

Taiwan Mask Corporation and Subsidiaries
Consolidated Financial Statements and Independent Auditor's
Review Report
2025 and 2024 Q3
(Stock Code: 2338)

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Taiwan Mask Corporation and Subsidiaries
2025 and 2024 Q3 Consolidated Financial Statements and Auditors' Review Report
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Independent Auditors' Review Report

(114) Tsai-Sheng-Bao-Zi No. 25001978

To Taiwan Mask Corporation,

Introduction

We have audited the accompanying consolidated balance sheets for the periods starting January 1 and ending September 30, 2025 and 2024, the consolidated statements of comprehensive income for the periods starting July 1 and ending September 30, 2025 and 2024, and starting January 1 and ending September 30, 2025 and 2024, and the consolidated statements of changes in equity and cash flows for the period starting January 1 and ending September 30, 2025 and 2024, as well as the notes to the consolidated financial statements (including the summary of significant accounting policies), for Taiwan Mask Corporation and subsidiaries (collectively referred to as the "Group"). The Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and IAS No. 34, "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope

Except as explained in the following paragraph, we conducted our reviews in accordance with Standards on Review Engagements No. 2410, "Review of Financial Statements" in the Republic of China. The procedures performed when reviewing the consolidated financial statements include inquiries (mainly inquiring personnel responsible for financial and accounting tasks), analytical procedures and other review procedures. The scope of review is obviously smaller than that of audit. Therefore, the accountant may not be able to detect all the significant matters that can be identified through audit, so it is impossible to express an audit opinion.

Basis for qualified opinion

As stated in Note 4(3) of the consolidated financial statements, the financial statements of the same period of some insignificant subsidiaries included in the aforementioned consolidated financial statements have not been reviewed by the CPAs, and the total amount of their assets as of September 30, 2025 and 2024 was NT\$2,846,836 thousand and NT\$2,891,537 thousand, accounting for 15.60% and 13.12% of the total consolidated assets, respectively; the total amount of their liabilities was NT\$2,062,862 thousand and NT\$2,108,103 thousand, accounting for 15.17% and 12.23% of the total consolidated liabilities, respectively; the total amount of comprehensive income from July 1 to September 30, 2025 and 2024 was NT\$ (87,538) thousand and NT\$ (324,336) thousand, and that from January 1 to September 30, 2025 and 2024 was NT\$ (405,453) thousand and NT\$ (776,939) thousand, accounting for 49.62%, 110.54%, 38.52% and

15,740.25% the total consolidated comprehensive income, respectively. As stated in Notes 6 (6) to the Consolidated Financial Statements, part of the investment using the equity method is prepared based on the financial statements from each company for the same period not reviewed by an CPA. The balance of investments using the equity method as of September 30, 2025 and 2024 was NT\$51,383 thousand and NT\$75,489 thousand, accounting for 0.28% and 0.34% of the total consolidated assets, respectively; the share of assets of associates recognized using the equity of such from July 1 to September 30, 2025 and 2024 was NT\$(13,380) thousand and NT\$(9,138) thousand, and that from January 1 to September 30, 2025 and 2024 was NT\$(37,774) thousand and NT\$(26,130) thousand, accounting for 7.58%, 3.11%, 3.59% and 529.38% of the consolidated comprehensive income, respectively.

Qualified opinion

According to our results of the review, except for the part described by the basis for qualified opinion that the financial statement of insignificant subsidiaries and part of the investments using the equity method may affect adjustments to the consolidated financial statements upon the CPA's review, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2025 and 2024, the results of the consolidated financial operations from July 1 to September 30, 2025 and 2024, and that from January 1 to September 30, 2025 and 2024, and the consolidated cash flows from January 1 to September 30, 2025 and 2024, in conformity with the Regulations Governing the Preparation of Financial Statements by Securities Issuers and IAS 34: "interim financial reporting" endorsed and made effective by the Financial Supervisory Commission of the Executive Yuan.

Other matters

As stated in Note 12(4) of the consolidated financial statements, the Group's debt ratio and current ratio as of September 30, 2025, were 75% and 63%, respectively. The Group has already submitted a sound business plan.

PricewaterhouseCoopers Taiwan

Chien-Yu Liu

CPA

Hsin-Yi Tsai

Financial Supervisory Commission

Approval Certificate No.: Jin-Guan-Zheng-Shen-Zi No. 1090350620

Jin-Guan-Zheng-Shen-Zi No. 1140351490

November 13, 2025

Taiwan Mask Corporation and Subsidiaries
Consolidated Balance Sheets
September 30, 2025 and December 31 and September 30, 2024

Unit: NT\$ Thousand

Assets			September 30, 2025		December 31, 2024		September 30, 2024	
			Amount	%	Amount	%	Amount	%
Current assets								
1100	Cash and Cash Equivalents	6(1)	\$ 1,040,218	6	\$ 1,430,542	7	\$ 1,238,371	6
1110	Financial Assets at Fair Value	6(2) and 8						
	Through Profit or Loss -							
	Current		1,829,545	10	3,129,075	15	4,226,590	19
1136	Financial Assets at Amortized	6(3) and 8						
	Cost - Current		291,794	2	227,534	1	290,001	1
1140	Contract Asset - Current	6(23)	59,031	-	90,967	-	77,902	-
1150	Notes Receivables (Net)	6(4)	9,998	-	167	-	-	-
1170	Accounts Receivables (Net)	6(4)	950,515	5	1,367,379	7	1,407,900	7
1180	Accounts Receivables -	6(4) and 7						
	Related Parties (Net)		7,444	-	2,383	-	3,380	-
1200	Other Receivables		34,689	-	40,137	-	66,029	-
1210	Other Receivables - Related	7						
	Parties		3,657	-	1,306	-	631	-
1220	Tax Assets for the Period		431	-	476	-	36,883	-
130X	Inventories	6(5)	658,677	4	723,781	4	876,580	4
1410	Prepayments		280,274	1	277,096	1	319,552	2
1470	Other Current Assets		10,419	-	20,371	-	20,263	-
11XX	Total Current Assets		5,176,692	28	7,311,214	35	8,564,082	39
Non-Current Assets								
1510	Financial Asset at Fair Value	6(2) and 8						
	Through Profit or Loss - Non							
	Current		206,503	1	187,241	1	233,035	1
1535	Financial Assets at Amortized	6(3) and 8						
	Cost - Non Current		776,479	5	667,051	3	680,089	3
1550	Investment under Equity	6(6)						
	Method		400,291	2	489,392	2	470,315	2
1600	Property, plant and equipment	6(7) and 8	10,207,716	56	10,382,141	50	10,122,180	46
1755	Right-of-use Asset	6(8)	384,820	2	424,264	2	425,786	2
1760	Investment property (Net)	6(10) and 8	179,865	1	167,109	1	167,956	1
1780	Intangible assets	6(11) and 8	539,956	3	654,780	3	646,579	3
1840	Deferred Income Tax Assets	6(30)	23,877	-	25,492	-	70,687	-
1900	Other Non-Current Assets	6(13)	350,645	2	506,461	3	654,955	3
15XX	Total Non-Current Assets		13,070,152	72	13,503,931	65	13,471,582	61
1XXX	Total Assets		\$ 18,246,844	100	\$ 20,815,145	100	\$ 22,035,664	100

(Continued)

Taiwan Mask Corporation and Subsidiaries
Consolidated Balance Sheets
September 30, 2025 and December 31 and September 30, 2024

Unit: NT\$ Thousand

Liabilities and Equities		Notes	September 30, 2025		December 31, 2024		September 30, 2024	
			Amount	%	Amount	%	Amount	%
Current liabilities								
2100	Short Term Loans	6(14) and 7	\$ 4,557,553	25	\$ 6,200,355	30	\$ 6,338,406	29
2120	Financial Liabilities at Fair Value	6(2)						
	Through Profit or Loss - Current		-	-	19,204	-	12,902	-
2130	Contract Liabilities - Current	6(23)	149,503	1	64,453	-	195,687	1
2150	Notes Payable		13,248	-	43,544	-	6,926	-
2170	Accounts Payable		424,427	3	541,758	3	502,898	2
2200	Other Payables	6(15)	1,370,606	8	1,236,829	6	1,204,722	6
2220	Other Payables - Related Parties	7	-	-	-	-	740	-
2230	Income Tax Liabilities for the							
	Period		8,532	-	10,730	-	7,412	-
2250	Provision for Liabilities - Current		9,460	-	5,568	-	3,260	-
2280	Lease Liability - Current		29,634	-	34,456	-	32,113	-
2320	Long-term liabilities due within	6(16)						
	one year or one business cycle	6(17)	1,664,036	9	1,242,279	6	1,244,410	6
2399	Other Current Liabilities - Other		33,767	-	53,072	-	67,714	-
21XX	Total Current Liabilities		8,260,766	46	9,452,248	45	9,617,190	44
Non-current liabilities								
2530	Corporate bonds payable	6(16)	1,996,538	11	3,609,156	17	3,604,497	16
2540	Long-term Loans	6(17)	2,806,246	15	3,072,808	15	3,394,607	15
2550	Provision for Liabilities - Non-							
	current		-	-	1,500	-	-	-
2570	Deferred Income Tax.	6(30)	160,333	1	162,297	1	168,094	1
2580	Lease liability - Non Current		369,584	2	402,942	2	405,915	2
2640	Defined Benefit Liabilities - Non	6(18)						
	Current		4,088	-	7,474	-	9,559	-
2645	Guarantee Deposits Received		358	-	34,812	-	34,992	-
25XX	Total Non-Current Liabilities		5,337,147	29	7,290,989	35	7,617,664	34
2XXX	Total Liabilities		13,597,913	75	16,743,237	80	17,234,854	78
Equity attributable to shareholders of the parent company								
	Capital	6(19)						
3110	Capital stock		3,168,492	17	2,564,562	12	2,564,562	12
	Capital surplus	6(20)						
3200	Capital surplus		2,229,957	12	1,532,041	8	1,498,901	6
	Retained earnings	6(21)						
3310	Legal reserve		863,958	5	863,958	4	863,958	4
3350	Unappropriated earnings	(	812,649)	(4)	581,828	3	1,278,494	6
	Other equity interests	6(22)						
3400	Other equity interests	(	6,244)	-	20,148	-	25,354	-
3500	Treasury stock	6(19) and 8	(891,759)	(5)	(1,167,369)	(6)	(1,167,369)	(5)
31XX	Total Equities Attributable to							
	Parent Company		4,551,755	25	4,395,168	21	5,063,900	23
36XX	Non-controlling Interests		97,176	-	(323,260)	(1)	(263,090)	(1)
3XXX	Total Equities		4,648,931	25	4,071,908	20	4,800,810	22
	Major Commitments and	9						
	Contingencies							
	Major Events after Financial	11						
	Statement Date							
3X2X	Total Liabilities and Equities		\$ 18,246,844	100	\$ 20,815,145	100	\$ 22,035,664	100

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

Chairman: Chun-Kuang Tu

Managerial Officer: Lidon Chen

Accounting Officer: Shu-Hua Lin

Taiwan Mask Corporation and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to September 30, 2025 and 2024

Unit: NT\$ Thousand
(Except for earnings (loss) per share in NT\$)

	Items	Notes	July 1 to September 30, 2025		July 1 to September 30, 2024		January 1 to September 30, 2025		January 1 to September 30, 2024	
			Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating income	6(23) and 7	\$ 1,450,361	100	\$ 1,795,916	100	\$ 4,668,251	100	\$ 5,643,840	100
5000	Operating costs	6(5) and 7	(1,347,235)	(93)	(1,438,407)	(80)	(4,268,385)	(92)	(4,575,745)	(81)
5900	Gross profit		<u>103,126</u>	<u>7</u>	<u>357,509</u>	<u>20</u>	<u>399,866</u>	<u>8</u>	<u>1,068,095</u>	<u>19</u>
	Operating Expenses	6(28) (29) and 7								
6100	Selling Expenses		(71,156)	(5)	(72,676)	(4)	(235,867)	(5)	(232,031)	(4)
6200	Administrative Expenses		(111,001)	(8)	(78,422)	(5)	(316,674)	(7)	(259,945)	(5)
6300	R&D Expenses		(81,386)	(5)	(91,079)	(5)	(250,889)	(5)	(290,356)	(5)
6450	Expected Credit Impairment Benefit (Loss)	12(2)	<u>4,530</u>	<u>-</u>	<u>(22,742)</u>	<u>(1)</u>	<u>(2,055)</u>	<u>-</u>	<u>(62,442)</u>	<u>(1)</u>
6000	Total Operating Expenses		<u>(259,013)</u>	<u>(18)</u>	<u>(264,919)</u>	<u>(15)</u>	<u>(805,485)</u>	<u>(17)</u>	<u>(844,774)</u>	<u>(15)</u>
6900	Operating gains (losses)		<u>(155,887)</u>	<u>(11)</u>	<u>92,590</u>	<u>5</u>	<u>(405,619)</u>	<u>(9)</u>	<u>223,321</u>	<u>4</u>
	Non-operating income and expenses									
7100	Interest income	6(24)	2,924	-	5,529	1	10,843	-	21,891	-
7010	Other Incomes	6(25) and 7	84,298	6	122,619	7	115,858	3	136,371	3
7020	Other Gains and Losses	6(26)	(35,859)	(3)	(396,034)	(22)	(451,089)	(10)	(60,154)	(1)
7050	Financial Costs	6(27) and 7	(73,282)	(5)	(85,609)	(5)	(233,279)	(5)	(259,119)	(4)
7060	The share of affiliates and joint venture profits and losses recognized by the equity method	6(6)	<u>(19,621)</u>	<u>(1)</u>	<u>(15,930)</u>	<u>(1)</u>	<u>(50,364)</u>	<u>(1)</u>	<u>(41,802)</u>	<u>(1)</u>
7000	Total Non-Operating Incomes and Losses		<u>(41,540)</u>	<u>(3)</u>	<u>(369,425)</u>	<u>(20)</u>	<u>(608,031)</u>	<u>(13)</u>	<u>(202,813)</u>	<u>(3)</u>
7900	Net profit (loss) before tax		<u>(197,427)</u>	<u>(14)</u>	<u>(276,835)</u>	<u>(15)</u>	<u>(1,013,650)</u>	<u>(22)</u>	<u>20,508</u>	<u>1</u>
7950	Income Tax Expense	6(30)	<u>(4,012)</u>	<u>-</u>	<u>(26,110)</u>	<u>(2)</u>	<u>(12,661)</u>	<u>-</u>	<u>(49,157)</u>	<u>(1)</u>
8200	Net loss		<u>(\$ 201,439)</u>	<u>(14)</u>	<u>(\$ 302,945)</u>	<u>(17)</u>	<u>(\$ 1,026,311)</u>	<u>(22)</u>	<u>(\$ 28,649)</u>	<u>-</u>
	Other Comprehensive Incomes (Net)									
	Components of other comprehensive income that will not be reclassified to profit or loss									
8320	Profit and loss of associates and joint ventures recognized by using equity method - Items that will not be reclassified to profit or loss		\$ -	-	\$ -	-	\$ 391	-	\$ -	-
	Components of other comprehensive income that will be reclassified to profit or loss									
8361	Financial statement translation differences of foreign operations	6(22)	<u>25,009</u>	<u>2</u>	<u>9,547</u>	<u>1</u>	<u>(26,783)</u>	<u>(1)</u>	<u>23,713</u>	<u>-</u>
8300	Other Comprehensive Incomes (Net)		<u>\$ 25,009</u>	<u>2</u>	<u>\$ 9,547</u>	<u>1</u>	<u>(\$ 26,392)</u>	<u>(1)</u>	<u>\$ 23,713</u>	<u>-</u>
8500	Total comprehensive income for the year		<u>(\$ 176,430)</u>	<u>(12)</u>	<u>(\$ 293,398)</u>	<u>(16)</u>	<u>(\$ 1,052,703)</u>	<u>(23)</u>	<u>(\$ 4,936)</u>	<u>-</u>
	Net Incomes (Losses) Attributable to:									
8610	Parent Company		(\$ 158,444)	(11)	(\$ 204,978)	(12)	(\$ 811,161)	(17)	\$ 224,382	5
8620	Non-controlling Interests		(42,995)	(3)	(97,967)	(5)	(215,150)	(5)	(253,031)	(5)
	Total		<u>(\$ 201,439)</u>	<u>(14)</u>	<u>(\$ 302,945)</u>	<u>(17)</u>	<u>(\$ 1,026,311)</u>	<u>(22)</u>	<u>(\$ 28,649)</u>	<u>-</u>
	Total Comprehensive Incomes (Losses) Attributable to:									
8710	Parent Company		(\$ 133,435)	(9)	(\$ 195,431)	(11)	(\$ 837,553)	(18)	\$ 248,095	4
8720	Non-controlling Interests		(42,995)	(3)	(97,967)	(5)	(215,150)	(5)	(253,031)	(4)
	Total		<u>(\$ 176,430)</u>	<u>(12)</u>	<u>(\$ 293,398)</u>	<u>(16)</u>	<u>(\$ 1,052,703)</u>	<u>(23)</u>	<u>(\$ 4,936)</u>	<u>-</u>
	Earnings (loss) per share	6(31)								
9750	Basic		<u>(\$ 0.62)</u>		<u>(\$ 0.96)</u>		<u>(\$ 3.56)</u>		<u>\$ 1.05</u>	
9850	Diluted		<u>(\$ 0.62)</u>		<u>(\$ 0.96)</u>		<u>(\$ 3.56)</u>		<u>\$ 1.00</u>	

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

Chairman: Chun-Kuang Tu

Managerial Officer: Lidon Chen

Accounting Officer: Shu-Hua Lin

Taiwan Mask Corporation and Subsidiaries
Consolidated Statement of Changes in Equity
January 1 to September 30, 2025 and 2024

Unit: NT\$ Thousand

		Equity attributable to shareholders of the parent company									
		Retained earnings			Other equity interests						
						Financial statement translation differences of foreign operations	Unrealized gain (loss) on investments on financial assets at fair value through other comprehensive income				
	Notes	Capital stock	Capital surplus	Legal reserve	Unappropriated earnings			Treasury stock	Total	Non-controlling Interests	Total Equity
<u>January 1 to September 30, 2024</u>											
Beginning Balance as of January 1, 2024		\$ 2,564,465	\$ 1,439,959	\$ 827,460	\$ 1,464,101	\$ 4,307	(\$ 2,666)	(\$ 1,174,484)	\$ 5,123,142	(\$ 13,238)	\$ 5,109,904
Net profit for the period		-	-	-	224,382	-	-	-	224,382	(253,031)	(28,649)
Other Comprehensive Profit or Loss	6(22)	-	-	-	-	23,713	-	-	23,713	-	23,713
Total comprehensive income for the year		-	-	-	224,382	23,713	-	-	248,095	(253,031)	(4,936)
Distribution and appropriation of earnings for 2023											
Legal capital reserve		-	-	36,498	(36,498)	-	-	-	-	-	-
Cash dividends		-	-	-	(373,491)	-	-	-	(373,491)	-	(373,491)
Changes in ownership interests in subsidiaries recognized	6(20)	-	1,196	-	-	-	-	-	1,196	3,179	4,375
Adjustment of capital reserve by dividends paid to subsidiaries		-	52,997	-	-	-	-	-	52,997	-	52,997
Treasury stock donation	6(19)	-	-	-	-	-	-	7,115	7,115	-	7,115
Changes in shares of affiliates and joint ventures recognized under the equity method		-	4,063	-	-	-	-	-	4,063	-	4,063
Conversion of convertible bonds		97	686	-	-	-	-	-	783	-	783
Balance as at September 30, 2024		\$ 2,564,562	\$ 1,498,901	\$ 863,958	\$ 1,278,494	\$ 28,020	(\$ 2,666)	(\$ 1,167,369)	\$ 5,063,900	(\$ 263,090)	\$ 4,800,810
<u>January 1 to September 30, 2025</u>											
Beginning Balance as of January 1, 2025		\$ 2,564,562	\$ 1,532,041	\$ 863,958	\$ 581,828	\$ 22,814	(\$ 2,666)	(\$ 1,167,369)	\$ 4,395,168	(\$ 323,260)	\$ 4,071,908
Net loss		-	-	-	(811,161)	-	-	-	(811,161)	(215,150)	(1,026,311)
Other Comprehensive Profit or Loss	6(22)	-	-	-	-	(26,783)	391	-	(26,392)	-	(26,392)
Total comprehensive income for the year		-	-	-	(811,161)	(26,783)	391	-	(837,553)	(215,150)	(1,052,703)
Cash capital increase	6 (19)(20)	633,700	912,528	-	-	-	-	-	1,546,228	-	1,546,228
Changes in ownership interests in subsidiaries recognized	6(20)	-	57,918	-	-	-	-	-	57,918	52,270	110,188
Recognized receivables from subsidiaries and impairment impact	4(3)	-	-	-	(583,316)	-	-	-	(583,316)	583,316	-
Changes in shares of affiliates and joint ventures recognized under the equity method	6(20)	-	(26,690)	-	-	-	-	-	(26,690)	-	(26,690)
Treasury shares canceled	6 (19)(20)	(29,770)	(245,840)	-	-	-	-	275,610	-	-	-
Balance as at September 30, 2025		\$ 3,168,492	\$ 2,229,957	\$ 863,958	(\$ 812,649)	(\$ 3,969)	(\$ 2,275)	(\$ 891,759)	\$ 4,551,755	\$ 97,176	\$ 4,648,931

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

Chairman: Chun-Kuang Tu

Managerial Officer: Lidon Chen

Accounting Officer: Shu-Hua Lin

Taiwan Mask Corporation and Subsidiaries
Consolidated Statements of Cash Flows
January 1 to September 30, 2025 and 2024

