in equity</u>				
<u>instruments</u>				
Listed shares on domestic markets	\$ 191,165	\$ -	\$ -	\$ 191,165
Unlisted shares on domestic markets	<u>-</u>	<u>-</u>	<u>57,191</u>	<u>57,191</u>
	<u>\$ 191,165</u>	<u>\$ -</u>	<u>\$ 57,191</u>	<u>\$ 248,356</u>

December 31, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial Assets at Fair Value</u>				
<u>Through Other</u>				
<u>Comprehensive Income</u>				
<u>Investments in equity</u>				
<u>instruments</u>				
Listed shares on domestic markets	\$ 188,836	\$ -	\$ -	\$ 188,836
Unlisted shares on domestic markets	<u>-</u>	<u>-</u>	<u>47,677</u>	<u>47,677</u>
	<u>\$ 188,836</u>	<u>\$ -</u>	<u>\$ 47,677</u>	<u>\$ 236,513</u>

March 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial Assets at Fair Value</u> <u>Through Profit or Loss</u>				
Foreign bonds	\$ 3,207	\$ -	\$ -	\$ 3,207
Foreign listed (OTC) stocks	<u>1,773</u>	<u>-</u>	<u>-</u>	<u>1,773</u>
	<u>\$ 4,980</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,980</u>

There were no transfers between Level 1 and Level 2 fair value measurements for the three-month period ended March 31, 2025 and 2024.

2. Reconciliation of Level 3 fair value measurements of financial instruments

For the three months ended March 31, 2025

Financial assets	Debt instruments measured at fair value through profit or loss	Equity instruments at fair value through other comprehensive income
Beginning Earnings	\$ -	\$ 47,677
Recognized in profit or loss	355	-
Recognized in other comprehensive income or loss	-	9,514
Purchase	<u>32,850</u>	<u>-</u>
Closing Balance	<u>\$ 33,205</u>	<u>\$ 57,191</u>

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

Equity investments in unlisted domestic companies are primarily measured at fair value using the market approach, based on the company's financial information and observable market data to assess the per-share fair value. A liquidity discount is also considered, with the liquidity discount as of March 31, 2025 and December 31, 2024 ranging from 14.6% to 20.36%. The higher the liquidity discount, the lower the fair value of such investments.

The fair value of foreign convertible notes is based on the most recent investment price.

(III) Types of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
FVTPL			

Financial assets mandatorily classified as at FVTPL	\$ 33,205	\$ -	\$ 4,980
Measured at fair value through other comprehensive income			
Investments in equity instruments	248,356	236,513	-
Measured at amortized cost (note 1)	620,342	787,326	749,186
<u>Financial liabilities</u>			
Measured at amortized cost (note 2)	1,055,847	1,129,369	768,177

Note 1: The balance includes cash and cash equivalents, financial assets measured at amortized cost, notes and accounts receivable, other receivables (classified under other current assets), and refundable deposits, all of which are financial assets measured at amortized cost.

Note 2: The balances include financial liabilities measured at amortized cost, which comprise short-term borrowings, notes and accounts payable, other payables, long-term borrowings (including current portion), and guarantee deposits received.

(IV) Financial risk management objectives and policies

The consolidated company engages in various financial instruments through its operating activities, including equity and debt instrument investments, accounts receivable, accounts payable, and bank borrowings. However, due to the aforementioned financial instruments and operating activities, the Group is exposed to risks such as credit risks, liquidity risks, and market risks.

To avoid the possible adverse impacts from the aforementioned financial risks on the Group, the Group has been dedicated to analyzing, identifying, and evaluating relevant financial risks. The financial risk management framework of the Group is supervised by the Board of Directors. The accounting department establishes and follows financial risk management policies. Financial risk control procedures are regularly and intermittently reviewed by the internal auditors and related results are reported to the Board of Directors on a regular basis. The Group is committed to developing a disciplined and constructive control environment to reduce the potential adverse impact of the aforementioned risks on the Group.

1. Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below).

There were no changes in the exposures of financial instruments to market risk and the management and measurement of such exposures.

(1) Exchange rate risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed by hedging which was not for the purpose of making profits. Foreign currency inflows and outflows resulted in natural hedging effects in the long run, and exchange rate changes had little impact on the Company's operations. Therefore, the Company only adjusted the cash reserves of foreign currency deposits and did not use accounts receivable/payable as derivative products for hedging. However, the hedging for exchange rate risk will be carried out through relevant commodities in a timely manner based on the exchange rate movement and the evaluation report of financial institutions.

