AUDIX CORPORATION AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

WITH REPORT OF INDEPENDENT AUDITORS

FOR THE THREE-MONTH PERIODS ENDED

March 31, 2026 AND 2025

Address: No. 8, Lane 120, Sec. 1, Neihu Rd., Taipei, Taiwan, R.O.C.
Telephone: 886-2-8797-6688

The reader is advised that these consolidated financial statements have been prepared originally in Chinese. In the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.

AUDIX CORPORATION AND SUBSIDIARIES

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安永聯合會計師事務所
11012 台北市信義區基隆路一段333號9樓
9F, No. 333, Sec. 1, Keelung Road, Xinyi District,
Taipei City 11012, Taiwan, R.O.C.
Tel: 886 2 2757 8888
Fax: 886 2 2757 6050
ey.com/zh_tw

English Translation of Auditors' Review Report Originally Issued in Chinese

Review Report of Independent Auditors

To Audix Corporation

Instruction

We have reviewed the accompanying consolidated balance sheets of Audix Corporation and its subsidiaries (the "Company and its subsidiaries") as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three-month periods ended March 31, 2026 and 2025, and notes to the consolidated financial statements including the summary of material accounting policies (together "the consolidated financial statements"). Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As explained in Note 4(3), the financial statements of certain insignificant subsidiaries were not reviewed by independent auditors. Those statements reflect total assets of NT$2,379,144 thousand and NT$2,408,013 thousand, constituting 25.82% and 25.53% of the consolidated total assets, and total liabilities of NT$273,147 thousand and NT$326,929 thousand, constituting 8.39% and 9.25% of the consolidated total liabilities as of March 31, 2026 and 2025, respectively; and total comprehensive income of NT$77,131 thousand and NT$59,363 thousand, constituting 25.91% and 21.63% of the consolidated total comprehensive income for the three-month periods ended March 31, 2026 and 2025, respectively. As explained in Note 6(8), the financial statements of certain associates and joint ventures accounted for under the equity method were not reviewed by independent auditors. Those associates and joint ventures under equity method amounted to NT$48,476 thousand and NT$42,238 thousand as of March 31, 2026 and 2025, respectively. The related shares of profits from the associates and joint ventures under the equity method amounted to NT$1,609 thousand and NT$1,210 thousand, and the related shares of other comprehensive income from the associates and joint ventures under the equity method amounted to NT$0 thousand for the three-month periods ended March 31, 2026 and 2025, respectively. The information related to above subsidiaries, and associates and joint ventures accounted for under the equity method disclosed in Note 13 was also not reviewed by independent auditors.

Qualified Conclusion

Based on our reviews, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries, associates and joint ventures accounted for using equity method and the information been reviewed by independent auditors described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at March 31, 2026 and 2025, and their consolidated financial performance and cash flows for the three-month periods ended March 31, 2026 and 2025, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

/s/ Yu Chien-Ju

/s/ Hsu, Hsin-Min

Ernst & Young, Taiwan
May 8, 2026

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

Accordingly, the accompanying consolidated financial statements and report of independent auditors are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English translation of consolidated financial statements originally issued in Chinese

AUDIX CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

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

(Expressed in Thousands of New Taiwan Dollars)

Assets	Notes	As of					
		March 31, 2026		December 31, 2025		March 31, 2025	
		Amount	%	Amount	%	Amount	%
Current assets							
Cash and cash equivalents	6(1)	$822,536	9	$1,085,033	12	$918,047	10
Financial assets at fair value through profit or loss, current	6(2)	244,514	3	210,473	2	263,219	3
Financial assets at amortized cost, current	6(4)	2,689,440	29	2,921,070	31	3,445,466	37
Notes receivable, net	6(5), 6(16), 8	325,374	4	313,554	3	235,889	3
Accounts receivable, net	6(6), 6(16)	1,162,269	13	1,212,594	13	1,152,717	12
Accounts receivable due from related parties, net	6(6), 6(16), 7	44,137	-	53,987	1	42,979	-
Other receivables		106,145	1	111,269	1	217,929	2
Current tax assets		53,853	1	53,853	1	-	-
Inventories, net	6(7)	504,614	5	460,751	5	402,044	4
Prepayments		110,345	1	114,898	1	112,729	1
Other current assets		15,219	-	19,591	-	20,591	-
Total current assets		6,078,446	66	6,557,073	70	6,811,610	72
Non-current assets							
Financial assets at fair value through profit or loss, noncurrent	6(2)	475,606	5	441,870	5	524,869	6
Financial assets at fair value through other comprehensive income, noncurrent	6(3)	101,509	1	119,959	1	93,645	1
Financial assets at amortized cost, noncurrent	6(4)	1,134,271	12	840,470	10	589,830	6
Investments accounted for under the equity method	6(8), 7	48,476	1	46,212	-	42,238	-
Property, plant and equipment	6(9), 8	1,250,410	14	1,241,612	13	1,269,925	14
Right-of-use assets	6(17)	55,916	1	51,737	1	58,218	1
Intangible assets	6(10)	2,507	-	3,281	-	4,282	-
Deferred tax assets		34,459	-	33,355	-	8,258	-
Refundable deposits	8	26,194	-	25,956	-	25,476	-
Net defined benefit assets, noncurrent		6,608	-	6,608	-	1,999	-
Other non-current assets		231	-	225	-	229	-
Total non-current assets		3,136,187	34	2,811,285	30	2,618,969	28
Total assets		$9,214,633	100	$9,368,358	100	$9,430,579	100

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

English translation of consolidated financial statements originally issued in Chinese

AUDIX CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

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

(Expressed in Thousands of New Taiwan Dollars)

Liabilities and Equity	Notes	As of					
		March 31, 2026		December 31, 2025		March 31, 2025	
		Amount	%	Amount	%	Amount	%
Current liabilities							
Short-term loans	6(11), 8	$1,819,298	20	$1,371,754	15	$1,588,729	18
Contract liabilities, current	6(15)	99,903	1	77,206	1	44,391	-
Accounts payable	7	340,077	4	394,791	4	345,636	4
Other payables	7	277,511	3	308,636	4	281,478	3
Dividends payables	6(14)	443,502	5	-	-	422,383	4
Current tax liabilities		134,836	1	135,090	1	207,590	2
Current lease liabilities	6(17)	7,905	-	5,350	-	7,629	-
Long-term liabilities, current portion	6(12), 8	18,996	-	18,891	-	12,245	-
Other current liabilities		17,820	-	28,503	-	111,552	1
Total current liabilities		3,159,848	34	2,340,221	25	3,021,633	32
Non-current liabilities							
Long-term loans	6(12), 8	61,941	1	890,132	10	479,935	5
Deferred tax liabilities		25,568	-	25,666	-	24,776	-
Non-current lease liabilities	6(17)	8,494	-	7,471	-	9,308	-
Total non-current liabilities		96,003	1	923,269	10	514,019	5
Total liabilities		3,255,851	35	3,263,490	35	3,535,652	37
Equity attributable to the parent company							
Capital	6(14)						
Common stock		1,055,956	11	1,055,956	11	1,055,956	11
Capital surplus	6(14)	181,895	2	181,895	2	181,895	2
Retained earnings	6(14), 7						
Legal reserve		1,171,716	13	1,171,716	13	1,114,725	12
Special reserve		30,092	-	30,092	-	30,092	-
Unappropriated earnings		2,821,952	31	3,116,753	33	2,766,625	30
Other components of equity	6(14)						
Exchange differences on translation of foreign operations		252,633	3	97,240	1	303,902	3
Unrealized gains on financial assets measured at fair value through other comprehensive income		46,400	1	65,000	1	38,600	-
Total equity attributable to parent company		5,560,644	61	5,718,652	61	5,491,795	58
Non-controlling interests	6(14)	398,138	4	386,216	4	403,132	5
Total equity		5,958,782	65	6,104,868	65	5,894,927	63
Total liabilities and equity		$9,214,633	100	$9,368,358	100	$9,430,579	100

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

English translation of consolidated financial statements originally issued in Chinese

AUDIX CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three-month periods ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings per Share)

Item	Notes	For the three-month periods ended March 31,			
		2026		2025	
		Amount	%	Amount	%
Operating revenues	6(15), 7				
Sales revenue		$1,053,078	84	$990,698	85
Service revenue		193,338	16	181,114	15
Total operating revenues		1,246,416	100	1,171,812	100
Operating costs	6(7), 6(18), 7				
Cost of sales		(740,742)	(59)	(784,566)	(67)
Cost of services		(125,398)	(10)	(104,351)	(9)
Total operating costs		(866,140)	(69)	(888,917)	(76)
Gross profit		380,276	31	282,895	24
Operating expenses	6(13), 6(17), 6(18), 7				
Selling and marketing expenses		(66,091)	(5)	(57,715)	(5)
General and administrative expenses		(82,171)	(7)	(70,566)	(6)
Research and development expenses		(23,912)	(2)	(23,136)	(2)
Expected credit impairment losses	6(16)	(21,825)	(2)	(11,458)	(1)
Total operating expenses		(193,999)	(16)	(162,875)	(14)
Net operating income		186,277	15	120,020	10
Non-operating income and expenses					
Interest income	6(19)	34,870	3	49,318	4
Other income	6(19), 7	1,821	-	1,997	-
Other gains and losses	6(19), 7	(19,435)	(2)	21,772	2
Finance costs	6(19)	(10,624)	(1)	(13,053)	(1)
Share of profit of associates and joint ventures	6(8)	1,609	-	1,210	-
Total non-operating income and expenses		8,241	-	61,244	5
Income before income tax		194,518	15	181,264	15
Income tax expense	6(21)	(45,242)	(4)	(37,969)	(3)
Net income		149,276	11	143,295	12
Other comprehensive income	6(20)				
Items that will not be reclassified subsequently to profit or loss					
Unrealized (losses) gains on equity instruments investment at fair value through other comprehensive income		(18,600)	(1)	8,800	1
Items that may be reclassified subsequently to profit or loss					
Exchange differences on translation of foreign operations		167,014	13	122,296	10
Total other comprehensive income		148,414	12	131,096	11
Total comprehensive income		$297,690	23	$274,391	23
Net income attributable to:					
Shareholders of the parent		$148,975	11	$142,137	12
Non-controlling interests		301	-	1,158	-
Comprehensive income attributable to:					
Shareholders of the parent		$285,768	23	$264,962	23
Non-controlling interests		11,922	-	9,429	-
Earnings per share-basic (in dollars)	6(22)	$1.41		$1.35	
Earnings per share-diluted (in dollars)	6(22)	$1.41		$1.34	

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

English translation of consolidated financial statements originally issued in Chinese

AUDIX CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the three-month periods ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

Item	Notes	Equity attributable to the parent company								Non-controlling interests	Total equity
				Retained earnings			Other Components of Equity				
		Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of foreign operations	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Total		
Balance as of January 1, 2025		$1,055,956	$181,895	$1,114,725	$30,092	$3,046,871	$189,877	$29,800	$5,649,216	$393,703	$6,042,919
Appropriation and distribution of 2024 retained earnings											
Cash dividends	6(14)	-	-	-	-	(422,383)	-	-	(422,383)	-	(422,383)
Profit for the three-month periods ended March 31, 2025		-	-	-	-	142,137	-	-	142,137	1,158	143,295
Other comprehensive income for the three-month periods ended March 31, 2025		-	-	-	-	-	114,025	8,800	122,825	8,271	131,096
Total comprehensive income for the three-month periods ended March 31, 2025		-	-	-	-	142,137	114,025	8,800	264,962	9,429	274,391
Balance as of March 31, 2025		$1,055,956	$181,895	$1,114,725	$30,092	$2,766,625	$303,902	$38,600	$5,491,795	$403,132	$5,894,927
Balance as of January 1, 2026		$1,055,956	$181,895	$1,171,716	$30,092	$3,116,753	$97,240	$65,000	$5,718,652	$386,216	$6,104,868
Appropriation and distribution of 2025 retained earnings											
Cash dividends (Note)	6(14)	-	-	-	-	(443,502)	-	-	(443,502)	-	(443,502)
Share of changes in equity of associates and joint ventures accounted for using equity method	7	-	-	-	-	(274)	-	-	(274)	-	(274)
Profit for the three-month periods ended March 31, 2026		-	-	-	-	148,975	-	-	148,975	301	149,276
Other comprehensive income for the three-month periods ended March 31, 2026		-	-	-	-	-	155,393	(18,600)	136,793	11,621	148,414
Total comprehensive income for the three-month periods ended March 31, 2026		-	-	-	-	148,975	155,393	(18,600)	285,768	11,922	297,690
Balance as of March 31, 2026		$1,055,956	$181,895	$1,171,716	$30,092	$2,821,952	$252,633	$46,400	$5,560,644	$398,138	$5,958,782

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

Note：The distributable dividend paid in cash has been resolved by the Board of Director on March 11, 2026.