Unit: NT\$ Thousand

	Notes	January 1 to September 30, 2025	January 1 to September 30, 2024
<u>Cash Flow from Operating Activities</u>			
Net (loss) profit before tax for the period		(\$ 1,013,650)	\$ 20,508
Adjustments to Reconcile Net Income to Net Cash Flow from Operating Activities			
Revenues and Expenses			
Depreciation	6 (7)(8)(10)(28)	1,092,860	946,691
Amortization	6(11)(28)	57,981	66,242
Expected loss on credit impairment	12(2)	2,055	62,442
Interest income	6(24)	(10,843)	(21,891)
Interest Expenses	6(27)	233,279	259,119
Subsidiaries donated treasury stock	7	-	7,115
Net losses of financial assets and liabilities at fair value through profit or loss	6(2)(26)	396,176	72,278
Gain (loss) on disposal of investments	6(6)(26)	(50,098)	(896)
Dividend income	6(25)	(79,102)	(115,036)
Share of losses of affiliated companies recognized under the equity method	6(6)	50,364	41,802
Disposal of interests in property, plant and equipment	6(26)	(30,032)	(22,804)
Gain on lease modifications	6(8)(26)	(32)	(3,005)
Goodwill impairment loss	6(11)(12)(26)	59,165	27,390
Loss on bond redemption	6(26)	15,234	-
The Changes of Assets/ Liabilities related to Operating Activities			
Net Changes of Assets related to Operating Activities			
Mandatory financial assets at fair value through profit or loss		849,654	(5,670)
Contract Assets		31,936	27,361
Notes Receivables	(	9,831)	6,049
Accounts Receivables		414,809	8,464
Accounts Receivables—Related Parties	(	5,061)	(3,354)
Other Receivables		14,428	(37,026)
Other Receivables—Related Parties	(	2,351)	(224)
Inventories		65,104	(174,757)
Prepayments		54,953	(6,795)
Other Current Assets		9,952	(9,489)
Other Non-Current Assets		912	(262)
Net Changes of Liabilities related to Operating Activities			
Contract Liabilities		85,050	21,149
Notes Payable	(	30,296)	6,860
Accounts Payable	(	117,331)	39,006
Other Payables		285,600	(40,488)
Other Payables- related Parties		-	436
Provisions		2,392	(1,253)
Other Current Liabilities	(	19,306)	10,063
Defined Benefit Liabilities	(	3,385)	(1,089)
Net Cash In-Flow from Operating		2,350,586	1,178,936
Interest Received		10,843	21,891
Interest Paid	(	192,962)	(236,036)
Income Tax Paid	(	24,143)	(135,969)
Dividends Received		79,102	115,036
Net Cash In-Flow (Out-Flow) from Operating Activities		2,223,426	943,858

(Continued)

Taiwan Mask Corporation and Subsidiaries
Consolidated Statements of Cash Flows
January 1 to September 30, 2025 and 2024

Unit: NT\$ Thousand

	Notes	January 1 to September 30, 2025	January 1 to September 30, 2024
<u>Cash Flow from Investment Activities</u>			
Acquisition of Amortized Cost Financial Assets	6(3)	(\$ 257,719)	(\$ 188,888)
Disposal of Amortized Cost Financial Assets	6(3)	72,818	138,840
Acquisition of investment property by the Equity Method	6(6)	-	(440,400)
Proceeds from disposal of investments accounted for using the equity method	6(6)	61,654	720
Acquisition of Property, Plants and Equipment	6 (7)(32)	(1,063,715)	(1,674,790)
Disposal of Property, Plants and Equipment	6(7)	95,176	46,408
Acquisition of Intangible Assets	6(11)	(2,659)	(8,476)
Increase in refundable deposit		(16,583)	(38,788)
Decrease of Guarantee Deposits		40,491	42,043
Net Cash Outflow from Investing Activities		(1,070,537)	(2,123,331)
<u>Cash Flows from Financing Activities</u>			
Increase of Short Term Loan	6 (33)	5,725,258	7,132,778
Redemption of Short Term Loan	6 (33)	(7,368,060)	(6,223,742)
Increase of Long Term Loan	6 (33)	1,440,216	1,275,782
Redemption of Long Term Loan	6 (33)	(1,387,217)	(961,701)
Issuance of corporate bonds	6 (33)	-	498,730
Repayment of corporate bonds	6 (33)	(1,528,266)	(332,817)
Redemption of Lease Principal	6 (33)	(32,068)	(36,068)
Increase in Guarantee Deposits Received	6 (33)	44	199
Decrease of Guarantee Deposits Received	6 (33)	(34,498)	(7,787)
Cash increase of non-controlling equity in Subsidiaries	4(3)	109,796	-
Cash dividends received by subsidiaries from parent company	6(20)	-	52,997
Distribution of cash dividends (including capital surplus distribution cash in 2023)	6(21)	-	(373,491)
Cash capital increase	6 (19)(20)	1,546,228	-
Net cash (outflow) inflow in funding activities		(1,528,567)	1,024,880
Adjustments of Exchange Rate		(14,646)	28,858
Increase (Decrease) in Cash and Cash Equivalents		(390,324)	(125,735)
Beginning Balance of Cash and Cash Equivalents	6(1)	1,430,542	1,364,106
Ending Balance of Cash and Cash Equivalents	6(1)	\$ 1,040,218	\$ 1,238,371

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

Chairman: Chun-Kuang Tu

Managerial Officer: Lidon Chen

Accounting Officer: Shu-Hua Lin

Taiwan Mask Corporation and Subsidiaries
Notes to the Consolidated Financial Statements
2025 and 2024 Q3

Unit: NT\$ Thousand
(Unless otherwise specified)

I. Company History

Taiwan Mask Corporation (hereinafter referred to as the “Company”) was established on October 21, 1988, and started its operations in March 1989. The Company was approved by the shareholders meeting on June 12, 2000 to acquire Shin-Tai Technology Co., Ltd., on the merger record date of December 1, 2000, with the Company being the surviving entity. The Company and its subsidiary (collectively referred to as the “Group”) mainly engage in the research, development, manufacturing and sales of photomask and integrated circuits, providing technical assistance, consultation, inspection and repair of the abovementioned products, and manufacturing and buying and selling of medical equipment.

II. Date and procedures for passing the financial statement

The consolidated financial statements were reported to the Board of Directors and issued on November 13, 2025.

III. Application of New and Revised International Financial Reporting Standards

(I) The impact from adopting the newly released and revised IFRS and IAS recognized and issued into effect by the Financial Supervisory Commission (FSC).

The following table summarizes the applicable newly released, corrected and amended standards and interpretations of the IFRS and IAS recognized and issued into effect by the Financial Supervisory Commission in 2025:

Newly released/corrected/amended standards and interpretations	Effective Date Issued by IASB
Amendments to IAS No. 21 “Lack of Exchangeability”	January 1, 2025

The Group believes that the adoption of aforementioned IFRSs will not have a significant effect on the financial position and performance.

(II) Impact of the newly released and amended IFRS and IAS recognized by the FSC not yet adopted by the Company.

The following table summarizes the standards and interpretations for the newly released, amended, and revised IFRSs applicable in 2026 as approved by the FSC:

Newly released/corrected/amended standards and interpretations	Effective Date Issued by IASB
Amendments to certain provisions of IFRS 9 and IFRS 7 regarding the “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7, Sale “Power Purchase Agreement”	January 1, 2026
IFRS 17 - Insurance contracts	January 1, 2023
Amendment to IFRS 17 - Insurance contracts	January 1, 2023
Amendments to IFRS 17 “First-time Adoption of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026

The Group believes that the adoption of aforementioned IFRSs will not have a significant effect on the financial position and performance.

(III) IFRS and IAS issued by the IASB but not yet recognized by the FSC.

The following table summarizes the applicable newly released, corrected and amended standards and interpretations of the IFRS and IAS issued by the IASB but not yet recognized by the FSC:

Newly released/corrected/amended standards and interpretations	Effective Date Issued by IASB
IFRS 10 and IAS 28 amendments, Sale or contribution of assets between an investor and its associate or joint venture	To be determined by the IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note: The FSC announced in its newsletter dated September 25, 2025, that International Financial Reporting Standard 18 (referred to as IFRS18) shall be applied to public companies in 2028. In addition, if enterprises need to apply IFRS18 early, they may choose to do so once the FSC has approved IFRS18.

The Group believes that the adoption of aforementioned IFRSs will not have a significant effect on the financial position and performance, except for the following:

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 “Presentation and Disclosure in Financial Statements” replaces IAS 1, updates the structure of comprehensive income statement, requires the disclosure of management-defined

performance measures, and enhances the principles for grouping and classifying information for main financial statements and notes.

IV. Summary of Significant Accounting Policies

Significant accounting policies are the same as those in Note 4 of the 2024 consolidated financial statements, except for the compliance statements, basis of preparation, basis of consolidation, and applicable parts of interim financial statements. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(I) Compliance statement

1. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the IAS No. 34, “Interim Financial Reporting” as endorsed by the FSC.
2. The consolidated financial statements should be read in conjunction with the 2024 consolidated financial statements.

(II) Basis of Preparation

1. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention.
 - (1) Financial assets and financial liabilities at fair value through profit or loss (including derivatives).
 - (2) Financial Assets at Fair Value Through Other Comprehensive Income.
 - (3) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.
2. The preparation of financial statements in conformity with IFRS, IAS, IFRIC Interpretations, and SIC Interpretations as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(III) Basis of consolidation

1. The basis for preparation of consolidated financial statements

The principles for preparing the consolidated financial statements are the same as those for the 2024 consolidated financial statements.

2. Subsidiaries included in the consolidated financial statements:

Name of Investor	Name of Subsidiary	Main Business Activity	Ownership (%)			Explanation
			September 30, 2025	December 31, 2024	September 30, 2024	
Taiwan Mask Corporation	SunnyLake Park International Holding, Inc.	Name of Investor	100	100	100	Note 6
Taiwan Mask Corporation	Guang Ju Holding Co., Ltd.	Name of Investor	100	100	100	Note 7
Taiwan Mask Corporation	Miracle Technology CO., LTD.	Electronics components manufacturing, electronics materials and precision equipment distribution and power component design	100	100	100	
Taiwan Mask Corporation	Innova Vision INC.	Manufacturing, retail, wholesale and international trade of medical equipment	66.71	75.32	75.32	Note 4, Note 6
Taiwan Mask Corporation	One Test Systems	Research, development and design of test equipment and related components	100	100	100	Note 6
Taiwan Mask Corporation	Pilot Energy Co., Ltd.	Electronic parts and components and energy technical services	20.00	20.00	20.00	Note 3, Note 6
Guang Ju Holding Co., Ltd.	Innova Vision INC.	Manufacturing, retail, wholesale and international trade of medical equipment	0.13	0.19	0.19	Note 4, Note 6, Note 7
Guang Ju Holding Co., Ltd.	Aptos Technology INC.	Design, packaging and testing of NAND flash memory, solid state drives and the related products	47.19	47.19	47.19	Note 2, Note 5, Note 6, Note 7
Guang Ju Holding Co., Ltd.	Xsense Technology Corporation	Name of Investor	100	100	100	Note 6, Note 7
Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	Precious metal coating	53.00	53.00	53.00	Note 6, Note 7
Guang Ju Holding Co., Ltd.	Digital-Can Tech. Co., Ltd.	3D Printing and Plastic Mold Design	57.39	57.39	57.39	Note 6, Note 7
Guang Ju Holding Co., Ltd.	Pilot Energy Co., Ltd.	Electronic parts and components and energy technical services	38.89	38.89	38.89	Note 3, Note 6, Note 7
Guang Ju Holding Co., Ltd.	Moment Semiconductor	Retail and wholesale of memory products	52.84	52.84	52.84	Note 1, Note 6, Note 7

Name of Investor	Name of Subsidiary	Main Business Activity	Ownership (%)			Explanation
			September 30, 2025	December 31, 2024	September 30, 2024	
Ltd.	Inc.					
Aptos Technology INC.	New Sunrise Limited	Name of Investor	100	100	100	Note 6
Pilot Energy Co., Ltd.	ADL Energy Corp	Electronic parts and components and energy technical services	100	100	100	Note 6
ADL Energy Corp	Aptos Global Holding Corp.	Name of Investor	100	100	100	Note 6
Miracle Technology CO., LTD.	Jing Hao Investment Co., Ltd.	Name of Investor	100	100	100	Note 6
Miracle Technology CO., LTD.	Miracle International Enterprise(Shanghai) Co., Ltd.	Electronics components manufacturing, electronics materials and precision equipment distribution and power component design	100	100	100	Note 6
Jing Hao Investment Co., Ltd.	Miko-China Enterprise (Shanghai) Co., Ltd.	Electronics components manufacturing, electronics materials and precision equipment distribution and power component design	100	100	100	Note 6
Jing Hao Investment Co., Ltd.	MIKO Technology Co., Ltd.	Electronics components manufacturing, electronics materials and precision equipment distribution and power component design	100	100	100	Note 6
Miko-China Enterprise (Shanghai) Co., Ltd.	Sichuan Miracle Power Technology Co., Ltd.	IC product design, production and sales	79.17	79.17	79.17	Note 6
Miracle International Enterprise(Shanghai) Co., Ltd.	Sichuan Miracle Power Technology Co., Ltd.	IC product design, production and sales	20.83	20.83	20.83	Note 6
Innova Vision INC.	Innova Technology	Medical equipment retail and wholesale	100	100	100	Note 6
Innova Vision INC.	Innova Vision (B.V.I.) Inc.	Name of Investor	100	100	100	Note 6
Innova Vision INC.	iPro Vision Inc.	Medical equipment retail and wholesale	52.03	52.03	52.03	Note 6
Innova Vision (B.V.I.) Inc.	iPro Vision Inc.	Medical equipment retail and wholesale	47.97	47.97	47.97	Note 6

Note 1: In March 2023, the Company's subsidiary, Guang Ju Holding Co., Ltd., invested in Moment Semiconductor, Inc. with a 53.33% shareholding. Moment Semiconductor, Inc. conducted a cash capital increase by issuing new shares in September 2024. Guang Ju Holding Co., Ltd. did not subscribe in proportion to its shareholding, so its ownership decreased from 53.33% to 52.84%; a capital reserve of NT\$410 was recognized.

Note 2: The Company's subsidiary, Guang Ju Holding Co., Ltd., holds a majority of the Board of Directors and therefore has substantial control over the company, and accordingly included the company in the consolidated financial statements as a consolidated entity.

Note 3: Pilot Battery Co., Ltd. was renamed Pilot Energy Co., Ltd. in April 2024.

Note 4: The Company and its subsidiary, Guang Ju Holding Co., Ltd., originally held 75.32% and 0.19% of the shares, respectively. In January 2025, Innova Vision Inc. conducted a cash capital increase of NT\$200,000. Although the Company and its subsidiary, Guang Ju Holding Co., Ltd., participated in the subscription, they did not subscribe in proportion to their original shareholding percentages. As a result, their ownership decreased from 75.32% and 0.19% to 66.71% and 0.13%, respectively. A capital reserve of NT\$57,918 was recognized.

Note 5: The shareholders' meeting of Aptos Technology INC. passed a resolution to dissolve the company in June 2025 and filed for bankruptcy with the court in the same month. As of the date of these consolidated financial statements, the liquidation process has not yet been completed.

Note 6: The financial statements of the entity as of and for the three months ended September 30, 2025 and 2024 were not reviewed by independent accountants, because the entity did not meet the definition of a significant subsidiary.

Note 7: iPro Vision Inc. was renamed Guang Ju Holding Co., Ltd. in August 2025.

3. Subsidiaries not included in the consolidated financial statement: None.
4. Adjustments for subsidiaries with different balance sheet dates: None.
5. Significant restrictions: None.

6. Subsidiaries that have non-controlling interests that are material to the Corporate Group:

The total non-controlling interests of the Group as of September 30, 2025, December 31 and September 30, 2024 were NT\$97,175, NT\$323,260 and NT\$(263,090), respectively. The following information shows subsidiaries that have non-controlling interests that are material to the Group:

		Non-controlling Interests					
		September 30, 2025		December 31, 2024			
Name of Subsidiary	Main location of business	Amount	Ownership percentage	Amount	Ownership percentage	Explanation	
Aptos Technology and its subsidiaries	Taiwan	(\$ 33,714)	52.81%	(\$ 372,100)	52.81%		
Xsense Technology Corporation (B.V.I.)	Taiwan	(31,722)	47.00%	(163,673)	47.00%		
Taiwan Branch							
Pilot Energy Co., Ltd. and its subsidiaries	Taiwan	153,382	41.11%	176,835	41.11%		
				September 30, 2024			
Name of Subsidiary	Main location of business			Amount	Ownership percentage	Explanation	
Aptos Technology and its subsidiaries	Taiwan			(\$ 351,563)	52.81%		
Xsense Technology Corporation (B.V.I.)	Taiwan			(132,832)	47.00%		
Taiwan Branch							
Pilot Energy Co., Ltd. and its subsidiaries	Taiwan			133,130	41.11%		

Aggregate financial information of subsidiaries:

Balance Sheet

	Aptos Technology and its subsidiaries		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 20,845	\$ 103,917	\$ 97,517
Non-Current Assets	8,612	357,565	384,635
Current liabilities	(385,682)	(908,842)	(854,082)
Non-current liabilities	(61)	(257,219)	(293,762)
Total net assets	<u>(\$ 356,286)</u>	<u>(\$ 704,579)</u>	<u>(\$ 665,692)</u>

	Xsense Technology Corporation (B.V.I.) Taiwan Branch		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 154,590	\$ 296,422	\$ 455,324
Non-Current Assets	169,279	250,523	224,368
Current liabilities	(709,616)	(741,059)	(791,895)
Non-current liabilities	(118,908)	(154,097)	(174,395)
Total net assets	<u>(\$ 504,655)</u>	<u>(\$ 348,211)</u>	<u>(\$ 286,598)</u>

	Pilot Energy Co., Ltd. and its subsidiaries		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 186,266	\$ 246,193	\$ 287,097
Non-Current Assets	436,400	388,182	300,691
Current liabilities	(198,443)	(166,838)	(96,935)
Non-current liabilities	(172,413)	(165,666)	(165,111)
Total net assets	<u>\$ 251,810</u>	<u>\$ 301,871</u>	<u>\$ 325,742</u>

Statement of Comprehensive Income

	Aptos Technology and its subsidiaries	
	July 1 to September 30, 2025	July 1 to September 30, 2024
Revenue	<u>\$ -</u>	<u>\$ 31,575</u>
Net loss before taxes	(2,517)	(72,310)
Income tax benefits	-	-
Net loss of current period from continuing operations	(2,517)	(72,310)
Net loss	(2,517)	(72,310)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	<u>(\$ 2,517)</u>	<u>(\$ 72,310)</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ -</u>	<u>\$ -</u>

Aptos Technology and its subsidiaries		
	January 1 to September 30, 2025	January 1 to September 30, 2024
Revenue	\$ 130,653	\$ 221,190
Net loss before taxes	(74,707)	(195,618)
Income tax benefits	-	-
Net loss of current period from continuing operations	(74,707)	(195,618)
Net loss	(74,707)	(195,618)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 74,707)	(\$ 195,618)

Xsense Technology Corporation (B.V.I.) Taiwan Branch		
	July 1 to September 30, 2025	July 1 to September 30, 2024
Revenue	\$ 525	\$ 68,110
Net loss before taxes	(30,908)	(73,622)
Income tax benefits	-	-
Net loss of current period from continuing operations	(30,908)	(73,622)
Net loss	(30,908)	(73,622)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 30,908)	(\$ 73,622)

Xsense Technology Corporation (B.V.I.) Taiwan Branch		
	January 1 to September 30, 2025	January 1 to September 30, 2024
Revenue	\$ 147,525	\$ 420,601
Net loss before taxes	(156,445)	(128,003)
Income tax benefits	-	-
Net loss of current period from continuing operations	(156,445)	(128,003)
Net loss	(156,445)	(128,003)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 156,445)	(\$ 128,003)

Pilot Energy Co., Ltd. and its subsidiaries		
	July 1 to September 30, 2025	July 1 to September 30, 2024
Revenue	\$ 72,523	\$ 18,519
Net loss before taxes	(20,236)	(25,153)
Income tax benefits	-	-
Net loss of current period from continuing operations	(20,236)	(25,153)
Net loss	(20,236)	(25,153)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 20,236)	(\$ 25,153)

Pilot Energy Co., Ltd. and its subsidiaries		
	January 1 to September 30, 2025	January 1 to September 30, 2024
Revenue	\$ 166,985	\$ 91,247
Net loss before taxes	(54,726)	(81,988)
Income tax benefits	-	-
Net loss of current period from continuing operations	(54,726)	(81,988)
Net loss	(54,726)	(81,988)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 54,726)	(\$ 81,988)

Statements of Cash Flows

	Aptos Technology and its subsidiaries	
	January 1 to September 30, 2025	January 1 to September 30, 2024
Cash In-Flow (Out-Flow) from Operating Activities	\$ 194,883	(\$ 61,203)
Cash In-Flow (Out-Flow) from Investing Activities	8,487	1,414
Net cash (outflow) inflow in funding activities	(196,221)	7,349
Net increase (decrease) in cash and cash equivalents	7,149	(52,440)
Beginning Balance of Cash and Cash Equivalents	11,282	57,865
Ending Balance of Cash and Cash Equivalents	\$ 18,431	\$ 5,425
Xsense Technology Corporation (B.V.I.) Taiwan Branch		
	January 1 to September 30, 2025	January 1 to September 30, 2024
Cash In-Flow (Out-Flow) from Operating Activities	\$ 95,826	\$ 40,678
Cash In-Flow (Out-Flow) from Investing Activities	9,946	(18,025)
Net cash (outflow) inflow in funding activities	(159,968)	43,905
Net increase (decrease) in cash and cash equivalents	(54,196)	66,558
Beginning Balance of Cash and Cash Equivalents	65,060	49,823
Ending Balance of Cash and Cash Equivalents	\$ 10,864	\$ 116,381
Pilot Energy Co., Ltd. and its subsidiaries		
	January 1 to September 30, 2025	January 1 to September 30, 2024
Net Cash In-Flow (Out-Flow) from Operating Activities	(\$ 28,739)	(\$ 5,753)
Cash In-Flow (Out-Flow) from Investing Activities	(94,067)	(171,637)
Net cash (outflow) inflow in funding activities	79,472	(9,375)
Net increase (decrease) in cash and cash equivalents	(43,334)	(186,765)
Beginning Balance of Cash and Cash Equivalents	59,897	231,797
Ending Balance of Cash and Cash Equivalents	\$ 16,563	\$ 45,032

After evaluating the operating conditions of its subsidiaries, Aptos Technology INC. and Xsense Technology Corporation, INC. Taiwan Branch, and the recoverability of related receivables, the Group recognized an impairment loss of NT\$583,316. The amount was adjusted against retained earnings and non-controlling interests.