For non-functional currency-denominated monetary assets and monetary liabilities on the balance sheet date in the consolidated financial statements (including non-functional currency-denominated monetary items offset in the consolidated financial statements), please refer to Note 33.

Sensitivity Analysis

The Group is primarily affected by fluctuations in the U.S. dollar exchange rate.

The following schedule details the sensitivity analysis of the Group when the New Taiwan Dollar (functional currency) strengthens or weakens by 1% against the relevant foreign currencies. 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible changes in foreign exchange rates. The sensitivity analysis includes only the outstanding monetary items in foreign currency. Also,

the translation at the period-end is adjusted in accordance with the changes of exchange rates by 1%. A positive number below indicates an increase in pre-tax profit associated with the New Taiwan dollar strengthening by 1% against the relevant currency. For a 1% weakening of the New Taiwan dollar against the relevant currency, pre-tax profits would have decreased by the same amount.

	USD impact	
	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Profit or loss	\$ 2,654	\$ 1,769

This was mainly due to the Group's bank deposits and receivables and payables denominated in U.S. dollars that were outstanding and not cash flow hedged at the balance sheet date.

(2) Interest rate risk

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

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Fair value interest rate risk</u>			
Financial assets	\$ 53,289	\$ 107,200	\$ 215,192
Financial liabilities	101,642	105,151	102,644
<u>Risk of cash flow changes due to interest rate</u>			
Financial assets	214,894	255,873	133,474
Financial liabilities	775,529	766,752	432,277

Sensitivity Analysis

The sensitivity analyses below have been determined on the basis of the exposure to interest rates for non-derivative instruments on balance sheet dates. For floating rate assets and liabilities, the analysis is prepared assuming the amount of the asset and liability outstanding on the balance sheet dates outstanding for the entire period. A 100 basis point increase or

decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If the interest rate increased by 100 basis points, with all other variables remaining unchanged, the Group's net loss before tax for the three months ended March 31, 2025 and 2024 would have increased by \$1,402 thousand and \$747 thousand, respectively amount in NT\$, mainly due to the consolidated company's net positions of variable interest rate deposits and variable interest rate borrowings.

(3) Other pricing risks

The Group was exposed to equity price risk through its investments in domestic and foreign listed equity securities. The Group does not actively trade these investments. Relevant personnel have been assigned to the supervision of price risk and assessment of the timing of increasing the hedging.

Sensitivity Analysis

If equity prices increase or decrease by 1%, the pre-tax other comprehensive loss for the period from January 1 to March 31, 2024, would decrease or increase by NT\$2,483 thousand.

2. Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As of the balance sheet date, the Group's maximum exposure to credit risk resulting from the counterparty's default on its contractual obligations and the Group's provision of financial guarantee is the carrying amount of the financial assets on the consolidated balance sheets.

To mitigate the impact of credit risk, the Group considers the default risk by industries and countries of each customer, as well as the nature of the counterparty (capital scale, loan status, etc), based on which credit policies, payment terms, and trade terms were established by the accounting department. If necessary, a third-party risk assessment institution is engaged to assess its risk. Relevant terms are reviewed and audited by the audit office regularly.

Given that most of the major customers are well-known domestic listed (TWSE/TPEX) companies with normal transaction records, the default risks are quite low. The risk from new small customers is managed by only receiving advance payments or cash. After the transaction basis becomes stable, the credit limit is updated by referring to external information. Hence, there is a limited impact of credit risk on the Group. Furthermore, the Group has established a provision policy, set an allowance account, and presented this in the statement to reflect the estimation of the potential loss resulting from the credit risk.

3. Liquidity risk

Liquidity risk refers to the risk that relevant obligations are not fulfilled due to the Group's failure to settle the financial liabilities in cash or other financial assets. The share capital and working capital of the Group is sufficient, therefore there is no liquidity risk from the inability to raise capital for fulfilling contractual obligations. Bank borrowing is an important source of liquidity for the Group. As of March 31, 2025, and December 31 and March 31, 2024, the consolidated company's unused bank credit lines amounted to NT\$35,000 thousand, NT\$45,000 thousand, and NT\$60,000 thousand, respectively.