English translation of consolidated financial statements originally issued in Chinese

AUDIX CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the three-month periods ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

Description	For the three-month periods ended March 31,	
	2026	2025
Cash flows from operating activities:		
Profit before tax	$194,518	$181,264
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	49,739	55,000
Amortization expense	854	1,215
Expected credit impairment losses	21,825	11,458
Net losses (gains) on financial assets at fair value through profit or loss	5,974	(8,022)
Interest expense	10,624	13,053
Interest income	(34,870)	(49,318)
Dividend income	-	(67)
Share of profit of associates and joint ventures	(1,609)	(1,210)
Losses (gains) on disposal of property, plant and equipment	14	(49)
Gains on lease modification	(2)	(1)
Changes in operating assets and liabilities:		
Notes receivable	(11,801)	133,218
Accounts receivable	24,744	(97,101)
Accounts receivable due from related parties	9,850	9,269
Other receivables	5,124	7,484
Inventories	(43,863)	71,989
Prepayments	4,553	(14,836)
Other current assets	4,372	2,747
Contract liabilities	22,697	2,717
Accounts payable	(54,714)	(54,848)
Other payables	(30,787)	(51,972)
Other current liabilities	(10,683)	34,202
Cash generated from operations	166,559	246,192
Income taxes paid	(46,698)	(49,502)
Net cash flows provided by operating activities	119,861	196,690
Cash flows from investing activities:		
Acquisition of financial assets at amortized cost	(710,065)	(600,073)
Proceeds from disposal of financial assets at amortized cost	733,484	682,769
Acquisition of financial assets at fair value through profit or loss	(84,546)	(92,534)
Proceeds from disposal of financial assets at fair value through profit or loss	19,016	94,822
Acquisition of investments accounted for using equity method	(929)	-
Acquisition of property, plant and equipment	(38,410)	(26,960)
Proceeds from disposal of property, plant and equipment	-	129
Increase in refundable deposits	(238)	(592)
Acquisition of intangible assets	(37)	-
Interest received	34,870	49,318
Dividends received	-	67
Net cash flows (used in) provided by investing activities	(46,855)	106,946
Cash flows from financing activities:		
Increase in short-term loans	1,862,153	2,078,394
Decrease in short-term loans	(1,414,609)	(2,036,363)
Proceeds from long-term loans	2,371	3,432
Repayments of long-term loans	(830,457)	(450,451)
Cash payments for the principal portion of the lease liability	(2,639)	(2,664)
Interest paid	(10,870)	(13,103)
Net cash flows used in financing activities	(394,051)	(420,755)
Effect of exchange rate changes on cash and cash equivalents	58,548	38,226
Net decrease in cash and cash equivalents	(262,497)	(78,893)
Cash and cash equivalents at beginning of period	1,085,033	996,940
Cash and cash equivalents at end of period	$822,536	$918,047

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

English translation of notes to consolidated financial statements originally issued in Chinese

AUDIX CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the three-month periods ended March 31, 2026 and 2025

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

1. History and organization

AUDIX CORPORATION (the "Company"), established on August 7, 1980, was a distributes of semiconductor, LCM and other electronic information communication components. In December 1989, the Company expended business in design, manufacturing and processing of precision molds and plastic injection products. After merging Audix Singapore (pte) Co., Ltd. on July 31, 1990, the Company included the distribution of electronic parts in its business profile. In 1991, the Company expanded its business in safety specification test and certification.

Since October 4, 1999, the Company had been listed on the Taipei Exchange. Since September 17, 2001, the Company has approved by the Taiwan Stock Exchange ("TWSE") to listed on TWSE. The Company's registered address and main operating site is located at No. 8, Lane 120, Sec. 1, Neihu Rd., Taipei, Taiwan, R.O.C.

2. Date and procedures of authorization of financial statements for issue

The consolidated financial statements of the Company and its subsidiaries (the Group) for the three-month periods ended March 31, 2026 and 2025 were authorized for issue by the Board of Directors on May 8, 2026.

3. Newly issued or revised standards and interpretations

(1) Changes in accounting policies resulting from applying for the first time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission ("FSC") and become effective for annual periods beginning on or after January 1, 2026. The adoption of these new standards and amendments had no material impact on the Group.

(2) Standards or interpretations issued, revised or amended, by IASB which have not been endorsed by FSC, and not yet adopted by the Group as at the date when the Group's financial statements were authorized for issue, are listed below.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	To be determined by IASB
b	IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note)
c	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)	January 1, 2027
d	Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)	January 1, 2027

Note: On September 25, 2025, the FSC announced in a press release that Taiwan will adopt IFRS 18 in 2028. In addition, entities in Taiwan with a need for early adoption may elect to early adopt IFRS 18 upon approval by the FSC.

(a) IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 *Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures*, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gains or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors’ interests in the associate or joint venture.

(b) IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 replaces IAS 1 Presentation of Financial Statements. The main changes are as below:

(i) Improved comparability in the statement of profit or loss (income statement)
IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities' performance and make it easier to compare entities.

(ii) Enhanced transparency of management-defined performance measures
IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.

(iii) Useful grouping of information in the financial statements
IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.

(c) Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)

This new standard and its amendment permit subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

(d) Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)

The amendments include:

(i) Clarify that when the entity’s functional currency is that of a non-hyperinflationary economy but its presentation currency is the currency of a hyperinflationary economy, the entity shall translate its results and financial position using the closing rate at the date of the most recent statement of financial position.

(ii) In the above circumstances, when the presentation currency ceases to be hyperinflationary economy, the entity shall not retranslate amounts that arose before the beginning of the reporting period.

(iii) When the entity’s functional currency and presentation currency are the currency of a hyperinflationary economy, the entity shall apply the relevant accounting treatment in accordance with paragraph 34 of IAS 29.

The abovementioned standards and interpretations issued by IASB have not yet endorsed by FSC at the date when the Group’s financial statements were authorized for issue, the local effective dates are to be determined by FSC. As the Group is still currently determining the potential impact of the new or amended standards and interpretations listed under (a)~(d), it is not practicable to estimate their impact on the Group at this point in time.

4. Summary of Significant Accounting Policies

(1) Statement of compliance

The consolidated financial statements of the Group for the three-month periods ended March 31, 2026 and 2025 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34 Interim Financial Reporting, as endorsed and became effective by the FSC.

(2) Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are expressed in thousands of New Taiwan Dollars (“NTD”) unless otherwise stated.

(3) Basis of consolidation

Preparation principle of consolidated financial statement

Except for the accounting policies listed below, the same principles of consolidation have been applied in the Company’s consolidated financial statements as those applied in the Company’s consolidated financial statements for the year ended December 31, 2025. For the principles of consolidation, please refer to the Company’s consolidated financial statements for the year ended December 31, 2025:

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(a) Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted and disclosed for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

(b) Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The estimated average annual effective income tax rate only includes current income tax. The recognition and measurement of deferred tax follows annual financial reporting requirements in accordance with IAS 12. The Group recognizes the effect of change in tax rate for deferred taxes in full if the new tax rate is enacted by the end of the interim reporting period, by charging to profit or loss, other comprehensive income, or directly to equity.

The consolidated entities are listed as follows:

			Percentage of ownership (%)			
Investor	Subsidiary	Main businesses	March 31, 2026	December 31, 2025	March 31, 2025	Note
The Company	TOYO KUNI ELECTRONICS CO., LTD.	Trading and agency of electronic components, etc.	100%	100%	100%	
The Company	AUDIX HI-TECH INVESTMENT CO., LTD.	Electronic component trading and investment business, etc.	100%	100%	100%	
The Company	AUDIX TECHNOLOGY CORPORATION	Safety standard test certification and electromagnetic compatibility test certification, and construction of anechoic chamber, etc.	100%	100%	100%	Note 1
TOYO KUNI ELECTRONICS CO., LTD.	AHI ELECTRONICS WAREHOUSE (SHANGHAI) CO., LTD.	Sales of electronic components, etc.	100%	100%	100%	Note 1
TOYO KUNI ELECTRONICS CO., LTD.	AHC WAREHOUSE & TRADING (SHENZHEN) CO., LTD.	Warehousing business, international trade, entrepot trade, intra-regional trade and business market consulting, etc.	100%	100%	100%	Note 1
AUDIX HI-TECH INVESTMENT CO., LTD.	AUDIX TECHNOLOGY (XIAMEN) CO., LTD.	Manufacture and sales of transformers, coils, relays, anti-electromagnetic interference components, new electronic components, electronic special equipment and their spare parts, plastic molds and parts, etc.	100%	100%	100%	
AUDIX HI-TECH INVESTMENT CO., LTD.	AUDIX TECHNOLOGY (WUJIANG) CO., LTD.	Production of new electronic components, new instrument components and materials and parts design and processing, software product development technical consultation and technical services, etc.	100%	100%	100%	

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

			Percentage of ownership (%)			
Investor	Subsidiary	Main businesses	March 31, 2026	December 31, 2025	March 31, 2025	Note
AUDIX HI-TECH INVESTMENT CO., LTD.	AUDIX TECHNOLOGY (SHENZHEN) CO., LTD.	Inspection and testing services, etc.	100%	100%	100%	Note 1
AUDIX HI-TECH INVESTMENT CO., LTD.	AUDIX TECHNOLOGY (SHANGHAI) CO., LTD.	Design, production, microcontroller (microcomputer) electronic control board, engaged in integrated circuit block, electronic, motor, electrical product technology design, technical consultation and service, various types of engineering construction activities (except nuclear power plant construction and operation, water supply and drainage network), electronic special equipment, electronic measuring instruments and home-made products sales, etc.	100%	100%	100%	Note 1
AUDIX TECHNOLOGY (SHENZHEN) CO., LTD.	AUDIX TESTING & MEASUREMENT CO., LTD.	Testing of electronic and electrical products and related technical consulting services, etc.	100%	100%	100%	Note 1
AUDIX TECHNOLOGY (XIAMEN) CO., LTD.	YUKA PRECISION (WUJIANG) CO., LTD.	Production of new electronic components, molds and their parts, technical consultation and technical services for software product development, etc.	50%	50%	50%	Note 1/ Note 2

Note 1: The certain insignifacant subsidiaries for which the financial statements were not reviewed by independent auditors.

Note 2: Although the Group has only 50% shareholding of YUKA RRECISION (WUJIAN) No., LTD., the Group has power over operation and financial decisions of YUKA PRECISION (WUJIANG) CO., LTD., Accordingly the Group determined that it has control over the subsidiary, YUKA PRECISION (WUJIANG) CO., LTD., and therefore the subsidiary has been incorporated in the consolidated group.

The financial statements of the consolidated subsidiaries listed above had not been reviewed by independent accountants. As of March 31, 2026 and 2025, the related assets of these subsidiaries amount to $2,379,144 thousand and $2,408,013 thousand, respectively, and the related liabilities amount to $273,147 thousand and $326,929 thousand, respectively. The comprehensive income of these subsidiaries amounted to $77,131 thousand and $59,363 thousand for the three-month periods ended March 31, 2026 and 2025, respectively.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

5. Significant accounting judgements, estimates and assumptions

The same significant accounting judgments, estimates and assumptions have been applied in the Company's consolidated financial statements for the three-month periods ended March 31, 2026 as those applied in the Company's consolidated financial statements for the year ended December 31, 2025. For significant accounting judgments, estimates and assumptions, please refer to the Company's consolidated financial statements for the year ended December 31, 2025.

6. Contents of significant accounts

(1) Cash and cash equivalents

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$1,994	$1,681	$1,863
Checking and savings accounts	519,553	760,301	629,797
Time deposits (Note)	300,989	323,051	286,387
Total	$822,536	$1,085,033	$918,047

Note：The contract will expire within 3 months and it must be readily convertible to a known amount of cash and be subject to an insignificant risk of changes in value.

(2) Financial assets at fair value through profit or loss

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Mandatorily measured at fair value through profit or loss:			
Funds	$86,583	$54,672	$114,772
Preferred Stocks	148,162	145,715	148,447
Bonds	485,375	451,956	524,869
Total	$720,120	$652,343	$788,088
Current	$244,514	$210,473	$263,219
Non-current	475,606	441,870	524,869
Total	$720,120	$652,343	$788,088

Financial assets at fair value through profit or loss were not pledged.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(3) Financial assets at fair value through other comprehensive income, noncurrent

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Investments in equity instruments designated at fair value through other comprehensive income, noncurrent:			
Listed at Emerging stock Board (ESB)	$96,400	$115,000	$88,600
Unlisted company's stocks	5,109	4,959	5,045
	$101,509	$119,959	$93,645

Financial assets at fair value through other comprehensive income were not pledged.

