Stock Code: 3011

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

Consolidated Financial Statements and Independent Auditor's Review Report

First quarter of 2026 and 2025

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Independent Auditors' Review Report

To Ji-Haw Industrial, Co., Ltd:

Introduction

The Consolidated Balance Sheet as of March 31, 2026 and 2025, and the Consolidated Comprehensive Income Statement and Changes in Consolidated Equity for the periods of January 1 to March 31, 2026 and 2025 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 described in Note 12 to the consolidated financial statements, the financial statements of certain non-significant subsidiaries included in the aforementioned consolidated financial statements for the corresponding periods were not reviewed by independent auditors. As of March 31, 2026 and 2025, their total assets amounted to NT$351,606 thousand and NT$455,660 thousand, respectively, representing 13.40% and 16.17% of the consolidated total assets, respectively. Their total liabilities amounted to NT$76,641 thousand and NT$180,056 thousand, representing 6.10%

and 14.12% of the consolidated total liabilities, respectively. In addition, their total comprehensive loss for the three-month periods ended March 31, 2026 and 2025 amounted to NT$(7,623) thousand and NT$(16,167) thousand, respectively, representing 37.15% and 35.54% of the consolidated total comprehensive income, respectively. As further described in Note 13 to the consolidated financial statements, the carrying amounts of investments accounted for using the equity method as of March 31, 2026 and 2025 were NT$1,784 thousand and NT$1,785 thousand, respectively. The shares of profit or loss of associates recognized under the equity method for the three-month periods ended March 31, 2026 and 2025 were both NT$0 thousand, and were recognized based on the investees' financial statements for the corresponding periods that had not been reviewed by independent auditors.

Conclusion with reservation

Based on our review results, except for the possible effects of adjustments to the consolidated financial statements, if any, that might have been determined had the financial statements of certain non-significant subsidiaries and investee companies described in the Basis for Qualified Conclusion paragraph been reviewed by independent auditors, we did not become aware of any material modifications that should be made to the aforementioned consolidated financial statements for them to be in conformity 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, such that they fail to fairly present the consolidated financial position of Ji-Haw Industrial Co., Ltd. and its subsidiaries as of March 31, 2026 and 2025, and their consolidated financial performance and consolidated cash flows for the three-month periods ended March 31, 2026 and 2025.

Deloitte & Touche

CPA Huang Yao-Lin

CPA Chou Shih-Chieh

FSC approval reference number
Jin-Guan-Zheng-Shen-Zi No. 1060004806

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May 13, 2026

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

Consolidated Balance Sheets

March 31, 2026, and December 31, 2025, and March31, 2025

Unit: NT$ thousand

Account	Assets	March 31, 2026 Amount	%	December 31, 2025 Amount	%	March 31, 2025 Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	$ 192,128	7	$ 239,714	9	$ 236,020	9
1110	Financial assets at FVTPL – Current (Notes 7 and 21)	720	-	-	-	-	-
1136	Financial assets at amortized cost – current (Notes 9 and 34)	24,235	1	23,643	1	33,112	1
1140	Contract assets – current (Notes 25 and 33)	1,149	-	1,472	-	1,474	-
1170	Notes and accounts receivable (Notes 10, 25 and 33)	217,633	8	221,830	9	339,114	12
130X	Inventories (Note 11)	147,973	6	162,570	6	191,284	7
1470	Other current assets (Notes 19 and 33)	36,859	2	33,843	1	37,402	1
11XX	Total current assets	620,697	24	683,072	26	838,406	30
	Non-current Assets						
1510	Financial assets at FVTPL – non-current (Note 7)	-	-	31,379	1	33,205	1
1517	Financial Assets at Fair Value Through Other Comprehensive Income – Non-current (Notes 8 and 34)	320,017	12	234,772	9	248,356	9
1535	Financial assets at amortized cost – non-current (Notes 9 and 34)	16,511	1	12,000	1	-	-
1550	Investment under the equity method (Note 13)	1,784	-	1,726	-	1,785	-
1600	Property, plant and equipment (Notes 14 and 34)	313,153	12	313,532	12	298,469	11
1755	Right-of-use assets (Notes 15 and 16)	77,051	3	82,034	3	106,362	4
1760	Investment property (Notes 15, 16, and 34)	1,123,927	43	1,119,053	43	1,108,572	39
1780	Intangible assets (Notes 17 and 18)	47,161	2	50,844	2	62,747	2
1805	Goodwill (Note 17)	12,402	-	12,402	1	39,193	1
1840	Deferred tax assets	72,464	3	59,817	2	48,012	2
1920	Refundable deposits	11,842	-	11,058	-	11,443	-
1975	Net defined benefit assets (Note 23)	112	-	62	-	-	-
1990	Other non-current assets (Notes 19 and 33)	6,405	-	7,255	-	21,706	1
15XX	Total non-current assets	2,002,829	76	1,935,934	74	1,979,850	70
1XXX	Total assets	$ 2,623,526	100	$ 2,619,006	100	$ 2,818,256	100

Account	LIABILITIES AND EQUITY	March 31, 2026 Amount	%	December 31, 2025 Amount	%	March 31, 2025 Amount	%
	Current liabilities						
2100	Short-term loans(Notes 20 and 34)	$ 165,291	6	$ 66,031	2	$ 705,000	25
2130	Contract liabilities – current (Notes 25 and 33)	3,370	-	2,783	-	4,418	-
2170	Notes and accounts payable (Note 33)	186,497	7	209,848	8	259,106	9
2200	Other payables (Notes 22 and 33)	38,827	2	47,061	2	42,905	2
2230	Current Income Tax Liabilities	523	-	523	-	18	-
2280	Lease liabilities – current (Note 15)	11,241	1	13,772	1	18,698	1
2320	Long-term loans due within one year (Notes 20 and 34)	3,042	-	56,425	2	58,355	2
2399	Other current liabilities	3,611	-	4,201	-	1,905	-
21XX	Total current liabilities	412,402	16	400,644	15	1,090,405	39
	Non-current liabilities						
2500	Financial liabilities at fair value through profit or loss – non-current (Notes 7 and 21)	2,790	-	-	-	-	-
2527	Contract liabilities – non-current (Note 25)	53	-	79	-	200	-
2530	Corporate bonds payable (Note 21)	418,216	16	-	-	-	-
2540	Long-term loans (Notes 20 and 34)	262,162	10	712,929	27	12,174	-
2570	Deferred tax liabilities	72,001	3	71,494	3	76,137	3
2580	Lease liabilities – non-current (Note 15)	74,637	3	81,462	3	82,944	3
2640	Net defined benefit liabilities (Note 23)	-	-	-	-	144	-
2645	Guarantee deposits	2,551	-	2,507	-	4,008	-
2670	Other non-current liabilities	7,859	-	8,890	1	9,253	-
25XX	Total non-current liabilities	840,269	32	877,361	34	184,860	6
2XXX	Total liabilities	1,252,671	48	1,278,005	49	1,275,265	45
	Equity attributable to owners of the Company (Note 24)						
3110	Common stock	1,296,468	49	1,251,468	48	1,127,192	40
3170	Share capital pending cancellation	(460)	-	-	-	-	-
3200	Capital surplus	68,807	3	26,483	1	1,622	-
	Accumulated losses						
3320	Special reserve	50,060	2	50,060	2	298,757	10
3350	Losses to be offset	(391,590)	(15)	(294,748)	(12)	(317,567)	(11)
3300	Total accumulated losses	(341,530)	(13)	(244,688)	(10)	(18,810)	(1)
3400	Other equity	320,464	12	290,394	11	362,304	13
31XX	Total equity of the Company's owners	1,343,749	51	1,323,657	50	1,472,308	52
36XX	Non-controlling interest (Notes 17, 24 and 31)	27,106	1	17,344	1	70,683	3
3XXX	EQUITY	1,370,855	52	1,341,001	51	1,542,991	55
	Total liabilities and equities	$ 2,623,526	100	$ 2,619,006	100	$ 2,818,256	100

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

(Please refer to the review report issued by Deloitte & Touche on May 13, 2026.)

Chair: Shih Hao-Ji 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, 2026 and 2025

Unit: NT$ thousand, except for losses per share in NT$

Account		For the three months ended March 31, 2026		For the three months ended March 31, 2025	
		Amount	%	Amount	%
4000	Operating revenue (Notes 25 and 33)	$ 147,119	100	$ 231,385	100
5000	Operating costs (Notes 11, 18, 26 and 33)	143,654	97	216,545	93
5950	Gross profit	3,465	3	14,840	7
	Operating expenses (Notes 10, 18, 26, and 33)				
6100	Selling expenses	23,862	16	21,263	9
6200	Administrative expenses	45,319	31	52,008	23
6300	Research and Development Expenses	19,574	13	23,516	10
6450	Reversal of Impairment loss of expected credit loss	(2,370)	(1)	(4,682)	(2)
6000	Total operating expenses	86,385	59	92,105	40
6900	Net operating loss	(82,920)	(56)	(77,265)	(33)
	Non-operating income and expenses				
7100	Interest revenue (Note 26)	707	-	1,157	-
7010	Other revenue (Notes 15, 16, and 26)	5,142	4	5,632	2
7020	Other gains and losses (Note 26)	(18,822)	(13)	(2,963)	(1)
7050	Financial costs (Note 26)	(5,652)	(4)	(5,060)	(2)
7000	Total non-operating income and expenses	(18,625)	(13)	(1,234)	(1)
7900	Loss before tax	(101,545)	(69)	(78,499)	(34)
7950	Income tax benefit (Note 27)	9,911	7	6,213	3
8200	Current Net Loss	(91,634)	(62)	(72,286)	(31)

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Account		For the three months ended March 31, 2026 Amount	%	For the three months ended March 31, 2025 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 24)	$ 50,571	34	$ 11,843	5
	Items Likely to be Reclassified Into Profit or Loss				
8361	Exchange differences on translation of foreign operations (Note 24)	20,543	14	14,949	6
8300	Other comprehensive income for the period (net after tax)	71,114	48	26,792	11
8500	Total Comprehensive Income for the Current Period	($ 20,520)	(14)	($ 45,494)	(20)
	Net loss attributable to:				
8610	owners of the parent company	($ 90,773)	(62)	($ 69,197)	(30)
8620	Non-controlling interests	(861)	-	(3,089)	(1)
8600		($ 91,634)	(62)	($ 72,286)	(31)
	Comprehensive Income Attributable To:				
8710	owners of the parent company	($ 30,213)	(21)	($ 43,524)	(19)
8720	Non-controlling interests	9,693	7	(1,970)	(1)
8700		($ 20,520)	(14)	($ 45,494)	(20)
	Loss per share (Note 28)				
9710	Basic	($ 0.73)		($ 0.61)	

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

(Please refer to the review report issued by Deloitte & Touche on May 13, 2026.)

