

**PANJIT INTERNATIONAL INC. AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS**

**WITH REPORT OF INDEPENDENT ACCOUNTANTS**

**FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025 AND 2024**

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

## **Review Report of Independent Accountants**

To: PANJIT INTERNATIONAL INC.

### **Introduction**

We have reviewed the accompanying consolidated balance sheets of PANJIT INTERNATIONAL INC. (the “Company”) and its subsidiaries as of 30 June 2025 and 2024, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2025 and 2024 and consolidated statements of changes in equity and cash flows for the six-month periods ended 30 June 2025 and 2024, and notes to the consolidated financial statements, including the summary of significant accounting policies (together “the consolidated financial statements”). Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### **Scope of Review**

Except as explained in the following paragraph, we conducted our reviews in accordance with Statement of Auditing Standards No. 2410, “Review of Financial Statements”. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Basis for Qualified Conclusion**

As explained in Note 4(3), the financial statements of certain insignificant subsidiaries were not reviewed by independent accountants. Those statements reflected total assets of NT\$4,228,274 thousand and NT\$5,224,507 thousand, constituting 15% and 18% of the consolidated total assets, and total liabilities of NT\$960,378 thousand and NT\$984,916 thousand, constituting 7% and 7% of the consolidated total liabilities as of 30 June 2025 and 2024, respectively; and total comprehensive income of (NT\$72,949) thousand, (NT\$253,394) thousand, (NT\$103,055) thousand and (NT\$118,007) thousand, constituting 7%, 52%, (22)% and (12)% of the consolidated total comprehensive income for the three-month and six-month periods ended 30 June 2025 and 2024, respectively. As explained in Note 6.(8), the financial statements of certain associates and joint ventures accounted for under the equity method were not reviewed by independent accountants. Those associates and joint ventures under equity method amounted to NT\$126,405 thousand and NT\$136,644 thousand as of 30 June 2025 and 2024, respectively. The related shares of profits from the associates and joint ventures under the equity method amounted to NT\$44 thousand, (NT\$909) thousand, NT\$934 thousand and NT\$9 thousand for the three-month and six-month periods ended 30 June 2025 and 2024, respectively. The information related to above subsidiaries, and associates and joint ventures accounted for under the equity method disclosed in Note 13 was also not reviewed by independent accountants.

## **Qualified Conclusion**

Based on our reviews and the review reports of other independent accountants (please refer to the Other Matter paragraph of our report), except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries, associates and joint ventures accounted for using equity method and the information been reviewed by independent accountants described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at 30 June 2025 and 2024, and their consolidated financial performance for the three-month and six-month periods ended 30 June 2025 and 2024, and their consolidated cash flows for the six-month periods ended 30 June 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

## **Other Matter – Making Reference to the Reviews of Other Independent Accountants**

We did not review the financial statements of certain investment accounted for under the equity method, which reflected the associates and joint ventures under equity method in the amount of NT1,584,760 thousand and NT\$1,575,905 thousand, constituting 6% and 5% of consolidated total assets as of 30 June 2025 and 2024, and the related shares of profit or loss from the associates and joint ventures under the equity method in the amount of NT\$41,055 thousand, NT\$81,293 thousand, NT\$43,019 thousand, and NT\$71,183 thousand, which represented 11%, 11%, 11% and 11% of the consolidated pretax income for the three-month and six-month periods ended June 30, 2025 and 2024, respectively, and the related shares of other comprehensive income (loss) from the associates and joint ventures in the amount of NT\$(78,516) thousand, NT\$(69,811) thousand, NT\$5,531 thousand, and NT\$27,965 thousand, which represented 6%, 6%, 4% and 7% of the consolidated total comprehensive income (loss) for the three-month and six-month periods ended June 30, 2025 and 2024, respectively. Those financial statements were reviewed by other independent accountants, whose reports thereon have been furnished to us, and our review results are based solely on the reports of the other independent accountants.

Ernst & Young Taiwan

8 Aug. 2025

## **Notice to Readers**

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

Accordingly, the accompanying consolidated financial statements and report of independent auditors are not intended for use by those who are not informed about the accounting principles or Standards on Auditing of Republic of China, and their applications in practice.

English Translation of Financial Statements Originally Issued in Chinese

PANJIT INTERNATIONAL INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

June 30, 2025, December 31, 2024, and June 30, 2024

(Expressed in Thousand of New Taiwan Dollars)

| Asset                                                                         | Note         | June 30, 2025 |     | December 31, 2024 |     | June 30, 2024 |     |
|-------------------------------------------------------------------------------|--------------|---------------|-----|-------------------|-----|---------------|-----|
|                                                                               |              | Amount        | %   | Amount            | %   | Amount        | %   |
| <b>Current asset</b>                                                          |              |               |     |                   |     |               |     |
| Cash and cash equivalents                                                     | 6(1)         | \$2,177,634   | 8   | \$2,361,159       | 8   | \$2,565,035   | 9   |
| Financial assets at fair value through profit or loss - current               | 6(2)         | 4,904,812     | 18  | 4,552,436         | 16  | 4,469,795     | 15  |
| Notes receivable, net                                                         | 6(5),(21)    | 404,892       | 1   | 336,224           | 1   | 571,838       | 2   |
| Accounts receivable, net                                                      | 6(6),(21)    | 3,492,948     | 13  | 3,467,331         | 12  | 3,707,248     | 13  |
| Accounts receivable due from related parties, net                             | 6(6), (21)/7 | 20,316        | -   | 28,546            | -   | 42,206        | -   |
| Other receivables, net                                                        |              | 105,563       | -   | 103,967           | -   | 226,388       | 1   |
| Other receivables due from related parties                                    | 7            | 6,105         | -   | 3,974             | -   | 12,044        | -   |
| Inventories, net                                                              | 6(7)         | 2,538,494     | 9   | 2,738,608         | 9   | 2,782,126     | 9   |
| Prepayments                                                                   | 7            | 468,197       | 2   | 496,248           | 2   | 535,138       | 2   |
| Other current assets                                                          | 8            | 106,956       | -   | 125,040           | 1   | 91,618        | -   |
| <b>Total current assets</b>                                                   |              | 14,225,917    | 51  | 14,213,533        | 49  | 15,003,436    | 51  |
| <b>Non-current assets</b>                                                     |              |               |     |                   |     |               |     |
| Financial assets at fair value through profit or loss-non-current             | 6(2)         | 765,820       | 3   | 839,679           | 3   | 421,893       | 1   |
| Financial assets at fair value through other comprehensive income-non-current | 6(3)         | 444,989       | 1   | 479,208           | 2   | 490,493       | 2   |
| Financial assets measured at amortized cost-non-current                       | 6(4)         | 27,596        | -   | 27,499            | -   | 28,031        | -   |
| Investments accounted for using the equity method                             | 6(8)         | 1,996,186     | 7   | 2,197,752         | 8   | 2,039,887     | 7   |
| Property, Plant, and Equipment                                                | 6(9)         | 6,880,500     | 25  | 7,322,424         | 25  | 7,584,086     | 26  |
| Right-of-use assets                                                           | 6(22)/7      | 1,078,834     | 4   | 1,143,754         | 4   | 1,195,142     | 4   |
| Intangible assets                                                             | 6(10),(11)   | 1,618,830     | 6   | 1,640,812         | 6   | 1,642,213     | 6   |
| Deferred tax assets                                                           |              | 361,230       | 1   | 329,472           | 1   | 371,994       | 1   |
| Prepayment for equipments                                                     |              | 79,804        | -   | 91,982            | -   | 111,089       | -   |
| Refundable deposits                                                           | 8            | 137,198       | 1   | 277,745           | 1   | 280,928       | 1   |
| Other non-current assets, others                                              | 8            | 178,591       | 1   | 178,804           | 1   | 194,438       | 1   |
| <b>Total non-current assets</b>                                               |              | 13,569,578    | 49  | 14,529,131        | 51  | 14,360,194    | 49  |
| <b>Total assets</b>                                                           |              | \$27,795,495  | 100 | \$28,742,664      | 100 | \$29,363,630  | 100 |