(IV) Employee benefits

Pensions

Defined benefit plans

The calculation of pension cost during the interim period adopts the pension cost rate determined by actuarial calculations at the end of the previous financial year, and is based on the beginning of the year to the end of the current period. If there are major market changes and major reductions, liquidation or other major one-off events after the end date, adjustments shall be made and relevant information shall be disclosed in accordance with the abovementioned policies.

(V) Income tax

Income tax expenses of the interim period are calculated based on the estimated annual average effective tax rate applied to the pre-tax profit and loss of the interim period, and the relevant information shall be disclosed in accordance with the aforementioned policies.

V. Critical Accounting Judgments and Key Sources of Estimation and Uncertainty

There are no major changes, please refer to Note 5 of the 2024 consolidated financial statements.

VI. Summary of Significant Accounting Items

(I) Cash and Cash Equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 11,780	\$ 396	\$ 688
Checking accounts and demand deposits	1,028,438	1,426,654	1,237,683
Time deposits	-	3,492	-
Total	<u>\$ 1,040,218</u>	<u>\$ 1,430,542</u>	<u>\$ 1,238,371</u>

1. The Group associates with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
2. The Group has no cash and cash and cash equivalents pledged to others.

(II) Financial assets and liabilities at fair value through profit or loss

Items	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Mandatory financial assets at fair value through profit or loss			
Shares of listed and OTC company	\$ 2,429,861	\$ 3,469,504	\$ 3,938,461
Valuation adjustment	(600,316)	(340,429)	288,129
	<u>\$ 1,829,545</u>	<u>\$ 3,129,075</u>	<u>\$ 4,226,590</u>
Financial liabilities mandatorily measured at fair value through profit or loss			
Convertible bond call/put options	\$ -	(\$ 19,204)	(\$ 12,902)
Non-current items:			
Mandatory financial assets at fair value through profit or loss			
Shares of listed and OTC company	\$ 99,900	\$ 87,400	\$ 99,900
Shares of non-listed and non-OTC company	25,380	125,674	113,390
Limited partnership	117,802	95,302	102,500
	243,082	308,376	315,790
Valuation adjustment	(36,579)	(121,135)	(82,755)
	<u>\$ 206,503</u>	<u>\$ 187,241</u>	<u>\$ 233,035</u>

1. Details of financial assets/liabilities at fair value through profit or loss recognized in profit or loss are as follows:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Financial assets mandatorily measured at fair value through profit or loss		
Shares of listed and OTC company (\$	25,865)	(\$ 365,275)
Convertible bond call/put options	30,694	(7,245)
Beneficiary certificates	-	45
Shares of non-listed and non-OTC company	-	5,729
	<u>\$ 4,829</u>	<u>(\$ 366,746)</u>

	January 1 to September 30, 2025	January 1 to September 30, 2024
Financial assets mandatorily measured at fair value through profit or loss		
Shares of listed and OTC company (\$	415,380)	(\$ 91,206)
Convertible bond call/put options	19,204	(3,726)
Beneficiary certificates	-	45
Shares of non-listed and non-OTC company	-	22,609
	<u>(\$ 396,176)</u>	<u>(\$ 72,278)</u>

2. Please see Note 8 on how the Group provides financial assets at fair value through profit or loss as a pledged collateral.
3. Please see Note 12 (2) and (3) for the price risk and fair value information related to financial assets and liabilities at fair value through profit or loss.

(III) Financial assets measured at amortized cost

Items	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Demand Deposit	\$ 146,221	\$ 148,097	\$ 159,910
Time deposits	<u>145,573</u>	<u>79,437</u>	<u>130,091</u>
	<u>\$ 291,794</u>	<u>\$ 227,534</u>	<u>\$ 290,001</u>
Non-current items:			
Demand Deposit	\$ 382,809	\$ 384,710	\$ 184,610
Time deposits	<u>393,670</u>	<u>282,341</u>	<u>495,479</u>
Total	<u>\$ 776,479</u>	<u>\$ 667,051</u>	<u>\$ 680,089</u>

1. Financial assets at amortized cost is recognized in the profit or loss shown as follows:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Interest income	<u>\$ 2,154</u>	<u>\$ 2,382</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Interest income	<u>\$ 6,838</u>	<u>\$ 7,699</u>

2. As of September 30, 2025, December 31, 2024 and September 30, 2024, without taking into account any collateral held or credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was NT\$1,068,273, NT\$894,585 and NT\$970,090, respectively.
3. Please see Note VIII on how the Group provides financial assets at amortized cost as a

pledged collateral.

(IV) Notes and accounts receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Notes Receivables	<u>\$ 9,998</u>	<u>\$ 167</u>	<u>\$ -</u>
Accounts Receivables	\$ 1,057,074	\$ 1,478,141	\$ 1,499,759
Accounts Receivables—Related Parties	<u>7,444</u>	<u>2,383</u>	<u>3,380</u>
	1,064,518	1,480,524	1,503,139
Less: Loss allowance	<u>(106,559)</u>	<u>(110,762)</u>	<u>(91,859)</u>
	<u>\$ 957,959</u>	<u>\$ 1,369,762</u>	<u>\$ 1,411,280</u>

1. Aging of accounts receivable notes receivable is as follows:

	September 30, 2025		December 31, 2024	
	Accounts Receivables	Notes Receivables	Accounts Receivables	Notes Receivables
Not past due	\$ 808,276	\$ 9,998	\$ 1,041,381	\$ 167
Up to 30 days	118,244	-	142,862	-
31-90 days	16,300	-	116,488	-
91-180 days	10,108	-	43,381	-
More than 181 days past due	<u>111,590</u>	<u>-</u>	<u>136,412</u>	<u>-</u>
	<u>\$ 1,064,518</u>	<u>\$ 9,998</u>	<u>\$ 1,480,524</u>	<u>\$ 167</u>

	September 30, 2024	
	Accounts Receivables	Notes Receivables
Not past due	\$ 1,100,156	\$ -
Up to 30 days	164,132	-
31-90 days	65,409	-
91-180 days	50,810	-
More than 181 days past due	<u>122,632</u>	<u>-</u>
	<u>\$ 1,503,139</u>	<u>\$ -</u>

The above is an aging report based on the number of days past due.

- As of September 30, 2025, December 31 and September 30, 2024, accounts receivable and notes receivable were entirely from contracts with customers. The balances of accounts receivable from contracts with customers as of January 1, 2024 were NT\$1,484,881.
- While not considering collaterals or other credit enhancements, the accounts receivable and notes receivable held by the Group had the maximum exposure to credit risk at NT\$967,957, NT\$1,369,929, and NT\$1,411,280, respectively, as of September 30, 2025, December 31

and September 30 of 2024.

4. Please refer to Note 12 (2) for the information on credit risk of accounts receivable.

(V) Inventories

September 30, 2025			
		(Gain from reversal of) loss allowance on decline in market value of inventories	Book value
	Cost		
Raw materials	\$ 310,613	(\$ 38,627)	\$ 271,986
Work in process	124,868	(15,996)	108,872
Finished goods	192,840	(9,886)	182,954
Merchandise	124,543	(29,678)	94,865
Total	<u>\$ 752,864</u>	<u>(\$ 94,187)</u>	<u>\$ 658,677</u>
December 31, 2024			
		(Gain from reversal of) loss allowance on decline in market value of inventories	Book value
	Cost		
Raw materials	\$ 332,936	(\$ 73,731)	\$ 259,205
Work in process	144,526	(32,529)	111,997
Finished goods	141,455	(25,216)	116,239
Merchandise	259,813	(23,473)	236,340
Total	<u>\$ 878,730</u>	<u>(\$ 154,949)</u>	<u>\$ 723,781</u>
September 30, 2024			
		(Gain from reversal of) loss allowance on decline in market value of inventories	Book value
	Cost		
Raw materials	\$ 347,490	(\$ 71,181)	\$ 276,309
Work in process	170,791	(25,626)	145,165
Finished goods	253,199	(49,118)	204,081
Merchandise	267,192	(16,167)	251,025
Total	<u>\$ 1,038,672</u>	<u>(\$ 162,092)</u>	<u>\$ 876,580</u>

The cost of inventories recognized as losses by the Corporate Group.

July 1 to September 30, 2025	July 1 to September 30, 2024
---------------------------------	---------------------------------

Cost of goods sold	\$	1,344,500	\$	1,406,424
Inventory valuation losses and (recovery gains) or obsolescence losses		3,549		30,442
Revenue from sales of leftovers	(	814)	(	9)
Others		-		1,550
	\$	1,347,235	\$	1,438,407
		January 1 to September 30, 2025		January 1 to September 30, 2024
Cost of goods sold	\$	4,283,863	\$	4,508,241
Inventory valuation losses and (recovery gains) or obsolescence losses	(	12,946)		65,189
Revenue from sales of leftovers	(	2,532)	(	1,136)
Others		-		3,451
	\$	4,268,385	\$	4,575,745

From January 1 to September 30, 2025, part of the inventory for which the provision for impairment losses had been made in the previous period was sold, resulting in a recovery in the net realizable value of the inventory, which was recognized as a reduction in operating costs.

(VI) Investment under Equity Method

	September 30, 2025	December 31, 2024	September 30, 2024
Affiliates:			
Advagene Biopharma Co., Ltd.	\$ 32,390	\$ 56,495	\$ 27,535
Weida Hi-Tech Co., Ltd.	16,721	25,851	25,117
TrueLight Corporation	348,908	388,848	394,827
BKS Tec Corp.	2,272	18,198	22,836
	<u>\$ 400,291</u>	<u>\$ 489,392</u>	<u>\$ 470,315</u>

1. Affiliates

(1) The basic information about the Group's significant related parties is as follows:

Name of Company	Main location of business	Shareholding percentage			Measurement method
		September 30, 2025	December 31, 2024	September 30, 2024	
TrueLight Corporation	Taiwan	12.11%	12.11%	12.11%	Equity method

(2) The summarized financial information about the Group's significant related parties is as follows:

Balance Sheet

TrueLight Corporation			
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 491,017	\$ 729,988	\$ 825,705
Non-Current Assets	653,227	622,913	652,032
Current liabilities	(212,202)	(222,706)	(296,613)
Non-current liabilities	(139,772)	(173,413)	(174,976)
Total net assets	\$ 792,270	\$ 956,782	\$ 1,006,148
Proportion of net assets attributable to the related party	\$ 75,930	\$ 115,870	\$ 121,849
Goodwill	272,978	272,978	272,978
Book value of affiliates	\$ 348,908	\$ 388,848	\$ 394,827

Statement of Comprehensive Income

TrueLight Corporation		
	July 1 to September 30, 2025	July 1 to September 30, 2024
Revenue	\$ 146,464	\$ 127,879
Net income of current period from (\$ continuing operations	51,533)	(\$ 56,087)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 51,533)	(\$ 56,087)
Dividends received from related parties	\$ -	\$ -

TrueLight Corporation		
	January 1 to September 30, 2025	January 1 to September 30, 2024
Revenue	\$ 501,742	\$ 411,799
Net loss of current period from continuing operations	(\$ 104,307)	(\$ 191,129)
Other comprehensive income (net after tax)	-	-
Total comprehensive income for the year	(\$ 104,307)	(\$ 191,129)
Dividends received from related parties	\$ -	\$ -

- (3) The book value and the share of operating results of each of the Group's insignificant affiliates are summarized as follows:

As of September 30, 2025, December 31 and September 30, 2024 the total carrying amount of individual non-material associates of the Group were NT\$51,383, NT\$100,544 and NT\$75,488, respectively.

	July 1 to September 30, 2025	July 1 to September 30, 2024
Total comprehensive income for the year	(\$ 13,380)	(\$ 9,137)
	January 1 to September 30, 2025	January 1 to September 30, 2024
Total comprehensive income for the year	(\$ 37,774)	(\$ 26,129)

2. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group held 20.20%, 28.20% and 25.62% of shares of Advagene Biopharma Co., Ltd., respectively, and 28.20%, 28.55% and 28.20% of shares of Weida Hi-Tech Co., Ltd., respectively, making it the single largest shareholder in each case. However, the Group did not hold a majority of the Board of Directors' seats and therefore did not participate in all operational decisions and business policies including strategic decisions (e.g., financing, acquisitions, personnel and dividend policies, etc.) of Advagene Biopharma Co., Ltd. and Weida Hi-Tech Co., Ltd. The Group's shareholdings alone did not meet the required attendance percentage at shareholders' meetings, indicating that the Group has no power to direct relevant activities and therefore the Group does not have control over the company and has only significant influence.
3. The Group sold the shares of Advagene Biopharma Co., Ltd. from January to September 2025, resulting in a decrease in shareholding from 25.62% to 20.20%; a gain on disposal of investments of NT\$50,098 was recognized.
4. In March 2024, the Group acquired 13,500 thousand common shares of TrueLight Corporation through private placement with an investment amount of NT\$410,400. As of June 30, 2025, the shareholding ratio was 12.11%, making the Group the single largest shareholder of the company. However, the Group's shareholding does not reach the statutory attendance percentage of shareholders meetings, indicating that the Group has no actual ability to direct relevant activities. Therefore, it is judged that the Group has no control over the company, and only has significant influence on it.
5. In April 2024, the Group acquired 6,000 thousand common shares of BKS Tec Corp. through capital increase in cash, with an investment amount of NT\$30,000. As of September 30, 2025, the shareholding ratio was 38.91%, making the Group the single largest shareholder of the company. However, the Group did not hold a majority of the Board of Directors' seats and therefore did not actually participate in the business decisions and operating policies, including strategic decisions (such as financing, acquisitions, personnel and dividend policies) of BKS Tec Corp. The Group's shareholding alone does not reach the statutory attendance percentage of shareholders meetings, indicating that the Group has no actual ability to direct relevant activities. Therefore it is judged that the Group has no control over the company, and only has significant influence on it.

6. For July 1 to September 30, 2025 and 2024, and January 1 to September 30, 2025 and 2024, the audited company TrueLight Corporation, the investment income (loss) of long-term equity investments using the equity method is recognized based on the financial statements compiled by the investees for the same period while not being reviewed by a CPA.

(Blank below)

(VII) Property, plant and equipment

	Buildings and structures (including land)	Machinery and equipment	Office equipment	Transportation equipment	Mold equipment	Other equipment	Unfinished construction and equipment under acceptance	Total
January 1, 2025								
Cost	\$ 3,057,156	\$ 9,602,172	\$ 107,518	\$ 9,327	\$ 65,095	\$ 990,567	\$ 1,588,591	\$ 15,420,426
Accumulated depreciation and impairments	(1,156,092)	(3,363,404)	(68,073)	(5,607)	(36,357)	(408,752)	-	(5,038,285)
	<u>\$ 1,901,064</u>	<u>\$ 6,238,768</u>	<u>\$ 39,445</u>	<u>\$ 3,720</u>	<u>\$ 28,738</u>	<u>\$ 581,815</u>	<u>\$ 1,588,591</u>	<u>\$ 10,382,141</u>
<u>2025</u>								
January 1	\$ 1,901,064	\$ 6,238,768	\$ 39,445	\$ 3,720	\$ 28,738	\$ 581,815	\$ 1,588,591	\$ 10,382,141
Add - Cost	42,732	78,833	6,183	770	-	51,985	834,824	1,015,327
Disposals - Cost	-	(466,318)	(1,048)	(1,983)	(5,338)	(1,857)	-	(476,544)
Disposal - Accumulated depreciation	-	401,368	1,048	1,789	5,338	1,857	-	411,400
Depreciation	(171,793)	(732,741)	(14,246)	(969)	(5,732)	(130,861)	-	(1,056,342)
Reclassification	(15,552)	891,946	404	-	4,925	(6,519)	(943,470)	(68,266)
September 30	<u>\$ 1,756,451</u>	<u>\$ 6,411,856</u>	<u>\$ 31,786</u>	<u>\$ 3,327</u>	<u>\$ 27,931</u>	<u>\$ 496,420</u>	<u>\$ 1,479,945</u>	<u>\$ 10,207,716</u>
September 30, 2025								
Cost	\$ 3,084,336	\$ 10,106,633	\$ 113,057	\$ 8,114	\$ 64,682	\$ 1,034,176	\$ 1,479,945	\$ 15,890,943
Accumulated depreciation and impairments	(1,327,885)	(3,694,777)	(81,271)	(4,787)	(36,751)	(537,756)	-	(5,683,227)
	<u>\$ 1,756,451</u>	<u>\$ 6,411,856</u>	<u>\$ 31,786</u>	<u>\$ 3,327</u>	<u>\$ 27,931</u>	<u>\$ 496,420</u>	<u>\$ 1,479,945</u>	<u>\$ 10,207,716</u>

	Buildings and structures (including land)	Machinery and equipment	Office equipment	Transportation equipment	Mold equipment	Other equipment	Unfinished construction and equipment under acceptance	Total
January 1, 2024								
Cost	\$ 2,966,356	\$ 8,379,360	\$ 89,028	\$ 11,826	\$ 337,978	\$ 764,529	\$ 1,162,876	\$ 13,711,953
Accumulated depreciation and impairments	(938,487)	(2,680,006)	(50,616)	(6,892)	(303,317)	(240,244)	-	(4,219,562)
	<u>\$ 2,027,869</u>	<u>\$ 5,699,354</u>	<u>\$ 38,412</u>	<u>\$ 4,934</u>	<u>\$ 34,661</u>	<u>\$ 524,285</u>	<u>\$ 1,162,876</u>	<u>\$ 9,492,391</u>
2024								
January 1	\$ 2,027,869	\$ 5,699,354	\$ 38,412	\$ 4,934	\$ 34,661	\$ 524,285	\$ 1,162,876	\$ 9,492,391
Add - Cost	31,165	410,107	17,976	500	2,861	130,541	969,628	1,562,778
Disposals - Cost	-	(141,322)	(1,676)	-	-	(130)	-	(143,128)
Disposal - Accumulated depreciation	-	118,413	980	-	-	130	-	119,523
Depreciation	(165,432)	(603,993)	(13,744)	(1,127)	(7,300)	(113,798)	-	(905,394)
Reclassification	<u>53,473</u>	<u>711,146</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,604</u>	<u>(793,213)</u>	<u>(3,990)</u>
September 30	<u>\$ 1,947,075</u>	<u>\$ 6,193,705</u>	<u>\$ 41,948</u>	<u>\$ 4,307</u>	<u>\$ 30,222</u>	<u>\$ 565,632</u>	<u>\$ 1,339,291</u>	<u>\$ 10,122,180</u>
September 30, 2024								
Cost	\$ 3,084,274	\$ 9,359,291	\$ 105,328	\$ 12,326	\$ 340,839	\$ 919,544	\$ 1,339,291	\$ 15,124,893
Accumulated depreciation and impairments	(1,101,199)	(3,165,586)	(63,380)	(8,019)	(310,617)	(353,912)	-	(5,002,713)
	<u>\$ 1,947,075</u>	<u>\$ 6,193,705</u>	<u>\$ 41,948</u>	<u>\$ 4,307</u>	<u>\$ 30,222</u>	<u>\$ 565,632</u>	<u>\$ 1,339,291</u>	<u>\$ 10,122,180</u>

1. The Group had no interest capitalization for investment property during the period between January 1 and September 30, 2025 and 2024.
2. The major components of the Group's houses and buildings include land, buildings and factory renovation projects. Except for land, they are depreciated for 3 to 60 years.
3. Information on property, plant and equipment pledged to others as collateral is provided in Note 8.
4. The abovementioned property, plant and equipment of the Group are for self-use.

(VIII) Leasing arrangements - lessee

1. The underlying assets leased by the Group include land, buildings and company vehicles. Leasing contracts are typically made for periods of 3 to 20 years. Lease contracts are negotiated separately and include a variety of terms and conditions. There are no restrictions for the leased assets, except that they cannot be used as loan collaterals.
2. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
	Book value	Book value	Book value
Land	\$ 310,094	\$ 331,679	\$ 336,249
Buildings and structures	6,420	15,268	14,791
Transportation equipment (company vehicles)	12,655	17,911	14,455
Other equipment	55,651	59,406	60,291
	<u>\$ 384,820</u>	<u>\$ 424,264</u>	<u>\$ 425,786</u>

	July 1 to September 30, 2025	July 1 to September 30, 2024
	Depreciation	Depreciation
Land	\$ 4,178	\$ 5,214
Buildings and structures	3,047	2,701
Transportation equipment (company vehicles)	2,443	2,743
Other equipment	1,204	1,078
	<u>\$ 10,872</u>	<u>\$ 11,736</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
	Depreciation	Depreciation
Land	\$ 13,125	\$ 18,216
Buildings and structures	9,055	9,126
Transportation equipment (company vehicles)	7,930	8,686
Other equipment	3,612	2,725
	<u>\$ 33,722</u>	<u>\$ 38,753</u>

3. For the period between January 1 and September 30, 2025 and 2024, the decrease in the right-of-use assets was NT\$5,722 and NT\$90,091, respectively.

4. The information on profit or loss items related to lease contracts is as follows:

	July 1 to September 30, 2025	July 1 to September 30, 2024
<u>Items affecting current profit and loss</u>		
Interest expenses on lease liabilities	\$ 1,485	\$ 1,678
Expenses for short-term lease contracts	1,029	1,337
Lease of low-value assets	357	354
Gain on lease modifications	-	1,546
	January 1 to September 30, 2025	January 1 to September 30, 2024
<u>Items affecting current profit and loss</u>		
Interest expenses on lease liabilities	\$ 4,591	\$ 5,490
Expenses for short-term lease contracts	2,411	4,071
Lease of low-value assets	1,411	1,579
Gain on lease modifications	32	3,005

5. The total lease cash outflow of the Group for January 1 to September 30, 2025 and 2024 was NT\$40,481 and NT\$47,208, respectively.