Chair: Shih Hao-Ji 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, 2026 and 2025

Unit: NT$ thousand

		Equity attributable to owners of the Company														
					Retained earnings (accumulated losses)				Other equity							
Account		Common shares	Share capital pending cancellation	Capital surplus	Appropriated as legal capital reserve	Special reserve	Losses to be offset	Total	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	Unearned employee compensation	Total	Total	Non-controlling interests	Total equity
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	-
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
A1	Balance as of January 1, 2026	$ 1,251,468	$ -	$ 26,483	$ -	$ 50,060	($ 294,748)	($ 244,688)	($ 42,950)	($ 67,359)	$ 400,703	$ -	$ 290,394	$ 1,323,657	$ 17,344	$ 1,341,001
C5	Equity components recognized from the Company's issuance of convertible bonds	-	-	44,020	-	-	-	-	-	-	-	-	-	44,020	-	44,020
N1	Share-based payment															
N1	Issuance of employee stock options by the Company	-	-	978	-	-	-	-	-	-	-	-	-	978	-	978
N1	Issuance of restricted stock awards by the Company	45,000	-	(3,134)	-	-	-	-	-	-	-	(41,866)	(41,866)	-	-	-
N1	Cancellation of restricted stock awards by the Company	-	(460)	460	-	-	-	-	-	-	-	-	-	-	-	-
N1	Compensation cost of restricted stock awards	-	-	-	-	-	-	-	-	-	-	5,376	5,376	5,376	-	5,376
		45,000	(460)	(1,696)	-	-	-	-	-	-	-	(36,490)	(36,490)	6,354	-	6,354
D1	Net loss for the three months ended March 31, 2026	-	-	-	-	-	(90,773)	(90,773)	-	-	-	-	-	(90,773)	(861)	(91,634)
D3	Other comprehensive net income for the three months ended March 31, 2026	-	-	-	-	-	-	-	20,544	40,016	-	-	60,560	60,560	10,554	71,114
D5	Total comprehensive income for the three months ended March 31, 2026	-	-	-	-	-	(90,773)	(90,773)	20,544	40,016	-	-	60,560	(30,213)	9,693	(20,520)
M7	Change of Ownership Interest in Subsidiaries	-	-	-	-	-	(69)	(69)	-	-	-	-	-	(69)	69	-
Q1	Disposal of Investments in Equity Instruments at Fair Value Through Other Comprehensive Income	-	-	-	-	-	(6,000)	(6,000)	-	6,000	-	-	6,000	-	-	-
Y1	Total increase (decrease) in equity for the three months ended March 31, 2026	45,000	(460)	42,324	-	-	(96,842)	(96,842)	20,544	46,016	-	(36,490)	30,070	20,092	9,762	29,854
Z1	Balance as of March 31, 2026	$ 1,296,468	($ 460)	$ 68,807	$ -	$ 50,060	($ 391,590)	($ 341,530)	($ 22,406)	($ 21,343)	$ 400,703	($ 36,490)	$ 320,464	$ 1,343,749	$ 27,106	$ 1,370,855

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

(Please refer to the review report issued by Deloitte & Touche on May 13, 2026.)

Chair: Shih Hao-Ji　　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, 2026 and 2025

Unit: NT$ thousand

Account		For the three months ended March 31, 2026	For the three months ended March 31, 2025
	Cash flows from operating activities		
A00010	Loss before tax	($ 101,545)	($ 78,499)
A20010	Adjustments:		
A20100	Depreciation expense	11,293	12,369
A20200	Amortization Expenses	4,242	6,544
A20300	Reversal of Impairment loss of expected credit loss	(2,370)	(4,682)
A20400	Net gain on financial assets and liabilities at fair value through profit or loss	(446)	(355)
A20900	Finance costs	5,652	5,060
A21200	Interest income	(707)	(1,157)
A21900	Share-based payment compensation cost	6,354	-
A22500	Loss on disposal of property, plant and equipment	-	11
A24100	Unrealized Gain on Currency Exchange	(1,545)	(3,483)
	Total Income, Expenses, and Losses	22,473	14,307
	Changes in operating assets and liabilities		
A31125	Contract assets	323	228
A31150	Notes and Accounts Receivable	23,857	79,535
A31200	Inventory	14,765	8,716
A31240	Other current assets	(3,212)	5,456
A32125	Contract Liabilities	561	(93)
A32150	Notes and Accounts Payable	(28,660)	(74,777)
A32180	Other payables	(8,671)	(12,069)
A32230	Other current liabilities	(590)	724
A32240	Net defined benefit assets	(50)	(48)
A32990	Other non-current liabilities	(1,031)	432
A30000	Total Net Change in Assets and Liabilities Related to Operating Activities	(2,708)	8,104
A33000	Cash generated from operations	(81,780)	(56,088)
A33300	Interest paid	(5,215)	(5,037)
A33500	Income tax received (paid)	(24)	56
AAAA	Net cash flow used in operating activities	(87,019)	(61,069)

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Account		For the three months ended March 31, 2026	For the three months ended March 31, 2025
	Cash flows from investing activities		
B00040	Acquisition of financial assets at amortized cost	($ 4,623)	($ 9)
B00100	Acquisition of financial assets at fair value through profit or loss	-	(32,850)
B02700	Acquisition of property, plants, and equipment	(4,769)	(4,035)
B03700	Increase in Guarantee Deposits Paid	(784)	(129)
B06100	Decrease in lease receivables	462	-
B04500	Purchase of intangible assets	(170)	(503)
B06700	Increase in other non-current assets	(2,261)	(7,021)
B07500	Interest received	758	794
BBBB	Net Cash Outflow From Investing Activities	(11,387)	(43,753)
	Cash flows from financing activities		
C00100	Increase in short-term borrowings	98,909	10,000
C01200	Issuance of convertible bonds	472,630	-
C01700	Repayment of long-term borrowings	(504,150)	(1,223)
C03000	Increase in Guarantee Deposits Received	44	57
C04020	Repayment of principal of lease liabilities	(7,674)	(4,601)
C09900	Payment of debt issuance costs	(11,024)	-
CCCC	Net cash flows from financing activities	48,735	4,233
DDDD	Effect of exchange rate changes on cash and cash equivalents	2,085	4,415
EEEE	Net decrease in cash and cash equivalents in the period	(47,586)	(96,174)
E00100	Opening Cash and Cash Equivalents Balance	239,714	332,194
E00200	Closing Cash and Cash Equivalents Balance	$ 192,128	$ 236,020

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

(Please refer to the review report issued by Deloitte & Touche on May 13, 2026.)

Chair: Shih Hao-Ji 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, 2026 and 2025
(expressed in thousands of New Taiwan Dollars unless otherwise specified)

1. Organization and operations

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 connectors 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, 2026.

3. New standards, amendments, and interpretations adopted

(I) 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.

(II) 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 IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 Subsidiaries without Public Accountability: Disclosures (including the 2025 Amendments)	January 1, 2026
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

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

Note 2: The Financial Supervisory Commission announced on September 25, 2025 that companies in Taiwan shall apply IFRS 18 from January 1, 2028, and may elect early adoption upon approval of IFRS 18 by the Financial Supervisory Commission.

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.
- Providing guidance to enhance aggregation and disaggregation requirements: the Group shall identify assets, liabilities, equity, income, expenses, and cash flows arising from individual transactions or other events, and classify and aggregate them based on shared characteristics so that each line item presented in the primary financial statements has at least one similar 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

(I) 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.

(II) Basis of preparation

Except for financial instruments measured at fair value, investment property, and net defined benefit liabilities recognized based on the present value of defined benefit obligations less the fair value of plan assets, these consolidated financial statements have been 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 are quoted prices (unadjusted) in active markets for identical assets or liabilities.
2. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
3. Level 3 inputs are unobservable inputs for the asset or liability.

(III) Basis of consolidation

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.

(IV) Other significant accounting policies

Except for the following explanations, please refer to the summary of significant accounting policies in the 2025 consolidated financial statements.

1. Financial liabilities

(1) Subsequent measurement

Except for the following circumstances, all financial liabilities are measured at amortized cost using the effective interest method:

<u>Financial liabilities at fair value through profit or loss</u>

Financial liabilities at fair value through profit or loss include financial liabilities held for trading.

Financial liabilities held for trading are measured at fair value, and gains or losses arising from remeasurement are recognized in other gains and losses.

Please refer to Note 32 for the determination of fair value.

(2) Derecognition of financial liabilities

The difference between the carrying amount of the financial liability derecognized and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

2. Convertible bonds

Compound financial instruments (convertible bonds) issued by the Group are classified separately as financial liabilities and equity instruments upon initial recognition according to the substance of the contractual arrangement and the definitions of financial liabilities and equity instruments.

Upon initial recognition, the fair value of the liability component is estimated using the market interest rate for similar non-convertible instruments at that time and is subsequently measured at amortized cost, calculated using the effective interest method, until conversion or maturity. The liability component attributable to embedded non-equity derivatives is measured at fair value.

The conversion option classified as equity is equal to the residual amount after deducting the fair value of the separately determined liability component from the fair value of the compound instrument as a whole, and it is recognized in equity after deducting income tax effects. It is not subsequently remeasured. When the conversion option is exercised, the related liability component and the amount recognized in equity are transferred to share capital and capital surplus – share premium. If the conversion option of the convertible bonds remains unexercised upon maturity, the amount recognized in equity will be transferred to capital surplus – share premium.

Transaction costs related to the issuance of convertible bonds are allocated to the liability component (included in the carrying amount of the liability) and the equity component (included in equity) based on the proportion of the total proceeds allocated to each component.

3. Derivatives

The derivatives entered into by the Group consist of options embedded in convertible bonds.

Derivatives are initially recognized at fair value on the date the derivative contracts are entered into and are subsequently remeasured at fair value at each balance sheet date. Gains or losses arising from subsequent measurement are recognized directly in profit or loss, except for derivatives designated as effective hedging instruments, for which the timing of recognition in profit or loss depends on the nature of the hedging relationship. When the fair value of a derivative is positive, it is recognized as a financial asset; when the fair value is negative, it is recognized as a financial liability.