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

## English Translation of Financial Statements Originally Issued in Chinese

## PANJIT INTERNATIONAL INC. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS

June 30, 2025, December 31, 2024, and June 30, 2024

(Expressed in Thousand of New Taiwan Dollars)

| Liabilities and equity                                                 | Note      | June 30, 2025       |            | December 31, 2024   |            | June 30, 2024       |            |
|------------------------------------------------------------------------|-----------|---------------------|------------|---------------------|------------|---------------------|------------|
|                                                                        |           | Amount              | %          | Amount              | %          | Amount              | %          |
| <b>Current Liabilities</b>                                             |           |                     |            |                     |            |                     |            |
| Current borrowings                                                     | 6(12)     | \$2,984,573         | 11         | \$2,996,916         | 10         | \$3,053,775         | 10         |
| Current financial liabilities at fair value through profit or loss     | 6(14)     | 212                 | -          | 3,411               | -          | 1,641               | -          |
| Contractual liabilities - current                                      | 6(20)     | 7,872               | -          | 6,058               | -          | 6,873               | -          |
| Notes payable                                                          | 6(13)     | 382,053             | 1          | 387,991             | 2          | 449,315             | 2          |
| Accounts payable                                                       |           | 1,147,481           | 4          | 1,163,913           | 4          | 1,415,316           | 5          |
| Accounts payable to related parties                                    | 7         | 26,878              | -          | 37,131              | -          | 52,608              | -          |
| Other payables                                                         |           | 2,032,182           | 8          | 1,407,627           | 5          | 1,854,561           | 6          |
| Other payables to related parties                                      | 7         | 35,134              | -          | 38,458              | -          | 38,174              | -          |
| Current tax liabilities                                                |           | 354,133             | 1          | 219,210             | 1          | 198,583             | 1          |
| Current lease liabilities                                              | 6(22) / 7 | 55,453              | -          | 57,660              | -          | 49,522              | -          |
| Long-term borrowings, current portion                                  | 6(17) / 8 | 801,043             | 3          | 767,870             | 3          | 611,348             | 2          |
| Other current liabilities, others                                      |           | 86,489              | -          | 119,545             | -          | 122,051             | 1          |
| <b>Total current liabilities</b>                                       |           | <b>7,913,503</b>    | <b>28</b>  | <b>7,205,790</b>    | <b>25</b>  | <b>7,853,767</b>    | <b>27</b>  |
| <b>Non-current Liabilities</b>                                         |           |                     |            |                     |            |                     |            |
| Non-current financial liabilities at fair value through profit or loss | 6(14)     | 9,013               | -          | 13,763              | -          | -                   | -          |
| Bonds payable                                                          | 6(16)     | 446,988             | 2          | 441,245             | 2          | -                   | -          |
| Long-term borrowings                                                   | 6(17) / 8 | 4,450,459           | 16         | 4,951,959           | 17         | 5,991,999           | 21         |
| Deferred tax liabilities                                               |           | 107,293             | -          | 123,179             | 1          | 108,006             | -          |
| Non-current lease liabilities                                          | 6(22) / 7 | 218,104             | 1          | 249,683             | 1          | 267,024             | 1          |
| Long-term deferred revenue                                             | 6(15)     | 58,906              | -          | 51,459              | -          | 56,707              | -          |
| Net defined benefit liability, non-current                             |           | 60,750              | -          | 61,035              | -          | 43,377              | -          |
| Other non-current liabilities, others                                  |           | 115,908             | 1          | 124,707             | -          | 102,282             | -          |
| <b>Total non-current liabilities</b>                                   |           | <b>5,467,421</b>    | <b>20</b>  | <b>6,017,030</b>    | <b>21</b>  | <b>6,569,395</b>    | <b>22</b>  |
| <b>Total liabilities</b>                                               |           | <b>13,380,924</b>   | <b>48</b>  | <b>13,222,820</b>   | <b>46</b>  | <b>14,423,162</b>   | <b>49</b>  |
| <b>Equity attributable to the parent company</b>                       |           |                     |            |                     |            |                     |            |
| <b>Capital stock</b>                                                   |           |                     |            |                     |            |                     |            |
| Common stock                                                           | 6(19)     | 3,821,149           | 14         | 3,821,149           | 13         | 3,821,149           | 13         |
| <b>Capital surplus</b>                                                 | 6(19)     | 6,106,512           | 22         | 6,072,159           | 21         | 6,011,885           | 21         |
| <b>Retained earnings</b>                                               | 6(19)     |                     |            |                     |            |                     |            |
| Legal reserve                                                          |           | 902,653             | 3          | 812,657             | 3          | 812,657             | 3          |
| Special reserve                                                        |           | 717,237             | 3          | 717,237             | 3          | 717,237             | 2          |
| Unappropriated earnings                                                |           | 2,841,567           | 10         | 2,938,084           | 10         | 2,499,149           | 9          |
| <b>Total retained earnings</b>                                         |           | <b>4,461,457</b>    | <b>16</b>  | <b>4,467,978</b>    | <b>16</b>  | <b>4,029,043</b>    | <b>14</b>  |
| <b>Other components of equity</b>                                      |           | <b>(1,280,754)</b>  | <b>(5)</b> | <b>(238,172)</b>    | <b>(1)</b> | <b>(230,688)</b>    | <b>(1)</b> |
| <b>Equity attributable to owners of the parent company</b>             |           | <b>13,108,364</b>   | <b>47</b>  | <b>14,123,114</b>   | <b>49</b>  | <b>13,631,389</b>   | <b>47</b>  |
| <b>Non-controlling interests</b>                                       | 6(19)     | 1,306,207           | 5          | 1,396,730           | 5          | 1,309,079           | 4          |
| <b>Total equity</b>                                                    |           | <b>14,414,571</b>   | <b>52</b>  | <b>15,519,844</b>   | <b>54</b>  | <b>14,940,468</b>   | <b>51</b>  |
| <b>Total liabilities and equity</b>                                    |           | <b>\$27,795,495</b> | <b>100</b> | <b>\$28,742,664</b> | <b>100</b> | <b>\$29,363,630</b> | <b>100</b> |