6. Options to extend or terminate leases

In determining lease terms, the Group takes into consideration all facts and circumstances that create economic incentives to exercise an option to extend or terminate leases. The assessment of lease period is reviewed if a significant event occurs which affects the assessment of options to extend or options not to terminate.

(IX) Leasing arrangements - lessor

1. The Group leases out assets such as buildings. The lease contracts are typically made for periods of 1 to 2 years. The terms of lease contracts are negotiated separately and include various terms and conditions. In order to preserve the condition of leased assets, the Group usually requires lessees not to pledge the underlying leased assets.
2. The Group's rent receivable has no overdue payment, and the credit risk loss amount is not significant after assessment.
3. The Group recognized rental income of NT\$5,735, NT\$5,285, NT\$17,933 and NT\$15,863 based on operating lease contracts in the periods between July 1 and September 30 of 2025 and 2024 and between January 1 and September 30 of 2025 and 2024, respectively, and none of the lease contracts were variable lease payments.
4. The maturity analysis of the undiscounted lease payments under the operating leases is as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
2025	\$ 4,087	\$ 18,261	\$ 4,667

(X) Real estate investment

	<u>Buildings and structures</u>
January 1, 2025	
Cost	\$ 192,176
Accumulated depreciation	(25,067)
	<u>\$ 167,109</u>
<u>January 1, 2025</u>	
	\$ 167,109
Reclassification for the period -- Cost	16,874
Reclassification for the period -- Accumulated depreciation	(1,322)
Depreciation	(2,796)
September 30	<u>\$ 179,865</u>
September 30, 2025	
Cost	\$ 209,050
Accumulated depreciation	(29,185)
	<u>\$ 179,865</u>
	<u>Buildings and structures</u>
January 1, 2024	
Cost	\$ 192,176
Accumulated depreciation	(21,676)
	<u>\$ 170,500</u>
<u>January 1, 2024</u>	
	\$ 170,500
Depreciation	(2,544)
September 30	<u>\$ 167,956</u>
September 30, 2024	
Cost	\$ 192,176
Accumulated depreciation	(24,220)
	<u>\$ 167,956</u>

1. Rental income and direct operating expenses of investment real estate:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Rental income from investment property	\$ 5,059	\$ 5,888
Direct operating expenses incurred by investment property that generates rental income for the period	\$ 935	\$ 877
	January 1 to September 30, 2025	January 1 to September 30, 2024
Rental income from investment property	\$ 15,913	\$ 15,863
Direct operating expenses incurred by investment property that generates rental income for the period	\$ 3,185	\$ 2,610

2. The fair value of investment property held by the Group as of September 30, 2025, December 31, 2024 and September 30, 2024 was NT\$263,912, NT\$271,457, and NT\$159,992, respectively, which were measured using income approach and were classified as Level 3 fair value with the following key assumptions:

	September 30, 2025	December 31, 2024	September 30, 2024
Discount rate	3.88%~5.50%	3.36%~5.65%	2.79%~4.23%
Annual rent (net income)	\$ 20,360	\$ 17,955	\$ 14,050
Number of years	45~50	45~50	45~50

3. No interest was capitalized for investment property during the period between January 1 and September 30, 2025 and 2024.
4. As of September 30, 2025, December 31, 2024 and September 30, 2024, the investment property was pledged as collateral, please refer to Note 8 for details.

(XI) Intangible assets

2025

	Trademark and concession	Computer software	Patents	Others	Goodwill	Total
January 1						
Cost	\$276,588	\$126,820	\$179,698	\$33,333	\$295,626	\$912,065
Accumulated amortization and impairments	(96,765)	(95,181)	(25,727)	(12,222)	(27,390)	(257,285)
	<u>\$179,823</u>	<u>\$ 31,639</u>	<u>\$153,971</u>	<u>\$21,111</u>	<u>\$268,236</u>	<u>\$654,780</u>
January 1	\$179,823	\$ 31,639	\$153,971	\$21,111	\$268,236	\$654,780
Add - Cost	-	2,659	-	-	-	2,659
Amortization expense	(20,312)	(20,879)	(11,790)	(5,000)	-	(57,981)
Reclassification	-	-	(337)	-	-	(337)
Impairment loss	-	-	-	-	(59,165)	(59,165)
September 30	<u>\$159,511</u>	<u>\$ 13,419</u>	<u>\$141,844</u>	<u>\$16,111</u>	<u>\$209,071</u>	<u>\$539,956</u>
September 30						
Cost	\$276,588	\$129,479	\$179,361	\$33,333	\$295,626	\$914,387
Accumulated amortization and impairments	(117,077)	(116,060)	(37,517)	(17,222)	(86,555)	(374,431)
	<u>\$159,511</u>	<u>\$ 13,419</u>	<u>\$141,844</u>	<u>\$16,111</u>	<u>\$209,071</u>	<u>\$539,956</u>

	2024					
	Trademark and concession	Computer software	Patents	Others	Goodwill	Total
January 1						
Cost	\$280,614	\$139,950	\$149,599	\$33,333	\$295,626	\$899,122
Accumulated amortization and impairments	(79,082)	(84,083)	(4,222)	-	-	(167,387)
	<u>\$201,532</u>	<u>\$ 55,867</u>	<u>\$145,377</u>	<u>\$33,333</u>	<u>\$295,626</u>	<u>\$731,735</u>
January 1	\$201,532	\$ 55,867	\$145,377	\$33,333	\$295,626	\$731,735
Add - Cost	4,900	776	2,800	-	-	8,476
Amortization expense	(19,835)	(21,647)	(14,205)	(10,555)	-	(66,242)
Impairment loss	-	-	-	-	(27,390)	(27,390)
September 30	<u>\$186,597</u>	<u>\$ 34,996</u>	<u>\$133,972</u>	<u>\$22,778</u>	<u>\$268,236</u>	<u>\$646,579</u>
September 30						
Cost	\$285,514	\$140,726	\$152,399	\$33,333	\$295,626	\$907,598
Accumulated amortization and impairments	(98,917)	(105,730)	(18,427)	(10,555)	(27,390)	(261,019)
	<u>\$186,597</u>	<u>\$ 34,996</u>	<u>\$133,972</u>	<u>\$22,778</u>	<u>\$268,236</u>	<u>\$646,579</u>

1. Goodwill is allocated to the Group's cash generating unit identified according to the operating segments:

September 30, 2025		December 31, 2024	
Photomask and semiconductor segment	Medical segment	Photomask and semiconductor segment	Medical segment
<u>\$ 165,823</u>	<u>\$ 43,248</u>	<u>\$ 224,988</u>	<u>\$ 43,248</u>
September 30, 2024			
Photomask and semiconductor segment	Medical segment		
<u>\$ 224,988</u>	<u>\$ 43,248</u>		

2. For the impairment of intangible assets, please refer to Note 6 (12).

(XII) Impairment of non-financial assets

1. The details of the impairment loss of goodwill recognized by the Group from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024 by department are disclosed as follows:

	Recognized in profit or loss	
	July 1 to September 30, 2025	July 1 to September 30, 2024
Photomask and semiconductor segment	\$ 35,499	\$ -
	Recognized in profit or loss	
	January 1 to September 30, 2025	January 1 to September 30, 2024
Photomask and semiconductor segment	\$ 59,165	\$ 27,390

2. As business conditions were not as good as expected, and the recoverable amount was estimated to be less than the book value, an impairment loss of NT\$59,165 and NT\$27,390 was recognized in the first quarter of 2025 and 2024, respectively.

The recoverable amount of the Group is assessed based on the value in use. The value in use is calculated based on the pre-tax cash flow forecast of the financial budget approved by the management. The main assumptions used to calculate the value in use are as follows:

- (1) Revenue growth rate: Reference to market-related information and estimated based on the planned operating sales plan.
- (2) Margin rate: Reference to historical values and estimated based on the planned operating sales plan.
- (3) Discount rate: The pre-tax ratio and reflects the specific risks of the relevant operating segments.

(XIII) Other Non-Current Assets

	September 30, 2025	December 31, 2024	September 30, 2024
Prepayments for equipment	\$ 296,826	\$ 427,812	\$ 565,511
Refundable Deposit	52,640	76,558	87,513
Others	1,179	2,091	1,931
Total	\$ 350,645	\$ 506,461	\$ 654,955

(XIV) Short Term Loans

Type of borrowings	September 30, 2025	Range of interest rate	Collateral
Bank borrowings			
Credit loan	\$ 2,135,789	1.25%~3.874%	None
Secured borrowings	2,313,439	1.825%~3.125%	Certificates of deposit, reserve accounts (Note), stocks of listed and OTC companies and treasury stock
Other borrowings (Related Parties)			
Credit loan	108,325	2.7%	None
	<u>\$ 4,557,553</u>		
Type of borrowings	December 31, 2024	Range of interest rate	Collateral
Bank borrowings			
Credit loan	\$ 2,365,712	1.88%~4.09%	None
Secured borrowings	3,723,674	0.5%~3.61%	Certificates of deposit, reserve accounts (Note), stocks of listed and OTC companies and treasury stock
Other borrowings (Related Parties)			
Credit loan	110,969	2.7%	None
	<u>\$ 6,200,355</u>		
Type of borrowings	September 30, 2024	Range of interest rate	Collateral
Bank borrowings			
Credit loan	\$ 2,396,146	1.43%~4.09%	None
Secured borrowings	3,867,260	0.5%~4.01%	Certificates of deposit, reserve accounts (Note), stocks of listed and OTC companies and treasury stock
Other borrowings			
Credit loan	75,000	2.7%	None
	<u>\$ 6,338,406</u>		

For the periods between July 1 and September 30, 2025 and 2024 and between January 1 and September 30, 2025 and 2024, the interest expenses recognized in profit and loss were NT\$27,779, NT\$35,700, NT\$92,035 and NT\$104,273, respectively.

Note: The responsible person of the subsidiary is the joint guarantor.

(XV) Other Payables

	September 30, 2025	December 31, 2024	September 30, 2024
Payable on machinery and equipment	\$ 470,360	\$ 649,734	\$ 529,916
Machine maintenance payable	243,093	55,693	54,297
Payroll and bonus payable	155,238	156,053	126,801
Remunerations payable to employees and directors	146	168	34,448
Others	501,769	375,181	459,260
	<u>\$ 1,370,606</u>	<u>\$ 1,236,829</u>	<u>\$ 1,204,722</u>

(XVI) Corporate bonds payable

	September 30, 2025	December 31, 2024	September 30, 2024
Corporate bonds payable	\$ 4,300,000	\$ 4,300,000	\$ 4,300,000
Less: Amount of exercised conversion options	(325,200)	(325,200)	(325,200)
Less: Discount on corporate bonds payable	(4,925)	(32,828)	(37,486)
	3,969,875	3,941,972	3,937,314
Less: Corporate bonds with the put option exercised	(1,576,900)	(33,400)	(33,400)
Less: Corporate bonds redeemed early	(299,416)	(299,416)	(299,417)
Less: Corporate bonds with the call option exercised in one year	(97,021)	-	-
	<u>\$ 1,996,538</u>	<u>\$ 3,609,156</u>	<u>\$ 3,604,497</u>

1. The terms of issuance for the Group's 3rd domestic unsecured convertible bonds are as follows:

- (1) The Group has been approved by the competent authority to raise and issue NT\$2,000,000 of the 3rd domestic unsecured convertible bonds, with a coupon rate of 0% and an issuance period of 5 years from August 3, 2021 to August 3, 2026. The convertible bonds are repayable in cash at par value on maturity. The convertible bonds were listed for trading on August 3, 2021.
- (2) The bondholders may request the conversion of the convertible bonds into the Group's common shares at any time from the day after the expiration of three months from the date of issuance of the corporate bonds to the maturity date, except during the period when the transfer of the corporate bonds is suspended in accordance with the regulations or laws, and the rights and obligations of the converted common shares are the same as those of the original issued common shares.

- (3) The conversion price of the convertible bonds is determined in accordance with the pricing model stipulated in the Measures, and the conversion price will be adjusted in accordance with the pricing model stipulated in the Conversion Measures in the event that the Group is subject to anti-dilution provisions. The conversion price will be reset on the base date set by the Regulations in accordance with the pricing model stipulated in the Conversion Measures. As of September 30, 2025, the conversion price was NT\$74.50 per share.
 - (4) If the closing price of the Company's common stock exceeds 30% of the then conversion price for 30 consecutive business days from the day following the third month of the issuance of the convertible bonds to the 40th business day prior to the expiration of the issuance period, the Company may redeem the outstanding corporate bonds within the next 30 business days at the par value of the corporate bonds in cash.
 - (5) If the outstanding balance of the convertible bonds is less than 10% of the total par value of the corporate bonds issued, the Company may redeem the convertible bonds at any time thereafter for cash at the par value of the corporate bonds, from the day following the third month of the issuance of the corporate bonds to the 40th business day prior to the expiration of the issuance period.
 - (6) As of September 30, 2025, a total amount of NT\$325,200 had been converted into 3,743 thousand shares of common stock.
 - (7) As of September 30, 2025, 15,769 convertible bonds were redeemed at the price of NT\$100 per bond; the repurchase amount was NT\$1,576,900.
 - (8) During the issuance of the convertible bonds of the Group, according to the regulations of IAS 32 "Financial Instruments: Presentation", the conversion right of equity nature is separated from the liability component, which is recognized under the "Capital surplus - subscription right" at an amount of NT\$406,616. The embedded repurchase and repurchase rights are separated from the principal contractual debt instruments in accordance with IFRS 9, "Financial Instruments", because they are not closely related to the economic characteristics and risks of the principal contractual debt instruments, and are recorded as "financial assets or liabilities at fair value through profit or loss" on a net basis. The effective interest rate of the master contract debt after the separation was 0.0902%.
2. First series domestic secured corporate bonds
- In order to raise the Group's working capital, the board of directors resolved to approve on August 5, 2022 the issue of the first series domestic secured corporate bond. The issue has been reported to and approved by the Taipei Exchange, and the terms are as follows:
- (1) Total amount of issue: According to the different issue conditions, there are two types of bonds, A and B, of which A is issued with an amount of NT\$300,000, and B is issued with an amount of NT\$200,000, totaling NT\$500,000.
 - (2) Issue period: Five years, issued on September 28, 2022, and matured on September 28, 2027.
 - (3) Coupon rate and repayment method of principal and interest: Both Bond A and Bond B have a fixed annual coupon rate of 1.80%. Simple interest is calculated and paid once a year, and the principal is repaid in cash at the face value of the bond at maturity.
 - (4) Guarantee method: The Company's bonds are guaranteed by the joint delegation guarantee contract signed and the obligation and the contract of guarantee for the

performance of corporate bonds signed by major banks.

3. Second series domestic secured convertible corporate bonds

In order to raise the Group's working capital, the board of directors resolved to approve on August 5, 2022 the issue of the second series domestic secured convertible corporate bond. The issue has been reported to and approved by the Taipei Exchange, and the terms are as follows:

- (1) Total amount of issue: According to the different issue conditions, there are two types of bonds, A and B, of which A is issued with an amount of NT\$200,000, and B is issued with an amount of NT\$300,000, totaling NT\$500,000.
- (2) Issue period: Five years, issued on December 27, 2022, and matured on December 27, 2027.
- (3) Coupon rate and repayment method of principal and interest: Bond A has a fixed annual coupon rate of 2.20% and Bond B has a fixed annual coupon rate of 2.38%. Simple interest is calculated and paid once a year, and the principal is repaid in cash at the face value of the bond at maturity.
- (4) Guarantee method: The Company's bonds are guaranteed by the joint delegation guarantee contract signed and the obligation and the contract of guarantee for the performance of corporate bonds signed by major banks.
- (5) Upon the resolution of the Group's board of directors on May 27, 2024, the Chairman was authorized to repurchase all the second series domestic secured convertible corporate bonds B issued by the Company in 2022 from the securities dealer's office for cancellation and delisting. As the early repurchase was near the expiration of principal repayment of NT\$300,000 on June 24, the delisting from Taipei Exchange was determined to be done on June 25, 2024.

4. Third series domestic secured convertible corporate bonds

In order to raise the Group's working capital, the board of directors resolved to approve on August 4, 2023 the issue of the third series domestic secured convertible corporate bond. The issue has been reported to and approved by the Taipei Exchange, and the terms are as follows:

- (1) Total amount issued: NT\$300,000 in total.
- (2) Issuance period: Five years from issuance on August 28, 2023 to expiration on August 28, 2028.
- (3) Coupon rate and method of repayment of principal and interest: The coupon rate is a fixed interest rate of 1.62% per annum, and the simple interest is calculated once a year. At maturity, the principal is repaid in cash based on the face value of the bond.
- (4) Guarantee method: The Company's bonds are guaranteed by the joint delegation guarantee contract signed and the obligation and the contract of guarantee for the performance of corporate bonds signed by major banks.

5. Fourth series domestic secured convertible corporate bonds

In order to raise the Group's working capital, the board of directors resolved to approve on August 4, 2023 the issue of the fourth series domestic secured convertible corporate bond. The issue has been reported to and approved by the Taipei Exchange, and the terms are as follows:

- (1) Total amount issued: NT\$500,000 in total.

- (2) Issuance period: Five years from issuance on December 12, 2023 to expiration on December 12, 2028.
- (3) Coupon rate and method of repayment of principal and interest: The coupon rate is a fixed interest rate of 1.8% per annum, and the simple interest is calculated once a year. At maturity, the principal is repaid in cash based on the face value of the bond.
- (4) Guarantee method: The Company's bonds are guaranteed by the joint delegation guarantee contract signed and the obligation and the contract of guarantee for the performance of corporate bonds signed by major banks.

6. Fifth series domestic secured convertible corporate bonds

In order to raise the Group's working capital, the board of directors resolved to approve on August 1, 2024 the issue of the fifth series domestic secured convertible corporate bond. The issue has been reported to and approved by the Taipei Exchange, and the terms are as follows:

- (1) Total amount issued: NT\$500,000 in total.
- (2) Issuance period: Five years from issuance on August 1, 2024 to expiration on August 1, 2029.
- (3) Coupon rate and method of repayment of principal and interest: The coupon rate is a fixed interest rate of 2.2% per annum, and the simple interest is calculated once a year. At maturity, the principal is repaid in cash based on the face value of the bond.
- (4) Guarantee method: The Company's bonds are guaranteed by the joint delegation guarantee contract signed and the obligation and the contract of guarantee for the performance of corporate bonds signed by major banks.

(Blank below)

(XVII) Long-term Loans

Type of borrowings	Borrowing period and payment method	Range of interest rate	Collateral	September 30, 2025
Long-term bank borrowings				
Credit loan	From May 23, 2024 to August 28, 2029, to be repaid in installments and installments over the agreed period	2.22%~ 3.95%	None (Note)	\$ 14,769
Secured borrowings	From January 28, 2022 to December 21, 2027, to be repaid in installments and installments over the agreed period	2.68%~ 2.93%	Houses and buildings, machinery equipment and investment property	740,000
Secured borrowings	From December 28, 2022 to December 28, 2032, repayable in portions and in installments during the term specified in the agreement	2.30%~ 2.58%	Houses and buildings and investment property	1,148,684
Secured borrowings	From July 26, 2023 to July 26, 2038, to be repaid in installments and installments over the agreed period	2.68%~ 3.23%	Plant and land	273,477
Secured borrowings	From December 27, 2022 to March 24, 2030, to be repaid in installments and installments over the agreed period	2.33%~ 3.02%	Machinery and equipment	1,132,453
Other long-term borrowings				
Credit loan	From August 2, 2024 to January 2, 2027, to be repaid in installments and installments over the agreed period	5.36%~ 6.01%	None	31,754
Secured borrowings	From August 30, 2021 to March 28, 2029, to be repaid in installments and installments over the agreed period	3.00%~ 8.20%	Machinery and equipment	792,737
Secured borrowings	From June 10, 2022 to July 28, 2028, to be repaid in installments and installments over the agreed period	3.44%~ 6.54%	Machine and equipment, land, buildings and structures	239,387
				-
				4,373,261
Less: Current portion of long-term borrowings				(1,567,015)
				<u>\$ 2,806,246</u>

Note: The responsible person of the subsidiary is the joint guarantor.