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

The analysis for the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed repayment periods has been drawn up based on the undiscounted cash flows (including both the principal and estimated interests) of financial liabilities from the earliest date on which the Group can be required to pay. Specifically, bank loans with a repayment on demand clauses were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

The undiscounted interest payment relating to borrowing with variable interest rates was extrapolated based on the yield curve as of the end of the reporting period.

March 31, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	More than 5 Years
<u>Non-derivative Financial Liabilities</u>					

Non-interest bearing liabilities	\$ 52,900	\$ 53,470	\$ 173,698	\$ 165	\$ -
Lease liabilities	1,533	3,067	17,231	48,824	63,133
Variable interest rate liabilities	<u>2,121</u>	<u>102,204</u>	<u>667,285</u>	<u>12,505</u>	<u>-</u>
	<u>\$ 56,554</u>	<u>\$ 158,741</u>	<u>\$ 858,214</u>	<u>\$ 61,494</u>	<u>\$ 63,133</u>

Further information on the analysis for contractual maturities for lease liabilities was as follows:

	<u>Less than 1 Year</u>	<u>1-5 Years</u>	<u>5-10 Years</u>	<u>10-15 Years</u>	<u>15-20 Years</u>	<u>More than 20 Years</u>
Lease liabilities	<u>\$ 21,831</u>	<u>\$ 48,824</u>	<u>\$ 22,758</u>	<u>\$ 17,181</u>	<u>\$ 17,181</u>	<u>\$ 6,013</u>

December 31, 2024

	<u>On Demand or Less than 1 Month</u>	<u>1-3 Months</u>	<u>3 Months to 1 Year</u>	<u>1-5 Years</u>	<u>More than 5 Years</u>
<u>Non-derivative Financial Liabilities</u>					
Non-interest bearing liabilities	\$ 81,386	\$ 57,315	\$ 216,794	\$ 3,951	\$ -
Lease liabilities	1,532	3,064	16,987	56,405	55,761
Variable interest rate liabilities	<u>2,099</u>	<u>5,857</u>	<u>704,766</u>	<u>67,470</u>	<u>-</u>
	<u>\$ 85,017</u>	<u>\$ 66,236</u>	<u>\$ 938,547</u>	<u>\$ 127,826</u>	<u>\$ 55,761</u>

Further information on the analysis for contractual maturities for lease liabilities was as follows:

	<u>Less than 1 Year</u>	<u>1-5 Years</u>	<u>5-10 Years</u>	<u>10-15 Years</u>	<u>15-20 Years</u>	<u>More than 20 Years</u>
Lease liabilities	<u>\$ 21,583</u>	<u>\$ 56,405</u>	<u>\$ 17,385</u>	<u>\$ 12,792</u>	<u>\$ 15,990</u>	<u>\$ 9,594</u>

March 31, 2024

	<u>On Demand or Less than 1 Month</u>	<u>1-3 Months</u>	<u>3 Months to 1 Year</u>	<u>1-5 Years</u>	<u>More than 5 Years</u>
<u>Non-derivative Financial Liabilities</u>					
Non-interest bearing liabilities	\$ 60,182	\$ 57,473	\$ 215,574	\$ 2,196	\$ -
Lease liabilities	1,216	2,366	13,418	47,812	69,024
Variable interest rate liabilities	<u>1,168</u>	<u>109,166</u>	<u>255,832</u>	<u>73,091</u>	<u>-</u>
	<u>\$ 62,566</u>	<u>\$ 169,005</u>	<u>\$ 484,824</u>	<u>\$ 123,099</u>	<u>\$ 69,024</u>

Further information on the analysis for contractual maturities for lease liabilities was as follows:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	More than 20 Years
Lease liabilities	<u>\$ 17,000</u>	<u>\$ 47,812</u>	<u>\$ 26,586</u>	<u>\$ 15,432</u>	<u>\$ 15,432</u>	<u>\$ 11,574</u>

31. Related-party transactions

Transactions, balances, revenues, and expenses 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. In addition to those disclosed in other notes, details of transactions between the Group and other related parties were disclosed below:

(1) Names of related parties and their relationships

<u>Related Party Name</u>	<u>Related Party Category</u>
Jin-Zuan Semiconductor	Associate (Subsidiary after November 15, 2024)
SHAN YI Investment	Associate (Subsidiary after November 15, 2024)
Fable Technology Co. Ltd. (Fable)	Substantive related party

(2) Operating revenues

<u>Category/Name of related party</u>	<u>For the three months ended March 31, 2025</u>
Substantive related party	<u>\$ 33</u>

The consolidated entity's operating revenue from related parties is conducted under normal commercial terms and conditions, with payment terms consistent with those for general sales transactions.