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

## English Translation of Financial Statements Originally Issued in Chinese

PANJIT INTERNATIONAL INC. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three-month and six-month periods ended 30 June 2025 and 2024

(Expressed in Thousand of New Taiwan Dollars)

| Items                                                                                                                  | Note              | For the three-month periods ended June |      |             |      | For the six-month periods ended June |      |             |      |
|------------------------------------------------------------------------------------------------------------------------|-------------------|----------------------------------------|------|-------------|------|--------------------------------------|------|-------------|------|
|                                                                                                                        |                   | 2025                                   |      | 2024        |      | 2025                                 |      | 2024        |      |
|                                                                                                                        |                   | Amount                                 | %    | Amount      | %    | Amount                               | %    | Amount      | %    |
| <b>Operating revenue</b>                                                                                               | 6(20), 7          | \$3,400,054                            | 100  | \$3,280,543 | 100  | \$6,471,760                          | 100  | \$6,189,677 | 100  |
| <b>Operating cost</b>                                                                                                  | 6(7),(22),(23),7  | (2,357,670)                            | (69) | (2,371,397) | (72) | (4,497,852)                          | (69) | (4,504,328) | (73) |
| <b>Gross profit</b>                                                                                                    |                   | 1,042,384                              | 31   | 909,146     | 28   | 1,973,908                            | 31   | 1,685,349   | 27   |
| <b>Operating expenses</b>                                                                                              | 6(21),(22),(23),7 |                                        |      |             |      |                                      |      |             |      |
| Selling expenses                                                                                                       |                   | (181,568)                              | (5)  | (181,109)   | (6)  | (357,578)                            | (6)  | (344,930)   | (6)  |
| General and administrative expenses                                                                                    |                   | (286,606)                              | (8)  | (274,634)   | (8)  | (562,449)                            | (9)  | (505,939)   | (8)  |
| Research and development expenses                                                                                      |                   | (238,688)                              | (7)  | (206,483)   | (6)  | (485,189)                            | (7)  | (443,827)   | (7)  |
| Expected credit (losses) gains                                                                                         |                   | 6,746                                  | -    | 4,867       | -    | 4,425                                | -    | 1,699       | -    |
| <b>Subtotal</b>                                                                                                        |                   | (700,116)                              | (20) | (657,359)   | (20) | (1,400,791)                          | (22) | (1,292,997) | (21) |
| <b>Operating income</b>                                                                                                |                   | 342,268                                | 11   | 251,787     | 8    | 573,117                              | 9    | 392,352     | 6    |
| <b>Non-operating income and expenses</b>                                                                               | 6(22),(24),7      |                                        |      |             |      |                                      |      |             |      |
| Interest income                                                                                                        |                   | 65,255                                 | 2    | 49,753      | 2    | 113,583                              | 2    | 102,270     | 2    |
| Other income                                                                                                           |                   | 43,741                                 | 1    | 22,314      | 1    | 83,220                               | 1    | 34,321      | 1    |
| Other gains and losses                                                                                                 |                   | (65,569)                               | (2)  | 67,400      | 2    | 13,232                               | -    | 167,528     | 3    |
| Finance costs                                                                                                          |                   | (54,173)                               | (2)  | (56,295)    | (2)  | (108,766)                            | (2)  | (112,835)   | (2)  |
| Share of profit or loss of associates under equity method                                                              | 6(8)              | 39,934                                 | 1    | 46,246      | 1    | 81,673                               | 1    | 72,367      | 1    |
| <b>Subtotal</b>                                                                                                        |                   | 29,188                                 | -    | 129,418     | 4    | 182,942                              | 2    | 263,651     | 5    |
| <b>Pretax income from continuing operations</b>                                                                        |                   | 371,456                                | 11   | 381,205     | 12   | 756,059                              | 11   | 656,003     | 11   |
| <b>Income tax expenses</b>                                                                                             | 6(26)             | (66,894)                               | (2)  | (46,675)    | (2)  | (139,026)                            | (2)  | (95,199)    | (2)  |
| <b>Profit from continuing operations</b>                                                                               |                   | 304,562                                | 9    | 334,530     | 10   | 617,033                              | 9    | 560,804     | 9    |
| <b>Net income</b>                                                                                                      |                   | 304,562                                | 9    | 334,530     | 10   | 617,033                              | 9    | 560,804     | 9    |
| <b>Other comprehensive income (loss)</b>                                                                               | 6(25),(26)        |                                        |      |             |      |                                      |      |             |      |
| <b>Items that will not be reclassified subsequently to profit or loss:</b>                                             |                   |                                        |      |             |      |                                      |      |             |      |
| Unrealized gains (losses) from equity instrument investments measured at fair value through other comprehensive income |                   | (8,010)                                | -    | 12,139      | -    | (22,385)                             | -    | (3,973)     | -    |
| Income tax related to items that will not be reclassified                                                              |                   | 1,913                                  | -    | 780         | -    | 2,952                                | -    | 2,147       | -    |
| <b>Items that may be reclassified subsequently to profit or loss:</b>                                                  |                   |                                        |      |             |      |                                      |      |             |      |
| Exchange differences arising on translation of foreign operations                                                      |                   | (1,302,996)                            | (38) | 126,862     | 4    | (1,081,365)                          | (17) | 442,344     | 7    |
| Income tax related to items that may be reclassified                                                                   |                   | -                                      | -    | -           | -    | 1                                    | -    | (50,277)    | (1)  |
| <b>Total other comprehensive income (loss), net of tax</b>                                                             |                   | (1,309,093)                            | (38) | 139,781     | 4    | (1,100,797)                          | (17) | 390,241     | 6    |
| <b>Total comprehensive income (loss)</b>                                                                               |                   | (\$1,004,531)                          | (29) | \$474,311   | 14   | (\$483,764)                          | (8)  | \$951,045   | 15   |
| <b>Profit (loss), attributable to:</b>                                                                                 |                   |                                        |      |             |      |                                      |      |             |      |
| Profit (loss), attributable to owners of parent                                                                        |                   | \$251,794                              | 7    | \$281,992   | 8    | \$528,440                            | 8    | \$460,589   | 7    |
| Profit (loss), attributable to non-controlling interests                                                               |                   | 52,768                                 | 2    | 52,538      | 2    | 88,593                               | 1    | 100,215     | 2    |
|                                                                                                                        |                   | \$304,562                              | 9    | \$334,530   | 10   | \$617,033                            | 9    | \$560,804   | 9    |
| <b>Comprehensive income attributable to:</b>                                                                           |                   |                                        |      |             |      |                                      |      |             |      |
| Comprehensive income, attributable to owners of parent                                                                 |                   | (\$992,622)                            | (29) | \$411,591   | 12   | (\$514,142)                          | (8)  | \$836,582   | 13   |
| Comprehensive income, attributable to non-controlling interests                                                        |                   | (11,909)                               | -    | 62,720      | 2    | 30,378                               | -    | 114,463     | 2    |
|                                                                                                                        |                   | (\$1,004,531)                          | (29) | \$474,311   | 14   | (\$483,764)                          | (8)  | \$951,045   | 15   |
| <b>Earnings per share (NT\$)</b>                                                                                       | 6(27)             |                                        |      |             |      |                                      |      |             |      |
| Basic earnings per share                                                                                               |                   | \$0.66                                 |      | \$0.74      |      | \$1.38                               |      | \$1.21      |      |
| Diluted earnings per share                                                                                             |                   | \$0.66                                 |      | \$0.74      |      | \$1.38                               |      | \$1.20      |      |