If derivatives are embedded in host asset contracts within the scope of IFRS 9 “Financial Instruments,” the classification of the financial asset is determined based on the contract as a whole. If derivatives are embedded in host asset contracts outside the scope of IFRS 9 (such as embedded in host financial liability contracts), and the embedded derivatives meet the definition of a derivative, with risks and characteristics not closely related to those of the host contract, and the hybrid contract is not measured at fair value through profit or loss, such derivatives are accounted for as separate derivatives.

4. 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.

5. Share-based payment agreements

<u>Employee stock options and restricted stock awards granted to employees</u>

Employee stock options and restricted stock awards are recognized as expenses on a straight-line basis over the vesting period based on the fair value of the equity instruments at the grant date and the best estimate of the number of instruments expected to vest, with a corresponding adjustment to capital surplus – employee stock options or other equity (unearned employee compensation).

When the Group issues restricted stock awards, other equity (unearned employee compensation) is recognized on the grant date, with a corresponding adjustment to capital surplus – restricted stock awards.

At each balance sheet date, the Group revises its estimates of the number of employee stock options and restricted stock awards expected to vest. If the original estimated quantity is revised, the effect of the revision is recognized in profit or loss so that cumulative expenses reflect the revised estimate, with corresponding adjustments made to capital surplus – employee stock options and capital surplus – restricted stock awards.

6. 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. <u>Significant accounting assumptions and judgments, and major sources of estimation uncertainty</u>

Please refer to the explanation of key sources of significant accounting judgments, estimates, and assumptions of uncertainty in the 2025 consolidated financial statements.

6. Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 497	$ 665	$ 720
Checking accounts and demand deposits	191,197	238,606	215,123
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	434	443	20,177
	$ 192,128	$ 239,714	$ 236,020

7. Financial instruments at fair value through profit or loss

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets – current			
FVTPL			
Embedded derivatives			
- Redemption option of convertible bonds	$ 720	$ -	$ -
Financial assets – non-current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
- Foreign convertible notes	$ -	$ 31,379	$ 33,205
Financial liabilities – non-current			
FVTPL			
Embedded derivatives			
- Put option of convertible bonds	$ 2,790	$ -	$ -

8. Financial Assets at Fair Value Through Other Comprehensive Income

	March 31, 2026	December 31, 2025	March 31, 2025
Non-current			
Domestic investments			
Listed (OTC) stocks			
Common shares of TEKCORE CO., LTD.	$ 212,987	$ 146,356	$ 191,165
Unlisted (OTC) stocks			
Common shares of Ennovision INC.	30,069	37,980	-
Common shares of SKYMIZER TAIWAN INC.	19,325	21,855	26,954
Common shares of CERMAX CO., LTD.	17,698	23,779	30,237
Common shares of Silicon Test Tech. Corp.	5,998	4,802	-
	286,077	234,772	248,356
Foreign investments			
Unlisted (OTC) stocks			
OXMIQ Labs Inc. convertible preferred shares	33,940	-	-
	$ 320,017	$ 234,772	$ 248,356

The consolidated entity has invested in the common shares of Tekcore Co., Ltd., Skymizer Taiwan Inc., Cermax Co., Ltd., Silicon Test Tech Corp., Ennovision Inc., 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's convertible promissory note investment in OXMIQ Labs Inc., originally classified under financial assets at fair value through profit or loss, was converted into convertible preferred shares on March 6, 2026, and reclassified as financial assets at fair value through other comprehensive income due to its nature as a medium- to long-term strategic investment.

Soyo Link Energy Co., Ltd. completed its liquidation upon approval by the shareholders' meeting on March 27, 2026. Accordingly, the related unrealized valuation loss of NT$(6,000) thousand under other equity – financial assets at fair value through other comprehensive income was transferred to retained earnings.

Liwang Technology Co., Ltd. has ceased operations, and S SQUARE SYSTEM LTD. has incurred losses for consecutive years. After assessment, the Group determined that the investment amounts in the aforementioned entities were no longer recoverable; therefore, their fair values were assessed as zero.

For information on the pledging of equity instrument investments measured at fair value through other comprehensive income, please refer to Note 34.

9. Financial assets at amortized cost

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Pledged certificates of deposit	$ 23,308	$ 22,698	$ -
Time deposits with original maturities of more than 3 months	927	945	33,112
	$ 24,235	$ 23,643	$ 33,112
Non-current			
Pledged certificates of deposit	$ 12,000	$ 12,000	$ -
Pledged demand deposits with banks	4,511	-	-
	$ 16,511	$ 12,000	$ -

For information on the pledging of financial assets measured at amortized cost, please refer to Note 34.

10. Notes and Accounts Receivable

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
Measured at amortized cost	$ 1,970	$ 854	$ 926
Accounts receivable			
Measured at amortized cost			
Gross carrying amount	227,429	235,147	349,581
Less: allowance	(11,766)	(14,171)	(11,393)
	215,663	220,976	338,188
Notes and Accounts Receivable	$ 217,633	$ 221,830	$ 339,114

The Group's average credit period for sales is 7 to 165 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, 2026

	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%	4.38%	22.16%	47.56%	100%	
Gross carrying amount	$ 199,569	$ 9,210	$ 9,087	$ 1,476	$ 8,087	$ 227,429
Loss allowance (lifetime ECL)	(560)	(403)	(2,014)	(702)	(8,087)	(11,766)
Amortized cost	$ 199,009	$ 8,807	$ 7,073	$ 774	$ -	$ 215,663

December 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	0.24%	6.65%	22.24%	34.14%	100%	
Gross carrying amount	$ 205,414	$ 12,615	$ 3,179	$ 2,742	$ 11,197	$ 235,147
Loss allowance (lifetime ECL)	(492)	(839)	(707)	(936)	(11,197)	(14,171)
Amortized cost	$ 204,922	$ 11,776	$ 2,472	$ 1,806	$ -	$ 220,976

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	$ 327,484	$ 8,072	$ 2,527	$ 105	$ -	$ 338,188

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

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Beginning Retained Earnings	$ 14,171	$ 16,003
Less: Impairment loss reversed for current period	(2,571)	(4,682)
Effect of foreign currency exchange difference	166	72
Closing Balance	$ 11,766	$ 11,393

11. Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	$ 78,434	$ 81,972	$ 115,762
Work in process	18,760	22,161	16,747
Raw materials	50,779	58,437	58,558
Contract fulfillment costs	-	-	217
	$ 147,973	$ 162,570	$ 191,284

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 during the financial reporting period. The amounts are listed as follows:

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Write-down of inventories	$ 8,990	$ 4,948

12. Subsidiaries

Subsidiaries included in the consolidated financial statements

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

			Proportion of Ownership (%)			
Investor	Name of subsidiary	Nature of business activities	March 31, 2026	December 31, 2025	March 31, 2025	Remarks
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	Note 9
	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 (hereinafter referred to as 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	Note 10
	Emergence A.I CO., LTD. (Emergence A.I)	Management consulting and technology R&D services	80.00	80.00	80.00	Note 2
	Heph A.I Studio Technology CO., LTD. (Heph A.I Studio 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	Note 4
	Jin-Zuan Semiconductor Investment Co., Ltd. (Jin-Zuan Semiconductor Investment)	General investment	84.16	84.16	53.22	Note 7
Silicon Test Tech	Jern Yao Co., Ltd. (Jern Yao)	IC packaging OEM	-	-	100.00	Note 5
CHINTEK	CyPhy-Twin Corp. (C.P.T)	Integrated sales of software and equipment	75.00	75.00	75.00	Note 6
Jin-Zuan Semiconductor Investment	SHAN YI Investment Co., Ltd. (SHAN YI Investment)	General investment	100.00	100.00	100.00	Note 8
JBT	JHP	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: On February 27, 2025, the Company made an additional cash investment of NT$10,000 thousand in Emergence A.I CO., LTD., increasing its shareholding ratio to 80.00%. Please refer to Note 31.

Note 3: The Company also made additional investments in Heph A.I amounting to NT$15,000 thousand and NT$20,000 thousand on September 1, 2025 and February 4, 2026, respectively.

Note 4: On May 14, 2025, the Company disposed of a 64.11% equity interest in Silicon Test Tech, resulting in the loss of control over the company. The remaining 4.82% equity interest held was reclassified as an investment in equity instruments measured at fair value through other comprehensive income. Please refer to Note 30.

Note 5: Jern Yao is a wholly owned subsidiary of Silicon Test Tech and was consolidated into the Group as a result of the acquisition of Silicon Test Tech On May 14, 2025, the Company also lost control over Jern Yao as a result of the disposal of Silicon Test Tech

Note 6: C.P.T. is a 75%-owned subsidiary of CHINTEK and was included in the consolidated entities as a result of the acquisition of CHINTEK.

Note 7: The Company made additional cash investments in Jin-Zuan Semiconductor Investment Co., Ltd. amounting to NT$6,000 thousand and NT$30,000 thousand on July 1, 2025 and December 9, 2025, respectively. In addition, on November 14, 2025, the Company acquired equity interests in the company for NT$22,805 thousand, increasing its shareholding ratio to 84.16%. Please refer to Note 31.

Note 8: SHAN YI Investment is a wholly owned subsidiary of Jin-Zuan Semiconductor and was consolidated into the Group as a result of the acquisition of Jin-Zuan Semiconductor Investment.

Note 9: The Company made an additional cash investment of NT$15,494 thousand in J.B.T. on November 14, 2025.

Note 10: The Company also made additional cash investments in CHINTEK amounting to NT$15,000 thousand and NT$30,000 thousand on November 14, 2025 and December 16, 2025, respectively.

Among the subsidiaries included in the consolidated financial statements for the three-month period ended March 31, 2026, the financial statements of J.B.T., J.H.P., and

Heph A.I were reviewed by independent auditors, while the financial statements of the remaining non-significant subsidiaries were not reviewed by independent auditors.

Among the subsidiaries included in the consolidated financial statements for the three-month period ended March 31, 2025, the financial statements of J.B.T. and J.H.P. were reviewed by independent auditors, while the financial statements of the remaining non-significant subsidiaries were not reviewed by independent auditors.

13. Investments accounted for using equity method

Investment in associates

	March 31, 2026	December 31, 2025	March 31, 2025
Individual non-significant associates			
Chuzhou Ding Wang Investment and Development Limited (Chuzhou Ding Wang)	$ 1,784	$ 1,726	$ 1,785

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, 2026	December 31, 2025	March 31, 2025
Land	$ 114,717	$ 114,717	$ 114,717
Buildings	72,316	71,660	68,376
Machinery and equipment	44,112	46,431	62,863
Transportation Equipment	2,106	2,264	2,928
Leasehold improvements	6,336	9,205	6,466
Other equipment	9,681	10,045	11,372
Construction in progress	63,885	59,210	31,747
	$ 313,153	$ 313,532	$ 298,469

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, 2026 and 2025.