Type of borrowings	Borrowing period and payment method	Range of interest rate	Collateral	December 31, 2024
Long-term bank borrowings				
Credit loan	From May 23, 2024 to August 28, 2029, to be repaid in installments and installments over the agreed period	2.22%~3.95%	None	\$ 23,696
Credit loan	From January 24, 2022 to January 24, 2027, to be repaid in installments and installments over the agreed period	3.13%	None (Note)	4,335
Secured borrowings	From January 28, 2022 to January 27, 2027, to be repaid in installments and installments over the agreed period	2.68%	Houses and buildings, machinery equipment and investment property	750,000
Secured borrowings	From December 27, 2022 to August 23, 2029, to be repaid in installments and installments over the agreed period	2.30%~2.58%	Houses and buildings and investment property	1,365,789
Secured borrowings	From July 26, 2023 to July 26, 2038, to be repaid in installments and installments over the agreed period	2.45%~3.23%	Plant and land	183,964
Secured borrowings	From October 29, 2021 to May 20, 2029, to be repaid in installments and installments over the agreed period	2.33%~4.47%	Machinery and equipment	974,629
Other long-term borrowings				
Credit loan	From June 9, 2023 to August 2, 2026, to be repaid in installments and installments over the agreed period	4.19%~7.80%	None	129,052
Secured borrowings	From July 29, 2021 to March 28, 2029, to be repaid in installments and installments over the agreed period	2.26%~8.20%	Machinery and equipment	876,754
Secured borrowings	From June 28, 2023 to June 28, 2025, to be repaid in installments and installments over the agreed period	4.06%	Machine and equipment, land, buildings and structures	6,868
				-
				4,315,087
Less: Current portion of long-term borrowings				(1,242,279)
				<u>\$ 3,072,808</u>

Type of borrowings	Borrowing period and payment method	Range of interest rate	Collateral	September 30, 2024
Long-term bank borrowings				
Secured borrowings	From December 27, 2022 to December 28, 2032, repayable in portions and in installments during the term specified in the agreement	2.30%~2.47%	Houses and buildings and investment property	\$ 1,388,158
Secured borrowings	From January 28, 2022 to January 28, 2027, to be repaid in installments and installments over the agreed period	2.68%	Houses and buildings, machinery equipment and investment property	750,000
Secured borrowings	From July 26, 2023 to July 25, 2038, to be repaid in installments and installments over the agreed period	2.45%~3.23%	Plant and land	174,179
Secured borrowings	From January 5, 2021 to July 5, 2028, to be repaid in installments and installments over the agreed period	2.38%~4.34%	Machinery and equipment	1,125,423
Credit loan	From January 24, 2022 to August 28, 2029, to be repaid in installments and installments over the agreed period	3.23%~3.95%	None (Note)	31,453
Other long-term borrowings				
Secured borrowings	From March 25, 2021 to March 28, 2029, to be repaid in installments and installments over the agreed period	2.45%~8.20%	Machinery and equipment	615,361
Secured borrowings	From June 10, 2022 to July 28, 2028, to be repaid in installments and installments over the agreed period	2.26%~5.25%	Houses, buildings, machinery and equipment, and land	339,318
Credit loan	From December 30, 2021 to August 2, 2026, to be repaid in installments and installments over the agreed period	4.67%~7.80%	None	215,125
				-
				4,639,017
Less: Current portion of long-term borrowings				(1,244,410)
				<u>\$ 3,394,607</u>

Note: The responsible person of the subsidiary is the joint guarantor.

(XVIII) Pensions

1. (1) The Company and its domestic subsidiaries operate a defined benefit pension plan in accordance with the Labor Standards Act, which cover all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last six months prior to retirement. The Company and its domestic subsidiaries contribute a monthly amount equal to 2% of employees' monthly salaries and wages to a retirement fund at the Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by the end of next March.
- (2) For the periods between July 1 and September 30 of 2025 and 2024, and between January 1 and September 30 of 2025 and 2024, the pension costs recognized by the Corporate Group in accordance with the aforementioned pension measures were NT\$533, NT\$533, NT\$1,600, and NT\$1,600, respectively.
- (3) The expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2026 are NT\$2,133.
2. (1) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (hereinafter referred to as the "New Plan") under the Labor Pension Act (hereinafter referred to as the "Act"), covering all regular employees with domestic citizenship. Under the New Plan, the Company and its domestic subsidiaries contribute an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (2) The subsidiaries in China are subject to the pension plan system stipulated by the People's Republic of China (PRC) government. According to the PRC regulations, a certain percentage of the total salary of the local employees is appropriated as pension fund on a monthly basis. Except for the monthly contributions, the Company is not required to bear further obligations.
- (3) For July 1 to September 30 of 2025 and 2024, and January 1 to September 30 of 2025 and 2024, the pension costs recognized by the Corporate Group in accordance with the aforementioned pension measures were NT\$10,299, NT\$14,190, NT\$35,644, and NT\$42,556, respectively.

(XIX) Capital

1. As of September 30, 2025, the Company's authorized capital was NT\$5,000,000, consisting of 500,000 thousand shares (including 20,000 thousand shares which can be subscribed to as employee stock options). The paid-in capital was NT\$3,168,492 at a par value of NT\$10. All proceeds from shares issued have been collected.

The movements in the number of the Company's common stocks outstanding are as follows:

	Unit: Thousand shares	
	2025	2024
January 1	213,663	213,153
Cash capital increase	63,370	-
Subsidiaries donated treasury stock	-	500
Conversion of corporate bonds	-	10
September 30	<u>277,033</u>	<u>213,663</u>

2. Treasury stock

(1) Reasons for repurchase of shares and changes in the quantity:

		September 30, 2025	
Company name of the shareholding	Reasons for buyback	Number of shares (thousand)	Book value
Subsidiary - Guang Ju Holding Co., Ltd. (Note)	Subsidiary holds the company's stock	35,331	\$ 502,776
The Company	Transfer shares to employees	4,485	388,983
		<u>39,816</u>	<u>\$ 891,759</u>

Note: iPro Vision Inc. was renamed Guang Ju Holding Co., Ltd. in August 2025.

		December 31, 2024	
Company name of the shareholding	Reasons for buyback	Number of shares (thousand)	Book value
Subsidiary - Guang Ju Holding Co., Ltd.	Subsidiary holds the company's stock	35,331	\$ 502,776
The Company	Transfer shares to employees	7,462	664,593
		<u>42,793</u>	<u>\$ 1,167,369</u>

		September 30, 2024	
Company name of the shareholding	Reasons for buyback	Number of shares (thousand)	Book value
Subsidiary - Guang Ju Holding Co., Ltd.	Subsidiary holds the company's stock	35,331	\$ 502,776
The Company	Transfer shares to employees	7,462	664,593
		<u>42,793</u>	<u>\$ 1,167,369</u>

(2) The Securities and Exchange Act stipulates that the percentage of the Company's

repurchase of outstanding shares shall not exceed 10% of the Company's total issued shares, and the total value of shares purchased shall not exceed the retained earnings plus the premium of issued shares and the amount of realized capital reserve.

- (3) The treasury stocks bought back by the Company in accordance with the Securities and Exchange Act shall not be pledged. Before transfer, shareholders are not entitled to the shareholders' rights.
- (4) According to the provisions of the Securities and Exchange Act, the share repurchased to be transferred to employees shall be transferred within 5 years from the date of the purchase. If the transfer is not made within the time limit, the shares are deemed as unissued shares, and change of registration shall be made to cancel the shares. In order to maintain the Company's credit and shareholders equity, the shares bought back should have the registration changed to cancel the shares within six months from the date of the purchase.
- (5) The Company's stock held by the subsidiary Guang Ju Holding Co., Ltd. is treated as treasury stock. As of September 30, 2025, December 31, 2024, and September 30, 2024, Guang Ju Holding Co., Ltd. held 35,331 thousand shares of the Company. The average book value per share was NT\$14.23, and the fair value per share was NT\$40.25, NT\$49.25 and NT\$58.3, respectively. The cost of transferring treasury stocks was calculated based on the book amount of the Company's stock held by Guang Ju Holding Co., Ltd. and the Company's indirect shareholding during each period.
- (6) On November 3, 2021, the Board of Directors resolved to purchase 6,000 thousand shares of the Company's stock in the centralized trading market and transfer them to employees. This amount represented 2.37% of the total number of issued shares of the Company. The repurchase of 4,485 thousand shares was completed between November 4, 2021 and January 3, 2022. On January 21, 2022, the Board of Directors approved the transfer of 4,485 thousand shares to employees.
- (7) On May 6, 2022, the Board of Directors resolved to purchase 10,000 thousand shares of the Company's stock in the centralized trading market and transfer them to employees. This amount represented 3.91% of the total number of issued shares of the Company. The repurchase of 10,000 thousand shares was completed between May 9, 2022 and July 8, 2022. On April 14, 2023, the Board of Directors approved the transfer of 10,000 thousand shares to employees, of which 7,023 thousand shares were transferred to employees in June 2023. As of May 5, 2025, there were 2,977 thousand shares not yet transferred to employees. The Board of Directors has resolved on May 5, 2025, to cancel the treasury shares, with a record date for the capital reduction on July 8, 2025, and this part of the shares have been canceled completely.

(XX) Capital surplus

In accordance with the Company Act, any capital surplus arising from paid-in capital in excess of the par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the Securities and Exchange Act requires that the amount of capital surplus to be capitalized, as above, should not exceed 10% of paid-in capital each year. Capital reserves should not be used to cover accumulated deficit unless the legal reserve is insufficient. The following is a breakdown of the capital reserve:

Changes in

	Issue premiums	Trading of treasury stock	ownership interests in subsidiaries recognized	stock option	Equity changes in affiliates	Others	Total
January 1, 2025	\$44,997	\$912,335	\$ 155,293	\$ 288,895	\$ 119,385	\$11,136	\$1,532,041
Cash capital increase	912,528	-	-	-	-	-	912,528
Changes in ownership interests in subsidiaries recognized	-	-	57,918	-	-	-	57,918
Changes in shares of affiliates and joint ventures recognized under the equity method	-	-	-	-	(26,690)	-	(26,690)
Convertible bond put options	(24,911)	-	-	(288,895)	-	313,806	-
Treasury shares canceled	-	(245,840)	-	-	-	-	(245,840)
September 30, 2025	<u>\$932,614</u>	<u>\$666,495</u>	<u>\$ 213,211</u>	<u>\$ -</u>	<u>\$ 92,695</u>	<u>\$324,942</u>	<u>\$2,229,957</u>

	Issue premiums	Trading of treasury stock	Changes in ownership interests in subsidiaries recognized	stock option	Equity changes in affiliates	Others	Total
January 1, 2024	\$44,148	\$859,338	\$ 154,097	\$295,848	\$ 82,220	\$4,308	\$1,439,959
Conversion of convertible bonds	848	-	-	(162)	-	-	686
Redemption of convertible bonds	-	-	-	(6,790)	-	6,790	-
Adjustment of capital reserve by dividends paid to subsidiaries	-	52,997	-	-	-	-	52,997
Changes in ownership interests in subsidiaries recognized	-	-	1,196	-	-	-	1,196
Changes in shares of affiliates recognized under the equity method	-	-	-	-	4,060	3	4,063
September 30, 2024	<u>\$44,996</u>	<u>\$912,335</u>	<u>\$ 155,293</u>	<u>\$288,896</u>	<u>\$ 86,280</u>	<u>\$11,101</u>	<u>\$1,498,901</u>

(XXI) Retained earnings

1. According to the Articles of Incorporation, any surplus from profit concluded at the end of year by the Company is first subject to reimbursement of previous losses and payment of taxes, followed by 10% provision for legal reserve and provision or reversal of special reserve as the laws may require. Any earnings remaining shall be distributed as shareholders' dividends in whole or partially.
2. The Company takes into account the overall business environment, industrial growth, and the Company's long-term financial planning for stable operation and development to adopt a residual dividend policy, which is mainly based on the Company's future capital budgeting plan to measure the annual capital needs. After using the retained earnings for funding, the remaining surplus will be distributed in the form of dividends, and the distribution steps are shown as follows:
 - (1) Decide on the best capital budgeting.
 - (2) Decide on the financing required for one of the capital budgeting items.
 - (3) Decide on the amount of the financing to be supported by retained earnings

(methods such as cash capital increase or corporate bonds and so on can be adopted as support).

- (4) After retaining the portion required for operation needs out of the earnings remainder, the rest should be distributed to shareholders in the form of dividends. Cash dividends distribution proportion should not be lower than 20% of the total amount of dividends for the distribution proportion of the Company's dividends.
3. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of the legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
4. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
5. The shareholders' meeting of the Company has resolved to approve the proposal for covering losses for 2024 on May 28, 2025.
6. The Company's shareholders' meeting resolved on May 27, 2024 to distribute a cash dividend of NT\$1.50 per common share from the 2023 earnings, with a total dividend of NT\$373,477. In addition, due to the conversion of convertible bonds, the number of the Company's outstanding shares changed to 248,994 thousand shares (excluding the treasury stock of 7,462 thousand shares). With the cash dividends remaining at NT\$1.5 per share, the total amount of cash dividends distributed from earnings in 2023 was adjusted to NT\$373,491.

(XXII) Other equity interests

	2025		
	Unrealized gains and losses	Foreign currency translation	Total
January 1	(\$ 2,666)	\$ 22,814	\$ 20,148
Difference in foreign currency translation:			
- Group	391	(26,783)	(26,392)
September 30	(\$ 2,275)	(\$ 3,969)	(\$ 6,244)

	2024		
	Unrealized gains and losses	Foreign currency translation	Total
January 1	(\$ 2,666)	\$ 4,307	\$ 1,641
Difference in foreign currency translation:			
- Group	-	23,713	23,713
September 30	(\$ 2,666)	\$ 28,020	\$ 25,354

(XXIII) Operating income

	July 1 to September 30, 2025	July 1 to September 30, 2024
Revenue from contracts with customers	<u>\$ 1,450,361</u>	<u>\$ 1,795,916</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Revenue from contracts with customers	<u>\$ 4,668,251</u>	<u>\$ 5,643,840</u>

1. Segmentation of revenue from contracts with customers

The Corporate Group derives its revenue from the transfer of goods and services either over time or at a point in time. The revenue can be divided into the following main product lines:

July 1 to September 30, 2025	Photomask and semiconductor segment	Medical segment	Total
Revenue from contracts with external customers	<u>\$ 1,363,438</u>	<u>\$ 86,923</u>	<u>\$ 1,450,361</u>
Income recognized at a particular point in time during income recognition	\$ 510,696	\$ 86,923	\$ 597,619
Income recognized gradually over time	<u>852,742</u>	<u>-</u>	<u>852,742</u>
	<u>\$ 1,363,438</u>	<u>\$ 86,923</u>	<u>\$ 1,450,361</u>
July 1 to September 30, 2024	Photomask and semiconductor segment	Medical segment	Total
Revenue from contracts with external customers	<u>\$ 1,709,889</u>	<u>\$ 86,027</u>	<u>\$ 1,795,916</u>
Income recognized at a particular point in time during income recognition	\$ 570,662	\$ 86,027	\$ 656,689
Income recognized gradually over time	<u>1,139,227</u>	<u>-</u>	<u>1,139,227</u>
	<u>\$ 1,709,889</u>	<u>\$ 86,027</u>	<u>\$ 1,795,916</u>

January 1 to September 30, 2025	Photomask and semiconductor segment	Medical segment	Total
Revenue from contracts with external customers	<u>\$ 4,394,068</u>	<u>\$ 274,183</u>	<u>\$ 4,668,251</u>
Income recognized at a particular point in time during income recognition	\$ 1,565,833	\$ 274,183	\$ 1,840,016
Income recognized gradually over time	<u>2,828,235</u>	<u>-</u>	<u>2,828,235</u>
	<u>\$ 4,394,068</u>	<u>\$ 274,183</u>	<u>\$ 4,668,251</u>
January 1 to September 30, 2024	Photomask and semiconductor segment	Medical segment	Total
Revenue from contracts with external customers	<u>\$ 5,464,489</u>	<u>\$ 179,351</u>	<u>\$ 5,643,840</u>
Income recognized at a particular point in time during income recognition	\$ 1,962,374	\$ 179,351	\$ 2,141,725
Income recognized gradually over time	<u>3,502,115</u>	<u>-</u>	<u>3,502,115</u>
	<u>\$ 5,464,489</u>	<u>\$ 179,351</u>	<u>\$ 5,643,840</u>

2. Contract Asset and Contract Liability

- (1) The Group has recognized the following revenue-related contract assets and contract liabilities:

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Contract Assets	<u>\$ 59,031</u>	<u>\$ 90,967</u>	<u>\$ 77,902</u>	<u>\$ 105,263</u>
Contract Liabilities	<u>\$ 149,503</u>	<u>\$ 64,453</u>	<u>\$ 195,687</u>	<u>\$ 174,538</u>

- (2) Contract liabilities at the beginning of the period recognized as revenue of the period:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Opening balance of contract liabilities recognized in the current period	<u>\$ 1,131</u>	<u>\$ 1,826</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Opening balance of contract liabilities recognized in the current period	<u>\$ 46,273</u>	<u>\$ 123,485</u>

(XXIV) Interest income

	July 1 to September 30, 2025	July 1 to September 30, 2024
Interest from bank deposits	\$ 738	\$ 3,106
Interest income from financial assets measured at amortized cost	2,154	2,382
Other interest incomes	32	41
	<u>\$ 2,924</u>	<u>\$ 5,529</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Interest from bank deposits	\$ 3,891	\$ 13,980
Interest income from financial assets measured at amortized cost	6,838	7,699
Other interest incomes	114	212
	<u>\$ 10,843</u>	<u>\$ 21,891</u>

(XXV) Other Incomes

	July 1 to September 30, 2025	July 1 to September 30, 2024
Rental income	\$ 5,735	\$ 5,285
Dividend income	73,972	115,036
Other income - Others	4,591	2,298
	<u>\$ 84,298</u>	<u>\$ 122,619</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Rental income	\$ 17,933	\$ 15,863
Dividend income	79,102	115,036
Other income - Others	18,823	5,472
	<u>\$ 115,858</u>	<u>\$ 136,371</u>

(XXVI) Other Gains and Losses

	July 1 to September 30, 2025	July 1 to September 30, 2024
Disposal of interests in property, plant and equipment	\$ -	\$ 8,854
Gain (loss) on disposal of investments	907	851
Gain on lease modifications	-	1,546
Foreign currency exchange gain (loss)	9,582	(39,206)
Loss (gain) on financial assets and liabilities at fair value through profit or loss	4,829	(366,746)
Goodwill impairment loss	(35,499)	-
Other losses -- Depreciation of investment properties	(932)	(848)
Loss on bond redemption	(15,234)	-
Other Gains and Losses	488	(485)
	<u>(\$ 35,859)</u>	<u>(\$ 396,034)</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Disposal of interests in property, plant and equipment	\$ 30,032	\$ 22,804
Gain (loss) on disposal of investments	50,098	896
Gain on lease modifications	32	3,005
Foreign currency exchange gains (losses)	(54,895)	15,866
Loss on financial assets and liabilities measured at fair value through profit or loss	(396,176)	(72,278)
Goodwill impairment loss	(59,165)	(27,390)
Other losses -- Depreciation of investment properties	(2,796)	(2,544)
Loss on bond redemption	(15,234)	-
Other Gains and Losses	(2,985)	(513)
	<u>(\$ 451,089)</u>	<u>(\$ 60,154)</u>

(XXVII) Financial Costs

	July 1 to September 30, 2025	July 1 to September 30, 2024
Interest expenses:		
Bank and other borrowings	\$ 58,888	\$ 70,603
Corporate bonds	12,881	13,334
Lease liabilities	1,509	1,678
Others	4	(6)
	<u>\$ 73,282</u>	<u>\$ 85,609</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Interest expenses:		
Bank and other borrowings	\$ 187,284	\$ 203,065
Corporate bonds	41,364	50,491
Lease liabilities	4,615	5,490
Others	16	73
	<u>\$ 233,279</u>	<u>\$ 259,119</u>

(XXVIII) Expenses by nature

	July 1 to September 30, 2025	July 1 to September 30, 2024
Employee benefits expenditure	\$ 249,012	\$ 315,182
Depreciation	366,132	323,082
Amortization	19,023	17,567
	<u>\$ 634,167</u>	<u>\$ 655,831</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Employee benefits expenditure	\$ 858,174	\$ 973,412
Depreciation	1,092,860	946,691
Amortization	57,981	66,242
	<u>\$ 2,009,015</u>	<u>\$ 1,986,345</u>

(XXIX) Employee benefits expenditure

	July 1 to September 30, 2025	July 1 to September 30, 2024
Payroll expenses	\$ 211,271	\$ 259,045
Labor and health insurance fees	19,177	24,737
Pension expense	10,832	14,723
Other personnel expenses	7,732	16,677
	<u>\$ 249,012</u>	<u>\$ 315,182</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Payroll expenses	\$ 709,466	\$ 801,082
Labor and health insurance fees	65,993	76,144
Pension expense	37,244	44,156
Other personnel expenses	45,471	52,030
	<u>\$ 858,174</u>	<u>\$ 973,412</u>

1. According to the Articles of Incorporation, the Company shall distribute not less than 10% of the current year's profit as the employee remuneration, and an amount not less than 10% of the aforementioned employee remuneration shall be distributed as the remuneration of entry-level employees, and an amount not more than 2% of current year's profit shall be distributed as the director remuneration. However, profits must first be taken to offset against cumulative losses, if any.
2. For the Company's remuneration of employees and remuneration of directors for July 1 to September 30, 2025, and January 1 to September 30, 2025, relevant expenses were not estimated for recognition due to a net loss in the current period. The estimated amounts for the Company's remuneration of employees for July 1 to September 30, 2025 and 2024, and January 1 to September, 2025 and 2024 were NT\$(17,000) and NT\$33,000, respectively, and the estimated amounts of remuneration of directors were NT\$(1,400) and NT\$6,400, respectively. The aforementioned amounts were recognized as payroll expenses.

The 2024 remuneration of employees and remuneration of directors as resolved by the Board of Directors are consistent with the amounts recognized in the 2024 financial statements.

Information about employees remuneration and director remuneration of the Company as resolved by the Board of Directors is available on the MOPS.