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

English Translation of Financial Statements Originally Issued in Chinese

PANJIT INTERNATIONAL INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the six-month periods ended 30 June 2025 and 2024  
(Expressed in Thousand of New Taiwan Dollars)

| Items                                                                                                     | Equity attributable to owners of parent company |                    |                   |                  |                         |                                                                   |                                                                                                          |                |                     | Non-Controlling Interests | Total Equity        |
|-----------------------------------------------------------------------------------------------------------|-------------------------------------------------|--------------------|-------------------|------------------|-------------------------|-------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------|----------------|---------------------|---------------------------|---------------------|
|                                                                                                           | Capital                                         | Capital Surplus    | Retained earnings |                  |                         | Other Components of Equity                                        |                                                                                                          |                | Total               |                           |                     |
|                                                                                                           | Common Stock                                    |                    | Legal Reserves    | Special Reserves | Unappropriated earnings | Exchange Differences Arising on Translation of Foreign Operations | Unrealized Gains or Losses on Financial Assets Measured at Fair Value through Other Comprehensive Income | Others         |                     |                           |                     |
| Balance as of January 1, 2024                                                                             | \$3,821,149                                     | \$6,007,138        | \$729,336         | \$717,237        | \$2,579,987             | (\$465,184)                                                       | (\$140,652)                                                                                              | (\$413)        | \$13,248,598        | \$1,385,941               | \$14,634,539        |
| Appropriation and distribution of 2023 retained earnings                                                  |                                                 |                    |                   |                  |                         |                                                                   |                                                                                                          |                |                     |                           |                     |
| Legal reserve                                                                                             | -                                               | -                  | 83,321            | -                | (83,321)                | -                                                                 | -                                                                                                        | -              | -                   | -                         | -                   |
| Cash dividend                                                                                             | -                                               | -                  | -                 | -                | (458,538)               | -                                                                 | -                                                                                                        | -              | (458,538)           | -                         | (458,538)           |
| Changes in equity of associates accounted for using the equity method                                     | -                                               | 22,160             | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | 22,160              | -                         | 22,160              |
| Net income for the six-month periods ended 30 June 2024                                                   | -                                               | -                  | -                 | -                | 460,589                 | -                                                                 | -                                                                                                        | -              | 460,589             | 100,215                   | 560,804             |
| Other comprehensive income (loss) for the six-month periods ended 30 June 2024                            | -                                               | -                  | -                 | -                | -                       | 377,797                                                           | (1,804)                                                                                                  | -              | 375,993             | 14,248                    | 390,241             |
| Total comprehensive income (loss)                                                                         | -                                               | -                  | -                 | -                | 460,589                 | 377,797                                                           | (1,804)                                                                                                  | -              | 836,582             | 114,463                   | 951,045             |
| Difference between consideration and carrying amount of subsidiaries acquired or disposed                 | -                                               | (19,179)           | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | (19,179)            | (33,167)                  | (52,346)            |
| Changes in ownership interests in subsidiaries                                                            | -                                               | 1,766              | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | 1,766               | 16,907                    | 18,673              |
| Changes in non-controlling interests                                                                      | -                                               | -                  | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | -                   | (175,065)                 | (175,065)           |
| Disposal of investments in equity instruments designated at fair value through other comprehensive income | -                                               | -                  | -                 | -                | 432                     | -                                                                 | (432)                                                                                                    | -              | -                   | -                         | -                   |
| Balance as of June 30, 2024                                                                               | <u>\$3,821,149</u>                              | <u>\$6,011,885</u> | <u>\$812,657</u>  | <u>\$717,237</u> | <u>\$2,499,149</u>      | <u>(\$87,387)</u>                                                 | <u>(\$142,888)</u>                                                                                       | <u>(\$413)</u> | <u>\$13,631,389</u> | <u>\$1,309,079</u>        | <u>\$14,940,468</u> |
| Balance as of January 1, 2025                                                                             | \$3,821,149                                     | \$6,072,159        | \$812,657         | \$717,237        | \$2,938,084             | (\$54,671)                                                        | (\$183,088)                                                                                              | (\$413)        | \$14,123,114        | \$1,396,730               | \$15,519,844        |
| Appropriation and distribution of 2024 retained earnings                                                  |                                                 |                    |                   |                  |                         |                                                                   |                                                                                                          |                |                     |                           |                     |
| Legal reserve                                                                                             | -                                               | -                  | 89,996            | -                | (89,996)                | -                                                                 | -                                                                                                        | -              | -                   | -                         | -                   |
| Cash dividend                                                                                             | -                                               | -                  | -                 | -                | (534,961)               | -                                                                 | -                                                                                                        | -              | (534,961)           | -                         | (534,961)           |
| Changes in equity of associates accounted for using the equity method                                     | -                                               | 39,048             | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | 39,048              | -                         | 39,048              |
| Net income for the six-month periods ended 30 June 2025                                                   | -                                               | -                  | -                 | -                | 528,440                 | -                                                                 | -                                                                                                        | -              | 528,440             | 88,593                    | 617,033             |
| Other comprehensive income (loss) for the six-month periods ended 30 June 2025                            | -                                               | -                  | -                 | -                | -                       | (1,023,278)                                                       | (19,304)                                                                                                 | -              | (1,042,582)         | (58,215)                  | (1,100,797)         |
| Total comprehensive income (loss)                                                                         | -                                               | -                  | -                 | -                | 528,440                 | (1,023,278)                                                       | (19,304)                                                                                                 | -              | (514,142)           | 30,378                    | (483,764)           |
| Changes in ownership interests in subsidiaries                                                            | -                                               | (4,695)            | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | (4,695)             | 4,695                     | -                   |
| Changes in non-controlling interests                                                                      | -                                               | -                  | -                 | -                | -                       | -                                                                 | -                                                                                                        | -              | -                   | (125,596)                 | (125,596)           |
| Balance as of June 30, 2025                                                                               | <u>\$3,821,149</u>                              | <u>\$6,106,512</u> | <u>\$902,653</u>  | <u>\$717,237</u> | <u>\$2,841,567</u>      | <u>(\$1,077,949)</u>                                              | <u>(\$202,392)</u>                                                                                       | <u>(\$413)</u> | <u>\$13,108,364</u> | <u>\$1,306,207</u>        | <u>\$14,414,571</u> |