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	2-20 years
Transportation Equipment	3-5 years
Other equipment	2-20 years
Leasehold improvements	2-3 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 34.

15. Lease agreement

(I) Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amounts			
Land	$ 67,399	$ 69,520	$ 53,641
Buildings	4,952	7,050	44,805
Transportation Equipment	4,700	5,464	7,916
	$ 77,051	$ 82,034	$ 106,362

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Additions to right-of-use assets	$ 29	$ -
Depreciation charge for right-of-use assets		
Land	$ 754	$ 361
Buildings	2,127	3,430
Transportation Equipment	802	803
	$ 3,683	$ 4,594

Except for the additions, subleases, and depreciation expenses recognized as listed above, the Group's right-of-use assets did not experience any significant sublease or impairment events during the three-month periods ended March 31, 2026 and 2025.

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, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Current	$ 11,241	$ 13,772	$ 18,698
Non-current	$ 74,637	$ 81,462	$ 82,944

Range of discount rates for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	4.46%	4.46%	4.46%
Buildings	2.00%~3.60%	2.00%~3.60%	1.84%~3.07%
Transportation Equipment	2.10%~5.22%	2.10%~5.22%	2.10%~5.22%

(III) Other lease 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, 2026	For the three months ended March 31, 2025
Total Cash Outflow From Leases	($ 8,608)	($ 5,447)

16. Investment properties

Investment property measured at fair value

	Land and buildings	Right-of-use assets	Total
Balance as of January 1, 2026	$ 951,681	$ 167,372	$ 1,119,053
Effects of foreign currency exchange differences	1,826	3,048	4,874
Balance as of March 31, 2026	$ 953,507	$ 170,420	$ 1,123,927
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	$ 956,769	$ 151,803	$ 1,108,572

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

	March 31, 2026	December 31, 2025	March 31, 2025
Outsourced appraisal	$ 1,123,927	$ 1,119,053	$ 1,108,572

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, 2026

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: 123 months
Local rent prices	NTD 637 - NTD 849 NTD/ping/month	(CNY) ¥25-30/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	3.770%	5.800%
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, Che-Hao Yang	Tsai Ming-Hang
Date of Valuation	December 31, 2025 (Note)	December 31, 2025 (Note)
Fair value of outsourced appraisal	$532,717 thousand	$203,974 thousand (CNY 44,112 thousand)

Target	Dorm in Sriracha District, Thailand	Laem Chabang Industrial Park, Sriracha District, Thailand
Important contract terms	-	Rent (THB): ฿460 thousand per month Remaining lease term: 47 months
Local rent prices	(THB) ฿70–90/square meter/month	(THB) ฿140-150/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	6.75～7.25%	10.200%
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, 2025 (Note)	December 31, 2025 (Note)
Fair value of outsourced appraisal	$15,113 thousand (THB 15,450 thousand)	$61,174 thousand (THB 62,537 thousand)

Note: A valuer's statement on the validity of the original valuation report as of March 31, 2026, has been obtained.

December 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: 126 months
Local rent prices	NTD 637 - NTD 849 NTD/ping/month	(CNY) ¥25-30/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	3.770%	5.800%
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, Che-Hao Yang	Tsai Ming-Hang
Date of Valuation	December 31, 2025	December 31, 2025
Fair value of outsourced appraisal	$532,717 thousand	$197,251 thousand (CNY 44,112 thousand)

Target	Dorm in Sriracha District, Thailand	Laem Chabang Industrial Park, Sriracha District, Thailand
Important contract terms	-	Rent (THB): ฿571 thousand per month Remaining lease term: 50 months
Local rent prices	(THB) ฿70-90/square meter/month	(THB) ฿140-150/square meter/month
Rent prices of similar properties	Same as above	Same as above
Current status	Normal use	Normal use
Discount rate	6.75～7.25%	10.20%
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, 2025	December 31, 2025
Fair value of outsourced appraisal	$15,480 thousand (THB 15,450 thousand)	$62,656 thousand (THB 62,537 thousand)

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	Tsai Ming-Hang, Che-Hao Yang	Tsai Ming-Hang
Date of Valuation	December 31, 2024 (Note)	December 31, 2024 (Note)
Fair value of outsourced appraisal	$534,029 thousand	$202,712 thousand (CNY 43,822 thousand)

Target	Dorm in Sriracha 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	$16,823 thousand (THB 17,093 thousand)	$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.

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).

	March 31, 2026	December 31, 2025	March 31, 2025
Discount rate	3.77%~10.20%	3.77%~10.20%	3.770%~9.500%
Income capitalization	1.80%~6.22%	1.80%~6.22%	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, 2026

Target	Land in Baoxing Section, Xindian District, New Taipei City
Estimated Total Sales Amount	$774,316 thousand
Current status	Normal use
Profit margin	18.000%
Comprehensive Capital Interest Rate	2.740%
Outsourced or self-assessed valuation	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang, Che-Hao Yang
Date of Valuation	September 30, 2025 (Note)
Fair value of outsourced appraisal	$310,949 thousand

Note: A valuer's statement on the validity of the original valuation report as of March 31, 2026, has been obtained.

December 31, 2025

Target	Land in Baoxing Section, Xindian District, New Taipei City
Estimated Total Sales Amount	$774,316 thousand
Current status	Normal use
Profit Margin	18.000%
Comprehensive Capital Interest Rate	2.74%
Outsourced or self-assessed valuation	Outsourced appraisal
Appraisal firm	Zhan-Mao Real Estate Appraisers
Name of appraiser	Tsai Ming-Hang, Che-Hao Yang
Date of Valuation	September 30, 2025 (Note)
Fair value of outsourced appraisal	$310,949 thousand

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

March 31, 2025

Target	Land in Baoxing Section, Xindian District, New Taipei City
Estimated Total Sales Amount	$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	$307,318 thousand

Note: A valuer's statement on the validity of the original valuation report as of March 31, 2025, 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, 2026	For the three months ended March 31, 2025
lease income (recognized under other income)	$ 4,765	$ 5,188

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

	March 31, 2026	December 31, 2025	March 31, 2025
Year 1	$ 17,899	$ 18,379	$ 19,302
Year 2	18,455	18,734	19,302
Year 3	18,641	19,090	19,862
Year 4	18,178	19,090	20,049
More than 5 Years	89,047	89,628	109,172
	$ 162,220	$ 164,921	$ 187,687

For the amount of investment property pledged as collateral for loans, please refer to Note 34.

17. Goodwill

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Cost		
Opening and closing balance	$ 62,664	$ 78,369
Accumulated impairment loss		
Opening and closing balance	50,262	39,176
Opening and closing net amount	$ 12,402	$ 39,193

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.

On October 31, 2025, the Group performed an impairment test on the goodwill of its subsidiary, CHINTEK. The recoverable amount was determined based on value in use, using a discount rate of 22.10%. The recoverable amount as of October 31, 2025 was NT$21,783 thousand, which was lower than the carrying amount. Accordingly, the Group recognized an impairment loss of NT$26,365 thousand on the goodwill arising from CHINTEK in 2025 (presented under other gains and losses).

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:

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

18. Intangible assets

	March 31, 2026	December 31, 2025	March 31, 2025
Software licensing	$ 10,673	$ 12,959	$ 17,179
Technology licensing	727	751	822
Computer Software	3,366	3,678	2,254
Trademark rights	2,069	1,732	1,437
Franchise rights	6,018	6,359	-
Core technology	24,308	25,365	28,535
Customer value	-	-	12,520
	$ 47,161	$ 50,844	$ 62,747

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, 2026 and 2025. 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
Franchise rights	5 years
Core technology	8 years
Customer value	5 years

Summary of amortization expenses by function:

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Operating costs	$ 487	$ 407
Operating expenses	3,755	6,137
	$ 4,242	$ 6,544

19. Other assets

	March 31, 2026	December 31, 2025	March 31, 2025
Prepayments	$ 22,275	$ 17,740	$ 23,146
Excess VAT paid	10,609	11,231	10,185
Finance lease receivables	5,195	5,657	-
Other receivables	2,757	4,400	2,546
Other receivables – Related parties (Note 33)	796	-	-
Prepayments – related parties (Note 33)	594	545	1,492
Prepayments for equipment	583	583	2,160
Receivable income tax refund	432	464	567
Supplies Inventory Count	23	22	1,971
Prepaid trademark rights	-	456	739
Prepayments for construction projects	-	-	16,302
	$ 43,264	$ 41,098	$ 59,108
Current	$ 36,859	$ 33,843	$ 37,402
Non-current	6,405	7,255	21,706
	$ 43,264	$ 41,098	$ 59,108

20. Loans

(I) Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Secured loans (Note 34)			
Bank borrowing	$ 119,051	$ 66,031	$ 680,000
Unsecured borrowings			
Credit limit borrowings	46,240	-	25,000
	$ 165,291	$ 66,031	$ 705,000

The annual interest rates for bank revolving borrowings were 2.7%–3.38%, 2.93%–3.45%, and 2.63%–2.88% as of March 31, 2026, December 31, 2025, and March 31, 2025, respectively.

Bank borrowings of NT$46,240 thousand obtained by J.H.P. are subject to financial covenants requiring that, at the end of each quarter, the debt ratio not exceed 65% and the current ratio not be lower than 100%. If these financial ratios or covenants are breached, resulting in circumstances that may jeopardize creditor rights, the bank is entitled to demand immediate repayment of the borrowings by J.H.P. The Group will continue monitoring whether future operating conditions may affect compliance with the aforementioned financial ratios.

(II) Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Secured loans (Note 34)			
Bank borrowing	$ 258,000	$ 761,400	$ 53,400
Unsecured borrowings			
Bank borrowing	7,204	7,954	17,129
Subtotal	265,204	769,354	70,529
Less: portion due within 1 year	(3,042)	(56,425)	(58,355)
Long-term borrowings	$ 262,162	$ 712,929	$ 12,174

During the period from January 1 to March 31, 2025, newly drawn bank borrowings amounted to NT$53,400 thousand, and bank borrowings acquired through the merger and acquisition of subsidiaries amounted to NT$9,046 thousand.

As of March 31, 2026, December 31, 2025, and March 31, 2025, the effective interest rates of the Group ranged from 2.22% to 2.93%, 2.22% to 3.38%, and 2.22% to 3.38%, respectively.