The Group's equity instrument investments measured at fair value through other comprehensive income for the three-month periods ended March 31, 2026 and 2025 are as follows:

Movement for the three-month periods ended March 31, 2026:

	ESB	Unlisted	Total
As of January 1, 2026	$115,000	$4,959	$119,959
Fair value losses			
Related to investments held at the period end	(18,600)	-	(18,600)
Effect of exchange rate translation	-	150	150
As of March 31, 2026	$96,400	$5,109	$101,509

Movement for the three-month periods ended March 31, 2025:

	ESB	Unlisted	Total
As of January 1, 2025	$79,800	$4,942	$84,742
Fair value gains			
Related to investments held at the period end	8,800	-	8,800
Effect of exchange rate translation	-	103	103
As of March 31, 2025	$88,600	$5,045	$93,645

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(4) Financial assets at amortized cost

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits with original maturity exceeding 3 months	$3,823,711	$3,761,540	$4,035,296
Current	$2,689,440	$2,921,070	$3,445,466
Non-current	1,134,271	840,470	589,830
Total	$3,823,711	$3,761,540	$4,035,296

The Group's financial assets at amortized cost are not pledged. Please refer to Note 6(16) for more details on loss allowance and Note 12 for more details on credit risk.

(5) Notes receivable, net

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable arising from operating activities	$325,380	$313,579	$235,897
Less: loss allowance	(6)	(25)	(8)
Total	$325,374	$313,554	$235,889

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group had discounted notes receivable with recourse rights in amount of $62,866 thousand, $153,468 thousand and $76,858 thousand, respectively. Please refer to Note 6(11) for more information on loans and Note 8 for more information on assets pledged.

The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note 6(16) for more details on loss allowance and Note 12 for more details on credit risk.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(6) Accounts receivable and accounts receivable due from related parties, net

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable	$1,303,718	$1,328,462	$1,170,349
Less: loss allowance	(141,449)	(115,868)	(17,632)
Subtotal	1,162,269	1,212,594	1,152,717
Accounts receivable due from related parties	44,137	53,987	42,979
Total	$1,206,406	$1,266,581	$1,195,696

Accounts receivable were not pledged.

Accounts receivables are generally on 30-150 day terms. The total carrying amount as of March 31, 2026, December 31, 2025 and March 31, 2025 was $1,347,855 thousand, $1,382,449 thousand and $1,213,328 thousand, respectively. Please refer to Note 6(16) for more details on loss allowance of accounts receivable for the three-month periods ended March 31, 2026 and 2025. Please refer to Note 12 for more details on credit risk.

(7) Inventories

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Merchandise	$102,097	$105,643	$122,025
Raw materials	82,695	56,950	48,166
Work in process	212,734	176,865	131,032
Finished goods	107,088	121,293	100,821
Total	$504,614	$460,751	$402,044

The cost of inventories recognized in expenses amounted to $740,742 thousand and $784,566 thousand for the three-month periods ended March 31, 2026 and 2025, respectively, including the losses and (gains) of write-down of inventories $2,043 thousand and $(2,638) thousand, respectively; losses on inventory scrapping amounted to $2,568 thousand and $2,176 thousand, respectively.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

The Group recognized gain of writes-down of inventories for the three-month periods ended March 31, 2026 as the slow-moving inventory had been gradually consumed, resulting in the reversal gains of the write-down of inventories.

The inventories were not pledged.

(8) Investments accounted for under the equity method

The following table lists the investments accounted for under the equity method of the Group:

	As of					
	March 31, 2026		December 31, 2025		March 31, 2025	
Investee companies	Carrying amount	% of ownership	Carrying amount	% of ownership	Carrying amount	% of ownership
Associate:						
WAVEGIS TECHNOLOGY CO., LTD.	$48,476	37.07 (Note)	$46,212	38.16	$42,238	38.16

Note: In March 2026, the Group participated in the cash capital increase of WAVEGIS TECHNOLOGY CO., LTD. After evaluation, it was determined that the investment did not affect the Group's significant influence over the associate. Please refer to Note 7 for related information.

The Group's investments in this associate are not individually material and the aggregate financial information is as follows:

	For the three-month periods ended March 31,	
	2026	2025
Income from continuing operations	$1,609	$1,210
Total comprehensive income	$1,609	$1,210

None of the aforementioned investments in associate were pledged, or with contingent liabilities or with capital commitments.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(9) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Office equipment	Transportation equipment	Other Equipment	Construction in progress and equipment awaiting inspection	Total
Cost:								
As of January 1, 2026	$282,503	$1,747,526	$1,898,864	$28,535	$54,093	$1,053,345	$57,770	$5,122,636
Additions	-	9,281	12,163	36	-	3,176	13,754	38,410
Disposals	-	-	(7)	(127)	-	(4,523)	-	(4,657)
Reclassification	-	9,343	23,282	220	-	2,760	(35,605)	-
Effect of exchange rate changes	-	39,201	44,711	413	872	31,434	925	117,556
As of March 31, 2026	$282,503	$1,805,351	$1,979,013	$29,077	$54,965	$1,086,192	$36,844	$5,273,945
Cost:								
As of January 1, 2025	$282,503	$1,744,216	$1,923,800	$31,207	$55,853	$1,045,968	$5,985	$5,089,532
Additions	-	2,838	548	230	-	2,089	21,255	26,960
Disposals	-	(1,068)	(13,611)	(176)	(1,108)	(6,582)	-	(22,545)
Reclassification	-	1,143	31	(64)	-	2,716	(3,826)	-
Effect of exchange rate changes	-	27,022	31,720	319	648	21,724	96	81,529
As of March 31, 2025	$282,503	$1,774,151	$1,942,488	$31,516	$55,393	$1,065,915	$23,510	$5,175,476
Accumulated depreciation and impairment:								
As of January 1, 2026	$-	$1,167,859	$1,662,486	$26,331	$43,598	$980,750	$-	$3,881,024
Depreciation	-	8,946	21,045	341	1,128	15,164	-	46,624
Disposals	-	-	(6)	(119)	-	(4,518)	-	(4,643)
Effect of exchange rate changes	-	30,355	39,550	365	775	29,485	-	100,530
As of March 31, 2026	$-	$1,207,160	$1,723,075	$26,918	$45,501	$1,020,881	$-	$4,023,535
Accumulated depreciation and impairment:								
As of January 1, 2025	$-	$1,130,749	$1,667,152	$28,436	$44,545	$936,615	$-	$3,807,497
Depreciation	-	8,675	21,244	339	1,327	20,291	-	51,876
Disposals	-	(1,068)	(13,609)	(171)	(1,050)	(6,567)	-	(22,465)
Effect of exchange rate changes	-	20,531	27,537	283	583	19,709	-	68,643
As of March 31, 2025	$-	$1,158,887	$1,702,324	$28,887	$45,405	$970,048	$-	$3,905,551
Net carrying amount as of:								
March 31, 2026	$282,503	$598,191	$255,938	$2,159	$9,464	$65,311	$36,844	$1,250,410
December 31, 2025	$282,503	$579,667	$236,378	$2,204	$10,495	$72,595	$57,770	$1,241,612
March 31, 2025	$282,503	$615,264	$240,164	$2,629	$9,988	$95,867	$23,510	$1,269,925

Please refer to Note 8 for more details on property, plant and equipment under pledge.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(10) Intangible assets

Net carrying amount as of intangible assets

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Computer software	$2,507	$3,281	$4,282

For the three-month periods ended March 31, 2026 and 2025, the Group’s additions to intangible assets amounted to $37 thousand and $0, respectively.

Amortization expense of intangible assets were stated as follows:

	For the three-month periods ended March 31,	
	2026	2025
Operating expenses	$854	$1,215

(11) Short-term loans

		As of		
	Interest rates (%)	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable discounted	CNY0.52%~1.04%	$62,866	$153,468	$76,858
Unsecured bank loans	USD3.78996%~5.19076%	386,432	368,286	261,871
	NTD1.77%~2%	1,250,000	850,000	1,170,000
Secured bank loans	NTD1.91%~1.93%	120,000	-	80,000
Total		$1,819,298	$1,371,754	$1,588,729

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group's unused credit lines (including long-term and short-term) were $5,556,158 thousand, $5,291,365 thousand and $6,232,206 thousand, respectively.

Please refer to Note 8 for more details on assets pledged as security for secured short-term loans.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(12) Long-term loans

Details of loan-term loans as of March 31, 2026, December 31, 2025 and March 31, 2025 were as follows:

Creditor	As of March 31, 2026	Interest Rate (%)	Repayment
Industrial Bank Co., Ltd.– Unsecured loan	$642	3.60% (Note 1)	Repayable from August 17, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	6,945	3.60% (Note 1)	Repayable from August 30, 2023 to July 5, 2026 in 6 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	169	3.60% (Note 1)	Repayable from August 30, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	169	3.60% (Note 1)	Repayable from September 26, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	13,889	3.60% (Note 1)	Repayable from September 27, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	604	3.60% (Note 1)	Repayable from October 27, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	216	3.60% (Note 1)	Repayable from November 29, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	374	3.60% (Note 1)	Repayable from December 28, 2023 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	1,535	3.60% (Note 1)	Repayable from January 30, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	51	3.60% (Note 1)	Repayable from February 28, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	6,746	3.60% (Note 1)	Repayable from April 29, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	347	3.25% (Note 1)	Repayable from May 15, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Creditor	As of March 31, 2026	Interest Rate (%)	Repayment
China Construction Bank Co., Ltd. – Unsecured loan	4,411	3.25% (Note 1)	Repayable from May 29, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	14,290	3.25% (Note 1)	Repayable from June 26, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	11,551	3.25% (Note 1)	Repayable from July 19, 2024 to July 19, 2027 in 3 installments every 12 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,042	3.25% (Note 1)	Repayable from July 25, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	3,200	3.25% (Note 1)	Repayable from August 28, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,267	3.25% (Note 1)	Repayable from September 27, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,389	3.25% (Note 1)	Repayable from November 29, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	2,230	3.25% (Note 1)	Repayable from July 17, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	5,206	3.25% (Note 1)	Repayable from October 22, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,502	3.25% (Note 1)	Repayable from November 28, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,706	3.25% (Note 1)	Repayable from December 27, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,456	3.25% (Note 1)	Repayable from January 23, 2025 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Subtotal	$80,937		
Less: current portion	(18,996)		
Total	$61,941		

Note 1: It is a loan with government subsidy. The actual interest rate paid by the Group is 2.00%.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Creditor	As of December 31, 2025	Interest Rate (%)	Repayment
Hua Nan Commercial Bank– Secured loan	$200,000	1.960%	Revolving use within the credit period and the repayment will be due in a lump-sum payment upon maturity.
E.SUN Commercial Bank, Ltd.– Unsecured loan	200,000	1.960%	Revolving use within the credit period and the repayment will be due in a lump-sum payment upon maturity.
Taipei Fubon Commercial Bank Co., Ltd.– Unsecured loan	130,000	1.900%	Revolving use within the credit period and the repayment will be due in a lump-sum payment upon maturity.
Far Eastern International Bank Co., Ltd. – Unsecured loan	300,000	1.940%	Revolving use within the credit period and the repayment will be due in a lump-sum payment upon maturity.
Industrial Bank Co., Ltd.– Unsecured loan	624	3.60% (Note 1)	Repayable from August 17, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	164	3.60% (Note 1)	Repayable from August 30, 2023 to July 5, 2026 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	7,191	3.60% (Note 1)	Repayable from August 30, 2024 to July 5, 2028 in 6 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	164	3.60% (Note 1)	Repayable from September 26, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	13,484	3.60% (Note 1)	Repayable from September 27, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	587	3.60% (Note 1)	Repayable from October 27, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	210	3.60% (Note 1)	Repayable from November 29, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	363	3.60% (Note 1)	Repayable from December 28, 2023 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	1,490	3.60% (Note 1)	Repayable from January 30, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	50	3.60% (Note 1)	Repayable from February 28, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.– Unsecured loan	6,549	3.60% (Note 1)	Repayable from April 29, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Creditor	As of December 31, 2025	Interest Rate (%)	Repayment
China Construction Bank Co., Ltd. – Unsecured loan	337	3.25% (Note 1)	Repayable from May 15, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	4,282	3.25% (Note 1)	Repayable from May 29, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	13,873	3.25% (Note 1)	Repayable from June 26, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	11,214	3.25% (Note 1)	Repayable from July 19, 2024 to July 19, 2027 in 3 installments every 12 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,011	3.25% (Note 1)	Repayable from July 25, 2024 to July 19, 2027 in 3 installments every 12 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	3,106	3.25% (Note 1)	Repayable from August 28, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,230	3.25% (Note 1)	Repayable from September 27, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,348	3.25% (Note 1)	Repayable from November 29, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	2,165	3.25% (Note 1)	Repayable from July 17, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	5,054	3.25% (Note 1)	Repayable from October 22, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,458	3.25% (Note 1)	Repayable from November 28, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,656	3.25% (Note 1)	Repayable from December 27, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,413	3.25% (Note 1)	Repayable from January 23, 2025 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Subtotal	$909,023		
Less: current portion	(18,891)		
Total	$890,132		