(3) Purchase

<u>Category/Name of related party</u>	<u>For the three months ended March 31, 2025</u>
Substantive related party	<u>\$ 300</u>

The consolidated entity's purchase prices from related parties are based on normal commercial terms and conditions, with payment terms consistent with those for general suppliers.

(4) Contract Liabilities

<u>Category/Name of related party</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Substantive related party	<u>\$ 472</u>	<u>\$ 45</u>

(5) Receivables from related parties

<u>Account Item</u>	<u>Category/Name of related party</u>	<u>March 31, 2025</u>
Accounts Receivable – Related Parties	Substantive related party	<u>\$ 483</u>

Outstanding receivables from related parties are not secured by any guarantees.

(6) Related-Party Payables

<u>Account Item</u>	<u>Category/Name of related party</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Accounts payable – related parties	Substantive related party	<u>\$ 221</u>	<u>\$ 907</u>
Other Payables – Related Parties	Substantive related party	<u>\$ 42</u>	<u>\$ 21</u>

Outstanding payables to related parties are unsecured.

(7) Prepayments

<u>Category/Name of related party</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Substantive related party	<u>\$ 1,492</u>	<u>\$ 2,122</u>

(8) Sublease Agreement

Sublease of operating lease

The consolidated entity subleased the right-of-use asset for the Nangang office to Jin Juan Semiconductor, an associate, under an operating lease. The lease term is one year, and the rental rate is based on the market rent level of similar assets. Fixed lease payments are collected monthly in accordance with the lease agreement.

The operating lease receivables are summarized as follows:

<u>Category/Name of related party</u>	<u>March 31, 2024</u>
Associate	<u>\$ 4</u>

The rental income is summarized as follows:

<u>Category/Name of related party</u>	<u>For the three months ended March 31, 2024</u>
Associate	<u>\$ 4</u>

(9) Other related-party transactions

<u>Account Item</u>	<u>Category/Name of related party</u>	<u>For the three months ended March 31, 2025</u>
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Professional Expenses	Service	Substantive party	related	\$ 40
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(10) Compensation to key management

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Short-term employee benefits	\$ 6,220	\$ 7,621
Retirement benefits	146	167
	<u>\$ 6,366</u>	<u>\$ 7,788</u>

The remuneration to directors and key management was determined by the remuneration committee based on individual performance and markets.

32. Pledged assets

The following assets have been provided as collateral for financing loans:

	March 31, 2025	December 31, 2024	March 31, 2024
Financial Assets at Fair Value			
Through Other			
Comprehensive Income	\$ 158,304	\$ 156,377	\$ -
Property, plants, and			
equipment	116,574	116,740	188,248
Investment properties	<u>841,347</u>	<u>841,347</u>	<u>512,182</u>
	<u>\$ 1,116,225</u>	<u>\$ 1,114,464</u>	<u>\$ 700,430</u>

33. Significant Assets and Liabilities Denominated in Foreign Currencies

The following information is aggregated by foreign currencies other than the functional currencies of the Group. The exchange rates disclosed refer to the rates at which the foreign currencies were converted into functional currencies. The significant assets and liabilities denominated in foreign currencies were as follows:

March 31, 2025

	Foreign currencies	Exchange Rate	Carrying Amount
Financial assets			
<u>Monetary Item</u>			
USD	\$ 8,855	33.205 (USD: NTD)	\$ 294,030
USD	16,084	7.1782 (USD: CNY)	534,069
USD	269	33.7381 (USD: THB)	8,932
USD	50	26,043.1373	1,660

		(USD: VND)	
<u>Financial Liabilities</u>			
<u>Monetary Item</u>			
USD	13,903	33.205 (USD: NTD)	461,649
USD	3,149	7.1782 (USD: CNY)	104,563
USD	212	33.7381 (USD: THB)	7,039