(XXX) Income tax

1. Income tax expense

Components of income tax expense:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Current tax:		
Current tax on profits for the year	\$ 3,109	\$ 33,244
Additional surtax on undistributed earnings	-	-
Over provision of prior year's income tax	(8,935)	-
Total current tax	(5,826)	33,244
Deferred income tax:		
Origination and reversal of temporary differences	9,838	(7,134)
Total Deferred Income Tax	9,838	(7,134)
Income Tax Expense	\$ 4,012	\$ 26,110
	January 1 to September 30, 2025	January 1 to September 30, 2024
Current tax:		
Current tax on profits for the year	\$ 10,605	\$ 92,193
Additional surtax on undistributed earnings	-	756
Over provision of prior year's income tax	(8,935)	-
Total current tax	1,670	92,949
Deferred income tax:		
Origination and reversal of temporary differences	10,991	(43,792)
Total Deferred Income Tax	10,991	(43,792)
Income Tax Expense	\$ 12,661	\$ 49,157

2. The Company's income tax returns through 2023 have been assessed and approved by the tax authority.

(XXXI) Earnings (loss) per share

		July 1 to September 30, 2025		
		Amount after tax	Weighted average share outstanding (thousand shares)	Loss per share (in dollars)
<u>Basic loss per share</u>				
Net loss attributable to ordinary shareholders of the parent		(\$158,444)	256,369	(\$ 0.62)
		July 1 to September 30, 2024		
		Amount after tax	Weighted average share outstanding (thousand shares)	Loss per share (in dollars)
<u>Basic loss per share</u>				
Net loss attributable to ordinary shareholders of the parent		(\$204,978)	213,660	(\$ 0.96)
		January 1 to September 30, 2025		
		Amount after tax	Weighted average share outstanding (thousand shares)	Loss per share (in dollars)
<u>Basic and diluted loss per share</u>				
Net loss attributable to ordinary shareholders of the parent		(\$811,161)	228,054	(\$ 3.56)
		January 1 to September 30, 2024		
		Amount after tax	Weighted average share outstanding (thousand shares)	Earnings per share (in dollars)
<u>Earnings per share</u>				
Profit attributable to ordinary shareholders of the parent		\$224,382	213,539	\$ 1.05
<u>Diluted Earnings per share</u>				
Profit attributable to ordinary shareholders of the parent		\$224,382	213,539	
Assumed conversion of all dilutive potential ordinary shares				
Convertible bonds		10,597	19,920	
Employee remuneration		-	1,149	
Profit attributable to ordinary shareholders of the parent company plus assumed conversion of all dilutive potential ordinary shares		\$234,979	234,608	\$ 1.00

The weighted average number of shares outstanding for July 1 to September 30, 2025 and

2024, and January 1 to September 30, 2025 and 2024 has deducted the number of shares held by the subsidiary company Guang Ju Holding Co., Ltd. deemed as the Company's treasury stock (the number of shares is based on the Company's shareholding). For July 1 to September 30, 2025 and 2024, and January 1 to September 30, 2025, the Company operated at a loss; therefore, there was no potential dilutive effect of ordinary shares and the diluted loss per share was equal to the basic loss per share.

(XXXII) Supplemental cash flow information

Investing activities with partial cash payments:

	January 1 to September 30, 2025	January 1 to September 30, 2024
Purchase of property, plant and equipment	\$ 1,015,327	\$ 1,562,778
Add: Prepayments for equipment at the end of the period	296,826	565,511
Beginning balance of payable on equipment	649,734	498,861
Less: Prepayments for equipment at the beginning of the period	(427,812)	(422,444)
Ending balance of payable on equipment	(470,360)	(529,916)
Cash paid during the year	<u>\$ 1,063,715</u>	<u>\$ 1,674,790</u>

(XXXIII) Changes in liabilities arising from financing activities

	Short Term Loans	Corporate bonds payable (mature within one year)	Long-term borrowings (including current portion)	Lease liabilities	Guarantee Deposits Received	Total liabilities arising from financing activities
January 1, 2025	\$6,200,355	\$3,690,156	\$4,315,087	\$437,398	\$ 34,812	\$14,596,808
Change in cash flow from financing activities	(1,642,802)	(1,528,266)	52,999	(32,068)	(34,454)	(3,184,591)
Interest Expenses	-	41,364	-	4,591	-	45,955
Interest Paid	-	-	-	(4,591)	-	(4,591)
Other Non-Cash Transactions	-	(28,695)	5,175	(6,112)	-	(29,632)
September 30, 2025	<u>\$4,557,553</u>	<u>\$2,093,559</u>	<u>\$4,373,261</u>	<u>\$399,218</u>	<u>\$ 358</u>	<u>\$11,423,949</u>

	Short Term Loans	Corporate bonds payable	Long-term borrowings (including current portion)	Lease liabilities	Guarantee Deposits Received	Total liabilities arising from financing activities
January 1, 2024	\$5,429,370	\$3,424,600	\$4,342,556	\$567,193	\$ 42,282	\$13,806,001
Change in cash flow from financing activities	909,036	165,913	314,081	(36,068)	(7,588)	1,345,374
Interest Expenses	-	50,491	-	5,490	-	55,981
Interest Paid	-	(36,410)	-	(5,490)	-	(41,900)
Other Non-Cash Transactions	-	(97)	(17,620)	(93,097)	298	(110,516)
September 30, 2024	<u>\$6,338,406</u>	<u>\$3,604,497</u>	<u>\$4,639,017</u>	<u>\$438,028</u>	<u>\$ 34,992</u>	<u>\$15,054,940</u>

VII. Related Party Transactions

(I) Related parties' names and relationship

Name of the related parties	Relationship with the Group
Weida Hi-Tech Co., Ltd.	Affiliates
TrueLight Corporation	Affiliate (Note 1)
BKS Tec Corp.	Affiliate (Note 2)
YLTLINK Technology Corporation	Affiliate (Note 3)
Ontario Capital Co., Ltd.	Other related party
Taiwan Mask Charity Foundation	Other related party

Note 1: The Group acquired the equity of TrueLight Corporation in March 2024, which was recognized in "Investment under Equity Method". Please refer to Note 6(6) for details.

Note 2: The Group acquired the equity of BKS Tec Corp. in April 2024, which was recognized in "Investment under Equity Method". Please refer to Note 6(6) for details.

Note 3: Refers Investment accounted for under the equity method - subsidiary of TrueLight Corporation.

(II) Significant transactions with the related parties

1. Operating revenue

	July 1 to September 30, 2025	July 1 to September 30, 2024
Product sales:		
Affiliates	<u>\$ 7,196</u>	<u>\$ 3,374</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Product sales:		
Affiliates	<u>\$ 8,980</u>	<u>\$ 7,566</u>

There are no major abnormalities in the transaction prices and payment terms of the related party compared to that of non-related parties.

2. Account receivable from related parties.

	September 30, 2024	December 31, 2024	September 30, 2024
Accounts Receivables:			
Affiliates/other related party	\$ 7,444	\$ 2,383	\$ 3,380
Other Receivables:			
Affiliates/other related party	3,657	1,306	631
Total	<u>\$ 11,101</u>	<u>\$ 3,689</u>	<u>\$ 4,011</u>

3. Acquisition of financial assets

BKS Tec Corp. was another related party to the Group. On April 1, 2024, the Group invested NT\$30,000 to acquire 6,000 thousand shares of BKS Tec Corp., a 38.91% shareholding, to have a significant influence on the company. The data was recognized in “Investment under Equity Method”. Please refer to Note 6(6) for details.

4. Others

(1) Deposits Received:

	September 30, 2025	December 31, 2024	September 30, 2024
Affiliates/other related party	<u>\$ 118</u>	<u>\$ 118</u>	<u>\$ 118</u>

(2) Rent income:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Affiliates/other related party	<u>\$ 971</u>	<u>\$ 437</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Affiliates/other related party	<u>\$ 2,904</u>	<u>\$ 1,312</u>

(3) Other income

	July 1 to September 30, 2025	July 1 to September 30, 2024
Affiliates/other related party	<u>\$ 573</u>	<u>\$ 14</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Affiliates/other related party	<u>\$ 1,750</u>	<u>\$ 159</u>

- (4) For January 1 to September 30, 2024, the Company's subsidiary, Guang Ju Holding Co., Ltd., donated 500,000 shares of the Company's stock, totaling NT\$7,115, to the Taiwan Mask Charitable Foundation.
- (5) For January 1 to September 30, 2025 and 2024, the Company donated NT\$402 and NT\$1,338, respectively, in cash to the Taiwan Mask Charity Foundation.

5. Loaning of funds to related parties

Loans from related parties:

(1) Closing balance (recorded as "short-term borrowings")	September 30, 2025	December 31, 2024	September 30, 2024
Other related party	<u>\$ 107,590</u>	<u>\$ 110,969</u>	<u>\$ 75,000</u>
(2) Interest expenses	July 1 to September 30, 2025	July 1 to September 30, 2024	
Other related party	<u>\$ 657</u>	<u>\$ 443</u>	
	January 1 to September 30, 2025	January 1 to September 30, 2024	
Other related party	<u>\$ 2,170</u>	<u>\$ 1,129</u>	

The conditions for borrowing from related parties are that the interest is paid monthly at an annual interest rate of 2.7% after the loan is loaned, and the principal was repaid at maturity. The borrowing period is from August 3, 2023 to September 30, 2025.

(III) Compensation of key management personnel

	July 1 to September 30, 2025	July 1 to September 30, 2024
Salary and short-term employee benefits	\$ 8,617	\$ 25,084
Post-employment benefits	41	54
Total	<u>\$ 8,658</u>	<u>\$ 25,138</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Salary and short-term employee benefits	\$ 24,212	\$ 45,330
Post-employment benefits	95	162
Total	<u>\$ 24,307</u>	<u>\$ 45,492</u>

VIII. Pledged assets

Assets pledged by the Corporate Group as collateral are as follows:

Assets	Book value			Purpose
	September 30, 2025	December 31, 2024	September 30, 2024	
Demand deposit (Recognized as “Financial assets at amortized cost”)	\$ 525,496	\$ 532,807	\$ 344,520	Short-term borrowings, reserve accounts, and corporate bond guarantee
Time deposit (Recognized as “Financial assets at amortized cost”)	525,654	361,778	610,525	Short-term borrowings and customs guarantee
Stocks of publicly traded and OTC companies (recognized as “Financial assets at fair value through profit or loss”)	1,907,939	2,753,540	3,685,424	Short Term Loans
Shares of the Company (recognized as “treasury stock”) (Note)	496,627	493,070	491,647	Short Term Loans
Buildings and structures (including land)	725,792	1,245,385	1,260,755	Long-term Loans
Machinery and equipment and equipment under acceptance	4,366,996	3,629,379	3,958,984	Long-term Loans
Real estate investment	179,865	167,109	167,956	Long-term Loans
Other equipment	43,350	29,864	5,493	Long-term Loans
Intangible assets	700	1,478	1,167	Long-term Loans
	<u>\$ 8,772,419</u>	<u>\$ 9,214,410</u>	<u>\$ 10,526,471</u>	

Note: The cost of pledged treasury stocks was NT\$496,627 and its fair value was NT\$1,404,725 as of September 30, 2025.

IX. Significant Contingent Liabilities and Unrecognized Contract Commitments

(I) Contingencies

None.

(II) Commitments

1. Machine equipment maintenance contracts that have been signed but not yet paid

	September 30, 2025	December 31, 2024	September 30, 2024
Machine maintenance	<u>\$ 243,093</u>	<u>\$ 55,693</u>	<u>\$ 54,297</u>

2. Capital expenditures that have been signed but not yet incurred

September 30,	December 31,	September 30,
---------------	--------------	---------------

	2025	2024	2024
Property, plant and equipment	<u>\$ 461,026</u>	<u>\$ 1,175,844</u>	<u>\$ 1,157,599</u>

3. Lease agreement

Please see Note 6 (8) and (9)

X. Losses due to major disasters
None.

XI. Major Events after Financial Statement Date

The Board of Directors of the Company has approved the use of the steel business equipment as the contribution for investment through resolution on October 1, 2025. At the beginning, the equipment contribution of NT\$270,000 thousand is used to offset the share capital, and to engage in joint venture with the strategic investor to establish the subsidiary - AIWAN LASER WELDING TECHNOLOGY CORPORATION.

XII. Others

(I) Capital management

There was no significant change in the reporting period. Please refer to Note 12 in the 2024 consolidated financial statements.

(II) Financial instruments

1. Types of financial instrument

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial Assets at Fair Value Through Profit or Loss			
Mandatory financial assets at fair value through profit or loss	<u>\$2,036,048</u>	<u>\$3,316,316</u>	<u>\$4,459,625</u>
Financial assets measured at amortized cost			
cash and cash equivalents	\$1,040,218	\$1,430,542	\$1,238,371
Financial assets measured at amortized cost	1,068,273	894,585	970,090
Notes Receivables	9,998	167	-
Accounts receivable (Including related parties)	957,959	1,369,762	1,411,280
Other account receivable (Including related parties)	38,346	41,443	66,660
Refundable Deposit	<u>52,640</u>	<u>76,558</u>	<u>87,513</u>
	<u>\$3,167,434</u>	<u>\$3,813,057</u>	<u>\$3,773,914</u>

	September 30, 2025	December 31, 2024	September 30, 2024
Financial liabilities			
Financial liabilities at fair value through profit or loss			
Financial liabilities mandatorily measured at fair value through profit or loss	<u>\$ -</u>	<u>\$ 19,204</u>	<u>\$ 12,902</u>
Financial liabilities at amortized cost			
Short Term Loans	\$4,557,553	\$6,200,355	\$6,338,406
Notes Payable	13,248	43,544	6,926
Accounts Payable	424,427	541,758	502,898
Other accounts payable (Including related parties)	1,370,606	1,236,829	1,205,462
Corporate bonds payable (including portion matured in one year or one operating cycle)	2,093,559	3,609,156	3,604,497
Long-term borrowings (including current portion)	4,373,261	4,315,087	4,639,017
Guarantee Deposits Received	358	34,812	34,992
	<u>\$12,833,012</u>	<u>\$15,981,541</u>	<u>\$16,332,198</u>
Lease liabilities	<u>\$ 399,218</u>	<u>\$ 437,398</u>	<u>\$ 438,028</u>

2. Risk management policies

- (1) The Group's activities expose it to a variety of financial risks, including market risk (exchange rate, interest rate and price), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial position and performance.
- (2) Risk management is carried out by a central finance department (Group finance) under policies approved by the Board of Directors. Group finance identifies, evaluates and hedges financial risks in close collaboration with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as currency exchange risk, interest rate risk, credit risk, the use of derivatives and non-derivative financial instruments and investment of excess liquidity.

3. Significant financial risks and degrees of financial risks

(1) Market risk

A. Foreign exchange risk

The Group's operations involve certain non-functional currencies (the Company's and certain subsidiaries' functional currency is the New Taiwan dollar (NTD), and for other certain subsidiaries, the functional currency is the US Dollars, Japanese Yen and China's Renminbi (RMB)), so it is subject to the

impact of exchange rate fluctuation. The details of assets and liabilities denominated in foreign currencies whose values that would be materially affected by exchange rate fluctuations are as follows:

September 30, 2025						
(Foreign currency: functional currency)		Foreign currency (in thousand)		Exchange rate	Book value	
					(NT\$ in thousands)	
Financial assets						
<u>Monetary items</u>						
USD : NTD	USD	27,195	30.445	\$	827,952	
RMB : NTD	CNY	20,760	4.271		88,666	
JPY : NTD	JPY	160,209	0.206		32,971	
Financial liabilities						
<u>Monetary items</u>						
USD : NTD	USD	23,175	30.445		705,563	
JPY : NTD	JPY	1,444,722	0.206		297,324	
Euro : NTD	EUR	2,880	35.770		103,018	
December 31, 2024						
(Foreign currency: functional currency)		Foreign currency (in thousand)		Exchange rate	Book value	
					(NT\$ in thousands)	
Financial assets						
<u>Monetary items</u>						
USD : NTD	USD	38,770	32.785	\$	1,270,949	
RMB : NTD	CNY	46,309	4.478		207,372	
JPY : NTD	JPY	512,938	0.2099		107,666	
Financial liabilities						
<u>Monetary items</u>						
USD : NTD	USD	19,898	32.785		652,347	
JPY : NTD	JPY	345,127	0.2099		72,442	
Euro : NTD	EUR	1,787	32.14		61,008	

September 30, 2024				
(Foreign currency: functional currency)	Foreign currency (in thousand)		Exchange rate	Book value (NT\$ in thousands)
Financial assets				
<u>Monetary items</u>				
USD : NTD	USD	35,424	31.65	\$ 1,122,120
RMB : NTD	CNY	57,518	4.52	260,155
JPY : NTD	JPY	679,292	0.22	151,007
Financial liabilities				
<u>Monetary items</u>				
USD : NTD	USD	16,089	31.65	509,498
JPY : NTD	JPY	748,092	0.22	166,301
Euro : NTD	EUR	1,403	35.38	49,642

- B. The aggregate amount of all exchange gains (losses) (including realized and unrealized) recognized for July 1 to September 30, 2025 and 2024, and January 1 to September 30, 2025 and 2024 on monetary items of the Group that are significantly affected by exchange rate fluctuations are NT\$9,582, NT\$(39,206), NT\$(54,895) and NT\$15,866, respectively.
- C. The analysis of foreign currency risk due to significant exchange rate fluctuation is as follows:

January 1 to September 30, 2025					
Sensitivity Analysis					
(Foreign currency: functional currency)	Fluctuation	Effect on		Other comprehensive	
		profit or loss		profit and loss	
				affected	
<u>Financial assets</u>					
<u>Monetary items</u>					
USD : NTD	1%	\$	8,280	\$	-
RMB : NTD	1%		887		-
JPY : NTD	1%		330		-
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD : NTD	1%	(	7,056)		-
JPY : NTD	1%	(	2,973)		-
Euro : NTD	1%	(	1,030)		-

January 1 to September 30, 2024			
(Foreign currency: functional currency)	Sensitivity Analysis		
	Fluctuation	Effect on profit or loss	Other comprehensive profit and loss affected
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 11,221	\$ -
RMB : NTD	1%	2,602	-
JPY : NTD	1%	1,510	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	1%	(5,095)	-
JPY : NTD	1%	(1,663)	-
Euro : NTD	1%	(496)	-

Price risk

- A. The equity instruments owned by the Company exposing to the price risk are financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income.
- B. The Group invests primarily in equity instruments and open-end funds issued by domestic and foreign companies. The price of such equity instrument is subject to the uncertainty of the future value of investment target. If the equity instrument price had increased/decreased by 1% with all other variables held constant, net income after tax from equity instruments at fair value through profit or loss for the nine months ended September 30, 2025 and 2024, would have increased/decreased by NT\$12,216 and NT\$35,677, respectively; other comprehensive income classified as equity investment at fair value through other comprehensive income would have both increased/decreased by NT\$0.

Cash flow and fair value interest rate risk

- A. The Group's interest rate risk mainly comes from long-term borrowings issued at floating rates, which exposes the Group to cash flow interest rate risk. For January 1 to September 30, 2025 and 2024, the Group's borrowings issued at floating rates were mainly denominated in New Taiwan dollars and US dollars.
- B. The Group's borrowings are measured at amortized cost, and the annual interest rate is re-priced according to the contract, which exposes the Group to the risk of future market interest rate changes.
- C. If the borrowing interest rate had increased/decreased by 0.25% with all other variables held constant, net income after tax for January 1 to September 30, 2025 and 2024, would have increased/decreased by NT\$13,396 and NT\$20,754, respectively due to the change in interest expenses as a result of borrowings with

floating interest rates.

(2) Credit risk

- A. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments under contract obligations, and the defaults are accounts receivable and the contract cash flow from debt instruments measured at amortized cost, measured at fair value through other comprehensive income and at fair value through profit or loss.
- B. The management of credit risk is established with a Group perspective. Only the banks and financial institutions with an independent credit rating of at least “A” can be accepted as transaction partners of the Group. According to the Group’s credit policy, each local entity in the Group is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilization of credit limits is regularly monitored.
- C. The Group considers a contract payment overdue in accordance with the agreed payment terms a breach of contract.
- D. The Group uses IFRS 9 to provide the following assumption as a basis for determining whether there is a significant increase in the credit risk of financial instruments after the original recognition:
 - (A) If the contract payment is overdue for more than 30 days in accordance with the agreed payment terms, the credit risk of the financial asset is significantly increased since the original recognition.
 - (B) For bond investments in Taipei Exchange, if any external rating agency rates it as an investment grade on the balance sheet date, the credit risk of the financial asset is considered low.
- E. The Group uses the following indicators to determine the status of credit impairments of debt instruments:
 - (A) The issuer has suffered significant financial difficulties or is likely to enter bankruptcy or other financial restructuring.
 - (B) The issuer has suffered significant financial difficulties or is likely to enter bankruptcy or other financial restructuring.
 - (C) The issuer delays or does not pay for the interest or principal.
 - (D) Unfavorable changes in the national- or regional-level economic situation resulting in the issuer’s default.
- F. The Group categorizes the accounts receivable from customers based on the characteristics of trade credit risks. The simplified approach is adopted for estimating the expected credit loss based on the provision matrix.
- G. The Group may write off the amount of financial assets that cannot be reasonably expected to be recovered after recourse. However, the Group will continue the recourse to protect the rights of the claims.
- H. The Group has incorporated forward-looking considerations to adjust the loss rate

built according to historical and current data in order to estimate the loss allowance of accounts receivable and notes receivable. The provision matrix for September 30, 2025, December 31, 2024 and September 30, 2024 is shown as follows:

	Not past due	Up to 30 days	31-90 days	91-180 days	More than 181 days past due	Total
September 30, 2025						
Expected loss rate	0.01%	0.01~25.72%	11.56~58.09%	24.32~58.06%	60.10~100%	
Total book value	\$ 818,274	\$118,244	\$ 16,300	\$ 10,108	\$111,590	\$1,074,516
Loss allowance	-	-	(1,223)	(3,168)	(102,168)	(106,559)
December 31, 2024						
Expected loss rate	0.01%	2.27~8.26%	9.12~66.68%	37.32~100%	75.03~100%	
Total book value	\$ 1,041,548	\$142,862	\$ 116,488	\$ 43,381	\$136,412	\$1,480,691
Loss allowance	-	-	(8,669)	(7,468)	(94,625)	(110,762)
September 30, 2024						
Expected loss rate	0.01%	0.04~29.55%	0.04~60.8%	13.24~100%	66.01~100%	
Total book value	\$ 1,100,156	\$164,132	\$ 65,409	\$ 50,810	\$122,632	\$1,503,139
Loss allowance	-	-	(7,969)	(15,137)	(68,753)	(91,859)

I. The Group adopts a simplified method in which the loss allowance for the accounts receivable is shown as follows:

	2025	2024
January 1	\$ 110,762	\$ 29,423
Recognize impairment loss	2,055	62,442
Impact from exchange rate	15 (	6)
Amounts written off due to uncollectibility	(6,273)	-
September 30	\$ 106,559	\$ 91,859

(3) Liquidity risk

A. Cash flow forecasting is performed by the operating entities of the Corporate Group and aggregated by the Group's treasury department. The Group's Finance Department monitors the forecasts of the Group's demand for working capital to ensure that it has sufficient funds to meet operational needs, and maintains sufficient unspent loan commitments at all times so that the Group will not exceed the relevant borrowing limits or violate the terms. These forecasts consider the Group's debt financing plan, compliance with debt terms, and compliance with the financial ratio objectives of the internal balance sheet.