21. Corporate bonds payable

	March 31, 2026
Domestic second secured convertible bonds	$ 418,216
Less: portion due within 1 year	-
	$ 418,216

On March 26, 2026, the Company issued three-year domestic second secured convertible bonds totaling NT$450,000 thousand at 105.03% of par value, with a coupon rate of 0%. The actual proceeds raised amounted to NT$462,656 thousand (NT$472,630 thousand less issuance costs of NT$9,974 thousand). The maturity date is March 26, 2029. The convertible bonds are guaranteed by Sunny Bank Ltd.

Bondholders may convert the bonds into the Company's common shares at any time from the day following the expiration of three months after issuance (June 27, 2026) through the maturity date (March 26, 2029), except during periods in which share transfer registration is suspended in accordance with applicable laws. The initial conversion price is NT$12.50 per share.

From the day following the expiration of three months after issuance (June 27, 2026) until forty days prior to maturity (February 14, 2029), if the closing price of the Company's common shares exceeds the then-current conversion price by 30% or more for 30 consecutive business days, or if the outstanding balance of the convertible bonds falls below 10% of the original total issuance amount, the Company may redeem all outstanding bonds in cash at par value.

The bondholders may require the Company to redeem the bonds on March 26, 2028, the second anniversary of issuance, at a repurchase price equal to 101.0025% of par value (effective yield of 0.5%), and redeem the bonds in cash.

Unless the holders of the convertible bonds have converted the bonds into the Company's common shares, the Company has redeemed the bonds early, the holders have exercised their put rights in accordance with regulations, or the Company has repurchased and canceled the bonds through securities dealers, the bonds will be repaid in cash at par value upon maturity.

These convertible bonds contain both liability and equity components. The equity component is presented under capital surplus – stock options within equity. The effective interest rate of the liability component upon initial recognition was 2.4442%.

Issue proceeds (NT$472,630 thousand less transaction costs of NT$9,974 thousand)	$ 462,656
Equity component (NT$44,860 thousand less transaction costs allocated to equity of NT$1,050 thousand and related income tax effects of NT$210 thousand)	(44,020)
Redemption option (recorded as financial assets at fair value through profit or loss)	2,565
Put option (recorded as financial liabilities at fair value through profit or loss)	(990)
Deferred tax assets	(1,995)
Liability component on issuance date, March 26, 2026	418,216
Liability component as of March 31, 2026	$ 418,216

22. Other payables

	March 31, 2026	December 31, 2025	March 31, 2025
Salaries and bonuses payable	$ 18,825	$ 26,351	$ 24,316
Payables for expenses	18,836	19,180	17,192
Payables for taxes	1,166	1,530	1,355
Other payables – related parties (Note 33)	-	-	42
	$ 38,827	$ 47,061	$ 42,905

23. Post-retirement benefit plan

The pension expenses related to defined benefit plans recognized during the three-month periods ended March 31, 2026 and 2025 were calculated based on the actuarially determined pension cost rates as of December 31, 2025 and 2024, respectively, and both amounted to NT$0 thousand.

24. EQUITY

(I) Common shares

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	180,000	180,000	180,000
Amount of shares authorized	$ 1,800,000	$ 1,800,000	$ 1,800,000
Number of shares issued and fully paid (in thousands)	129,647	125,147	112,719
Amount of shares issued	$ 1,296,468	$ 1,251,468	$ 1,127,192
Share capital pending cancellation	($ 460)	$ -	$ -

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.

The Company, at its general shareholders' meeting on June 30, 2025, resolved to conduct a private placement for a cash capital increase through the issuance of up to 20,000 thousand common shares, to be carried out in two tranches within one year from the date of the shareholders' resolution. On October 15, 2025, the Board of Directors further resolved to proceed with the first tranche of the private placement for the cash capital increase, issuing 12,428 thousand common shares at a private placement price of NT$12.07 per share, with a par value of NT$10 per share, totaling NT$150,001 thousand. October 29, 2025 was set as the capital increase record date, and the share proceeds have been fully received and the statutory registration procedures have been duly completed.

On December 18, 2024, the Company's shareholders' meeting approved the issuance of restricted stock awards totaling NT$45,000 thousand, consisting of 4,500 thousand shares issued without consideration at a par value of NT$10 per share. The issuance was approved and became effective upon authorization by the Financial Supervisory Commission, with February 3, 2026 designated as the capital increase record date.

During the period from January 1 to March 31, 2026, 46 thousand shares were repurchased due to the resignation of certain employees prior to the vesting date of the restricted stock awards. As of March 31, 2026, the cancellation procedures had not yet been completed, and the shares were recorded as share capital pending cancellation.

(II) Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Additional paid-in capital	$ 25,725	$ 25,725	$ -
Donated assets received	758	758	758
May be used to offset a deficit only			
Change of Ownership Interest in Subsidiaries (2)	-	-	864

Not to be used for any purpose			
Employee stock options	978	-	-
Stock options	44,020	-	-
Restricted stock awards	(2,674)	-	-
	$ 68,807	$ 26,483	$ 1,622

1. The capital surplus could be used to offset a deficit and distribute as cash dividends or transfer 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.

(III) 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%. For the policies on the distribution of compensation of employees and remuneration of directors set forth in the Articles of Incorporation, refer to "Compensation of employees and remuneration of directors" in Note 26 (g).

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 2025 and 2024 was proposed and resolved in the annual general meeting of shareholders on March 13, 2026, and the annual general meeting of shareholders on June 30, 2025.

	2024
Special surplus reserve for offsetting deficits	($ 248,697)

The loss offset plan for 2025 is subject to approval by the shareholders at the Annual General Meeting scheduled to be held in June 2026.

(IV) Special reserve

	March 31, 2026	December 31, 2025	March 31, 2025
Initial Amount Recognized upon First Adoption of the Fair Value Model for Investment Property	$ 50,060	$ 50,060	$ 298,757

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.

(V) 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, 2026	For the three months ended March 31, 2025
Beginning Retained Earnings	($ 67,359)	($ 32,946)
In respect of the current year Unrealized gain or loss on equity instruments	40,016	10,754
In respect of the current year Transfer of cumulative gains or losses on disposal of equity instruments to retained earnings	6,000	-
Closing Balance	($ 21,343)	($ 22,192)

2. Revaluation increment of property

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Opening and closing balance	$ 400,703	$ 400,703

3. Unearned employee compensation

The Company's shareholders' meeting resolved on December 18, 2024 to issue restricted stock awards. Please refer to Note 29 for related information.

	For the three months ended March 31, 2026
Beginning Retained Earnings	$ -
Issued during the current period	(41,866)
Recognition of share-based payment expense	5,376
Closing Balance	($ 36,490)

(VI) Non-controlling interests

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Beginning Retained Earnings	$ 17,344	$ 71,338
Non-controlling interests from acquisition of Emergence A.I (Note 31)		1,315
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	10,555	1,089
Share-based payment	69	-
Exchange differences on the translation of foreign operations	(1)	30
Current Net Loss	(861)	(3,089)
Closing Balance	$ 27,106	$ 70,683

25. Revenue

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Revenue from contracts with customers		
Revenue from sale of goods	$ 144,915	$ 205,563
Project, licensing, and labor service income	2,204	714
Processing revenue	-	25,108
	$ 147,119	$ 231,385

(I) Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes and accounts receivable (Note 10)	$ 229,399	$ 236,001	$ 350,507	$ 424,707
Contract assets - current				
Software development project	$ 1,149	$ 1,472	$ 1,474	$ 1,702
Contract Liabilities				
Sale of goods	$ 168	$ 36	$ 3,450	$ 3,484
Project, licensing, and labor service income	3,202	2,747	968	1,022
Contract liabilities - current	3,370	2,783	4,418	4,506
Project, licensing, and labor service income	53	79	200	205
Contract liabilities – non-current	53	79	200	205
	$ 3,423	$ 2,862	$ 4,618	$ 4,711

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, 2026	December 31, 2025	March 31, 2025
Expected credit loss rate	-	-	-
Gross carrying amount	$ 1,149	$ 1,472	$ 1,474
Loss allowance (lifetime ECL)	-	-	-
	$ 1,149	$ 1,472	$ 1,474

(II) Disaggregation of revenue from contracts with customers

For details on revenue breakdown, please refer to Note 38.

26. Net loss

(I) Interest income

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Bank deposits	$ 197	$ 784
Financial Assets at Fair Value Through Profit or Loss	443	354
Others	67	19
	$ 707	$ 1,157

(II) Other income

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Rental income	$ 4,765	$ 5,197
Others	377	435
	$ 5,142	$ 5,632

(III) Other gains and losses

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Net foreign exchange loss	($ 13,994)	($ 49)
Interest in financial assets		
Net gain on financial assets and liabilities at fair value through profit or loss	446	355
Loss on disposal of property, plant and equipment	-	(11)
Others	(5,274)	(3,258)
	($ 18,822)	($ 2,963)

(IV) Finance costs

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Interest expense from bank borrowing	$ 4,718	$ 4,214
Interest expense from lease liabilities	934	846
	$ 5,652	$ 5,060

Information on interest capitalization is as follows:

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Amount of capitalized interest	$ 1,143	$ 911
Interest rate of capitalized interest	2.93%~3.30%	2.63%~3.29%

(V) Depreciation and amortization

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Property, plants, and equipment	$ 7,610	$ 7,775
Right-of-use assets	3,683	4,594
Intangible assets	4,242	6,544
	$ 15,535	$ 18,913
Analysis of depreciation by function		
Operating costs	$ 2,224	$ 5,077
Operating expenses	4,073	4,092
Other gains and losses	4,996	3,200
	$ 11,293	$ 12,369
Amortization expenses by function		
Operating costs	$ 487	$ 407
Operating expenses	3,755	6,137
	$ 4,242	$ 6,544

(VI) Employee benefits

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Retirement benefits		
Defined contribution plan	$ 1,507	$ 3,331
Share-based payment		
Equity delivery	6,354	$ -
Others	61,785	81,129
Total	$ 69,646	$ 84,460
Analysis of employee benefits by function		
Operating costs	$ 14,947	$ 32,973
Operating expenses	54,699	51,487
	$ 69,646	$ 84,460

(VII) Compensation of employees and remuneration of directors

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. In accordance with the amendments to the Securities and Exchange Act in August 2024, the Company amended its Articles of Incorporation as approved at the 2025 shareholders' meeting, stipulating that no less than 25% of the employee compensation appropriated for the year shall be allocated to rank-and-file employees. The net loss before tax for January 1 to March 31, 2026 and 2025, was due to the fact that employee remuneration (including base-level employee remuneration) and director remuneration were not estimated.