December 31, 2024

	Foreign currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary Item</u>			
USD	\$ 8,867	32.785 (USD: NTD)	\$ 290,705
USD	28,977	7.1884 (USD: CNY)	950,011
USD	481	34.0694 (USD: THB)	15,770
USD	50	25,916.9960 (USD: VND)	1,639
<u>Financial Liabilities</u>			
<u>Monetary Item</u>			
USD	12,344	32.785 (USD: NTD)	404,698
USD	3,448	7.1884 (USD: CNY)	113,043
USD	306	34.0523 (USD: THB)	10,032

March 31, 2024

	Foreign currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary Item</u>			
USD	\$ 6,420	32.000 (USD: NTD)	\$ 205,440
USD	11,002	7.095 (USD: CNY)	352,064
USD	421	36.1991 (USD: THB)	13,472
USD	50	25,296.4427 (USD: VND)	1,600
<u>Financial Liabilities</u>			
<u>Monetary Item</u>			
USD	9,662	32.000	309,184

USD	2,491	(USD: NTD) 7.095	79,712
USD	212	(USD: CNY) 36.1991 (USD: THB)	6,784

The Group was mainly subject to the foreign exchange risk of USD. The following information is summarized based on the entity holding foreign currencies and expressed in functional currency. The exchange rates disclosed are used to translate the functional currencies into the expressing currency. Foreign exchange gains and losses with material influence (including realized and unrealized) are as follows:

	For the three months ended March 31, 2025		For the three months ended March 31, 2024	
Functional currency	Functional currency to currency presented	Net exchange gains (losses)	Functional currency to currency presented	Net exchange gains (losses)
THB	0.97 (THB: NTD)	\$ 75	0.89 (THB: NTD)	(\$ 469)
NTD	1 (NTD: NTD)	(2,283)	1 (NTD: NTD)	(3,016)
CNY	4.58 (CNY: NTD)	<u>2,159</u> (\$ 49)	4.43 (CNY: NTD)	<u>1,160</u> (\$ 2,325)

34. Other disclosures

(I) Information about significant transactions:

1. Loaning of funds to others (None)
2. Making endorsements/guarantees for others. (Table 1)
3. Significant marketable securities held at period-end (excluding investments in subsidiaries and affiliates)
(Table 2)
4. Total purchases from and sales to related parties reaching 100 million NTD or more than 20% of the Paid-in capital. (Table 3)
5. Accounts receivable from related parties reaching at least NT\$100 million or 20% of the paid-in capital. (Table 4)
6. Others: The business relationship between the parent and its subsidiaries and between each subsidiary and the circumstances and amounts of any significant transactions or transactions between them. (Table 5)

(II) Information on invested businesses (Table 6)

(III) Investment information in Mainland China

1. The name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, investment income or loss, carrying amount of the investment, repatriations of investment income, and limit of investment in mainland China of the investee company in mainland China, including the name, main business activities, and amount of principal business activities in mainland China. (Table 7)
2. Any of the following significant transactions with the investee in Mainland China, either directly or indirectly through a third region, and their prices, terms of payment, and unrealized gain or loss: (None)
 - (1) The amount and percentage of purchases, and the ending balance and percentage.
 - (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - (3) The amount of property transactions and the amount of the resultant gains or losses.
 - (4) The balance of negotiable instrument endorsements, guarantees, or pledges of collateral at the end of the period and the purposes.
 - (5) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
 - (6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services.

35. Segment Information

(I) Segment revenue and operating result

The revenue and operating results of the consolidated entity are analyzed by reportable segments as follows:

	Segment Revenue		Segment losses	
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Connection cables	\$ 200,941	\$ 243,933	(\$ 6,755)	\$ 10,873
Others	<u>30,444</u>	<u>20,321</u>	(<u>23,184</u>)	(<u>5,635</u>)
Operating Segment, net	<u>\$ 231,385</u>	<u>\$ 264,254</u>	(29,939)	5,238
Administrative expenses			(52,008)	(40,825)
Reversal of Impairment loss of expected credit loss			4,682	3,405
Interest income			1,157	524

Other income	5,632	8,667
Other gains and losses	(2,963)	(4,740)
Finance costs	(5,060)	(2,547)
Share of profit or loss of affiliated companies using the equity method	-	(1,368)
Loss before tax	(\$ 78,499)	(\$ 31,646)

The above reporting revenue were generated through transactions with external customers. There were no inter-segment sales for the three-month period ended March 31, 2025 and 2024.