Note 1: It is a loan with government subsidy. The actual interest rate paid by the Group is 2.00%.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Creditor	As of March 31, 2025	Interest Rate (%)	Repayment
Hua Nan Commercial Bank–Secured loan	$400,000	1.895%	Revolving use within the credit period and the repayment will be due in a lump-sum payment upon maturity.
Industrial Bank Co., Ltd.–Unsecured loan	889	3.60% (Note 1)	Repayable from August 17, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	7,772	3.60% (Note 1)	Repayable from August 30, 2023 to July 5, 2026 in 6 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	234	3.60% (Note 1)	Repayable from August 30, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	234	3.60% (Note 1)	Repayable from September 26, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	19,204	3.60% (Note 1)	Repayable from September 27, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	836	3.60% (Note 1)	Repayable from October 27, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	300	3.60% (Note 1)	Repayable from November 29, 2023 to July 5, 2028 in 10 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	518	3.60% (Note 1)	Repayable from December 28, 2023 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	2,121	3.60% (Note 1)	Repayable from January 30, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	71	3.60% (Note 1)	Repayable from February 28, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
Industrial Bank Co., Ltd.–Unsecured loan	9,275	3.60% (Note 1)	Repayable from April 29, 2024 to July 5, 2028 in 9 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,486	3.25% (Note 1)	Repayable from May 15, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Creditor	As of March 31, 2025	Interest Rate (%)	Repayment
China Construction Bank Co., Ltd. – Unsecured loan	4,356	3.25% (Note 1)	Repayable from May 29, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	14,113	3.25% (Note 1)	Repayable from June 26, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	11,431	3.25% (Note 1)	Repayable from July 19, 2024 to July 19, 2027 in 3 installments every 12 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,029	3.25% (Note 1)	Repayable from July 25, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	3,160	3.25% (Note 1)	Repayable from August 28, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,251	3.25% (Note 1)	Repayable from September 27, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
China Construction Bank Co., Ltd. – Unsecured loan	1,372	3.25% (Note 1)	Repayable from November 29, 2024 to May 15, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	2,259	3.25% (Note 1)	Repayable from July 17, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	5,272	3.25% (Note 1)	Repayable from October 22, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,614	3.25% (Note 1)	Repayable from November 28, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,815	3.25% (Note 1)	Repayable from December 27, 2024 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Agricultural Bank of China., Ltd. – Unsecured loan	1,568	3.25% (Note 1)	Repayable from January 23, 2025 to July 16, 2029 in 10 installments every 6 months with interest paid quarterly.
Subtotal	$492,180		
Less: current portion	(12,245)		
Total	$479,935		

Note 1: It is a loan with government subsidy. The actual interest rate paid by the Group is 2.00%.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group's unused credit lines on long-term loans were calculated with short-term loans. Please refer to Note 6(11) for more details.

Please refer to Note 8 for more details on assets pledged as security for secured loans.

(13) Post-employment benefits

A. Defined contribution plan

Pension expenses under the defined contribution plan for the three-month periods ended March 31, 2026 and 2025 were $18,677 thousand and $16,982 thousand, respectively.

B. Defined benefits plan

Expenses under the defined benefits plan for the three-month periods ended March 31, 2026 and 2025 were both $0 thousand.

(14) Equity

A. Common stock

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company's authorized and issued capital was $2,500,000 thousand and $1,055,956 thousand, respectively, each at a par value of $10. Each with a voting right and the right to receive dividends.

B. Capital surplus

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Additional paid-in capital	$170,338	$170,338	$170,338
Difference between consideration and carrying amount of subsidiaries acquired or disposed	1,037	1,037	1,037
Gains on disposals of property, plant and equipment	487	487	487
Net assets from merger	10,028	10,028	10,028
Others	5	5	5
Total	$181,895	$181,895	$181,895

According to the Company Act, the additional paid-in capital shall not be used except for offsetting the deficit of the Company. When a company incurs no loss, it may distribute the additional paid-in capital generated from the excess of the issuance price over the par value of share capital and donations. The distribution could be made in cash or in the form of dividend shares to its shareholders in proportion to the number of shares being held by each of them.

C. Retained earnings and dividend policy

According to the Company Articles of Incorporation, current year's earnings, if any, shall be distributed in the following order:

(a) Payment of all taxes and dues;
(b) Offset prior years' operation losses (Includes adjustment of unallocated surplus amount);
(c) Set aside 10% of the remaining amount after deducting items (a) and (b) as legal reserve, but not when the accumulated statutory surplus reserve has reached the total paid-in capital of the company;
(d) Set aside or reverse special reserve in accordance with law and regulations; in the case of special surplus reserves, the shortfalls in the provision of "net increase in fair value of investment real estate accumulated in the previous period" and "net deductions of other equity gains accumulated in the previous period" should be included in the amount of the special surplus reserve by the same amount from the undistributed surplus of the previous period before the distribution of the surplus, and if there is still a shortfall, the amount other than the net after-tax profit of the current period shall be added to the amount of the undistributed surplus in the current period; and
(e) If there is surplus (hereinafter referred to as "current year earnings") and undistributed surpluses at the beginning of the same period (including adjustments to the amount of undistributed surpluses), the Board of Directors shall, in accordance with the dividend policy, formulate a surplus distribution proposal and request the shareholders' meeting to resolve the distribution of shareholders' dividends.

The shareholder dividend assigned in the preceding paragraph or all or part of the statutory surplus and capital accumulation as required by law shall be issued in cash; the board is authorized to report the dividend distribution to the shareholder's meeting upon adoption of a resolution by a majority voting of the directors present at a board meeting attended by two-thirds of the directors of the Company.

The Company's dividend policy considers its current and future development plans, capital requirements, competitive conditions and changes in the industrial environment. The Company's surplus distribution case is prepared taking into account the interests of shareholders and the long-term financial planning of the Company. The total annual shareholder dividend of the Company shall not be less than 50% of the current annual surplus.

The surplus of the preceding item is distributed in the form of cash or stock. In response to the growth of electronic technology innovation, the Company is now entering a stable growth period. Cash dividend is preferred when distributing surplus. Stock dividends can also be distributed. However, the portion of cash dividends shall not be less than 50% of the dividends allocated in the current year.

According to the Company Act, the Company needs to set aside amount to legal reserve unless where such legal reserve amounts to the total authorized capital. The legal reserve can be used to make good the deficit of the Company. When the Company incurs no loss, it may distribute the portion of legal serve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

According to existing regulations, when the Company distributing distributable earnings, it shall set aside to special reserve, from the profit/loss of the current period and the undistributed earnings from the previous period, an amount equal to “other net deductions from shareholders’ equity for the current fiscal year, provided that if the company has already set aside special reserve in the first-time adoption of the IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders’ equity. For any subsequent reversal of other net deductions from shareholders’ equity, the amount reversed may be distributed from the special reserve.

The FSC on March 31, 2021 issued Order No. Financial-Supervisory-Securities-Corporate-1090150022, which sets out the following provisions for compliance:
On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders’ equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the Company can reverse the special reserve by the proportion of the special reserve first appropriated and distribute it.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

As of March 31, 2026, December 31, 2025, and March 31, 2025, special reserve set aside for the first-time adoption of TIFRS amounted to $30,092 thousand.

Details of the 2025 and 2024 earnings distribution and dividends per share as approved and resolved by the Board of Directors' meeting and shareholders' meeting on March 11, 2026 and May 29, 2025, respectively, are as follows:

	Appropriation of earnings		Dividend per share (NTD$)	
	2025	2024	2025	2024
Legal reserve	$54,926	$56,991		
Common stock-cash dividend (Note)	443,502	422,383	$4.2	$4.0
Total	$498,428	$479,374		

The appropriation of 2025 unappropriated retained earnings have not yet been approved by the shareholders' meeting as of the reporting date. Information relevant to the Board of Directors' meeting resolutions and shareholders' meeting approval can be obtained from the "Market Observation Post System" on the website of the TWSE.

Note: The Company explicitly provided in its the Articles of Incorporation that the Board of Director may resolve the distributable dividends by special resolutions. On March 11, 2026 and March 6, 2025, the distributable dividend paid in cash has been resolved by the Board of Director, respectively.

Please refer to Note 6(18) for details on employees' compensation and remuneration to directors and supervisors.

D. Non-controlling interests

	For the three-month periods ended March 31,	
	2026	2025
Beginning balance	$386,216	$393,703
Net income attributable to non-controlling interest	301	1,158
Other comprehensive income, attributable to non-controlling interest:		
Exchange differences on translation of foreign financial statements	11,621	8,271
Ending balance	$398,138	$403,132

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(15) Operating revenues

	For the three-month periods ended March 31, 2026	2025
Revenue from contracts with customers		
Sale of goods	$1,053,078	$990,698
Rendering of services	193,338	181,114
Total	$1,246,416	$1,171,812

Analysis of revenue from contracts with customers during the three-month periods ended March 31, 2026 and 2025 were as follows:

(a) Disaggregation of revenue

For the three-month periods ended March 31, 2026:

	Channel Business	Manufacture Business	Certification Business	Total
Sale of goods	$390,276	$659,234	$3,568	$1,053,078
Rendering of services	3,716	12,261	177,361	193,338
Total	$393,992	$671,495	$180,929	$1,246,416
Timing of revenue recognition:				
At a point in time	$393,992	$671,495	$180,929	$1,246,416

For the three-month periods ended March 31, 2025:

	Channel Business	Manufacture Business	Certification Business	Total
Sale of goods	$404,152	$569,004	$17,542	$990,698
Rendering of services	1,653	18,816	160,645	181,114
Total	$405,805	$587,820	$178,187	$1,171,812
Timing of revenue recognition:				
At a point in time	$405,805	$587,820	$178,187	$1,171,812

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(b) Contract balances

Contract liabilities, current

	As of			
	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Sale of goods	$42,489	$17,716	$37,342	$32,628
Rendering of services	57,414	59,490	7,049	9,046
Total	$99,903	$77,206	$44,391	$41,674

The significant changes in the Group's balances of contract liabilities for the three-month periods ended March 31, 2026 and 2025 were as follows:

	For the three-month periods ended March 31,	
	2026	2025
The opening balance transferred to revenue	$71,890	$9,914
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	93,757	11,863

(16) Expected credit impairment losses

	For the three-month periods ended March 31,	
	2026	2025
Operating expenses –Expected credit impairment losses		
Notes receivable	$19	$34
Accounts receivable	(21,844)	(11,492)
Total	$(21,825)	$(11,458)

Please refer to Note 12 for more details on credit risk.

The credit risk for the Group's financial assets measured at amortized cost as of March 31, 2026, December 31, 2025, and March 31, 2025, was assessed as low (the same as the assessment result in the beginning of the period). Therefore, the expected credit loss was measured at an amount equal to twelve-month expected credit loss (loss rate 0%).

The Group measures the loss allowance of its receivables (including notes receivable、accounts receivable and non-accrual loans) at an amount equal to lifetime expected credit loss. The assessment of the Group's loss allowance as of March 31, 2026, December 31, 2025, and March 31, 2025, was as follow:

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

A. The accounts receivable include financial difficulties of counterparties, whose accounts aging more than 365 days. As of March 31, 2026, December 31, 2025, and March 31, 2025, the non-accrual loan that was assessed individually amounted to $6,360 thousand, $6,174 thousand and $6,281 thousand, respectively, with 100% of loss allowance appropriated.

B. As of March 31, 2026, December 31, 2025, and March 31, 2025, the total carrying amounts of the notes receivable amounted to $325,380 thousand, $313,579 thousand and $235,897 thousand, respectively. Among them, notes receivable in the amount of $1,282 thousand, $5,072 thousand and $1,625 thousand were provided for allowance for expected credit losses at 0.5% over 12 months, while the remaining notes receivable were provided for allowance for expected credit losses at 0%.