English Translation of Financial Statements Originally Issued in Chinese

PANJIT INTERNATIONAL INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the six-month periods ended 30 June 2025 and 2024

(Expressed in Thousand of New Taiwan Dollars)

| Items                                                                                                   | For the six-month periods ended 30 June |             |
|---------------------------------------------------------------------------------------------------------|-----------------------------------------|-------------|
|                                                                                                         | 2025                                    | 2024        |
| Cash flow from operating activities                                                                     |                                         |             |
| Net income before tax                                                                                   | \$756,059                               | \$656,003   |
| Adjustments                                                                                             |                                         |             |
| Adjustments to reconcile profit (loss):                                                                 |                                         |             |
| Depreciation expense                                                                                    | 493,420                                 | 502,604     |
| Amortization expense                                                                                    | 15,914                                  | 16,465      |
| Expected credit losses (gains)                                                                          | (4,425)                                 | (1,699)     |
| Net (gain) of financial assets and liabilities at fair value through profit or loss                     | (121,321)                               | (95,656)    |
| Interest expense                                                                                        | 108,766                                 | 112,835     |
| Interest revenue                                                                                        | (113,583)                               | (102,270)   |
| Dividend income                                                                                         | (1,417)                                 | (2,340)     |
| Share of (profit) of associates accounted for using equity method                                       | (81,673)                                | (72,367)    |
| (Gain) on disposal of property, plant and equipment                                                     | (3,071)                                 | (1,966)     |
| Reversal of impairment loss on non-financial assets                                                     | (5,272)                                 | (21)        |
| Others - Loss (reversal gain) on inventory valuation                                                    | (76,730)                                | 38,355      |
| Others - other                                                                                          | 20,466                                  | 16,087      |
| Subtotal                                                                                                | 231,074                                 | 410,027     |
| Changes in operating assets and liabilities:                                                            |                                         |             |
| Changes in operating assets:                                                                            |                                         |             |
| (Increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value | (713,500)                               | (860,011)   |
| (Increase) decrease in notes receivable                                                                 | (68,668)                                | 18,486      |
| Decrease (increase) in accounts receivable                                                              | 146,312                                 | (345,078)   |
| Decrease (increase) in accounts receivable due from related parties                                     | 8,230                                   | (2,617)     |
| Decrease (increase) in other receivable                                                                 | 3,785                                   | (76,731)    |
| (Increase) in other receivables due from related parties                                                | (2,131)                                 | (9,284)     |
| Decrease in inventories                                                                                 | 295,223                                 | 180,125     |
| Decrease in prepayments                                                                                 | 78,023                                  | 6,924       |
| Decrease in other current assets                                                                        | 18,085                                  | 66,638      |
| Changes in operating liabilities:                                                                       |                                         |             |
| Increase (decrease) in Contract liabilities                                                             | 1,814                                   | (2,871)     |
| (Decrease) in Notes payable                                                                             | (5,938)                                 | (187,425)   |
| Increase in accounts payable                                                                            | 7,630                                   | 64,495      |
| (Decrease) in accounts payable to related parties                                                       | (10,253)                                | (1,669)     |
| Increase in Other payables                                                                              | 43,345                                  | 47,797      |
| (Decrease) increase in other payable to related parties                                                 | (3,324)                                 | 984         |
| Increase in other current liabilities                                                                   | 9,858                                   | 4,721       |
| (Decrease) in net defined benefit liability                                                             | (970)                                   | (24,424)    |
| Total changes in operating assets and liabilities                                                       | (192,479)                               | (1,119,940) |
| Cash inflow (outflow) generated from operations                                                         | 794,654                                 | (53,910)    |
| Interest received                                                                                       | 126,759                                 | 104,493     |
| Income tax (paid)                                                                                       | (100,716)                               | (204,191)   |
| Net cash flows from (used in) operating activities                                                      | 820,697                                 | (153,608)   |

(continued)

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



English Translation of Financial Statements Originally Issued in Chinese

PANJIT INTERNATIONAL INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the six-month periods ended 30 June 2025 and 2024

(Expressed in Thousand of New Taiwan Dollars)

| Items                                                                                       | For the six-month periods ended 30 June |             |
|---------------------------------------------------------------------------------------------|-----------------------------------------|-------------|
|                                                                                             | 2025                                    | 2024        |
| Cash flows from investing activities:                                                       |                                         |             |
| Acquisition of financial assets at fair value through other comprehensive income            | -                                       | (5,576)     |
| Proceeds from disposal of financial assets at fair value through other comprehensive income | -                                       | 3,815       |
| Acquisition of financial assets at fair value through profit or loss                        | (312,216)                               | (466,401)   |
| Proceeds from disposal of financial assets at fair value through profit or loss             | 264,766                                 | 101,651     |
| Acquisition of investments accounted for using equity method                                | -                                       | (19,093)    |
| Acquisition of property, plant and equipment                                                | (100,529)                               | (170,888)   |
| Proceeds from disposal of property, plant and equipment                                     | 3,832                                   | 2,002       |
| Decrease in refundable deposits                                                             | 140,547                                 | 187,780     |
| Acquisition of intangible assets                                                            | (5,722)                                 | (3,421)     |
| Increase in other financial assets                                                          | (836)                                   | -           |
| Decrease in other financial assets                                                          | -                                       | 70,018      |
| Increase in other non-current assets                                                        | -                                       | (116,538)   |
| Decrease in other non-current assets                                                        | 1,049                                   | -           |
| Increase in prepayments for business facilities                                             | (55,235)                                | (68,604)    |
| Dividends received                                                                          | 199,153                                 | 147,509     |
| Net cash flows from (used in) investing activities                                          | 134,809                                 | (337,746)   |
| Cash flows from (used in) financing activities:                                             |                                         |             |
| Increase in short-term loans                                                                | 3,411                                   | 357,213     |
| Repayments of long-term debt                                                                | (464,526)                               | (251,522)   |
| Repayments of lease liabilities                                                             | (36,208)                                | (34,940)    |
| Decrease in other non-current liabilities                                                   | (8,800)                                 | (894)       |
| Acquisition of ownership interests in subsidiaries                                          | -                                       | (27,500)    |
| Interest paid                                                                               | (96,106)                                | (104,142)   |
| Change in non-controlling interests                                                         | (130,287)                               | (175,065)   |
| Net cash flows from (used in) financing activities                                          | (732,516)                               | (236,850)   |
| Effect of exchange rate changes on cash and cash equivalents                                | (406,515)                               | 216,362     |
| Net (decrease) in cash and cash equivalents                                                 | (183,525)                               | (511,842)   |
| Cash and cash equivalents at beginning of period                                            | 2,361,159                               | 3,076,877   |
| Cash and cash equivalents at end of period                                                  | \$2,177,634                             | \$2,565,035 |

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

English Translation of Financial Statements Originally Issued in Chinese  
PANJIT INTERNATIONAL INC. AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025 AND 2024  
(Expressed in Thousands of New Taiwan Dollars unless Otherwise Specified)

1. History and organization

(1) PANJIT INTERNATIONAL INC. (the Company) was incorporated on 20 May 1986, under the Company Act of the Republic of China on Taiwan. The Company's registered address is No. 24, Gangshan N. Rd., Gangshan Dist., Kaohsiung City. The principal activities of the Company are to manufacture, process, assemble and to import and export semiconductors. The Company also assembles, trades and transfers technological advancements of machinery parts. The Company also trades resins and paints for semiconductors.