Segment profit refers to the profit earned by each segment and excludes allocated administrative expenses, reversal of expected credit losses, interest income, other income, other gains and losses, finance costs, share of profit or loss of associates accounted for using the equity method, and income tax benefit. This is the measure reported to the Group's chief operating decision maker to allocate resources to each segment and evaluate its performance.

(II) Segment assets

As the measurement amounts of total assets and liabilities are not provided to the operating decision-makers, the measurement amounts of total assets and liabilities are not disclosed.

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Endorsements/guarantees for others
From January 1, 2025, to March 31, 2025

Table 1

Unit: Unless otherwise stated, in NT\$ thousands.

No.	Name of Endorser/Guarantor	The Endorsed/Guaranteed		Endorsement/Guarantee Limit per Company	Highest Balance of Endorsements/Guarantees in the Current Year	Closing Balance of Endorsements/Guarantees	Actual amount drawn	Amount of Endorsements/Guarantees Secured by Property	Cumulative Amount of Endorsements/Guarantees as a Percentage of Net Worth Stated in the Latest Financial Statements (%)	Endorsement/Guarantee Limit	Parent Company's Guarantee s/Endorsements to Subsidiaries	Subsidiary's Guarantee s/Endorsements to Parent Company	Guarantee s/Endorsements to the Mainland Area	Remarks
		Investee	Relationship											
0	Ji-Haw Industrial, Co., Ltd.	CHINTEK Inc.	Businesses in which the Company holds more than 50% direct or indirect voting interest.	\$ 302,928 (The guarantee limit for any single entity is capped at 20% of the net equity attributable to shareholders as presented in Ji-Haw's most recent financial statements.)	\$ 25,000	\$ 25,000	\$ 25,000	\$ -	1.65	\$ 605,857 (The maximum amount of endorsements and guarantees shall be limited to 40% of the Company's net share value as shown in the most recent financial statements)	Y	N	N	
1	SHAN YI Investment Co., Ltd.	Jin-Zuan Semiconductor Investment Co., Ltd.	Companies that directly and indirectly hold more than 50% of the voting shares of the Company	189,265 (The guarantee limit for any single entity is capped at 100% of the net equity attributable to shareholders as presented in SHAN YI Investment Co.'s most recent financial statements.)	80,000	80,000	80,000	80,000	42.27	378,530 (The maximum guarantee limit is capped at 200% of the net equity attributable to shareholders as presented in SHAN YI Investment Co.'s most recent financial statements.)	N	N	N	

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Marketable Securities Held
March 31, 2025

Table 2

Unit: Unless otherwise stated, in NT\$ thousands.

Holding Company Name	Marketable Securities Type and Name	Relationship with the issuer of securities	Financial Statement Account	End of the period				Remarks
				Shares/Units	Carrying Amount	Shareholding ratio	Fair value	
Ji-Haw Industrial, Co., Ltd.	<u>shares</u>							
	SKYMIZER TAIWAN INC.	-	Non-current financial assets at fair value through other comprehensive income	82,500	\$ 26,954	1.93	\$ 26,954	Note 2
	CERMAX CO., LTD.	-	Non-current financial assets at fair value through other comprehensive income	1,250,000	30,237	8.09	30,237	Note 2
SHAN YI Investment Co.	TEKCORE CO., LTD.	-	Non-current financial assets at fair value through other comprehensive income	5,819,318	191,165	8.95	191,165	Note 3
Ji-Haw Industrial, Co., Ltd.	<u>Convertible notes</u>							
	OXMIQ Labs Inc.		Non-current financial assets at fair value through profit or loss	-	33,205	-	33,205	Note 2

Note 1: Marketable securities stated in this table refer to stocks within the scope of IFRS 9 "Financial Instruments".

Note 2: Not provided as collateral, pledged, or restricted in other ways.

Note 3: A portion of the said securities has been provided to the subsidiary (Jin-Juan Semiconductor Investment Co., Ltd.) as collateral for borrowings. For details on endorsements and guarantees, please refer to Table 1.

Ji-Haw Industrial, Co., Ltd., and Subsidiaries

Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital

From January 1, 2025, to March 31, 2025

Table 3

Unit: Unless otherwise stated, in NT\$ thousands.