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 13, 2026, and March 12, 2025, and resolved not to distribute employee compensation and director remuneration for 2025 and 2024, respectively. These resolutions are consistent with the amounts recognized in the consolidated financial statements for 2025 and 2024.

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.

(VIII) Gains/losses on foreign currency exchange

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Total foreign exchange gain	$ 9,256	$ 6,843
Total foreign exchange loss	(23,250)	(6,892)
Net loss	($ 13,994)	($ 49)

27. Taxation

(I) Income tax recognized in profit or loss

The main components of income tax benefits are as follows:

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Current tax		
Adjustments for prior years	$ -	$ 27
Deferred tax		
In respect of the current period	(9,911)	(6,240)
Income tax gains recognized in profit or loss	($ 9,911)	($ 6,213)

(II) Income tax assessments

The Company's income tax returns through the 2023 fiscal year have been assessed and finalized by the tax authorities.

The income tax returns of CHINTEK, Emergence A.I CO., LTD., Heph A.I, Jin-Zuan Semiconductor Investment Co., Ltd., and SHAN YI Investment through the 2024 fiscal year have been assessed and finalized by the tax authorities.

J.H.K., J.H.P., J.B.T, J.H.V., and C.P.T. have completed the filing of income tax returns within the deadlines prescribed by the local tax authorities.

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

28. Loss per share

The net loss per share and the weighted average number of common shares issued for the calculation of the net loss per share are as follows:

Current Net Loss

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Net profit attributable to owners of the Company and net loss used to calculate basic loss per share	($ 90,773)	($ 69,197)

Unit: Thousand shares

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Weighted average number of ordinary shares used to calculate basic losses per share	125,147	112,719

The Company incurred accumulated losses during the three-month periods ended March 31, 2026 and 2025. The effects of convertible bonds and share-based payment arrangements were anti-dilutive; therefore, diluted earnings per share were not disclosed.

29. Share-based payment agreements

Restricted stock awards

At the shareholders' meeting held on December 18, 2024, the Company approved the issuance of restricted stock awards totaling NT$45,000 thousand, consisting of 4,500 thousand shares issued without consideration at a par value of NT$10 per share.

The issuance was approved and became effective pursuant to the Financial Supervisory Commission approval letter Jin-Guan-Zheng-Fa No. 1140338330 dated April 9, 2025. The Board of Directors further resolved to designate February 3, 2026 as the capital increase record date, and the Company regarded such date as the grant date.

Under the vesting conditions, after employees are granted restricted stock awards in accordance with the issuance rules, the shares will vest upon expiration of the following vesting periods, provided that the employees remain employed, have not violated the Company's labor contracts, work rules, non-compete and confidentiality agreements, or other contractual arrangements with the Company, and have achieved the individual performance evaluation results required by the Company for each year. The vesting percentages for each year are as follows:

(I) Upon completion of 1 year: 50% of the granted shares;

(II) Upon completion of 2 years: 50% of the granted shares.

The rights restricted prior to fulfillment of vesting conditions after the grant of the new shares are as follows:

(I) The rights restricted prior to fulfillment of vesting conditions for the restricted stock awards issued under this plan after employees have been granted such shares are as follows:

1. Before the vesting conditions are fulfilled, employees may not sell, pledge, transfer, gift, create encumbrances on, or otherwise dispose of the restricted stock awards granted under this plan, except by inheritance.
2. Before the vesting conditions are fulfilled, employees retain the same rights as holders of the Company’s issued common shares with respect to attending shareholders’ meetings, making proposals, speaking, voting, and election rights, and such rights shall be exercised in accordance with the trust custody agreement.
3. Prior to the fulfillment of vesting conditions, employees granted restricted stock awards under this plan shall not be entitled to profit distribution rights associated with such shares, including, but not limited to, dividends, bonuses, legal reserve distributions, and capital surplus distributions. Relevant procedures shall be handled in accordance with the trust custody agreement.
4. During the share transfer suspension period for stock dividends, cash dividends, cash capital increases, shareholders’ meeting record dates under Article 165, Paragraph 3 of the Company Act, or other statutory suspension periods occurring due to specific events until the rights distribution record date, employees who satisfy the vesting conditions during such periods shall have the restrictions on vested shares lifted in accordance with the trust custody agreement or applicable regulations.
5. If the Company conducts a capital reduction not resulting from statutory capital reduction, such as a cash capital reduction, during the vesting period, the restricted stock awards shall be canceled proportionally based on the capital reduction ratio. In the case of a cash capital reduction, the cash returned shall be placed in trust and may only be released to employees after the fulfillment of the vesting conditions and applicable periods. If the vesting conditions are not fulfilled upon the expiration of the relevant period, the Company shall reclaim such cash.

(II) Following issuance, the restricted stock awards shall be placed in trust custody. Before fulfillment of the vesting conditions, employees may not request the trustee to return the restricted stock awards for any reason or by any means.

(III) During the trust custody period of the restricted stock awards, the Company or its designated representative shall fully represent employees in negotiating, executing, amending, extending, terminating, or canceling the trust custody agreement with the stock trust institution, including the delivery, utilization, and disposal instructions related to trust property.

(IV) If employees fail to fulfill the vesting conditions, the Company shall reclaim the restricted stock awards granted to them without compensation and proceed with cancellation.

The compensation cost recognized from restricted stock awards during the period from January 1 to March 31, 2026 amounted to NT$5,376 thousand.

Employee Stock Option Plan

On February 11, 2026, the Company granted 4,500 units of employee stock options, with each unit entitling the holder to subscribe for 1,000 common shares. Eligible recipients include employees of the Company and its subsidiaries who meet specified conditions. The stock options have a term of four years. Holders may exercise their subscription rights after two years from the grant date of the employee stock option certificates, according to the following schedule:

Option vesting period	Exercisable percentage of stock options (cumulative)
Upon completion of 2 years	50%
Upon completion of 3 years	100%

The exercise price of the stock options is the closing price of the Company's common shares on the grant date. After issuance of the stock options, if there are changes in the Company's common shares, the exercise price shall be adjusted in accordance with the prescribed formula.

The stock option certificates and related rights may not be transferred, pledged, gifted, or otherwise disposed of, except in cases of inheritance.

If an option holder commits any material violation of the labor contract or work rules after the grant of the employee stock option certificates, the Company has the right to revoke and cancel the unvested stock option certificates.

Employee stock options	For the three months ended March 31, 2026 Unit	Weighted-average exercise price (NT$)
Outstanding at beginning of period	-	$ -
Granted during the period	4,500	12.95
Forfeited during the period	(30)	12.95
Outstanding at end of period	4,470	12.95
Weighted-average fair value of options granted during the period (NT$)	$ 4.69	

The fair value of employee stock options was determined using the binomial option pricing model, with the following input assumptions adopted in the valuation model:

	February 2026
Share price at grant date	$12.95
Exercise price	$12.95
Expected volatility	44.96%~47.81%
Expected duration	3.48 years to 3.79 years
Risk-free interest rate	1.31%~1.32%

Expected volatility was based on the average historical volatility of annual stock price returns and incorporated the effect of early exercise. The Company assumes that employees will exercise the stock options when the share price reaches 2.2 times the exercise price after the vesting period has elapsed.

The compensation cost recognized under the employee stock option plan during the period from January 1 to March 31, 2026 amounted to NT$978 thousand.

30. Disposal of subsidiaries

On May 14, 2025, the Group entered into an agreement to dispose of Silicon Test Tech, which was responsible for the Group's processing revenue operations. The Group completed the disposal on May 14, 2025 and, as a result, lost control over the subsidiaries.

(I) Consideration received

	Silicon Test Tech
Total consideration received	$ 56,494

(II) Analysis of assets and liabilities on the date control was lost

	Silicon Test Tech
Current assets	
Cash and cash equivalents	$ 16,659
Notes and Accounts Receivable	24,018
Other current assets	2,888
Non-current Assets	
Property, plants, and equipment	8,932
Right-of-use assets	30,754
Goodwill	426
Intangible assets	12,116
Refundable deposits	983
Other non-current assets	2,040
Current liabilities	
Contract liabilities - current	(2,031)
Notes and Accounts Payable	(8,611)
Other payables	(2,178)
Lease liabilities - current	(5,039)
Long-term borrowings due within one year	(1,984)
Other current liabilities	(148)
Non-current liabilities	
Long-term borrowings	(4,803)
Lease liabilities – non-current	(25,984)
Net assets disposed of	$ 48,038

(III) Gain on disposal of subsidiaries

	Silicon Test Tech
Consideration received	$ 56,494
Net assets disposed of	(48,038)
Non-controlling interests	14,794
Reclassified to investments in equity instruments measured at fair value through other comprehensive income	4,257
Gain on disposal	$ 27,507

(IV) Proceeds from the disposal of subsidiaries

	Silicon Test Tech
Consideration received in cash and cash equivalents	$ 56,494
Less: Balance of cash and cash equivalents disposed of	(16,659)
	$ 39,835

31. Equity transactions with non-controlling interests

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%.

On July 1 and December 9, 2025, the Group's ownership interest increased from 53.22% to 84.16% as a result of not subscribing to such company's cash capital increase in proportion to its shareholding, and subsequently acquiring equity interests in Jin-Zuan Semiconductor Investment on November 14, 2025.

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.

	Emergence A.I	Jin-Zuan Semiconductor Investment	Total
Consideration paid	$ -	($ 22,805)	($ 22,805)
The carrying amount of a subsidiary's net assets, calculated based on changes in relative equity, represents the amount to be transferred into (transferred out of) non-controlling interests.	(1,315)	19,748	18,433
Equity Transaction Difference	($ 1,315)	($ 3,057)	($ 4,372)
Adjustment Account for Equity Transaction Difference			
Capital surplus – Amount recognized for changes in ownership interests in subsidiaries	($ 1,315)	($ 864)	($ 2,179)
Unappropriated Earnings	-	(2,193)	(2,193)
	($ 1,315)	($ 3,057)	($ 4,372)

32. Financial instruments

(I) Fair value of financial instruments that are not measured at fair value

March 31, 2026

	Carrying Amount	Fair value Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible bonds	$418,216	$481,275	$ -	$ -	$481,275

Except as described in the table above, the management of the Group believes that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values.