C. The remaining accounts receivable were divided into two groups, Group A and Group B, based on the customer's financial position and credit, and a provision matrix was used to measure loss allowance. The relevant information is as follows:

As of March 31, 2026

Group A		Overdue of aging days							
	Not yet due	<=60 days	61-90 days	91-120 days	121-180 days	181-270 days	271-365 days	>=366 days	Total
Gross carrying amount	$145,936	$448	$953	$1,750	$1,337	$202	$-	$-	$150,626
Loss ratio		0%	0%	1%	1%	5%	0%	0%	
Lifetime expected credit loss	(125)	-	-	(17)	(13)	(10)	-	-	(165)
Subtotal	145,811	448	953	1,733	1,324	192	-	-	150,461

Group B		Overdue of aging days							
	Not yet due	<=60 days	61-90 days	91-120 days	121-180 days	181-270 days	271-365 days	>=366 days	Total
Gross carrying amount	$908,239	$10,020	$63,563	$59,163	$19,278	$5,932	$1,144	$129,890	$1,197,229
Loss ratio		0%	1%	5%	10%	20%	50%	100%	
Lifetime expected credit loss	(4,114)	-	(636)	(2,958)	(1,928)	(1,186)	(572)	(129,890)	(141,284)
Subtotal	904,125	10,020	62,927	56,205	17,350	4,746	572	-	1,055,945
Accounts receivable (including related parties)									$1,206,406

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

As of December 31, 2025

Group A		Overdue of aging days							
	Not yet due	<=60 days	61-90 days	91-120 days	121-180 days	181-270 days	271-365 days	>=366 days	Total
Gross carrying amount	$161,815	$83	$374	$1,855	$2,027	$659	$-	$-	$166,813
Loss ratio		0%	0%	1%	1%	5%	0%	0%	
Lifetime expected credit loss	(243)	-	-	(19)	(20)	(33)	-	-	(315)
Subtotal	161,572	83	374	1,836	2,007	626	-	-	166,498

Group B		Overdue of aging days							
	Not yet due	<=60 days	61-90 days	91-120 days	121-180 days	181-270 days	271-365 days	>=366 days	Total
Gross carrying amount	$979,906	$7,875	$54,714	$22,425	$21,831	$2,781	$34,847	$91,257	$1,215,636
Loss ratio		0%	1%	5%	10%	20%	50%	100%	
Lifetime expected credit loss	(2,465)	-	(547)	(1,121)	(2,183)	(556)	(17,424)	(91,257)	(115,553)
Subtotal	977,441	7,875	54,167	21,304	19,648	2,225	17,423	-	1,100,083
Accounts receivable (including related parties)									$1,266,581

As of March 31, 2025

Group A		Overdue of aging days							
	Not yet due	<=60 days	61-90 days	91-120 days	121-180 days	181-270 days	271-365 days	>=366 days	Total
Gross carrying amount	$166,360	$4	$1,411	$1,546	$808	$1,004	$-	$-	$171,133
Loss ratio		0%	0%	1%	1%	5%	0%	0%	
Lifetime expected credit loss	(208)	-	-	(15)	(8)	(50)	-	-	(281)
Subtotal	166,152	4	1,411	1,531	800	954	-	-	170,852

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Group B		Overdue of aging days							
	Not yet due	<=60 days	61-90 days	91-120 days	121-180 days	181-270 days	271-365 days	>=366 days	Total
Gross carrying amount	$793,118	$11,752	$64,124	$85,972	$78,487	$6,398	$2,344	$-	$1,042,195
Loss ratio		0%	1%	5%	10%	20%	50%	0%	
Lifetime expected credit loss	(2,110)	-	(641)	(4,299)	(7,849)	(1,280)	(1,172)	-	(17,351)
Subtotal	791,008	11,752	63,483	81,673	70,638	5,118	1,172	-	1,024,844
Accounts receivable (including related parties)									$1,195,696

The movement in the provision for impairment of notes receivable, accounts receivable and overdue receivables during the three-month periods ended March 31, 2026 and 2025 are as follows:

	Notes receivable	Accounts receivable	Overdue receivable	Total
Beginning balance as of January 1, 2026	$25	$115,868	$6,174	$122,067
(Reversal) addition for the current period	(19)	21,844	-	21,825
Effect of exchange rate changes	-	3,737	186	3,923
Ending balance as of March 31, 2026	$6	$141,449	$6,360	$147,815
Beginning balance as of January 1, 2025	$42	$5,886	$6,152	$12,080
(Reversal) addition for the current period	(34)	11,492	-	11,458
Effect of exchange rate changes	-	254	129	383
Ending balance as of March 31, 2025	$8	$17,632	$6,281	$23,921

(17) Leases

A. Group as a lessee

The Group leases various properties, including real estate such as land and buildings. The lease terms range from 1 to 50 years. The Group did not be imposed any restrictions in these lease contract.

The Group’s leases effect on the financial position, financial performance and cash flows were as follows:

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(a) Amounts recognized in the balance sheet

i. Right-of-use assets

The carrying amount of right-of-use assets

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Land	$45,421	$45,096	$48,311
Buildings	10,495	6,641	9,907
Total	$55,916	$51,737	$58,218

During the three-month periods ended March 31, 2026 and 2025, the Group's additions to right-of-use assets amounted to $6,039 thousand and $4,237 thousand, respectively.

ii. Lease liabilities

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Current	$7,905	$5,350	$7,629
Non-current	8,494	7,471	9,308
Total	$16,399	$12,821	$16,937

Please refer to Note 6(19)(D) for the interest expense on lease liabilities recognized during the three-month periods ended March 31, 2026 and 2025; refer to Note 12(5) Liquidity Risk Management for the maturity analysis for lease liabilities as of March 31, 2026, December 31, 2025 and March 31, 2025.

(b) Amounts recognized in the statement of comprehensive income

Depreciation charge for right-of-use assets

	For the three-month periods ended March 31,	
	2026	2025
Land	$845	$839
Buildings	2,270	2,285
Total	$3,115	$3,124

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(c) Income and costs relating to leasing activities

	For the three-month periods ended March 31,	
	2026	2025
The expenses relating to short-term leases	$1,126	$708
The relating to leases of low-value assets (Not including the expenses relating to short-term leases of low-value assets)	290	221

(d) Cash outflow relating to leasing activities

The Group’s total cash outflows for leases amounted to $4,055 thousand and $3,593 thousand for the three-month periods ended March 31, 2026 and 2025, respectively.

(e) Other information relating to leasing activities

Extension and termination options

Some of the Group’s building and equipment rental agreement contain extension and termination options. In determining the lease terms, the non-cancellable period for which the Group has the right to use an underlying asset, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. These options are used to maximize operational flexibility in terms of managing contracts. The majority of extension and termination options held are exercisable only by the Group. After the commencement date, the Group reassesses the lease term upon the occurrence of a significant event or a significant change in circumstances that is within the control of the lessee and affects whether the Group is reasonably certain to exercise an option not previously included in its determination of the lease term, or not to exercise an option previously included in its determination of the lease term.

B. Group as a lessor

	For the three-month periods ended March 31,	
	2026	2025
Rental income for operating leases		
Income relating to variable lease payments that are not depend on an index or a rate	$1,821	$1,930

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

For operating leases entered by the Group, the undiscounted lease payments to be received and a total of the amounts for the remaining years as of March 31, 2026, December 31, 2025 and March 31, 2025 are as follow:

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Less than one year	$7,804	$7,337	$7,582
More than one year but less than two years	4,870	5,662	7,682
More than two years but less than three years	3,253	3,216	4,810
More than three years but less than four years	-	670	3,213
Total	$15,927	$16,885	$23,287

(18) Summary statement of employee benefits, depreciation and amortization expenses by function were as follows:

By function / By feature	For the three-month periods ended March 31,					
	2026			2025		
	Operating costs	Operating expenses	Total amount	Operating costs	Operating expenses	Total amount
Employee benefits expense						
Wages and salaries	$173,570	$75,081	$248,651	$161,846	$64,208	$226,054
Labor and health insurance	8,176	5,918	14,094	7,907	6,069	13,976
Pension	13,488	5,189	18,677	11,784	5,198	16,982
Depreciation	37,741	11,998	49,739	42,580	12,420	55,000
Amortization	-	854	854	-	1,215	1,215

According to the Articles of Incorporation of the Company, more than 2.5% and less than 5% of profit of the current year is distributable as employees' compensation (no less than 25% of the employee compensation herein shall be allocated as non-managerial employees) and no higher than 3% of profit of the current year is distributable as remuneration to directors. (Profit is defined as pre-tax profit before employees' compensation and directors' remuneration.) However, the Company's accumulated losses shall have been covered (including adjustments to undistributed surplus amounts). The aforementioned employee remuneration is paid in stock or cash, while the director remuneration can only be paid in cash. These two items shall be implemented by the board of directors with the resolution of more than two-thirds of the directors present and the approval of more than half of the directors present, and shall report to the shareholders' meeting. Information on the Board of Directors' resolution regarding the employees' compensation and remuneration to directors can be obtained from the “Market Observation Post System” on the website of the TWSE.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

The Company estimates employee Compensation and director remuneration based on profitability. For the three-month periods ended March 31, 2026, the employees' compensation and remuneration to directors were recognized as employee benefits expense at $3,870 thousand and $1,800 thousand, respectively. For the three-month periods ended March 31, 2025, the employees' compensation and remuneration to directors were recognized as employee benefits expense at $3,917 thousand and $1,800 thousand, respectively.

A resolution was approved through the Board of Directors' meeting held on March 11, 2026 to distribute $19,500 thousand and $7,200 thousand in cash as employees' compensation and remuneration to directors for the year of 2025, respectively. There were no significant differences between the amounts approved and the amounts recorded as expenses in the year of 2025.

A resolution was approved through the Board of Directors' meeting held on March 6, 2025 to distribute $20,017 thousand and $6,300 thousand in cash as employees' compensation and remuneration to directors for the year of 2024, respectively. There were no significant differences between the amounts approved and the amounts recorded as expenses in the year of 2024.

(19) Non-operating income and expenses

A. Interest income

	For the three-month periods ended March 31,	
	2026	2025
Bank deposits	$2,457	$4,347
Financial assets measured at amortized cost	27,090	38,872
Subtotal	29,547	43,219
Financial assets measured at fair value through profit or loss	5,323	6,099
Total	$34,870	$49,318

B. Other income

	For the three-month periods ended March 31,	
	2026	2025
Rental income	$1,821	$1,930
Dividend income		
Financial assets mandatorily measured at fair value through profit or loss	-	67
Total	$1,821	$1,997

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

C. Other gains and losses

	For the three-month periods ended March 31, 2026	2025
(Losses) gains on disposal of property, plant and equipment	$(14)	$49
Foreign exchange (losses) gains, net	(14,092)	2,440
(Losses) gains on financial assets at fair value through profit or loss, net (Note)	(5,974)	8,022
Gains on lease modification	2	1
Other gains and losses	643	11,260
Total	$(19,435)	$21,772

Note: Balances were arising from financial assets mandatorily measured at fair value through profit or loss including valuation adjustment and foreign exchange net gains or losses.

D. Finance costs

	For the three-month periods ended March 31, 2026	2025
Interest on bank loans	$10,512	$12,927
Interest on notes receivable discounted	20	33
Interest on lease liabilities	92	93
Total	$10,624	$13,053

(20) Components of other comprehensive income

Other comprehensive income for the three-month periods ended March 31, 2026:

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income	Income tax effect	Other comprehensive income, net of tax
Items that will not be reclassified subsequently to profit or loss:					
Unrealized losses on equity instruments investment at fair value through other comprehensive income	$(18,600)	$-	$(18,600)	$-	$(18,600)
Items that may be reclassified subsequently to profit or loss:					
Exchange differences on translation of foreign operations	167,014	-	167,014	-	167,014
Total other comprehensive income	$148,414	$-	$148,414	$-	$148,414

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Other comprehensive income for the three-month periods ended March 31, 2025:

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income	Income tax effect	Other comprehensive income, net of tax
Items that will not be reclassified subsequently to profit or loss:					
Unrealized gains on equity instruments investment at fair value through other comprehensive income	$8,800	$-	$8,800	$-	$8,800
Items that may be reclassified subsequently to profit or loss:					
Exchange differences on translation of foreign operations	122,296	-	122,296	-	122,296
Total other comprehensive income	$131,096	$-	$131,096	$-	$131,096

(21) Income tax expense

The major components of income tax expense for the three-month periods ended March 31, 2026 and 2025 are as follows:

Income tax expense recognized in profit or loss

	For the three-month periods ended March 31, 2026	2025
Current tax expense:		
Current income tax charge	$46,433	$39,161
Adjustments in respect of current income tax of prior periods	-	(1,133)
Deferred tax expense:		
Deferred tax expense relating to origination and reversal of temporary differences	(1,191)	(59)
Total income tax expense	$45,242	$37,969

The assessment of income tax returns

As of March 31, 2026, the assessment of the income tax returns of the Company and its subsidiaries is as follows:

	The assessment of income tax returns
The Company	Assessed and approved up to 2023
Subsidiary- Audix Technology Corporation	Assessed and approved up to 2024

(22) Earnings per share

Basic earnings per share is calculated by dividing net income for the year attributable to parent company of the Company by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net income attributable to parent company of the Company by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

	For the three-month periods ended March 31,	
	2026	2025
A. Earnings per share-basic		
Net income attributable to parent company (in thousand NT$)	$148,975	$142,137
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	105,596	105,596
Earnings per share-basic (NT$)	$1.41	$1.35
B. Earnings per share-diluted		
Net income attributable to parent company (in thousand NT$)	$148,975	$142,137
Net income attributable to parent company after dilution (in thousand NT$)	$148,975	$142,137
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	105,596	105,596
Effect of dilution:		
Employee compensation－stock (in thousands)	295	267
Weighted average number of ordinary shares outstanding after dilution (in thousands)	105,891	105,863
Earnings per share-diluted (NT$)	$1.41	$1.34

There have been no other transactions involving ordinary shares or potential ordinary shares between the financial report date and the date the financial statements were authorized for issue.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

7. Related party transactions

Information of the related parties that had transactions with the Group during the financial reporting period was as follows:

Name and Relationship of the related parties

Name of related parties	Relationship
WAVEGIS TECHNOLOGY CO., LTD.	Associate
YUWA CO., LTD.	Other related parties
YUWA (VN) CO., LTD.	Other related parties
YUWA (HK) CO., LTD.	Other related parties
HONGBAO INVESTMENT CO., LTD.	Other related parties

Significant transactions with the related parties

(1) Operating revenues

	For the three-month periods ended March 31,	
	2026	2025
Other related parties	$37,974	$41,939

The sales prices to related parties were negotiated by both parties in reference to market prices; the collection periods of operating income to the above related parties were 60-150 days, while the collection periods to third parties were 30-150 days.