Buyer (Seller)	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remarks
			Purchase (Sale)	Amount	Percentage to Total Sales (Purchases) (%)	Collection/Payment terms	Unit Price	Collection/Payment terms	Ending Balance	Proportion to total accounts/notes receivable (payable) (%)	
Ji-Haw Industrial, Co., Ltd.	J.H.P	Subsidiaries	Purchase	\$ 110,826	96	Note 1	-	Note 1	(\$ 454,882)	99	-
J.H.P	Ji-Haw Industrial, Co., Ltd.	Parent	Sales	(110,826)	66	Note 1	-	Note 1	454,882	84	-

Note 1: 240 days for monthly settlement.

Note 2: All transactions listed above have been eliminated in the consolidated financial statements.

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital
March 31, 2025

Table 4Unit: Unless otherwise stated, in NT\$ thousands.

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
J.H.P	Ji-Haw Industrial, Co., Ltd.	Parent	\$ 454,882	1.06	\$ -	-	\$ 48,735	\$ -

Note 1: All transactions listed above have been eliminated in the consolidated financial statements.

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
The business relationship between the parent and the subsidiaries and significant transactions between them
From January 1, 2025, to March 31, 2025

Table 5

Unit: Unless otherwise stated, in NT\$ thousands.

No. (Note 1)	Investee Company	Counterparty	Relationship (Note2)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage to Total Sales or Assets (%) (Note 3)
0	Ji-Haw Industrial, Co., Ltd.	J.H.P	1	Purchase	\$ 110,826	By contract terms	48
		J.H.P	1	Accounts payable	454,882	240 days from the end of month	16

Note 1: “0” stands for the parent company. Subsidiaries are numbered from “1”.

Note 2: “1” means from the parent company to a subsidiary.

Note 3: Regarding calculation of the percentage of transaction amount to the total consolidated revenue or assets, for assets and liabilities, amounts are calculated as a percentage to consolidated total assets, while revenues, costs, and expenses are calculated as a percentage to consolidated total operating revenues.

Note 4: All transactions listed above have been eliminated in the consolidated financial statements.

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Information on investees
From January 1, 2025, to March 31, 2025

Table 6

Unit: Unless otherwise stated, in NT\$ thousands.

Investor	Investee	Location	Main business or production items	Initial investment amount		Balance as of March 31, 2025			Net profit (loss) of the investee for the three months ended March 31, 2025	Investment income (loss) recognized by the Company for the three months ended March 31, 2025 (Note 1)	Remarks
				March 31, 2025	December 31, 2024	No. of shares	Percentage (%)	Carrying Amount			
Ji-Haw Industrial, Co., Ltd.	J.B.T	227, M003, Laem Chabang Industrial Estate, Sukhumvit Road, Thungskla, Sriracha, Chonburi 20230 Thailand	Manufacturing and trading of computer cables or plugs	\$ 207,215	\$ 207,215	18,600,000	100.00	\$ 581,139	(\$ 10,464)	(\$ 10,464)	Subsidiaries
	J.H.I	Sertus Chambers, P.O. Box 603, Apia, Samoa.	Investing in overseas financial products and stocks	9,649	9,649	300,000	100.00	4,884	-	-	Subsidiaries
	J.H.V	3rd Floor, No. 87 89 Khuat Duy Tien Street, Nhan Chinh Ward, Thanh Xuan District, Hanoi	Manufacturing and trading of computer cables or plugs	3,159	3,159	-	100.00	2,547	(100)	(100)	Subsidiaries
	CHINTEK Inc.	8F-1, No. 198, Jingmao 2nd Road, Nangang District. Taipei City	Development and sales of automotive electronics and other software products	133,000	133,000	5,100,000	100.00	64,173	(5,969)	(7,026)	Subsidiaries
	Emergence A.I Co., Ltd.	8F-1, No. 198, Jingmao 2nd Road, Nangang District. Taipei City	Management consulting and technology R&D services	20,000	10,000	2,000,000	80.00	11,061	(3,673)	(2,622)	Subsidiaries
	Heph A.I Studio Technology Co., Ltd.	8F-1, No. 198, Jingmao 2nd Road, Nangang District. Taipei City	Software R&D and management consulting services	45,000	45,000	4,500,000	100.00	27,711	(5,361)	(5,361)	Subsidiaries
	Silicon Test Tech Corp.	2F., No. 2, Lane 214, Section. 1, Zhongxing Road., Sanchong Rd., Zhudong Township, Hsinchu County	IC packaging OEM	54,000	54,000	1,660,000	68.93	33,703	(1,065)	(2,703)	Subsidiaries
	Jin-Zuan Semiconductor Investment Co., Ltd.	No. 53, Baoxing Road, Xindian District, New Taipei City	General investment	63,827	63,827	4,610,000	53.22	59,687	(608)	(324)	Subsidiaries
Silicon Test Tech	Jern Yao Co., Ltd.	5F-3, No. 262, Section 2, Huamei Street, North District, Taichung City	IC packaging OEM	1,000	1,000	100,000	100.00	1,047	(22)	(22)	Subsidiaries