(II) Fair value of financial instruments that are measured at fair value on a recurring basis

1. Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial Assets at Fair Value Through Profit or Loss				
Embedded derivatives				
Redemption option of convertible bonds	$ -	$ -	$ 720	$ 720
Financial Assets at Fair Value Through Other Comprehensive Income				
Investments in equity instruments				
Listed shares on domestic markets	$ 212,987	$ -	$ -	$ 212,987
Unlisted shares on domestic markets	-	-	73,090	73,090
Unlisted (OTC) foreign convertible preferred shares	-	-	33,940	33,940
	$ 212,987	$ -	$ 107,030	$ 320,017
Financial liabilities at fair value through profit or loss				
Embedded derivatives				
Put option of convertible bonds	$ -	$ -	$ 2,790	$ 2,790

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial Assets at Fair Value Through Profit or Loss				
Foreign convertible notes	$ -	$ -	$ 31,379	$ 31,379
Financial Assets at Fair Value Through Other Comprehensive Income				
Investments in equity instruments				
Listed shares on domestic markets	$ 146,356	$ -	$ -	$ 146,356
Unlisted shares on domestic markets	-	-	88,416	88,416
	$ 146,356	$ -	$ 88,416	$ 234,772

March 31, 2025

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

There were no transfers between Level 1 and Level 2 fair value measurements for the three months ended March 31, 2026 and 2025.

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

For the three months ended March 31, 2026

	FVTPL		Measured at fair value through other comprehensive income Financial assets
Financial assets	Embedded derivatives	Debt Instruments	Equity instruments
Beginning Retained Earnings	$ -	$ 31,379	$ 88,416
Recognized in profit or loss (other gains and losses)	(270)	941	-
Recognized in other comprehensive income or loss	-	-	(16,060)
Reclassified	-	(32,320)	34,674
Issuance	990	-	-
Closing Balance	$ 720	$ -	$ 107,030
Financial liabilities			
Beginning Retained Earnings	$ -	$ -	$ -
Recognized in profit or loss (other gains and losses)	225	-	-
Issuance	2,565	-	-
Closing Balance	$ 2,790	$ -	$ -

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 Retained Earnings	$ -	$ 47,677
Recognized in profit or loss	355	-
Recognized in other comprehensive income or loss	-	9,514
Purchase	32,850	-
Closing Balance	$ 33,205	$ 57,191

3. Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

The fair values of derivatives – specifically the redemption and put options embedded in convertible bonds – are estimated using option pricing models. The significant unobservable input used is share price volatility. An increase in share price volatility would increase the fair value of these derivatives. The share price volatility adopted as of March 31, 2026 was 46.99%.

Investments in equity instruments of domestic unlisted (OTC) companies are primarily measured using the market approach to estimate fair value. The fair value per share is assessed based on the companies' financial information and observable market price information, with consideration given to discounts for lack of marketability. The discounts for lack of marketability as of March 31, 2026, December 31, 2025, and March 31, 2025 were 15.93%–21.65%, 15.14%–21.10%, and 14.6%–20.36%, respectively. The higher the liquidity discount, the lower the fair value of such investments.

Investments in equity instruments of foreign unlisted (OTC) companies are valued using a framework that combines the value of common shares with preferred liquidation rights and conversion rights. The common share value is calculated using the income approach; preferred liquidation rights are evaluated using the KMV model; and conversion rights are assessed using the Black-Scholes option pricing model. The present value of expected future economic benefits from holding the investment is calculated using discounted cash flow methods. The discount for lack of marketability adopted as of March 31, 2026 was 32.28%. The higher the discount for lack of marketability, the lower the fair value of these investments.

The fair value of overseas convertible notes is estimated using the least squares Monte Carlo method. The fair value per share is determined based on each contractual term of the convertible notes and observable market price data, taking into account a liquidity discount. As of December 31, 2025, the liquidity discount was 18.97%. The higher the liquidity discount, the lower the fair value of such investments.

(III) Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
FVTPL	$ 720	$ 31,379	$ 33,205
Measured at fair value through other comprehensive income	320,017	234,772	248,356
Measured at amortized cost (note 1)	464,810	511,566	620,342
Financial liabilities			
FVTPL	2,790	-	-
Measured at amortized cost (note 2)	1,056,595	1,066,920	1,055,847

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, such as short-term borrowings, notes and accounts payable, other payables, corporate bonds payable, long-term borrowings (including current portions), bonds payable, and guarantee deposits received.

(IV) Financial risk management objectives and policies

The Group engages in various financial instruments as part of its operating activities, including equity investments, accounts receivable, accounts payable, corporate bonds 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) Foreign currency 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 36.

<u>Sensitivity Analysis</u>

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%. The positive numbers in the following table represent the amount by which the net loss before tax would be reduced when the New Taiwan Dollar depreciates by 1% against the relevant foreign currencies, and the effect on the net loss before tax when the New Taiwan Dollar appreciates by 1% against the relevant foreign currencies. It will be a negative number of the same amount.

	USD impact	
	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Profit or loss	$ 1,956	$ 2,654

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, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
Financial assets	$ 36,669	$ 36,086	$ 53,289
Financial liabilities	504,094	95,234	101,642
Risk of cash flow changes due to interest rate			
Financial assets	195,315	238,255	214,894
Financial liabilities	430,495	835,385	775,529

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, 2026 and 2025 would have increased by \$588 thousand and \$1,402 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 price risk

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 had increased or decreased by 1%, pre-tax other comprehensive loss for the three-month periods ended March 31, 2026 and 2025 would have decreased or increased by NT\$3,200 thousand and NT\$2,483 thousand, respectively.

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, 2026, and December 31 and March 31, 2025, the consolidated company's unused bank credit lines amounted to NT$365,296 thousand, NT$40,244 thousand, and NT$35,000 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, 2026

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	More than 5 Years
Non-derivative Financial Liabilities					
Non-interest bearing liabilities	$ 111,315	$ 71,380	$ 22,538	$ -	$ -
Lease liabilities	1,238	2,477	10,934	25,319	87,598
Variable interest rate liabilities	1,466	19,675	158,827	275,252	-
Fixed rate instruments	-	-	-	454,511	-
	$ 114,019	$ 93,532	$ 192,299	$ 755,082	$ 87,598

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	$ 14,649	$ 25,319	$ 25,764	$ 25,764	$ 25,764	$ 10,306

The amounts included above for variable interest rate instruments for non-derivative financial liabilities were subject to change if changes in variable interest rates were to differ from those estimates of interest rates determined at the end of the reporting period.

December 31, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	More than 5 Years
Non-derivative Financial Liabilities					
Non-interest bearing liabilities	$ 125,665	$ 79,819	$ 22,358	$ 3,693	$ -
Lease liabilities	6,113	2,470	8,767	26,501	94,997
Variable interest rate liabilities	12,285	65,531	67,202	753,881	-
	$ 144,063	$ 147,820	$ 98,327	$ 784,075	$ 94,997

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	$ 17,350	$ 26,501	$ 26,388	$ 26,388	$ 26,388	$ 15,833

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
Non-derivative Financial Liabilities					
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	2,121	102,204	667,285	12,505	-
	$ 56,554	$ 158,741	$ 858,214	$ 61,494	$ 63,133

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	$ 21,831	$ 48,824	$ 22,758	$ 17,181	$ 17,181	$ 6,013

33. 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:

(I) Related party name and category

Related Party Name	Related Party Category
Fable Technology Co. Ltd. (Fable)	Substantive related party
Silicon Test Tech Corp. (Silicon Test Tech)	Substantive related party (since October 29, 2025)

(II) Operating income

Category/Name of related party	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Substantive related party	$ 330	$ 33

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.

(III) Purchase

Category/Name of related party	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Substantive related party	$ 415	$ 300

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.

(IV) Contract assets

Account Item	Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025
Contract assets – current	Substantive related party	$ 128	$ 286	$ -

(V) Receivables from related parties

Account Item	Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025

Accounts Receivable – Related Parties	Substantive related party	$ 890	$ 505	$ 483
Other receivables – related parties	Substantive related party	$ 796	$ -	$ -

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

(VI) Contract Liabilities

Account Item	Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025
Contract liabilities – current	Substantive related party			
	Fable Technology Co. Ltd.	$ 796	$ 941	$ 472
	Silicon Test Tech	814	-	-
		$ 1,610	$ 941	$ 472

(VII) Payables to related parties

Account Item	Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025
Accounts payable – related parties	Substantive related party	$ 283	$ 183	$ 221
Other Payables – Related Parties	Substantive related party	$ -	$ -	$ 42

Outstanding payables to related parties are unsecured.

(VIII) Prepayments (presented under other assets)

Category/Name of related party	March 31, 2026	December 31, 2025	March 31, 2025
Substantive related party	$ 594	$ 545	$ 1,492

(IX) Others

Account Item	Category/Name of related party	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Professional Service Expenses	Substantive related party	$ -	$ 40
System usage fees	Substantive related party	$ 100	$ -

(X) Compensation to key management of the Group

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Short-term employee benefits	$ 8,136	$ 6,220
Retirement benefits	1,102	146
Share-based payment	2,820	-
	$ 12,058	$ 6,366

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

34. Pledged assets

The following assets have been pledged as collateral for financing borrowings and guarantee deposits for government subsidies:

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets at amortized cost – current	$ 23,308	$ 22,698	$ -
Financial assets at amortized cost – non-current	16,511	12,000	-
Financial Assets at Fair Value Through Other Comprehensive Income	183,000	125,750	158,304
Property, plants, and equipment	115,914	116,078	116,574
Investment properties	843,666	843,666	841,347
	$ 1,182,399	$ 1,120,192	$ 1,116,225

35. Subsequent Events

The Company's subsidiary, Emergence A.I CO., LTD., approved a capital reduction to offset losses in the amount of NT$19,000 thousand at a board meeting held on April 13, 2026, representing a capital reduction ratio of 76%. The proposal remains subject to approval by the subsidiary's shareholders' meeting. Following the capital reduction, the subsidiary also plans to issue new shares amounting to NT$5,000 thousand.