(2) Purchases

	For the three-month periods ended March 31,	
	2026	2025
Other related parties	$1,888	$53

The purchase prices to related parties were negotiated by both parties in reference to market prices; the payment periods of purchase to the above related parties were 30-90 days; while the payment periods to third parties were 30-105 days.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(3) Operating costs – manufacturing costs

	For the three-month periods ended March 31,	
	2026	2025
Other related parties	$12	$112

Operating costs – manufacturing expenses mainly include material requisition.

(4) Operating expenses

	For the three-month periods ended March 31,	
	2026	2025
Other related parties	$1,582	$1,320

Operating expenses mainly include technical know-how fees.

(5) Accounts receivable due from related parties

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties			
YUWA CO., LTD.	$34,320	$38,441	$36,302
YUWA (HK) CO., LTD.	8,255	13,177	-
Other	1,074	1,393	6,677
Associate	488	976	-
Total	$44,137	$53,987	$42,979

(6) Accounts payable

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	$657	$46	$56

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(7) Other payables

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	$1,602	$1,810	$1,396

(8) Rent income

	Location	Calculation and Collection of Rent	For the three-month periods ended March 31, 2026	2025
Other related parties	No. 8, Lane 120, Section 1, Neihu Road, Taipei City	Receipt by wire transfer on an annual basis	$9	$9

(9) Other gains and losses

	For the three-month periods ended March 31,	
	2026	2025
Other related parties	$84	$42

(10) Other

WAVEGIS TECHNOLOGY CO., LTD. resolved to increase capital in cash through the Board of Directors' meeting held on January 23, 2026. The Group subscribe $929 thousand of the capital increase which is not according to its shareholding ratio, resulting in a decrease in ownership from 38.16% to 37.07%. After evaluation, it was determined that the investment did not affect the Group's significant influence over the associate; therefore, retained earnings were reduced by $274 thousand.

(11) Key management personnel compensation

	For the three-month periods ended March 31,	
	2026	2025
Short-term employee benefits	$5,858	$5,257
Post-employment benefits	104	80
Total	$5,962	$5,337

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

8. Pledged assets

The following assets of the Group pledged as collaterals:

Item	Carrying amount as of March 31, 2026	December 31, 2025	March 31, 2025	Purpose
Notes receivable	$62,866	$153,468	$76,858	Notes receivable discounted
Property, plant and equipment				Bank loans
Land	176,700	176,700	176,699	
Buildings	87,022	72,105	74,344	
Subtotal	263,722	248,805	251,043	
Refundable deposits	100	100	100	Guarantee of Oil Purchase
Total	$326,688	$402,373	$328,001	

9. Significant contingencies and unrecognized contract commitments

(1) As of March 31, 2026, the Group entrusted financial institutes to open guarantee the amount of request for financial related to custom tax guarantee for the amount of NT$7,300 thousand and CNY$2,000 thousand.

(2) The Group has entered into significant equipment procurement contracts with the following below:

Project Name	Total Contract Value	Amount Paid	Amount Outstanding
Purchase of Manufacturing and Production Equipment	$39,230	$16,838	$22,392

The aforementioned equipment costs paid are classified under Property, Plant and Equipment – Construction in progress and equipment awaiting inspection.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

10. Losses due to major disasters

None.

11. Significant subsequent events

(1) To revitalize assets and enhance capital utilization efficiency, the Company resolved to dispose of all shares of WAVEGIS TECHNOLOGY CO., LTD. through the Board of Directors' meeting held on April 13, 2026. AsWater Advanced Envirotech Ltd. acquired the shares of WAVEGIS TECHNOLOGY CO., LTD. at NT$30 per share, with a total consideration of $88,958 thousand.

(2) In response to the global trend of environmental protection and sustainable water resource development, the Company resolved to invest in AsWater Advanced Envirotech Ltd., 1,370 thousand shares with a total consideration amounting to $67,130 thousand through the Board of Directors' meeting held on April 13, 2026.

12. Others

(1) Financial instruments

Financial assets

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss	$720,120	$652,343	$788,088
Financial assets at fair value through other comprehensive income	101,509	119,959	93,645
Financial assets at amortized cost:			
Cash and cash equivalents (exclude cash on hand)	820,542	1,083,352	916,184
Notes receivable	325,374	313,554	235,889
Accounts receivable (including due from related parties)	1,206,406	1,266,581	1,195,696
Other receivables	106,145	111,269	217,929
Financial assets at amortized cost	3,823,711	3,761,540	4,035,296
Refundable deposits	26,194	25,956	25,476
Total	$7,130,001	$7,334,554	$7,508,203

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Financial liabilities

	As of		
	March 31, 2026	December 31, 2025	March 31, 2025
Financial liabilities at amortized cost:			
Short-term loans	$1,819,298	$1,371,754	$1,588,729
Payables	1,061,090	703,427	1,049,497
Long-term loans (including current portion)	80,937	909,023	492,180
Lease liabilities	16,399	12,821	16,937
Total	$2,977,724	$2,997,025	$3,147,343

(2) Financial risk management objectives

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activates. The Group identifies measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant transactions, due approval process by the Board of Directors and Audit Committee must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

(3) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market risk comprise currency risk and interest rate risk.

In practice, it is rarely the case that a single risk variable will change independently from other risk variables; there are usually interdependencies between risk variables. However, the sensitivity analysis disclosed below does not take into account the interdependencies between risk variables.

Foreign currency risk

The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense are denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign subsidiaries.

The Group reviews its assets and liabilities denominated in foreign currency and enters into forward exchange contracts to hedge the exposure from exchange rate fluctuations. The level of hedging depends on the foreign currency requirements from each operating unit. As the purpose of holding forward exchange contracts are to hedge exchange rate fluctuation risk, the gain or loss made on the contracts from the fluctuation in exchange rates are expected to mostly offset gains or losses made on the hedged item. Hedge accounting is not applied as they did not qualify for hedge accounting criteria. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as of the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates. The information of the sensitivity analysis is as follows:

When NTD strengthens/weakens against foreign currency USD by 1%, the profit for the three-month periods ended March 31, 2026 and 2025 is decreased/increased by $6,367 thousand and $5,621 thousand, respectively.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's debt instrument investment at variable interest rates, bank borrowings with fixed interest rates and variable interest rates.

The Group manages its interest rate risk by having a balanced portfolio of fixed and variable loans and borrowings.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as of the end of the reporting period, including loans with variable interest rates. At the balance sheet date, an increase or a decrease of 10 basis points of interest rate could cause the profit for the three-month periods ended March 31, 2026 and 2025 to decrease/increase by $1,900 thousand and $2,081 thousand, respectively.

(4) Credit risk management

Credit risk is the risk that a counterparty will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for accounts receivable and notes receivable) and from its financing activities, including bank deposits and other financial instruments.

Credit risk is managed by each business unit of the Group subject to established policy, procedures and controls relating to credit risk management. Credit limits are established for all counter parties based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria, etc. Certain counter parties' credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment and insurance.

As of March 31, 2026, December 31, 2025 and March 31, 2025, the top ten receivables from counter parties presented 54.84%, 54.75% and 48.04% of the total receivables of the Group, respectively. The credit centration risk of the remaining receivables was insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating. Consequently, there is no significant credit risk for these counter parties.

The Group adopted IFRS 9 to assess the expected credit losses. Except for the loss allowance of trade receivables measured at lifetime expected credit losses, the remaining debt instrument investments which are not measured at fair value through profit or loss, low credit risk for these investments is a prerequisite upon acquisition and by using their credit risk as a basis for the distinction of categories. The Group makes an assessment at each reporting date as to whether the debt instrument investments are still considered low credit risk, and then further determines the method of measuring the loss allowance and the loss rates.

Financial assets are written off when there is no realistic prospect of future recovery (the issuer or the debtor is in financial difficulties or bankruptcy).

(5) Liquidity risk management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid equity investments and bank borrowings. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Non-derivative financial liabilities

	Less than 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	Above 5 years	Total
As of March 31, 2026							
Loans	$1,847,596	$25,612	$10,256	$27,629	$-	$-	$1,911,093
Payables	1,061,090	-	-	-	-	-	1,061,090
Lease liabilities	8,175	3,888	1,845	1,614	1,362	-	16,884
As of December 31, 2025							
Loans	$1,396,738	$878,718	$10,006	$26,956	$-	$-	$2,312,418
Payables	703,427	-	-	-	-	-	703,427
Lease liabilities	5,537	3,198	1,484	1,402	1,354	201	13,176
As of March 31, 2025							
Loans	$1,611,678	$429,679	$25,081	$10,129	$27,287	$-	$2,103,854
Payables	1,049,497	-	-	-	-	-	1,049,497
Lease liabilities	7,891	3,776	2,225	1,208	1,208	1,108	17,416

(6) Reconciliation of liabilities arising from financing activities

Reconciliation of liabilities for the three-month periods ended March 31, 2026:

	Short-term loans	Long-term loans	Lease liabilities	Total liabilities from financing activities
As of January 1, 2026	$1,371,754	$909,023	$12,821	$2,293,598
Cash flows	447,544	(828,086)	(2,639)	(383,181)
Non-cash changes	-	-	6,217	6,217
As of March 31, 2026	$1,819,298	$80,937	$16,399	$1,916,634

Reconciliation of liabilities for the three-month periods ended March 31, 2025:

	Short-term loans	Long-term loans	Lease liabilities	Total liabilities from financing activities
As of January 1, 2025	$1,546,698	$939,199	$15,174	$2,501,071
Cash flows	42,031	(447,019)	(2,664)	(407,652)
Non-cash changes	-	-	4,427	4,427
As of March 31, 2025	$1,588,729	$492,180	$16,937	$2,097,846

(7) Fair values of financial instruments

A. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

(a) The carrying amount of cash and cash equivalents, receivables payables refundable deposits, guarantee deposits received, and lease liabilities approximate their fair value due to their short maturities.

(b) For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (including listed equity securities, beneficiary certificates, bonds and futures etc.) at the reporting date.

(c) Fair value of equity instruments without market quotations (including private placement of listed equity securities, unquoted public company and private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).

(d) Fair value of debt instruments without market quotations and bank loans are determined based on the counterparty prices or valuation method. The valuation method uses DCF method as a basis, and the assumptions such as the interest rate and discount rate are primarily based on relevant information of similar instrument (such as yield curves published by the Taipei Exchange, average prices for Fixed Rate Commercial Paper published by Reuters and credit risk, etc.)

B. Fair value of financial instruments measured at amortized cost

The carrying amount of the Group’s financial assets and financial liabilities measured at amortized cost approximate their fair value.

C. Fair value measurement hierarchy for financial instruments

Please refer to Note 12(8) for fair value measurement hierarchy for financial instruments of the Group.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(8) Fair value measurement hierarchy

A. Fair value measurement hierarchy

All asset and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date.
Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3 – Unobservable inputs for the asset or liability.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period.