(2) The Company's shares commenced trading on Taipei Exchange Market (GreTai Securities Market) on 22 December 1999, and then trading on Taiwan Stock Exchange Corporation on 17 September 2001.

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

The consolidated financial statements of the Company and its subsidiaries ("the Group") for the six-month period ended 30 June, 2025 and 2024 were authorized for issue by the Board of Directors on 8 August, 2025.

3. Applicability of new published and revised criteria and their interpretation

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

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission ("FSC") and become effective for annual periods beginning on or after 1 January 2025. The adoption of these new standards and amendments had no material impact on the Group.

(2) Standards or interpretations issued, revised or amended, by IASB which are not endorsed by FSC, and not yet adopted by the Group as at the end of the reporting period are listed below:

| Items | New, Revised or Amended Standards and Interpretations                                                                                                                    | Effective Date issued by IASB |
|-------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------|
| a     | IFRS 17 "Insurance Contracts"                                                                                                                                            | January 1, 2023               |
| b     | Amendments to IFRS 9 "Financial Instruments" and IFRS 7 "Financial Instruments: Disclosures" - Amendments to the Classification and Measurement of Financial Instruments | January 1, 2026               |
| c     | Annual Improvements to IFRS Accounting Standards – Volume 11                                                                                                             | January 1, 2026               |
| d     | Contracts Referencing Nature-dependent Electricity—Amendments to IFRS 9 "Financial Instruments" and IFRS 7 "Financial Instruments: Disclosures"                          | January 1, 2026               |

(a) IFRS 17 "Insurance Contracts"

IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects (including recognition, measurement, presentation, and disclosure requirements). The core of IFRS 17 is the General (building block) Model, under this model, on initial recognition, an entity shall measure a group of insurance contracts at the total of the fulfilment cash flows and the contractual service margin.

In addition to the general model, we also offer a specific method for contracts with direct participation characteristics (variable fee approach); and a simplified method for short-term contracts (premium allocation approach).

IFRS 17 was issued in May 2017, and it was amended in 2020 and 2021. The amendments include deferral of the date of initial application of IFRS 17 by two years to annual beginning on or after January 1, 2023 (from the original effective date of January 1, 2021), provide additional transition reliefs, simplify some requirements to reduce the costs of applying IFRS 17 and revise some requirements to make the results easier to explain. IFRS 17 replaces an interim Standard - IFRS 4 Insurance Contracts - from annual reporting periods beginning on or after January 1, 2023.

(b) Amendments to IFRS 9 "Financial Instruments" (IFRS 9) and IFRS 7 "Financial Instruments: Disclosures" (IFRS 7) - Amendments to the Classification and Measurement of Financial Instruments

The amendments include:

- i. Clarify that a financial liability is derecognized on the settlement date and describe the accounting treatment for settlement of financial liabilities using an electronic payment system before the settlement date.
- ii. Clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features.
- iii. Clarify the treatment of non-recourse assets and contractually linked instruments.
- iv. Require additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

(c) Annual Improvements to IFRS Accounting Standards – Volume 11

- i. Amendments to IFRS 1
- ii. Amendments to IFRS 7
- iii. Amendments to IFRS 7 of Implementation guidance
- iv. Amendments to IFRS 9
- V. Amendments to IFRS 10
- VI. Amendments to IAS 7

- (d) Contracts Referencing Nature-dependent Electricity –Amendments to IFRS 9 “Financial Instruments” (IFRS 9) and IFRS 7 “Financial Instruments: Disclosures” (IFRS 7)

The amendments include:

- (a) Clarify the application of the “own-use” requirements.
- (b) Permit hedge accounting if these contracts are used as hedging instruments.
- (c) Add new disclosure requirements to enable investors to understand the effect of these contracts on a company’s financial performance and cash flows.

The above newly issued and amendments standards apply for annual reporting periods beginning on or after January 1, 2026 and have no significant impact on the Group’s assessment.

- (3) Standards or interpretations issued, revised or amended, by International Accounting Standards Board (“IASB”) which are endorsed by FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

| Items | New, Revised or Amended Standards and Interpretations                                                                                                                                          | Effective Date issued by IASB |
|-------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------|
| a     | IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” — Sale or Contribution of Assets between an Investor and its Associate or joint ventures | To be determined by IASB      |
| b     | IFRS 18 “Presentation and Disclosure in Financial Statements”                                                                                                                                  | January 1, 2027               |
| c     | IFRS 19 “Disclosure Initiative - Subsidiaries without Public Accountability: Disclosures”                                                                                                      | January 1, 2027               |

- (a) Amendments to IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” - Sale or investment of assets between investors and their associates or joint ventures

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

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

(b) IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 replaces IAS 1 “Presentation of Financial Statements”. The main changes in the new standard are as below:

i. Improved comparability in the statement of profit or loss (income statement)

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

ii. Enhanced transparency of management-defined performance measures

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

iii. Useful grouping of information in the financial statements

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

(c) IFRS 19 “Disclosure Initiative - Subsidiaries without Public Accountability: Disclosures”

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

The abovementioned standards and interpretations issued by IASB have not yet endorsed by FSC at the date when the Group’s financial statements were authorized for issue, and the local effective dates are to be determined by FSC. As the Group is still currently determining the potential impact of the standards and interpretations listed under (b), it is not practicable to estimate their impact on the Group at this point in time. The remaining new or amended standards and interpretations have no material impact on the Group.

4. Summary of material accounting policies

(1) Statement of compliance

The consolidated financial statements of the Group for the six-month periods ended 30 June 2025 and 2024 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34 Interim Financial Reporting as endorsed and became effective by the FSC.

## (2) Basis of Preparation

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

## (3) Basis of consolidation

### Preparation principle of consolidated financial statements

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- (a) power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- (b) exposure, or rights, to variable returns from its involvement with the investee, and
- (c) the ability to use its power over the investee to affect its returns

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- (a) the contractual arrangement with the other vote holders of the investee
- (b) rights arising from other contractual arrangements
- (c) the Group’s voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Subsidiaries are fully consolidated from the acquisition date, being the date on which the Company obtains control, and continue to be consolidated until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the parent company, using uniform accounting policies. All intra-group balances, income and expenses, unrealized gains and losses and dividends resulting from intra-group transactions are eliminated in full.

A change in the ownership interest of a subsidiary, without a change of control, is accounted for as an equity transaction.