B. The remaining cash held by each operating entity will be transferred back to the Group's finance department. The finance department of the Group invests the remaining funds in interest-bearing demand deposits, time deposits, and financial assets at amortized cost (time deposits with a maturity of more than 3 months and less than 12 months), as the instruments chosen have appropriate maturities or sufficient liquidity to provide adequate headroom as determined by the aforementioned forecasts. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group held money market positions of NT\$2,108,491, NT\$2,325,127 and NT\$2,207,773, respectively, which are expected to generate cash flow immediately to manage liquidity risk.

C. The Group's unutilized borrowings are shown as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Floating rate			
Short-term credit limits	\$ 456,877	\$ 920,414	\$ 281,256
Medium to long-term credit limits	25,500	-	-
Fixed rate			
Medium to long-term credit limits	40,000	4,493	8,326
	<u>\$ 522,377</u>	<u>\$ 924,907</u>	<u>\$ 289,582</u>

D. The following table shows the Group's non-derivative financial liabilities and derivative financial liabilities settled on a net or total amount, grouped according to the relevant maturity date. Non-derivative financial liabilities are analyzed based on the remaining period from the balance sheet date to the contract maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

	Within 1 year	1 to 2 years	2 to 5 years	Over 5 years
September 30, 2025				
<u>Non-derivative financial liabilities:</u>				
Short Term Loans	\$4,690,921	\$ -	\$ -	\$ -
Notes Payable	13,248	-	-	-
Accounts Payable	424,427	-	-	-
Other accounts payable (Including related parties)	1,370,606	-	-	-
Lease liabilities	37,524	29,328	72,931	309,412
Corporate bonds payable	136,160	538,260	1,564,555	-
Long-term borrowings (including current portion)	1,664,973	1,329,135	1,182,769	294,342
Guarantee Deposits Received	-	358	-	-

	Within 1 year	1 to 2 years	2 to 5 years	Over 5 years
December 31, 2024				
<u>Non-derivative financial liabilities:</u>				
Short Term Loans	\$6,350,812	\$ -	\$ -	\$ -
Notes Payable	43,544	-	-	-
Accounts Payable	541,758	-	-	-
Other accounts payable (Including related parties)	1,236,829	-	-	-
Lease liabilities	41,751	34,076	77,196	337,258
Corporate bonds payable	38,260	38,260	3,715,520	-
Long-term borrowings (including current portion)	1,339,012	1,232,450	1,557,319	437,867
Guarantee Deposits Received	-	34,812	-	-
	Within 1 year	1 to 2 years	2 to 5 years	Over 5 years
September 30, 2024				
<u>Non-derivative financial liabilities:</u>				
Short Term Loans	\$6,338,406	\$ -	\$ -	\$ -
Notes Payable	6,926	-	-	-
Accounts Payable	502,898	-	-	-
Other accounts payable (Including related parties)	1,205,462	-	-	-
Lease liabilities	38,942	33,912	77,428	343,745
Corporate bonds payable	38,260	38,260	3,763,120	-
Long-term borrowings (including current portion)	1,362,528	1,429,021	1,735,297	400,841
Guarantee Deposits Received	-	34,992	-	-

(III) Fair value information

1. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in stocks of publicly traded or OTC firms and beneficiary certificates is included in Level 1.
- 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 The fair value of the Group's investment in stocks of non-publicly traded or non-OTC firms and private equity fund is included in Level 3.

2. Financial instruments not measured at fair value

Cash, notes receivable, accounts receivable, other receivable, short-term borrowings, notes payable, accounts payable and other payable as reasonable approximation of fair value.

3. The related information for financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

September 30, 2025	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial Assets at Fair Value Through Profit or Loss				
Equity securities	<u>\$1,829,545</u>	<u>\$68,200</u>	<u>\$138,303</u>	<u>\$2,036,048</u>
December 31, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial Assets at Fair Value Through Profit or Loss				
Equity securities	<u>\$3,129,075</u>	<u>\$57,520</u>	<u>\$129,721</u>	<u>\$3,316,316</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Convertible bond call/put options	<u>\$ -</u>	<u>\$ -</u>	<u>\$19,204</u>	<u>\$ 19,204</u>
September 30, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial Assets at Fair Value Through Profit or Loss				
Equity securities	<u>\$4,226,590</u>	<u>\$95,900</u>	<u>\$137,135</u>	<u>\$4,459,625</u>
Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Convertible bond call/put options	<u>\$ -</u>	<u>\$ -</u>	<u>\$12,902</u>	<u>\$ 12,902</u>

4. The methods and assumptions adopted by the Group for assessing the fair value are as follows:

- (1) The Group adopt market pricing as the input of fair value (i.e. Level 1), and the breakdown of the characteristics of the instrument is as follows:

	Shares of listed and OTC company	Open-end funds
Market price	Closing price	Net Value

- (2) Except for the abovementioned financial instruments with active markets, the fair value of the remaining financial instruments is obtained using valuation techniques. The fair value obtained through valuation techniques can refer to the current fair value of other financial instruments with similar substantive conditions and characteristics, discounted cash flow method, or other valuation techniques, including the use of market information available on the date of the consolidated balance sheet (for example, the Taipei Exchange refers to the yield curve, the Reuters adopts the average quotation of interest rate of commercial promissory notes).
- (3) The output of the valuation model is the estimated value, and the valuation technique may not reflect all the relevant factors of the financial instruments and non-financial instruments held by the Group. Therefore, the estimated value of the valuation model will be appropriately adjusted according to additional parameters, such as model risk or liquidity risk. According to the Group's fair value valuation model management policies and related control procedures, the management believes that in order to properly express the fair value of financial instruments and non-financial instruments in the consolidated balance sheet, valuation adjustments are appropriate and necessary. The price information and parameters used in the valuation process are carefully assessed and appropriately adjusted according to current market conditions.
- (4) The Group incorporates credit risk valuation adjustments into the consideration of the fair value of financial instruments and non-financial instruments to reflect counterparty credit risk and the credit quality of the Group, respectively.
5. There was no transfer between Levels 1 and 2 for January 1 to September 30, 2025 and 2024.
6. The following table shows the changes in Level 3 for January 1 to September 30, 2025 and 2024:

	Financial instruments
January 1, 2025	\$ 110,517
Acquisition cost of the period	15,000
Return of capital by investee company	(2,500)
Sold in this period	(2,925)
Corporate bonds redeemed in this period	15,234
Recognized in profit or loss of the period	3,970
Impact from exchange rate	(994)
September 30, 2025	<u>\$ 138,302</u>

		Financial instruments			
January 1, 2024		\$	104,312		
Acquisition cost of the period			22,500		
Recognized in profit or loss of the period		(	3,519)		
Impact from exchange rate			940		
September 30, 2024		\$	124,233		
7. As Image Match Design Inc. was officially listed on the Emerging Stock Market on March 10, 2025, and trading volume in the market has increased steadily, sufficient observable market data has become available. Accordingly, the Group reclassified the fair value measurement of the investment from Level 3 to Level 2 at the end of the month in which the event occurred.					
8. The quantitative information about the significant unobservable input value of the valuation model and the sensitivity analysis of the significant unobservable input value change used in the Level 3 fair value measurements are explained as follows:					
<u>September 30, 2025</u>					
	<u>Fair value</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Range (weighted average)</u>	<u>Relationship between inputs and fair value</u>
Derivative equity/liability instruments:					
Shares of non-listed and non-OTC company	\$138,303	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value
<u>December 31, 2024</u>					
	<u>Fair value</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Range (weighted average)</u>	<u>Relationship between inputs and fair value</u>
Derivative equity/liability instruments:					
Shares of non-listed and non-OTC company	\$129,721	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value
Convertible bond call/put options	(19,204)	Convertible bond evaluation model	Stock price volatility	32.66%	The higher the stock price volatility, the higher the fair value
<u>September 30, 2024</u>					
	<u>Fair value</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Range (weighted average)</u>	<u>Relationship between inputs and fair value</u>
Derivative equity/liability instruments:					
Shares of non-listed and non-OTC company	\$137,135	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value
Convertible bond call/put options	(12,902)	Convertible bond evaluation model	Stock price volatility	33.72%	The higher the stock price volatility, the higher the fair value

9. The Corporate Group has carefully assessed the valuation models and parameters used to measure fair value. However, use of different valuation models or parameters may result in different measurement. For financial assets or liabilities classified in Level 3, changes in valuation parameters have the following impacts on the income or other comprehensive income of the period:

			September 30, 2025			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Inputs	Changes	Favorable changes	Adverse changes	Favorable changes	Adverse changes
Financial assets						
Equity instruments	Net asset value	± 1%	\$ 1,383	(\$ 1,383)	\$ -	\$ -
Debt	Stock price volatility	± 1%	-	-	-	-
			<u>\$ 1,383</u>	<u>(\$ 1,383)</u>	<u>\$ -</u>	<u>\$ -</u>
			December 31, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Inputs	Changes	Favorable changes	Adverse changes	Favorable changes	Adverse changes
Financial assets						
Equity instruments	Net asset value	± 1%	\$ 1,297	(\$ 1,297)	\$ -	\$ -
Debt	Stock price volatility	± 1%	50	(50)	-	-
			<u>\$ 1,347</u>	<u>(\$ 1,347)</u>	<u>\$ -</u>	<u>\$ -</u>
			September 30, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Inputs	Changes	Favorable changes	Adverse changes	Favorable changes	Adverse changes
Financial assets						
Equity instruments	Net asset value	± 1%	\$ 1,371	(\$ 1,371)	\$ -	\$ -
Debt	Stock price volatility	± 1%	30	(30)	-	-
			<u>\$ 1,401</u>	<u>(\$ 1,401)</u>	<u>\$ -</u>	<u>\$ -</u>

(IV) Sound Business Plan

As of September 30, 2025, the Group's financial structure showed a debt ratio of 75% and a current ratio of 63%. In response, the Group has formulated and is actively implementing a sound business plan that addresses capital, operations and governance.

With regard to the fund aspect, the Company organized the first private placement of common stocks in July 2025 with the issuance of 63,370 thousand shares, which were fully subscribed by LUMINOUS RISE INVESTMENT CO., LTD., and a capital amount of NT\$1.546 billion was raised and used to repay convertible bonds of NT\$1.544 billion in full, achieving a 100% completion rate. Accordingly, the financial leverage and short-term solvency of the Company were effectively improved. In addition, the Company has applied for the public offering of cash capital increase with issuance of new shares with the FSC in October 2025, in order to use the capital raised to repay the bank loans and to reduce the debt ratio at the same time. The application is currently under FSC's review.

In terms of operations, the Group has streamlined its organizational structure, optimized capacity allocation, strictly controlled raw material procurement and expense spending, and implemented a tiered tracking mechanism for accounts receivable to improve gross margin and accelerate cash collection.

In terms of governance, the Group has implemented an enterprise-wide risk management mechanism and established a quarterly reporting system to regularly update the Board of Directors and the Audit Committee on the execution status. The Group also evaluates market conditions to dispose of non-core assets or reinvestments as needed to supplement cash flow.

The Group expects that the full implementation of the above measures will ensure its ability to continue as a going concern and maintain long-term financial stability.

XIII. Supplementary Disclosure

(I) Significant transactions information

1. Loans to others: Please refer to Table 1.
2. Provision of endorsements and guarantees to others: Please refer to Table 2.
3. Significant securities held (excluding investment in subsidiaries, associates, and joint venture equity): Please refer to Table 3 for details.
4. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: None.
5. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: None.
6. Significant intercompany transactions: Please refer to Table 4 for details.

(II) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to Table 5.

(III) Information on investments in Mainland China

1. Basic information: Please refer to Table 6.
2. Significant transactions, either directly or indirectly through a third party or region, with investee companies in China: Please refer to Table 4.

XIV. Segments Information

(I) General information

Management has determined the reportable operating segments based on reports reviewed by the president and used to make strategic decisions.

The Group's corporate structure, the basis for division of segments, and the basis for measurement of segment information have not changed significantly during the current period.

(II) Segments Information

Information on the reporting segments provided to the chief operating decision maker is shown as follows:

January 1 to September 30, 2025:

	Photomask and semiconductor segment	Medical segment	Total
Revenue from external clients	<u>\$ 4,394,067</u>	<u>\$ 274,184</u>	<u>\$ 4,668,251</u>
Segment revenue	<u>(\$ 124,898)</u>	<u>(\$ 13,388)</u>	<u>(\$ 138,286)</u>
Segment margin	<u>(\$ 932,141)</u>	<u>(\$ 81,509)</u>	<u>(\$ 1,013,650)</u>
Segment margin include:			
Depreciation	<u>(\$ 1,037,945)</u>	<u>(\$ 54,915)</u>	<u>(\$ 1,092,860)</u>
Amortization expense	<u>(\$ 45,907)</u>	<u>(\$ 12,074)</u>	<u>(\$ 57,981)</u>
Financial Costs	<u>(\$ 218,509)</u>	<u>(\$ 14,770)</u>	<u>(\$ 233,279)</u>
Interest income	<u>\$ 10,577</u>	<u>\$ 266</u>	<u>\$ 10,843</u>
Investments income recognized by using equity method	<u>(\$ 50,364)</u>	<u>\$ -</u>	<u>(\$ 50,364)</u>
Segment assets	<u>\$ 17,267,385</u>	<u>\$ 979,459</u>	<u>\$ 18,246,844</u>

January 1 to September 30, 2024:

	Photomask and semiconductor segment	Medical segment	Total
Revenue from external clients	<u>\$ 5,464,489</u>	<u>\$ 179,351</u>	<u>\$ 5,643,840</u>
Segment revenue	<u>(\$ 233,442)</u>	<u>(\$ 10,103)</u>	<u>(\$ 243,545)</u>
Segment margin	<u>\$ 186,244</u>	<u>(\$ 165,736)</u>	<u>\$ 20,508</u>
Segment margin include:			
Depreciation	<u>(\$ 893,964)</u>	<u>(\$ 52,727)</u>	<u>(\$ 946,691)</u>
Amortization expense	<u>(\$ 59,222)</u>	<u>(\$ 7,020)</u>	<u>(\$ 66,242)</u>
Financial Costs	<u>(\$ 240,663)</u>	<u>(\$ 18,456)</u>	<u>(\$ 259,119)</u>
Interest income	<u>\$ 21,764</u>	<u>\$ 127</u>	<u>\$ 21,891</u>
Investments income recognized by using equity method	<u>(\$ 41,802)</u>	<u>\$ -</u>	<u>(\$ 41,802)</u>
Segment assets	<u>\$ 20,929,915</u>	<u>\$1,105,749</u>	<u>\$ 22,035,664</u>

(III) Reconciliation for segment income

Sales between segments are conducted according to the principle of transactions at fair value. The operating revenue from external customers reported to the operating decision maker is measured in a manner consistent with that in the income statement.

The consolidated income, assets and liabilities of related segments are consistent with the consolidated income, consolidated assets and consolidated liabilities, so there is no reconciliation information.

Taiwan Mask Corporation and Subsidiaries

Loans to Others

January 1 to September 30, 2025

Table 1

Unit: NT\$ Thousand

(Unless otherwise specified)

No.			General ledger	Whether it	Highest balance			Range of				Appropriation			Limit on loans			
(Note 1)	Lending company	Borrowing party	account	is a related	in the current	Ending	Amount	interest		Transaction	Reason for short-	of allowance		Collateral	granted to a	Total limit of		
				party	period	balance	actually drawn	rate	Nature of loan	amount	term financing needs	for loss		Name	Value	single party	loan granted	Note
0	Taiwan Mask Corporation	Guang Ju Holding Co., Ltd.	Other Receivables — Related Parties	Y	\$ 800,000	\$ 20,000	\$ -	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	\$ 20,000	\$ 1,899,201	\$ 1,899,201	Note 2	
0	Taiwan Mask Corporation	Aptos Technology INC.	Other Receivables — Related Parties	Y	130,000	-	-	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	-	1,899,201	1,899,201	Note 2	
0	Taiwan Mask Corporation	Innova Vision INC.	Other Receivables — Related Parties	Y	50,000	-	-	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	-	1,899,201	1,899,201	Note 2	
1	Guang Ju Holding Co., Ltd.	Aptos Technology INC.	Other Receivables — Related Parties	Y	350,000	-	-	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	-	545,777	545,777	Note 4	
1	Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.)	Other Receivables — Related Parties	Y	320,000	300,000	300,000	2.700%	Short-term financing	-	Working Capital Turnover	300,000	Promissory note	300,000	545,777	545,777	Note 4	
1	Guang Ju Holding Co., Ltd.	Innova Vision INC.	Other Receivables — Related Parties	Y	180,000	-	-	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	-	545,777	545,777	Note 4	
2	Miracle Technology CO., LTD.	Aptos Technology INC.	Other Receivables — Related Parties	Y	170,000	170,000	170,000	2.700%	Short-term financing	-	Working Capital Turnover	170,000	Promissory note	170,000	86,970	86,970	Note 3	
3	Miko-China Enterprise (Shanghai) Co., Ltd.	Sichuan Miracle Power Technology Co., Ltd.	Other Receivables — Related Parties	Y	109,752	59,794	38,439	2.509%	Short-term financing	-	Working Capital Turnover	-	None	-	172,649	172,649	Note 6	
4	Pilot Energy Co., Ltd.	Xsense Technology Corporation (B.V.I.)	Other Receivables — Related Parties	Y	90,000	40,000	40,000	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	40,000	120,748	120,748	Note 5	
5	ADL Energy Corp	Pilot Energy Co., Ltd.	Other Receivables — Related Parties	Y	10,000	10,000	10,000	2.700%	Short-term financing	-	Working Capital Turnover	-	Promissory note	10,000	20,769	20,769	Note 7	

Note 1: The description of the number columns are as follows:

(1) Fill in "0" for the issuer.

(2) The investee company is numbered in sequence starting from the Arabic numeral 1 according to company type.

Note 2: Amendment to the Procedures for Lending Funds to Others:

(1) Total amount of loans: The total amount of the Company's loans shall not exceed 40% of the Company's net value.

(2) For companies or businesses that have business dealings with the Company, the loan amount of each individual borrowers shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company net value.

(3) For companies or businesses that have a short-term financing need, the loan amount of each individual borrower shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company's net value.

(4) Inter-company loans of funds between overseas companies in which the Company owns, directly or indirectly, 100% of the voting shares, are not restricted by the abovementioned paragraphs. However, the total amount of loans and the amount of loan to a single party shall not exceed 50% of the Con

Note 3: Subsidiary - Miracle Technology Procedures for Lending Funds to Others

(1) Total amount of loans: The total amount of the Company's loans shall not exceed 40% of the Company's net value.

(2) For companies or businesses that have business dealings with the Company, the loan amount of each individual borrowers shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company net value.

(3) For companies or businesses that have a short-term financing need, the loan amount of each individual borrower shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company's net value.

(4) Inter-company loans of funds between overseas companies in which the Company owns, directly or indirectly, 100% of the voting shares, are not restricted by the abovementioned paragraphs. However, the total amount of loans and the amount of loan to a single party shall not exceed 50% of the Con

Note 4: Subsidiary - Guang Ju Holding Co., Ltd. Procedures for Lending Funds to Others:

(1) Total amount of loans: The total amount of the Company's loans shall not exceed 40% of the Company's net value.

(2) For companies or businesses that have a short-term financing need, the loan amount of each individual borrower shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company's net value.

Note 5: Subsidiary - Pilot Energy Co., Ltd. Procedures for Lending Funds to Others:

The Company shall not loan funds to any of its shareholders or any other person except under the following circumstances:

(1) Where an inter-company or inter-firm business transaction calls for a loan arrangement.

(2) Where an inter-company or inter-firm short-term financing facility is necessary, provided that such financing amount shall not exceed 40% of the lender's net worth.

Note 6: Subsidiary - Miko-China Enterprise (Shanghai) Co., Ltd. Procedures for Lending Funds to Others:

(1) Total amount of loans: The total amount of the Company's loans shall not exceed 40% of the Company's net value.

(2) For companies or businesses that have a short-term financing need, the loan amount of each individual borrower shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company's net value.

Note 7: Subsidiary - ADL Energy Corp Procedures for Lending Funds to Others:

(1) Total amount of loans: The total amount of the Company's loans shall not exceed 50% of the Company's net value.

(2) For companies or businesses that have a short-term financing need, the loan amount of each individual borrower shall not exceed the amount of transactions between the two parties in the most recent year and not exceed 40% of the Company's net value.