B. Fair value measurement hierarchy of the Group's assets and liabilities

The Group did not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group assets and liabilities measured at fair value on a recurring basis was as follows:

As of March 31, 2026:

	Level 1	Level 2	Level 3	Total
Assets at fair value:				
Financial assets at fair value through profit or loss				
Funds	$86,583	$-	$-	$86,583
Preferred stocks	148,162	-	-	148,162
Bonds	485,375	-	-	485,375
Fair value through other comprehensive income				
Investments in equity instruments designated at fair value through other comprehensive income	-	96,400	5,109	101,509

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

As of December 31, 2025:

	Level 1	Level 2	Level 3	Total
Assets at fair value:				
Financial assets at fair value through profit or loss				
Funds	$54,672	$-	$-	$54,672
Preferred stocks	145,715	-	-	145,715
Bonds	451,956	-	-	451,956
Fair value through other comprehensive income				
Investments in equity instruments designated at fair value through other comprehensive income	-	115,000	4,959	119,959

As of March 31, 2025:

	Level 1	Level 2	Level 3	Total
Assets at fair value:				
Financial assets at fair value through profit or loss				
Funds	$114,772	$-	$-	$114,772
Preferred stocks	148,447	-	-	148,447
Bonds	524,869	-	-	524,869
Fair value through other comprehensive income				
Investments in equity instruments designated at fair value through other comprehensive income	-	88,600	5,045	93,645

Transfers between Level 1 and Level 2 during the period

During the three-month periods ended March 31, 2026 and 2025, there were no transfers between Level 1 and Level 2 fair value measurements.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Reconciliation for fair value measurements in Level 3 of the fair value hierarchy

The movements during the period were as follows:

	Assets
	At fair value through other comprehensive income
	Stocks
Beginning balances as of January 1, 2026	$4,959
Effect of exchange rate translation	150
Ending balances as of March 31, 2026	$5,109

	Assets
	At fair value through other comprehensive income
	Stocks
Beginning balances as of January 1, 2025	$4,942
Effect of exchange rate translation	103
Ending balances as of March 31, 2025	$5,045

Total gains and losses recognized in profit or loss for the three-month periods ended March 31, 2026 and 2025 in the table above contain gains and losses related to assets on hand as at March 31, 2026 and 2025 in the amount of $0 thousand.

Information on significant unobservable inputs to valuation

Description of significant unobservable inputs to valuation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy was as follows:

None.

Valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy

The Group’s finance department is responsible for validating the fair value measurements and ensuring that the results of the valuation are in line with market conditions, based on independent and reliable inputs which are consistent with other information, and represent exercisable prices. The department analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group’s accounting policies at each reporting date.

(9) Significant assets and liabilities denominated in foreign currencies

Information regarding the significant assets and liabilities denominated in foreign currencies is listed below:

(In thousands)

	As of March 31, 2026		
	Foreign currencies	Exchange rate	NTD
Financial assets			
Monetary items:			
USD	$38,382	31.995	$1,228,020
JPY	79,279	0.2005	15,895
HKD	12,380	4.081	50,521
CNY	558	4.629	2,581
Non-monetary items:			
JPY	9,835	0.2005	1,972
Financial liabilities			
Monetary items:			
USD	18,483	31.995	591,361
JPY	29,971	0.2005	6,009
HKD	6,021	4.081	24,573
CNY	367	4.629	1,700

(In thousands)

	As of December 31, 2025		
	Foreign currencies	Exchange rate	NTD
Financial assets			
Monetary items:			
USD	$38,676	31.43	$1,215,586
JPY	99,578	0.2008	19,995
HKD	11,429	4.038	46,150
CNY	713	4.496	3,205
Financial liabilities			
Monetary items:			
USD	18,269	31.43	574,189
JPY	32,350	0.2008	6,496
HKD	5,620	4.038	22,692
CNY	367	4.496	1,651

(In thousands)

	As of March 31, 2025		
	Foreign currencies	Exchange rate	NTD
Financial assets			
Monetary items:			
USD	$31,626	33.205	$1,050,135
JPY	63,749	0.2227	14,197
HKD	9,570	4.268	40,845
CNY	785	4.573	3,590
Non-monetary items:			
USD	84	33.205	2,795
JPY	12,714	0.2227	2,831
Financial liabilities			
Monetary items:			
USD	14,783	33.205	490,876
JPY	25,477	0.2227	5,674
HKD	4,483	4.268	19,133
CNY	376	4.573	1,722

The Group’s foreign currency transactions were denominated in multiple currency; therefore, the information of the foreign exchange gains (losses) of monetary assets and liabilities denominated by each currency was not applicable for disclosure. The Group’s significant monetary financial assets and liabilities denominated in foreign currencies incurred foreign exchange (losses) gains of $(14,092) thousand and $2,440 thousand for the three-month periods ended March 31, 2026 and 2025, respectively.

The above information was disclosed based on the carrying amount of foreign currency (after conversion to functional currency).

(10) Capital management

The primary objective of the Group’s capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholders’ value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

13. Other disclosure

(1) Information at significant transactions

A. Financings provided to others: None.

B. Endorsements/guarantees provided to others: None.

C. Significant securities held: Please refer to table 1.

D. Total purchases from or sales to related parties of at least NTD 100 million or 20 percent of the paid-in capital: None.

E. Receivables due from related parities amounting to at least NTD 100 million or 20 percent of the paid-in capital: None.

F. Significant intercompany transactions between consolidated entities: Please refer to table 2.

(2) Information on investees

A. Information about the invested company shall be disclosed to those who have significant influence or control directly or indirectly: Please refer to table 3.

(3) Information on investments in Mainland China

A. Names, main business, paid-in capital, method of investment, investment flows, percentage of ownership, share of profits (losses), carrying amount at the end of the period, accumulated inward remittance of earnings and the upper limit of investment: Please refer to table 4.

B. Significant direct or indirect transactions with the investee, its prices, terms of payment and unrealized gain or loss: Please refer to table 2.

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

14. Segment information

For management purposes, the Group is organized into business units based on their products and services and has three reportable operating segments as follows:

(1) Channel Business: The department is mainly responsible for marketing electronic components.

(2) Manufacture Business: The department is responsible for the production of electronic components.

(3) Product Certification Business: The department is mainly responsible for services such as electronic product testing and certification.

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured based on significant accounting policies information consistent with those in the consolidated financial statements. However, income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segment are on an arm's length basis in a manner similar to transactions with third parties.

A. Information on departmental equity, assets and liabilities

For the three-month periods ended March 31, 2026

	Channel Business	Manufacture Business	Product Certification Business	Other	Adjustment and elimination (Note 1)	Consolidated
Operating revenue						
External customer	$393,992	$671,495	$180,929	$-	$-	$1,246,416
Inter-segment	43,787	75,947	14,449	-	(134,183)	-
Total	$437,779	$747,442	$195,378	$-	$(134,183)	$1,246,416
Net income before income tax	$14,961	$164,622	$30,731	$(15,796)	$-	$194,518
Segment profit and loss	$13,803	$123,828	$24,014	$(12,369)	$-	$149,276
Segment assets						$9,214,633
Segment liabilities						$3,255,851

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

For the three-month periods ended March 31, 2025

	Channel Business	Manufacture Business	Product Certification Business	Other	Adjustment and elimination (Note 1)	Consolidated
Operating revenue						
External customer	$405,805	$587,820	$178,187	$-	$-	$1,171,812
Inter-segment	42,355	82,751	11,021	-	(136,127)	-
Total	$448,160	$670,571	$189,208	$-	$(136,127)	$1,171,812
Net income before income tax	$22,039	$125,222	$39,740	$(5,737)	$-	$181,264
Segment profit and loss	$20,546	$98,360	$32,673	$(8,284)	$-	$143,295
Segment assets						$9,430,579
Segment liabilities						$3,535,652

Note 1: Inter- segment income is eliminated upon consolidation.

Table 1: Significant securities held (not including subsidaries, associates and joint ventures) (In Thousands of NTD/ Foreign currency)

Held Company Name	Marketable Securities Type	Marketable Securities Name	Relationship with the issuer	Financial Statement Account	As of March 31, 2026				Remark
					Share/Units	Carrying Amount	Percentage of Ownershop	Fair Value	
Audix Corporation	Preferred stock	Fubon Preferred Stock	-	Financial assets at fair value through profit or loss - current	195,000 Share	$12,500	-	$12,500	
Audix Corporation	Preferred stock	Fubon Preferred Stock-Share B	-	Financial assets at fair value through profit or loss - current	535,646 Share	33,478	-	33,478	
Audix Corporation	Preferred stock	Cathay Preferred Stock	-	Financial assets at fair value through profit or loss - current	888,000 Share	55,145	-	55,145	
Audix Corporation	Preferred stock	Cathay Preferred Stock-Share B	-	Financial assets at fair value through profit or loss - current	773,672 Share	47,039	-	47,039	
Audix Corporation	Fund	Janus Henderson US Short Duration Bond Fund	-	Financial assets at fair value through profit or loss - current	18,569 Share	12,243	-	12,243	
Audix Corporation	Stock	Locus Cell Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non current	5,000,000 Share	96,400	2.5%	96,400	
Audix Technology Corporation	Fund	Hua Nan Phoenix Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,357,961 Share	23,455	-	23,455	
Audix Hi-tech Investment Co., Ltd.	Bond	AFRFIN bond	-	Financial assets at fair value through profit or loss - non current	-	USD 472	-	USD 472	
Audix Hi-tech Investment Co., Ltd.	Bond	ARAMCO bond	-	Financial assets at fair value through profit or loss - non current	-	USD 444	-	USD 444	
Audix Hi-tech Investment Co., Ltd.	Bond	BANK bond	-	Financial assets at fair value through profit or loss - non current	-	USD 368	-	USD 368	
Audix Hi-tech Investment Co., Ltd.	Bond	BMW bond	-	Financial assets at fair value through profit or loss - non current	-	USD 504	-	USD 504	
Audix Hi-tech Investment Co., Ltd.	Bond	BNP bond	-	Financial assets at fair value through profit or loss - non current	-	USD 405	-	USD 405	
Audix Hi-tech Investment Co., Ltd.	Bond	CITIGROUP bond	-	Financial assets at fair value through profit or loss - non current	-	USD 393	-	USD 393	
Audix Hi-tech Investment Co., Ltd.	Bond	CK HUTCHISON bond	-	Financial assets at fair value through profit or loss - non current	-	USD 359	-	USD 359	
Audix Hi-tech Investment Co., Ltd.	Bond	CKINF bond	-	Financial assets at fair value through profit or loss - non current	-	USD 374	-	USD 374	
Audix Hi-tech Investment Co., Ltd.	Bond	CREDIT bond	-	Financial assets at fair value through profit or loss - non current	-	USD 406	-	USD 406	
Audix Hi-tech Investment Co., Ltd.	Bond	FOXCONN bond	-	Financial assets at fair value through profit or loss - non current	-	USD 1,736	-	USD 1,736	
Audix Hi-tech Investment Co., Ltd.	Bond	FUBON bond	-	Financial assets at fair value through profit or loss - non current	-	USD 391	-	USD 391	
Audix Hi-tech Investment Co., Ltd.	Bond	HONDA bond	-	Financial assets at fair value through profit or loss - non current	-	USD 395	-	USD 395	
Audix Hi-tech Investment Co., Ltd.	Bond	HSBC bond	-	Financial assets at fair value through profit or loss - non current	-	USD 1,237	-	USD 1,237	
Audix Hi-tech Investment Co., Ltd.	Bond	HYUNDAI bond	-	Financial assets at fair value through profit or loss - non current	-	USD 394	-	USD 394	
Audix Hi-tech Investment Co., Ltd.	Bond	KOREAREHABNRESOURC bond	-	Financial assets at fair value through profit or loss - non current	-	USD 356	-	USD 356	
Audix Hi-tech Investment Co., Ltd.	Bond	MASDAR bond	-	Financial assets at fair value through profit or loss - non current	-	USD 396	-	USD 396	
Audix Hi-tech Investment Co., Ltd.	Bond	MERCEDES bond	-	Financial assets at fair value through profit or loss - non current	-	USD 891	-	USD 891	
Audix Hi-tech Investment Co., Ltd.	Bond	MITSUBISHI bond	-	Financial assets at fair value through profit or loss - non current	-	USD 350	-	USD 350	
Audix Hi-tech Investment Co., Ltd.	Bond	MIZUHO bond	-	Financial assets at fair value through profit or loss - non current	-	USD 825	-	USD 825	
Audix Hi-tech Investment Co., Ltd.	Bond	NSANY bond	-	Financial assets at fair value through profit or loss - non current	-	USD 386	-	USD 386	
Audix Hi-tech Investment Co., Ltd.	Bond	POSCO bond	-	Financial assets at fair value through profit or loss - non current	-	USD 404	-	USD 404	
Audix Hi-tech Investment Co., Ltd.	Bond	SCP bond	-	Financial assets at fair value through profit or loss - non current	-	USD 501	-	USD 501	
Audix Hi-tech Investment Co., Ltd.	Bond	STD bond	-	Financial assets at fair value through profit or loss - non current	-	USD 394	-	USD 394	
Audix Hi-tech Investment Co., Ltd.	Bond	SUCI bond	-	Financial assets at fair value through profit or loss - non current	-	USD 399	-	USD 399	
Audix Hi-tech Investment Co., Ltd.	Bond	SUMILF bond	-	Financial assets at fair value through profit or loss - non current	-	USD 369	-	USD 369	
Audix Hi-tech Investment Co., Ltd.	Bond	TAMC bond	-	Financial assets at fair value through profit or loss - non current	-	USD 843	-	USD 843	
Audix Hi-tech Investment Co., Ltd.	Bond	VERIZON bond	-	Financial assets at fair value through profit or loss - non current	-	USD 449	-	USD 449	
Audix Hi-tech Investment Co., Ltd.	Bond	VOLKSWAGEN bond	-	Financial assets at fair value through profit or loss - non current	-	USD 421	-	USD 421	

Note 1: Securities referred to in this Table are stocks, bonds, benefit certificates and securities derived from these items within the scope of IFRS No. 9, "Financial Instruments."