36. 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, 2026

Financial assets	Foreign currencies	Exchange Rate	Carrying Amount
Monetary Item			
USD	$ 5,685	31.995 (USD: NTD)	$ 181,892
USD	2,799	6.9194 (USD: CNY)	89,554
USD	366	32.7080 (USD: THB)	11,710
USD	50	26,744.0586 (USD: VND)	1,600
Financial Liabilities			
Monetary Item			
USD	117	31.995 (USD: NTD)	3,743
USD	2,548	6.9194 (USD: CNY)	81,523
USD	122	32.7080 (USD: THB)	3,903

December 31, 2025

Financial assets	Foreign currencies	Exchange Rate	Carrying Amount
Monetary Item			
USD	$ 5,775	31.430 (USD: NTD)	$ 181,508
USD	2,396	7.0288 (USD: CNY)	75,306
USD	138	31.3704 (USD: THB)	4,337
USD	50	26,748.9362 (USD: VND)	1,572
Financial Liabilities			
Monetary Item			
USD	$ 82	31.43 (USD: NTD)	$ 2,577
USD	2,925	7.0288 (USD: CNY)	91,933
USD	103	31.3704 (USD: THB)	3,237

March 31, 2025

Financial assets	Foreign currencies	Exchange Rate	Carrying Amount
Monetary Item			
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 (USD: VND)	1,660
Financial Liabilities			
Monetary Item			
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

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, 2026		For the three months ended March 31, 2025	
Functional currency	Functional currency to currency presented	Net exchange gains (losses)	Functional currency to currency presented	Net exchange gains (losses)
THB	1.01 (THB: NTD)	($ 215)	0.97 (THB: NTD)	$ 75
NTD	1 (NTD: NTD)	(5,242)	1 (NTD: NTD)	(2,283)
CNY	4.55 (CNY: NTD)	(8,537)	4.58 (CNY: NTD)	2,159
		($ 13,994)		($ 49)

37. Other Disclosures

(I) Information on significant transactions:

1. Financing provided to others. (Table 1)
2. Endorsements/guarantees provided. (Table 2)

3. Significant marketable securities held at the end of the period (excluding investments in subsidiaries and associates). (Table 3)
4. Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (None)
5. Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 4)
6. Other: The business relationship between the parent and the subsidiaries and significant transactions between them. (Table 5)

(II) Information on invested businesses (Table 6)

(III) Information on investment in mainland China

1. Information on any investee company in mainland China, showing 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 at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 7)
2. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: (None)
   (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
   (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 or 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.

38. Segment information

(I) Segment revenue and results

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, 2026	For the three months ended March 31, 2025	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Connection cables	$ 135,792	$ 200,941	($ 17,043)	($ 6,755)
Others	11,327	30,444	(22,928)	(23,184)
Operating Segment, net	$ 147,119	$ 231,385	(39,971)	(29,939)
Administrative expenses			(45,319)	(52,008)
Reversal of Impairment loss of expected credit loss			2,370	4,682
Interest income			707	1,157
Other income			5,142	5,632
Other gains and losses			(18,822)	(2,963)
Finance costs			(5,652)	(5,060)
Loss before tax			($ 101,545)	($ 78,499)

The above reporting revenue were generated through transactions with external customers. There were no inter-segment sales for the three months ended March 31, 2026 and 2025.

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 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

Loans to other parties

For the three months ended March 31, 2026

Table 1

Unit: Unless otherwise stated, in NT$ thousands.

No. (Note 1)	Lending company	Borrower	Items of transactions	Whether a related party	Maximum balance during the period (Note 1)	Ending balance (Note 1)	Actual amount drawn	Interest Rate Range	Nature of the loan (Note 2)	Transaction amount	Reasons for the necessity of short-term financing	Amount of allowance for bad debts	Collateral		Limit on loans to a single counterparty (Note 3)	Aggregate limit on loans (Note 3)
													Name	Value		
0	Ji-Haw Industrial	Jin-Zuan Semiconductor Investment	Other receivables	Yes	$ 80,000	$ 80,000	$ -	3.244%	2	$ -	Repayment of borrowings	$ -	-	-	$ 264,731	$ 529,463

Note 1: Refers to the lending limits approved by the board of directors of each company.

Note 2: The descriptions of the nature of loan transactions are as follows:

1. Fill in 1 for those with business transactions.
2. Fill in 2 for those with a need for short-term financing.

Note 3: In accordance with each company's "Procedures for Lending Funds to Others," the limits for loans extended to individual counterparties and the aggregate lending limits are prescribed as follows:

1. Ji-Haw Industrial: The limit for loans to a single counterparty shall not exceed 20% of Ji-Haw Industrial's net worth; the aggregate limit shall not exceed 40% of Ji-Haw Industrial's net worth.

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

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

Endorsements/guarantees for others

For the three months ended March 31, 2026

Table 2

Unit: Including those stated otherwise, in thousands of NTD

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 Guarantees/Endorsements to Subsidiaries	Subsidiary's Guarantees/Endorsements to Parent Company	Guarantees/Endorsements to the Mainland Area	Remarks
		Investee	Relationship											
0	Ji-Haw Industrial, Co., Ltd.	Jin-Zuan Semiconductor Investment	Businesses in which the Company holds more than 50% direct or indirect voting interest.	$ 264,731 (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.)	$ 50,000	$ 50,000	$ 50,000	$ -	3.78	$ 529,463 (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	Jin-Zuan Semiconductor Investment	Companies that directly and indirectly hold more than 50% of the voting shares of the Company	146,441 (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.)	50,000	50,000	50,000	50,000	34.14	292,882 (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	
2	J.H.K	JBT	Business in which the Company holds more than 90% direct or indirect voting rights.	73,425 (The maximum on guarantees for a single enterprise is capped at 100% of the net equity of J.H.K. based on its most recent financial statements.)	18,496	18,496	15,651	18,496	25.19	146,851 (The maximum guarantees limit is capped at 200% of the net equity of J.H.K. based on its most recent financial statements.)	N	N	N	

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

Marketable Securities Held

March 31, 2026

Table 3

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.	shares							
	SKYMIZER TAIWAN INC.	—	Non-current financial assets at fair value through other comprehensive income	82,500	$ 19,325	1.83%	$ 19,325	Note 2
	CERMAX CO., LTD.	—	Non-current financial assets at fair value through other comprehensive income	1,250,000	17,698	8.09%	17,698	Note 2
	Silicon Test Tech Corp.	—	Non-current financial assets at fair value through other comprehensive income	116,000	5,998	4.82%	5,998	Note 2
	Ennovision INC.	—	Non-current financial assets at fair value through other comprehensive income	2,088,000	30,069	18.16%	30,069	Note 2
	Convertible preferred shares							
	OXMIQ Labs Inc.		Non-current financial assets at fair value through other comprehensive income	282,035	33,940	0.84%	33,940	Note 2
SHAN YI Investment	shares							
	TEKCORE CO., LTD.	—	Non-current financial assets at fair value through other comprehensive income	5,819,318	212,987	9.19%	212,987	Note 3

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

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

March 31, 2026

Table 4

Unit: 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	$ 415,786	0.65	$ -	-	$ 27,260	$ -

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

For the three months ended March 31, 2026

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	$ 67,863	By contract terms	46
		J.H.P	1	Accounts payable	415,786	360 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

For the three months ended March 31, 2026

Table 6

Unit: Unless otherwise stated, in NT$ thousands.

Investor	Investee	Location	Main business or production items	Initial investment amount		Balance as of December 31, 2022			Net profit (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognized by the Company for the year ended December 31, 2021 (Note 1)	Remarks
				March 31, 2026	December 31, 2025	No. of shares	Percentage of ownership (%)	Carrying Amount			
Ji-Haw Industrial, Co., Ltd.	J.B.T	227, M003, Laem Chabang Industrial Estate, Sukhumvit Road, Thungsukla, Sriracha, Chonburi 20230 Thailand	Manufacturing and trading of computer cables or plugs	$ 222,709	$ 222,709	20,200,000	100.00	$ 515,970	($ 25,445)	($ 25,445)	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	4,703	-	-	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	2,171	(91)	(91)	Subsidiaries
	CHINTEK	8F-1, No. 198, Jingmao 2nd Road, Nangang District. Taipei City	Development and sales of automotive electronics and other software products	178,000	178,000	9,600,000	100.00	60,633	(2,757)	(3,814)	Subsidiaries
	Emergence A.I	8F-1, No. 198, Jingmao 2nd Road, Nangang District. Taipei City	Management consulting and technology R&D services	20,000	20,000	2,000,000	80.00	1,174	(3,955)	(3,190)	Subsidiaries
	Heph A.I Studio Technology	8F-1, No. 198, Jingmao 2nd Road, Nangang District. Taipei City	Software R&D and management consulting services	80,000	60,000	8,000,000	100.00	24,910	(12,241)	(12,241)	Subsidiaries
	Jin-Zuan Semiconductor Investment	No. 53, Baoxing Road, Xindian District, New Taipei City	General investment	122,632	122,632	10,320,000	84.16	140,367	(427)	(360)	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	1,293	-	-	Subsidiaries
Jin-Zuan Semiconductor Investment	SHAN YI Investment	No. 53, Baoxing Road, Xindian District, New Taipei City	General investment	163,500	163,500	17,750,000	100.00	213,037	(35)	(35)	Subsidiaries

Note 1: Except for the financial statements of J.B.T. and Heph A.I Studio Technology Co., Ltd., 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

For the three months ended March 31, 2026

Table 7

Unit: Including those stated otherwise, in thousands of NTD

Investee	Main business or production items	Paid-in capital	Method of Investment	Cumulative investment remitted from Taiwan at the beginning of the period	Remittance of Funds		Cumulative investment remitted from Taiwan at the end of the period	Profit (loss) of the investee for the current period(Note 1)	Percentage of Ownership of Direct or Indirect Investment	Investment income (loss) recognized by the Company for the current period (Note 1)	Carrying amount of investments at period-end (Note 1)	Investment income repatriated as of the end of the period	Remarks
					Outward	Inward							
J.H.K	Manufacturing and trading of computer cables or plugs	$ 3,234 (US$ 100,000)	Direct investment with 100% ownership	$ 3,200 (US$ 100,000)	$ -	$ -	$ 3,200 (US$ 100,000)	($ 1,826)	100%	($ 1,826)	$ 74,072	$ 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.	307,152 (US$9,600,000)	-	-	307,152 (US$9,600,000)	(16,885)	100%	(16,276)	631,766	-	Note 3
Chuzhou Ding Wang	Investment development	279,316 (CNY60,180,000)	Held directly by the 100% owned subsidiary, J.H.P.	-	-	-	-	-	39%	-	1,784	-	—

Accumulated Outward Remittance for Investment in Mainland China as of December 31, 2024	Investment Amounts Authorized by Investment Commission, MOEA	Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
$ 310,352 (US$9,700,000)	$ 406,337 (US$12,700,000)	$ 822,513 (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 for the three months ended March 31, 2026, the rest are calculated using the spot exchange rate at the end of March 2026.

Note 3: The investment loss recognized during the current period amounted to NT$16,276 thousand. In addition to the investment loss of NT$6,226 thousand (including unrealized gains or losses from upstream and downstream transactions) recognized by the Company based on its 40.48% shareholding ratio, the wholly owned subsidiary J.B.T. recognized the remaining investment loss of NT$10,050 thousand (including upstream transactions) based on its 59.52% shareholding ratio.

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.