The total comprehensive income of subsidiaries is attributable to the owners of the parent and to the noncontrolling interests even if this results in the non-controlling interests having a deficit balance.

If the Group loses control of a subsidiary, it:

- (a) derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- (b) derecognizes the carrying amount of any non-controlling interest;
- (c) recognizes the fair value of the consideration received;
- (d) recognizes the fair value of any investment retained;
- (e) reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss; and
- (f) recognizes any surplus or deficit in profit or loss.

The consolidated entities are listed as follows:

| Investing   | Subsidiary                             | Main Businesses                                                                                                                                                  | Percentage of ownership (%) |                     |                 |
|-------------|----------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|---------------------|-----------------|
|             |                                        |                                                                                                                                                                  | 30 Jun.<br>2025             | 31 Dec.<br>2024     | 30 Jun.<br>2024 |
| The Company | PAN-JIT ASIA INTERNATIONAL INC.        | Investment holding                                                                                                                                               | 100.00%                     | 100.00%             | 100.00%         |
| The Company | Pynmax Technology Co., Ltd.            | Manufacture of electronic component and international trade business                                                                                             | 94.64%                      | 94.64%              | 94.64%          |
| The Company | AIDE ENERGY EUROPE COÖPERATIE U.A.     | Investment holding                                                                                                                                               | 100.00%                     | 100.00%             | 100.00%         |
| The Company | Champion Microelectronic Corp. ("CMC") | Research and development, design and manufacture and technology consultation of power IC, field effect transistors and fast recovery diodes, international trade | 30.84%<br>(Note 2)          | 30.68%<br>(Note 2)  | 30.54%          |
| The Company | PANJIT JAPAN Inc.                      | Sales of electronic products                                                                                                                                     | 55.00%                      | 55.00%              | 55.00%          |
| The Company | PAN-JIT INTERNATIONAL (H.K.) LTD.      | Sales of electronic products                                                                                                                                     | 100.00%                     | 100.00%             | 100.00%         |
| The Company | PANSTAR SEMICONDUCTOR CO., LTD.        | Manufacture of electronic components and international trade business                                                                                            | —<br>(Note 3)               | —<br>(Note 3)       | 33.33%          |
| The Company | PAN JIT KOREA CO., LTD.                | Sales of electronic products                                                                                                                                     | 60.00%                      | 60.00%              | 60.00%          |
| The Company | PANJIT Investment Co., Ltd.            | Investment holding                                                                                                                                               | 100.00%<br>(Note 5)         | 100.00%<br>(Note 5) | —               |

| Investing                           | Subsidiary                                   | Main Businesses                                                                                                                                                  | Percentage of ownership (%) |                     |                     |
|-------------------------------------|----------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|---------------------|---------------------|
|                                     |                                              |                                                                                                                                                                  | 30 Jun.<br>2025             | 31 Dec.<br>2024     | 30 Jun.<br>2024     |
| The Company                         | MetaWellIs Co., Ltd.                         | Manufacture of electronic components and international trade business                                                                                            | —<br>(Note 4)               | —<br>(Note 4)       | 100.00%             |
| The Company                         | PAN-JIT Japan Investment Holding Corporation | Investment holding                                                                                                                                               | 100.00%<br>(Note 7)         | —                   | —                   |
| PAN-JIT ASIA INTERNATIONAL INC.     | PAN JIT EUROPE GMBH                          | Sales of electronic products                                                                                                                                     | 100.00%                     | 100.00%             | 100.00%             |
| PAN-JIT ASIA INTERNATIONAL INC.     | PAN JIT AMERICAS, INC.                       | Sales of electronic products                                                                                                                                     | 95.86%                      | 95.86%              | 95.86%              |
| PAN-JIT ASIA INTERNATIONAL INC.     | PAN JIT ELECTRONIC (WUXI) CO., LTD.          | Manufacture, and process of rectifier                                                                                                                            | 100.00%<br>(Note 1)         | 100.00%<br>(Note 1) | 100.00%<br>(Note 1) |
| PAN-JIT ASIA INTERNATIONAL INC.     | CONTINENTAL LIMITED                          | Investment holding                                                                                                                                               | 100.00%                     | 100.00%             | 100.00%             |
| PAN-JIT ASIA INTERNATIONAL INC.     | DYNAMIC TECH GROUP LIMITED                   | Investment holding                                                                                                                                               | —<br>(Notes 1,6)            | —<br>(Notes 1,6)    | 100.00%<br>(Note 1) |
| PAN-JIT ASIA INTERNATIONAL INC.     | AIDE ENERGY (CAYMAN) HOLDING CO., LTD.       | Investment holding and sale of photovoltaic products                                                                                                             | 94.43%                      | 94.43%              | 94.43%              |
| PAN-JIT ASIA INTERNATIONAL INC.     | SHENZHEN WEIQUAN ELECTRONICS CO., LTD        | New types of electronics components and semiconductor controlled rectifier sales                                                                                 | 100.00%                     | 100.00%             | 100.00%             |
| Pynmax Technology Co., Ltd.         | JOYSTAR INTERNATIONAL CO., LTD.              | Investment holding                                                                                                                                               | 100.00%                     | 100.00%             | 100.00%             |
| CONTINENTAL LIMITED                 | SUZHOU GRANDE ELECTRONICS CO., LTD.          | Chip diodes, transistors and other new electronic semiconductor components and related products, sales of products and provide technical and after-sales service | 100.00%                     | 100.00%             | 100.00%             |
| PAN JIT Electronics (Wuxi) CO., LTD | PANJIT Electronics (Beijing) Co., Ltd.       | New types of electronic components, Semiconductor controlled rectifier sales                                                                                     | 100.00%                     | 100.00%             | 100.00%             |