Taiwan Mask Corporation and Subsidiaries

Endorsements and Guarantees to Others

January 1 to September 30, 2025

Attachment 2

Unit: NT\$ Thousand
(Unless otherwise specified)

No. (Note 1)	Company name of endorsement/guarantee provider	Party being endorsed/guaranteed		Limit of endorsement and guarantee for a single enterprise (Notes 3, 4, 5)	Balance of maximum amount of endorsement/ guarantee of the current period	Endorsement/ guarantee balance at the end of the current period	Amount Actually Drawn	Endorsement /guarantee amount secured by property	Endorsement/ guarantee amount to net worth in the financial statements of the most recent period	Maximum Endorsement/ Guarantee Amount (Notes 3, 4, 5)	Endorsement/ guarantee provided by parent company to subsidiary	Endorsement/ guarantee provided by subsidiary to parent company	Endorsemen t/guarantee provided to Mainland China	Note
		Name of Company	Relationship (Note 2)											
0	Taiwan Mask Corporation	Miracle Technology CO., LTD.	2	\$ 229,550	\$ 132,820	\$ 121,780	\$ -	\$ -	2.56%	\$ 1,899,201	Y	N	N	Note 2
0	Taiwan Mask Corporation	Innova Vision INC.	2	351,000	220,000	220,000	220,000	110,000	4.63%	1,899,201	Y	N	N	Note 2
0	Taiwan Mask Corporation	Xsense Technology Corporation (B.V.I.) Taiwan Branch	2	230,000	100,000	-	-	-	0.00%	1,899,201	Y	N	N	Note 2
1	Miracle Technology CO., LTD.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	1	77,940	150,000	146,000	146,000	146,000	67.15%	86,970	N	N	N	Note 5
1	Miracle Technology CO., LTD.	Aptos Technology INC.	1	77,940	20,000	-	-	-	0.00%	86,970	N	N	N	Note 5
2	Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	2	230,000	57,000	57,000	57,000	57,000	4.18%	545,777	Y	N	N	Note 3
2	Guang Ju Holding Co., Ltd.	Pilot Energy Co., Ltd.	2	180,000	13,000	13,000	13,000	13,000	0.95%	545,777	Y	N	N	Note 3
2	Guang Ju Holding Co., Ltd.	Innova Vision INC.	2	351,000	38,000	38,000	38,000	38,000	2.79%	545,777	N	N	N	Note 3
3	Miko-China Enterprise (Shanghai) Co., Ltd.	Miracle Technology CO., LTD.	3	431,623	233,223	217,821	217,821	217,821	50.47%	431,623	N	Y	N	Note 4

Note 1: The description of the number columns are as follows:

- (1) Fill in "0" for the issuer.
- (2) The investee company is numbered in sequence starting from the Arabic numeral 1 according to company type.

Note 2: The relationship between the guarantor and the guarantee is one of the seven types indicated below:

- (1) A company with which it does business.
- (2) A company in which the Company directly and indirectly holds more than 50% of the voting shares.
- (3) A company that directly and indirectly holds more than 50% of the voting shares in the Company.
- (4) Companies in which the Company holds, directly or indirectly, 90% or more of the voting shares may make endorsements/guarantees for each other.
- (5) A company that is mutually insured by a contract between peers or co-founders based on the needs of the contracted work.
- (6) A company guaranteed by contributing shareholders in proportion to their shareholdings due to a joint investment relationship.
- (7) Companies that are engaged in joint and several guarantees for the performance guarantee of pre-sale housing sales contracts in accordance with the regulations of the Consumer Protection Act.

Note 3: The Company's endorsement and guarantee practices for others provide that:

- (1) The total amount of the Company's external endorsement guarantee shall not exceed 30% of the Company's paid-in capital.
- (2) The amount of business transactions refers to the higher of the amount of goods purchased or sold between the parties.
- (3) Companies with which the Company has a parent-child relationship: The endorsement and guarantee for a single enterprise shall not exceed 10% of the Company's paid-in capital and the company's paid-in capital being endorsed and guaranteed.
- (4) The aggregate amount of the endorsement and guarantee of the Company and its subsidiaries as a whole shall not exceed 40% of the net worth of the Company, of which the endorsement and guarantee of a single subsidiary shall not exceed 20% of the net worth of the

Note 4: Miko-China Enterprise (Shanghai) Co., Ltd. Endorsement and Guarantee Procedures:

The total amount of endorsement guarantee liability is limited to RMB 30 million, and the amount of endorsement guarantee for a single enterprise shall not exceed RMB 30 million; however, for the parent company that directly or indirectly holds, through a subsidiary, more than 50% of the common stock equity of a company, it may endorse up to its net value.

Note 5: Subsidiary - Miracle Technology Co., Ltd. Endorsement and Guarantee Procedures:

- (1) The total amount of the Company's external endorsements/guarantees: shall not exceed 40% of the Company's net value.
- (2) The amount of business transactions refers to the higher of the amount of goods purchased or sold between the parties.
- (3) Companies with which the Company has a parent-child relationship: The endorsement/guarantee amount for a single enterprise shall not exceed 40% of the Company's net value indicated in the most recent financial statements or the paid-in capital of the company being endorsed

Taiwan Mask Corporation and Subsidiaries

Ending holdings of significant marketable securities (excluding investments in subsidiaries, associates, and joint ventures)

January 1 to September 30, 2025

Table 3

Unit: NT\$ Thousand
(Unless otherwise specified)

Company name of the shareholding	Marketable securities	Relationship with the	General ledger account	End of period				Note
				Number of shares	Book value	Ownership	Fair value	
Taiwan Mask Corporation	Common stock of China Steel Structure Co., Ltd.	None	Financial Assets at Fair Value Through Profit or Loss - Current	14,299,000	602,702	7.15%	602,703	14,160 lots pledged
Taiwan Mask Corporation	Common stocks of Avision Inc. through private placement.	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	10,000,000	41,100	4.61%	41,100	
Taiwan Mask Corporation	Common Stock of 3S Silicon Tech Inc.	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	1,000,000	27,100	2.69%	27,100	
Taiwan Mask Corporation	Unsecured corporate bonds of Xsense Technology Corp	The parent company of the Company	Financial assets measured at amortized cost	-	100,000	-	100,000	Eliminated in the consolidated financial statements
Guang Ju Holding Co., Ltd.	Common stocks of Microtek International	None	Financial Assets at Fair Value Through Profit or Loss - Current	27,200,000	310,080	13.23%	310,080	25,500 lots pledged
Guang Ju Holding Co., Ltd.	Common stocks of Taiwan Mask	Parent company	Financial Assets at Fair Value Through Profit or Loss - Non Current	35,331,440	1,422,090	11.14%	1,422,090	34,900 lots were pledged, and treated as treasury stock in the consolidated financial statements
Guang Ju Holding Co., Ltd.	Common stock of China Steel Structure Co., Ltd.	None	Financial Assets at Fair Value Through Profit or Loss - Current	21,750,000	916,763	10.88%	916,763	21,750 lots pledged
Guang Ju Holding Co., Ltd.	B Current Impact Investment	The Company is a director of that company	Financial Assets at Fair Value Through Profit or Loss - Non Current	1,000,000	10,000	10.00%	10,000	
Guang Ju Holding Co., Ltd.	B Current Impact Investment Partnership	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	750,000	7,500	-	7,500	
Guang Ju Holding Co., Ltd.	Intellectual Property Innovation Corporation Partnership Fund	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	-	17,500	-	17,500	
Guang Ju Holding Co., Ltd.	Wisdom Capital Limited Partnership	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	-	82,802	-	82,802	
Jing Hao Investment Co., Ltd.	G-TECH ELECTRONICS LTD.	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	1,097,092	-	8.08%	-	
Jing Hao Investment Co., Ltd.	Common stocks of MEMCHIP TECHNOLOGY CO., LTD.	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	187,915	-	3.13%	-	
Aptos Technology INC.	Common stocks of TOPFUN TECHNOLOGY	None	Financial Assets at Fair Value Through Other Comprehensive	100,000	-	12.27%	-	
Miko-China Enterprise (Shanghai)	Common stocks of Shenzhen He Mei Jing Yi	None	Financial Assets at Fair Value Through Profit or Loss - Non Current	480,000	20,501	0.27%	20,501	
Miracle Technology CO., LTD.	Common corporate bonds of Innova Vision Inc.	None	Financial assets measured at amortized cost	-	30,000	-	30,000	Eliminated in the consolidated financial statements

Taiwan Mask Corporation and Subsidiaries

Business relationships and material transactions between the parent company and its subsidiaries

January 1 to September 30, 2025

Table 4

Unit: NT\$ Thousand

(Unless otherwise specified)

No. (Note 1)	Name of the counterparty	Counterparty	Relationship with the counterparty (Note 2)	Status of transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	Taiwan Mask Corporation	Miracle Technology CO., LTD.	1	Sales	27,665	Net 60	0.59%
0	Taiwan Mask Corporation	Miracle Technology CO., LTD.	1	Endorsement and guarantee	121,780	Same with other customers	0.67%
0	Taiwan Mask Corporation	Miracle International Enterprise(Shanghai) Co., Ltd.	1	Sales	21,435	Net 60	0.46%
0	Taiwan Mask Corporation	Miracle International Enterprise(Shanghai) Co., Ltd.	1	Accounts Receivables	6,559	Net 60	0.04%
0	Taiwan Mask Corporation	Miracle Technology CO., LTD.	1	Accounts Receivables	11,488	Net 60	0.06%
0	Taiwan Mask Corporation	Aptos Technology INC.	1	Other Receivables	134,750	Receipt and payment at an agreed time	0.74%
0	Taiwan Mask Corporation	Innova Vision INC.	1	Rental income	14,323	Same with other customers	0.31%
0	Taiwan Mask Corporation	Aptos Technology INC.	1	Rental income	23,983	Same with other customers	0.51%
0	Taiwan Mask Corporation	Innova Vision INC.	1	Other Receivables	18,700	Receipt and payment at an agreed time	0.10%
0	Taiwan Mask Corporation	Xsense Technology Corporation (B.V.I.) Taiwan Branch	1	Other Receivables	62,028	Receipt and payment at an agreed time	0.34%
0	Taiwan Mask Corporation	Xsense Technology Corporation (B.V.I.) Taiwan Branch	1	Rental income	32,736	Same with other customers	0.70%
0	Taiwan Mask Corporation	Innova Vision INC.	1	Other receivables (loans of funds)	50,000	Receipt and payment at an agreed time	0.27%
0	Taiwan Mask Corporation	Innova Vision INC.	1	Endorsement and guarantee	220,000	Same with other customers	1.21%
0	Taiwan Mask Corporation	Miracle Technology CO., LTD.	1	Rental income	1,825	Same with other customers	0.04%
0	Taiwan Mask Corporation	Guang Ju Holding Co., Ltd.	1	Interest income	3,921	Receipt and payment at an agreed time	0.08%
0	Taiwan Mask Corporation	Aptos Technology INC.	1	Interest income	1,098	Receipt and payment at an agreed time	0.02%
0	Taiwan Mask Corporation	Xsense Technology Corporation (B.V.I.) Taiwan Branch	1	Interest income	1,488	Receipt and payment at an agreed time	0.03%
1	Miracle Technology CO., LTD.	Aptos Technology INC.	3	Interest income	3,433	Receipt and payment at an agreed time	0.07%
1	Miracle Technology CO., LTD.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	3	Endorsement and guarantee	146,000	Same with other customers	0.80%
1	Miracle Technology CO., LTD.	Miracle International Enterprise(Shanghai) Co., Ltd.	3	Sales	69,388	Net 30	1.49%
1	Miracle Technology CO., LTD.	Miracle International Enterprise(Shanghai) Co., Ltd.	3	Accounts Receivables	5,644	Net 30	0.03%
1	Miracle Technology CO., LTD.	Aptos Technology INC.	3	Other receivables (loans of funds)	170,000	Receipt and payment at an agreed time	0.93%
1	Miracle Technology CO., LTD.	Aptos Technology INC.	3	Other Receivables	2,301	Receipt and payment at an agreed time	0.01%
1	Miracle Technology CO., LTD.	Sichuan Miracle Power Technology Co., Ltd.	3	Sales	11,084	Net 60	0.24%
3	Guang Ju Holding Co., Ltd.	Aptos Technology INC.	3	Other Receivables	13,461	Receipt and payment at an agreed time	0.07%
3	Guang Ju Holding Co., Ltd.	Aptos Technology INC.	3	Interest income	6,112	Receipt and payment at an agreed time	0.13%
3	Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	3	Other receivables (loans of funds)	300,000	Receipt and payment at an agreed time	1.64%
3	Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	3	Interest income	6,219	Receipt and payment at an agreed time	0.13%
3	Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	3	Endorsement and guarantee	57,000	Same with other customers	0.31%
3	Guang Ju Holding Co., Ltd.	Innova Vision INC.	3	Interest income	1,418	Receipt and payment at an agreed time	0.03%
3	Guang Ju Holding Co., Ltd.	Innova Vision INC.	3	Endorsement and guarantee	38,000	Same with other customers	0.21%
3	Guang Ju Holding Co., Ltd.	Pilot Energy Co., Ltd.	3	Endorsement and guarantee	13,000	Same with other customers	0.07%
4	Miko-China Enterprise (Shanghai) Co., Ltd.	Miracle Technology CO., LTD.	3	Endorsement and guarantee	217,812	Same with other customers	1.19%
4	Miko-China Enterprise (Shanghai) Co., Ltd.	Sichuan Miracle Power Technology Co., Ltd.	3	Other receivables (loans of funds)	38,439	Receipt and payment at an agreed time	0.21%
5	Pilot Energy Co., Ltd.	Xsense Technology Corporation (B.V.I.) Taiwan Branch	3	Other receivables (loans of funds)	40,000	Receipt and payment at an agreed time	0.22%
6	Innova Vision INC.	iPro Vision Inc.	3	Accounts Receivables	26,211	Net 60	0.14%
6	Innova Vision INC.	iPro Vision Inc.	3	Sales	9,802	Net 60	0.21%
7	iPro Vision Inc.	Innova Vision INC.	3	Sales	3,586	Receipt and payment at an agreed time	0.08%
8	Digital-Can Tech. Co., Ltd.	Taiwan Mask Corporation	2	Sales	3,338	Net 60	0.07%
8	Digital-Can Tech. Co., Ltd.	Taiwan Mask Corporation	2	Accounts Receivables	3,451	Net 60	0.02%
9	ADL Energy Corp	Pilot Energy Co., Ltd.	3	Other receivables (loans of funds)	10,000	Receipt and payment at an agreed time	0.05%

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is "0".

(2) The subsidiaries are numbered in order starting from "1".

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction;

For transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction):

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiaries.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement account.

Note 4: Only transactions with an amount of more than NT\$1 million will be disclosed, and transactions with related parties will not be disclosed separately.

Taiwan Mask Corporation and Subsidiaries
Names, locations and other information of investee companies (not including investees in Mainland China)
January 1 to September 30, 2025

Table 5

Unit: NT\$ Thousand
(Unless otherwise specified)

Name of Investor	Investee	Location	Main business activities	Initial investment amount		Shares held at the end of the period			Profit (loss) of the investee for the current period	Investment profit (loss) recognized for the current period	Note
				Balance at the end of period	End of the previous year	Number of shares	Ownership	Book value			
Taiwan Mask Corporation	SunnyLake Park International Holdings, Inc.	British Virgin Islands	Re-investment	\$ 103,045	\$ 103,045	3,120,000	100%	\$ 5,490	(\$ 82)	(\$ 82)	
Taiwan Mask Corporation	Guang Ju Holding Co., Ltd.	Taiwan	Re-investment	1,960,000	1,260,000	404,877,568	100%	462,485	(1,469,594)	(471,486)	
Taiwan Mask Corporation	Advagene Biopharma Co., Ltd.	Taiwan	Medical, R&D, manufacturing	163,715	165,686	11,996,652	20.20%	32,390	(55,243)	(12,238)	
Taiwan Mask Corporation	Miracle Technology CO., LTD.	Taiwan	Electronics components manufacturing, electronics materials and precision equipment distribution and power component	252,651	252,651	22,955,033	100%	335,307	(192,720)	(19,438)	
Taiwan Mask Corporation	Weida Hi-Tech Co., Ltd.	Taiwan	Display panel control chip and other module's research, design, development, manufacturing and sales	293,371	293,371	12,176,880	28.20%	16,721	(31,479)	(8,934)	
Taiwan Mask Corporation	Innova Vision INC.	Taiwan	Manufacturing, retail, wholesale and international trade of	688,924	598,721	23,416,722	66.71%	57,461	(98,674)	(66,847)	
Taiwan Mask Corporation	ONE TEST SYSTEMS	United States	Research, development and design of test equipment and	121,372	121,372	940,000	100%	81,668	(4,793)	(4,793)	
Taiwan Mask Corporation	Pilot Energy Co., Ltd.	Taiwan	Electronic parts and components and energy technical	180,000	180,000	3,600,000	20.00%	82,665	(57,059)	(3,205)	
Taiwan Mask Corporation	TrueLight Corporation	Taiwan	Fiber-optic communication related products	410,400	410,400	13,500,000	12.11%	348,908	(103,959)	(12,590)	
Guang Ju Holding Co., Ltd.	Xsense Technology Corporation	British Virgin Islands	Precious metal coating	325,965	325,965	1	100.00%	6,045	(179)	(179)	
Guang Ju Holding Co., Ltd.	Xsense Technology Corporation (B.V.I.)	Taiwan	Precious metal coating	-	-	12,189,191	53.00%	(247,976)	(156,445)	(142,075)	
Guang Ju Holding Co., Ltd.	Aptos Technology INC.	Taiwan	Design, packaging and testing of NAND flash memory, solid state drives and the related products	434,692	434,692	28,481,161	47.19%	(169,285)	(74,707)	(35,253)	
Guang Ju Holding Co., Ltd.	Innova Vision INC.	Taiwan	Manufacturing, retail, wholesale and international trade of	151,533	151,533	47,185	0.13%	276	(98,674)	(131)	
Guang Ju Holding Co., Ltd.	Digital-Can Tech. Co., Ltd.	Taiwan	3D Printing and Plastic Mold Design	139,072	139,072	7,281,250	57.39%	117,386	(15,453)	(8,868)	
Guang Ju Holding Co., Ltd.	Pilot Energy Co., Ltd.	Taiwan	Electronic parts and components and energy technical	178,500	178,500	7,000,000	38.89%	156,373	(57,059)	(22,190)	
Guang Ju Holding Co., Ltd.	Moment Semiconductor, Inc.	Taiwan	Retail and wholesale of memory products	43,590	43,590	4,359,000	52.84%	790	(35,666)	(18,845)	
Guang Ju Holding Co., Ltd.	BKSTec Corp.	Taiwan	Electronics Components Manufacturing	30,000	30,000	6,000,000	38.91%	2,272	(41,935)	(16,317)	
Aptos Technology INC.	New Sunrise Limited	Samoa	Re-investment	-	-	-	100%	-	-	-	Note
ADL Energy Corp	Aptos Global Holding Corp.	Seychelles	Re-investment	29,795	29,795	10,000,000	100%	-	-	-	
Miracle Technology CO., LTD.	Jing Hao Investment Co., Ltd.	Taiwan	Re-investment	10,012	10,012	22,955,033	100%	285,742	25,380	25,380	
Jing Hao Investment Co., Ltd.	Miko Technology Co., Ltd	Hong Kong	Electronics components manufacturing, electronics materials and precision equipment distribution and power component	37	37	10,000	100%	6,581	21	21	
Innova Vision INC.	Innova Technology	Taiwan	Sales of contact lens	64,650	64,650	3,000,000	100%	(1,157)	2,345	2,345	
Innova Vision INC.	Innova Vision (B.V.I) Inc.	British Virgin Islands	Re-investment	60,157	60,157	1,000,000	100%	(548)	323	323	
Innova Vision INC.	iPro Vision Inc.	Japan	Sales of contact lens	84,204	84,204	6,400	52.03%	(780)	673	350	
Innova Vision (B.V.I) Inc.	iPro Vision Inc.	Japan	Sales of contact lens	56,420	56,420	5,900	47.97%	(719)	673	323	
Pilot Energy Co., Ltd.	ADL Energy Corp	Taiwan	Electronic parts and components and energy technical	413,050	413,050	9,984,526	100%	40,014	(1,909)	(1,909)	

Note: As of September 30, 2025, the funds for shares have not been remitted.

Taiwan Mask Corporation and Subsidiaries
Information on investments in Mainland China
January 1 to September 30, 2025

Table 6

Unit: NT\$ Thousand
(Unless otherwise specified)

Investee in Mainland China	Main business activities	Paid-up capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to China at the beginning of the period	Amount remitted from Taiwan to China/Amount remitted back to Taiwan for the period		Accumulated outward remittance for investment from Taiwan at end of the current period	Profit (loss) of the investee for the current period	Shareholding percentage of direct or indirect investment of the Company	Investment income (loss) recognized by the Company for the current period (Note 2)	Carrying amount at end of the period	Accumulated repatriation of investment income as of end of current period	Note
					Remitted to	Remitted back							
Miko-China Enterprise (Shanghai) Co., Ltd.	Electronics components manufacturing, electronics materials	\$ 3,283	1	\$ 3,283	\$ -	\$ -	\$ 3,283	\$ 31,549	100%	\$ 31,549	\$ 359,271	\$ 93,573	Note 2 (2) C
Miracle International Enterprise(Shanghai) Co., Ltd.	Electronics components manufacturing, electronics materials	10,215	1	10,215	-	-	10,215	2,678	100%	2,678	101,713	-	Note 2(2)C,
Sichuan Miracle Power Technology	IC product design, production and	53,676	3	-	-	-	-	(19,878)	100%	(19,878)	25,597	-	Note 2 (2)

Name of Company	Accumulated amount of remittance from Taiwan to China as of the end of the period	Investment amount approved by the	Ceiling on investments in China imposed by the Investment Commission of MOEA
Miracle Technology CO., LTD.	\$ 13,498	\$ 13,498	\$ 130,456

Note 1: Investment methods are classified into the following three categories; fill in the number of categories each case belongs to:

- (1) Directly invest in a company in Mainland China.
- (2) Through investing in an existing company in the third area (please specify the company), which then invested in Mainland China.
- (3). Others

Note 2: Investment income recognized by the Company for the current period

- (1) If it is still under preparation with no actual gain or loss, it shall be indicated in the box.
- (2) The basis for recognition of the investment gains or losses is divided into the following three,
 - A. Financial statements reviewed and audited by an international accounting firm that has a collaborative relationship with CPA firms in Taiwan.
 - B. Financial statements reviewed and audited by a certified accountant or accounting firm who works with the parent company in Taiwan.
 - C. Others.

Note 3: The relevant figures in this table should be presented in New Taiwan Dollars.

Note 4: It was originally invested through Misun Technology Co., Ltd. Since the aforementioned company has gone through dissolution and liquidation, it has been changed to Miracle Technology Co., Ltd. directly investing in Miracle International Enterprise (Shanghai) Co., Ltd.