CHINTEK	C.P.T	5-402, 12, Higashi-Shinagawa 1-chome, Shinagawa-ku, Tokyo	Integrated sales of software and equipment	1,524	1,524	72	75.00	1,519	-	-	Subsidiaries
Jin-Juan Semiconductor Co.	SHAN YI Investment Co., Ltd.	No. 53, Baoxing Road, Xindian District, New Taipei City	General investment	163,500	163,500	14,850,000	100.00	191,558	(35)	(35)	Subsidiaries

Note 1: Except for the financial statements of J.B.T., which have been reviewed by external auditors, the financial statements of other non-material subsidiaries have not been reviewed by external auditors.

Note 2: Please refer to Table 7 for information on investment in mainland China.

Note 3: Investment income, investment accounting for using equity method, and the net asset value of the investee showed on the table above have been eliminated from consolidation.

Ji-Haw Industrial, Co., Ltd., and Subsidiaries
Information on investment in mainland China
From January 1, 2025, to March 31, 2025

Table 7

Unit: Unless otherwise stated, in NT\$ thousands.

Investee	Main business or production items	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 March 31, 2025	Net profit (loss) of the investee for the three months ended March 31, 2025 (Note 1)	Percentage of Ownership of Direct or Indirect Investment	Investment net profit (Loss) (Note 1)	Carrying Amount as of March 31, 2025 (Note 1)	Accumulated Repatriation of Investment Income as of March 31, 2025	Remarks
					Outward	Inward							
J.H.K	Manufacturing and trading of computer cables or plugs	\$ 3,234 (US\$ 100,000)	Direct investment with 100% ownership	\$ 3,321 (US\$ 100,000)	\$ -	\$ -	\$ 3,321 (US\$ 100,000)	(\$ 1,174)	100%	(\$ 1,174)	\$ 80,654	\$ 277,250	-
J.H.P	Manufacturing and trading of precision ceramics, precision molds, and computer cables and plugs	414,018 (US\$12,600,000)	40.48% held directly by the Company and 59.52% held directly by the 100% owned subsidiary, J.B.T.	318,768 (US\$9,600,000)	-	-	318,768 (US\$9,600,000)	(7,140)	100%	(5,479)	710,972	-	Note 3
Chuzhou Ding Wang	Investment development	279,316 (CNY60,180,000)	Held directly by the 100% owned subsidiary, J.H.P.	-	-	-	-	-	39%	-	1,785	-	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 322,089 (US\$9,700,000)	\$ 421,704 (US\$12,700,000)	\$ 925,795 (Note 4)

- Note 1: Calculations are based on the unreviewed financial statements of the investees, except for JHP that has been reviewed by a certified public accountant.
- Note 2: Except for the investee company’s current period income and recognized gains (losses) from investments recognized in the current period, which are calculated using the average exchange rate from January 1, 2025, to March 31, 2025, the rest are calculated using the spot exchange rate at the end of March 2025.
- Note 3: The investment loss recognized for the current period amounted to NT\$5,479 thousand. Of this amount, NT\$918 thousand (including unrealized upstream and lateral transactions) was recognized directly by the Company based on its 40.48% equity interest, while the remaining NT\$4,561 thousand (including unrealized upstream transactions) was recognized through its wholly owned subsidiary, JBT, based on its 59.52% equity interest.
- Note 4: Calculated pursuant to Article 3 of “Principle of investment or Technical Cooperation in Mainland China”, MOEA, which was the higher of the net worth of the entity or 60% of the consolidated net worth.
- Note 5: The above table shows the investment profit and loss of the reinvestments, the investment of the investing company using the equity method and the net equity value of the invested companies. Except for Chuzhou Ding Wang, has been written off when the consolidated financial statements are prepared.