Note 2: The Company determines securities presented in this table based on the principle of materiality.

Table 2: Significant intercompany transactions between consolidated entities (In Thousands of NTD)

No. (Note 1)	Company Name	Counter-party	Nature of Relationship (Note 2)	Intercompany Transactions			
				Financial Statement Account	Amount	Terms	Percentage of Consolidated Net Revenue or Total Assets (Note 3)
	For the three-month periods ended March 31, 2026						
0	Audix Corporation	Toyo Kuni Electronics Co., Ltd.	1	Operating revenue	$7,625	(Note 4)	0.61 %
0	Audix Corporation	AHI Electronics Warehouse (Shanghai) Co., Ltd.	1	Operating revenue	1,627	(Note 4)	0.13 %
0	Audix Corporation	Audix Technology (Xiamen) Co., Ltd.	1	Operating revenue	1,857	(Note 4)	0.15 %
0	Audix Corporation	Toyo Kuni Electronics Co., Ltd.	1	Purchases	13,477	(Note 5)	1.08 %
0	Audix Corporation	Audix Technology (Xiamen) Co., Ltd.	1	Purchases	35,666	(Note 5)	2.86 %
0	Audix Corporation	Toyo Kuni Electronics Co., Ltd.	1	Other income	1,612	-	0.13 %
0	Audix Corporation	Audix Hi-tech Investment Co., Ltd.	1	Other income	2,182	-	0.18 %
0	Audix Corporation	Audix Technology Corporation	1	Rental income	1,689	-	0.14 %
0	Audix Corporation	Toyo Kuni Electronics Co., Ltd.	1	Accounts receivable	12,003	-	0.13 %
0	Audix Corporation	Audix Technology (Xiamen) Co., Ltd.	1	Accounts payable	10,947	-	0.12 %
0	Audix Corporation	Toyo Kuni Electronics Co., Ltd.	1	Temporary Debits	21,453	-	0.23 %
1	Toyo Kuni Electronics Co., Ltd.	AHC Warehouse & Trading (Shenzhen) Co., Ltd.	3	Operating revenue	18,038	(Note 4)	1.45 %
1	Toyo Kuni Electronics Co., Ltd.	AHC Warehouse & Trading (Shenzhen) Co., Ltd.	3	Accounts receivable	30,082	-	0.33 %
2	Audix Hi-tech Investment Co., Ltd.	Audix Technology (Xiamen) Co., Ltd.	3	Purchases	19,554	(Note 5)	1.57 %
2	Audix Hi-tech Investment Co., Ltd.	Audix Technology (Xiamen) Co., Ltd.	3	Accounts payable	29,995	-	0.33 %
3	Audix Technology Corporation	Audix Technology (Wujiang) Co., Ltd.	3	Operating revenue	2,260	(Note 4)	0.18 %
3	Audix Technology Corporation	Audix Technology (Shenzhen) Co., Ltd.	3	Operating revenue	5,352	(Note 4)	0.43 %
3	Audix Technology Corporation	Audix Technology (Shenzhen) Co., Ltd.	3	Cost of services	1,331	-	0.11 %
3	Audix Technology Corporation	Audix Testing & Measurement Co., Ltd.	3	Cost of services	1,264	-	0.10 %
4	Audix Technology (Wujiang) Co., Ltd.	Audix Technology Corporation	3	Operating revenue	2,924	(Note 4)	0.23 %
4	Audix Technology (Wujiang) Co., Ltd.	Yuka Precision (Wujiang) Co., Ltd.	3	Rental income	6,887	-	0.55 %
5	Audix Technology (Xiamen) Co., Ltd.	AHC Warehouse & Trading (Shenzhen) Co., Ltd.	3	Operating revenue	15,961	(Note 4)	1.28 %
5	Audix Technology (Xiamen) Co., Ltd.	AHI Electronics Warehouse (Shanghai) Co., Ltd.	3	Operating revenue	3,026	(Note 4)	0.24 %
5	Audix Technology (Xiamen) Co., Ltd.	AHC Warehouse & Trading (Shenzhen) Co., Ltd.	3	Accounts receivable	29,888	-	0.32 %

Note 1: The numbers filled in represent:
(1) The company is "0".
(2) The subsidiaries are numbered in order starting from "1".

Note 2: The following lists the three types of intercompany transactions (one transaction between parent company and subsidiary or between subsidiaries could be disclosed only once.)
(1) Transactions from parent company to subsidiary is "1".
(2) Transactions from subsidiary to parent company is "2".
(3) Transactions between subsidiaries is "3".

Note 3: The percentage is divided by:
(1) Consolidated total assets if the transaction account belongs to balance sheet.
(2) Consolidated net revenue if the transaction account belongs to comprehensive income statement.

Note 4: The terms and collection period of operating income to the above related parties are 60-150 days; while the terms for third party are 30-150 days.

Note 5: The terms and payment period of purchase to the above related parties are 30-90 days;while the terms for third party are 30-105 days.

Note 6: This table includes significant transactions for amounts over 0.1% of consolidated net revenue or consolidated total assets.

Table 3: Names, locations and related information of investees (not including information on investments in Mainland China) (In Thousands of NTD)

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		Balance at The End of Period			Net Income (Losses) of Investee	Share of Profits (Losses) of Investee	Remark
				Ending balance	Beginning balance	Shares	Percentage of Ownership	Carrying Amount			
Audix Corporation	Audix Hi-tech Investment Co., Ltd.	Hong Kong	Electronic component trading and investment business, etc.	$392,624	$392,624	-	100%	$5,203,654	$122,509	$122,509	Subsidiary (Note 1)
Audix Corporation	Toyo Kuni Electronics Co., Ltd.	Hong Kong	Trading and agency of electronic components, etc.	356,990	356,990	-	100.00%	963,901	8,929	8,929	Subsidiary (Note 1)
Audix Corporation	Audix Technology Corporation	Taiwan	Safety standard test certification and electromagnetic compatibility test certification, and construction of anechoic chamber, etc.	170,000	170,000	20,000,000	100.00%	442,961	16,110	16,110	Subsidiary (Note 1)
Audix Corporation	Wavegis Technology CO., LTD.	Taiwan	Electrical and electronic product manufacturing, communication and information system planning, integration, application and construction, etc.	22,679	21,750	2,965,251	37.07%	48,476	4,656	1,609 (Note 2)	Associate

Note 1: Profits and losses resulting from intercompany transactions was eliminated in the consolidated statement.

Note 2: It is the "Share of profit (loss) of associates and joint ventures" deducting the amortization of the difference between the investment cost and the net value of the acquired equity of $150 thousand.

Table 4: Informations on investments in Mainland China

(In Thousands of NTD/ Foreign currency)

Mainland China Investee Company	Main Business	Total Amount of Paid-in Capital	Investment method	Accumulated Outflow of Investment from Taiwan as of January 1, 2026	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2026	Net Income (Losses) of the Investee Company	Director Indirect Percentage of Ownership	Recognized in this period Investment profit and loss	Carrying Amount as of March 31, 2026	Accumulated Inward Remittance of Earnings as of March 31, 2026	Remark
					Outflow	Inflow							
Yuka Precision (Wujiang) Co., Ltd.	Production of new electronic components, molds and their parts, technical consultation and technical services for software product development, etc.	$319,950 (USD 10,000 thousand)	(Note 2)	$-	$-	$-	$-	$603 (RMB 132 thousand)	50%	$302 (RMB 66 thousand) (Note 3(3))	$398,080 (RMB 85,997 thousand)	$-	(Note 7)
Audix Technology (Shenzhen) Co., Ltd.	Inspection and testing services, etc.	67,190 (USD 2,100 thousand)	(Note 1)	-	-	-	-	4,368 (USD 138 thousand)	100%	4,368 (USD 138 thousand) (Note 3(3))	359,336 (USD 11,231 thousand)	250,618	(Note 4)
Audix Technology (Xiamen) Co., Ltd.	Manufacture and sales of transformers, coils, relays, anti-electromagnetic interference components, new electronic components, electronic special equipment and their spare parts, plastic molds and parts, etc.	958,570 (USD 29,960 thousand)	(Note 1)	141,898 (USD 4,435 thousand)	-	-	141,898 (USD 4,435 thousand)	114,005 (USD 3,602 thousand)	100%	114,005 (USD 3,602 thousand) (Note 3(2))	2,643,971 (USD 82,637 thousand)	2,722,624	(Note 4)
AHC Warehouse & Trading (Shenzhen) Co., Ltd.	Warehousing business, international trade, entrepot trade, intra-regional trade, and business market consultation, etc.	43,993 (HKD 10,780 thousand)	(Note 1)	-	-	-	-	(696) (USD (22) thousand)	100%	(696) (USD (22) thousand) (Note 3(3))	75,092 (USD 2,347 thousand)	-	(Note 5)
Audix Technology (Wujiang) Co., Ltd.	Production of new electronic components, new instrument components and materials and parts design and processing, software product development technical consultation and technical services, etc.	639,900 (USD 20,000 thousand)	(Note 1)	88,882 (USD 2,778 thousand)	-	-	88,882 (USD 2,778 thousand)	1,266 (USD 40 thousand)	100%	1,266 (USD 40 thousand) (Note 3(2))	772,807 (USD 24,154 thousand)	41,177	(Note 4)
Audix Testing & Measurement Co., Ltd.	Test of electronic and electrical products and related technical consulting services, etc.	13,887 (RMB 3,000 thousand)	(Note 2)	-	-	-	-	434 (RMB 95 thousand)	100%	434 (RMB 95 thousand) (Note 3(3))	27,339 (RMB 5,906 thousand)	-	(Note 6)
Audix Technology (Shanghai) Co., Ltd.	Design, production, microcontroller (microcomputer) electronic control board, engaged in integrated circuit block, electronic, motor, electrical product technology design, technical consultation and service, various types of engineering construction activities (except nuclear power plant construction and operation, water supply and drainage network), electronic special equipment, electronic measuring instruments and home-made products sales, etc.	67,190 (USD 2,100 thousand)	(Note 1)	-	-	-	-	855 (USD 27 thousand)	100%	855 (USD 27 thousand) (Note 3(3))	179,524 (USD 5,611 thousand)	20,055	(Note 4)
AHI Electronics Warehouse (Shanghai) Co., Ltd.	Sales of electronic components, etc.	55,991 (USD 1,750 thousand)	(Note 1)	-	-	-	-	1,329 (USD 42 thousand)	100%	1,329 (USD 42 thousand) (Note 3(3))	174,981 (USD 5,469 thousand)	-	(Note 5)

Accumulated Investment in Mainland China as of March 31, 2026	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit of Investment
$230,780 (USD 7,213 thousand)	$1,846,431 (USD 57,710 thousand)	$3,575,269 (Note 8)

Note 1: Through investing in an existing company in the third area, which then invested in the investee in Mainland China.

Note 2: Directly reinvesting in mainland companies by reinvesting in mainland companies. According to the regulations of the Investment Review Commission, the reinvestment behavior of investment enterprises in the mainland area does not need to apply to the Investment Review Commission. Therefore, such investment amounts are not included in the company's investment quota in mainland China calculate.

Note 3: Investment income (loss) was recognised based on the financial statement audited by the parent company's independent auditors.

(1) The financial statements were reviewed by an international certified public accounting firm in cooperation with an R.O.C. accounting firm.

(2) The financial statements were reviewed by the auditors of the parent company.

(3) Others

Note 4: It is reinvested through Audix Hi-tech Investment Co., Ltd.

Note 5: It is reinvested through Toyo Kuni Electronics Co., Ltd.

Note 6: It is invested through Audix Technology (Shenzhen) Co., Ltd.

Note 7: It was reinvested through Audix Technology (Xiamen) Co., Ltd.

Note 8: According to the regulations of the Investment Review Committee of the Ministry of Economic Affairs, the upper limit on investment in mainland China is determined by 60% of the company's consolidated net worth.

Note 9: For subsidiaries included in the consolidated financial statement, the related profits or losses and the ending balance were eliminated in the consolidated financial statement.