| Investing                              | Subsidiary                                     | Main Businesses                                                                                                              | Percentage of ownership (%) |                 |                 |
|----------------------------------------|------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|-----------------------------|-----------------|-----------------|
|                                        |                                                |                                                                                                                              | 30 Jun.<br>2025             | 31 Dec.<br>2024 | 30 Jun.<br>2024 |
| PAN JIT Electronics (Wuxi) CO., LTD    | PANJIT ELECTRONICS (SHANDONG) CO., LTD.        | Manufacture semiconductor wafer for automobile, protection of discrete devices, integrated circuit chip packaged product     | 70.28%                      | 70.28%          | 70.28%          |
| PAN JIT Electronics (Wuxi) CO., LTD    | PANJIT ELECTRONIC (QUFU) CO., LTD.             | New types of electronic components, Semiconductor controlled rectifier sales                                                 | —<br>(Note 8)               | 100.00%         | 100.00%         |
| PAN JIT Electronics (Wuxi) CO., LTD    | PANJIT SEMICONDUCTOR (XUZHOU) CO., LTD.        | New types of electronic components, Semiconductor controlled rectifier sales                                                 | 100.00%                     | 100.00%         | 100.00%         |
| AIDE ENERGY (CAYMAN) HOLDING CO., LTD. | JIANGSU AIDE SOLAR ENERGY TECHNOLOGY CO., LTD. | Solar photovoltaic product development, manufacturing, sales, self-agency of goods and technology import and export business | 100.00%                     | 100.00%         | 100.00%         |
| AIDE ENERGY EUROPE COÖPERATIE U.A.     | AIDE ENERGY EUROPE B.V.                        | Investment holding and sales                                                                                                 | 100.00%                     | 100.00%         | 100.00%         |
| AIDE ENERGY EUROPE B.V.                | EC SOLAR C1 SRL                                | Solar power generation and sales of electricity                                                                              | 100.00%                     | 100.00%         | 100.00%         |
| Champion Microelectronic Corp.         | Wisdom Bright Inc.                             | Investment holding                                                                                                           | 100.00%                     | 100.00%         | 100.00%         |
| Champion Microelectronic Corp.         | Wisdom Mega Corp.                              | Investment holding                                                                                                           | 100.00%                     | 100.00%         | 100.00%         |
| Champion Microelectronic Corp.         | PANJIT JAPAN Inc.                              | Sales of electronic products                                                                                                 | 10.00%                      | 10.00%          | 10.00%          |
| Champion Microelectronic Corp.         | Golden Champion Digital Power Corporation      | Manufacture of electronic components and product design                                                                      | 100.00%                     | 100.00%         | 100.00%         |
| Wisdom Bright Inc.                     | Wisdom Toprich Technology Limited              | Investment holding                                                                                                           | 100.00%                     | 100.00%         | 100.00%         |
| Wisdom Toprich Technology Limited      | Great Power Microelectronics Corp.             | Electronic products development, product import, export and wholesale business                                               | 100.00%                     | 100.00%         | 100.00%         |

| Investing                   | Subsidiary                      | Main Businesses                                                       | Percentage of ownership (%) |                    |                 |
|-----------------------------|---------------------------------|-----------------------------------------------------------------------|-----------------------------|--------------------|-----------------|
|                             |                                 |                                                                       | 30 Jun.<br>2025             | 31 Dec.<br>2024    | 30 Jun.<br>2024 |
| PANJIT Investment Co., Ltd. | PANSTAR SEMICONDUCTOR CO., LTD. | Manufacture of electronic components and international trade business | 33.33%<br>(Note 3)          | 33.33%<br>(Note 3) | —               |
| PANJIT Investment Co., Ltd. | MetaWeIIs Co., Ltd.             | Manufacture of electronic components and international trade business | 73.49%<br>(Note 4)          | 68.00%<br>(Note 4) | —               |

(Note 1) : PAN-JIT ASIA INTERNATIONAL INC. owned 100.00% of the shares with other subsidiaries, which are consolidated into the Company's financial statements.

(Note 2) : The Company acquired the share of CMC. which increased the percentage of ownership interests from 30% to 30.68% in June, July, and August 2024. On 25 February, 2025, Champion Microelectronic Corp.'s Board of Directors approved the cancellation of treasury shares and the record date on 27 February, 2025. The change of paid-in capital registration of 163 thousand treasury shares was on 3 March, 2025. The Company acquired the share of CMC. which increased the percentage of ownership interests from 30.68% to 30.74%. The board of directors of Champion Microelectronic Corp. resolved to repurchase treasury stock. On 11 April 2025, the Company acquired the share of CMC. which increased the percentage of ownership interests from 30.74% to 30.84%.

(Note 3) : PANSTAR SEMICONDUCTOR CO., LTD. increased its capital in May 2024, and the Company's shareholding ratio was decreased from 50% to 33.33%. PANJIT Investment Co., Ltd. acquired 33.33% equity of PANSTAR SEMICONDUCTOR CO., LTD. from the Company in September 2024.

(Note 4) : The Company established MetaWeIIs Co., Ltd. in April 2024. PANJIT Investment Co., Ltd. acquired 100.00% equity of MetaWeIIs Co., Ltd. from the Company in September 2024. MetaWeIIs Co., Ltd. increased its capital in December 2024, and PANJIT Investment Co., Ltd.'s shareholding ratio was decreased from 100% to 68%. MetaWeIIs Co., Ltd. increased its capital in February and April 2025, and PANJIT Investment Co., Ltd.'s shareholding ratio was increased from 68% to 73.49%.

(Note 5) : The Company established PANJIT Investment Co., Ltd. in August 2024.

(Note 6) : DYNAMIC TECH GROUP LIMITED has completed its dissolution and liquidation in August 2024.

(Note 7) : The Company established PAN-JIT Japan Investment Holding Corporation in January 2025 and completed the registration procedures in April 2025.

(Note 8) : PANJIT ELECTRONIC (QUFU) CO., LTD. has completed its dissolution and liquidation in April 2025.

The financial statements of some of the consolidated subsidiaries listed above had not been reviewed by auditors. As of 30 June, 2025 and 2024, the related assets of the subsidiaries which were not reviewed by auditors amounted to NT\$4,228,274 thousand and NT\$5,224,507 thousand, respectively, and the related liabilities amounted to NT\$960,378 thousand and NT\$984,916 thousand, respectively. The comprehensive income of these subsidiaries amounted to (NT\$72,949) thousand, (NT\$253,394) thousand, (NT\$103,055) thousand, (NT\$118,007) thousand for the three-month and six-month periods ended 30 June 2025 and 2024, respectively.

#### (4) Foreign currency transaction

The Group's consolidated financial statements are presented in NT\$, which is also the parent company's functional currency. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

Transactions in foreign currencies are initially recorded by the Group entities at their respective functional currency rates prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency closing rate of exchange ruling at the reporting date. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. Non-monetary items that are measured at historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions.

All exchange differences arising on the settlement of monetary items or on translating monetary items are taken to profit or loss in the period in which they arise except for the following:

- (a) Exchange differences arising from foreign currency borrowings for an acquisition of a qualifying asset to the extent that they are regarded as an adjustment to interest costs are included in the borrowing costs that are eligible for capitalization.
- (b) Foreign currency items within the scope of IFRS 9 Financial Instruments are accounted for based on the accounting policy for financial instruments.
- (c) Exchange differences arising on a monetary item that forms part of a reporting entity's net investment in a foreign operation is recognized initially in other comprehensive income and reclassified from equity to profit or loss on disposal of the net investment.

When a gain or loss on a non-monetary item is recognized in other comprehensive income, any exchange component of that gain or loss is recognized in other comprehensive income. When a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss is recognized in profit or loss.

(5) Translation of financial statements in foreign currency

The assets and liabilities of foreign operations are translated into NT\$ at the closing rate of exchange prevailing at the reporting date and their income and expenses are translated at an average rate for the period. The exchange differences arising on the translation are recognized in other comprehensive income. On the disposal of a foreign operation, the cumulative amount of the exchange differences relating to that foreign operation, recognized in other comprehensive income and accumulated in the separate component of equity, is reclassified from equity to profit or loss when the gain or loss on disposal is recognized. The following partial disposals are accounted for as disposals:

- (a) When the partial disposal involves the loss of control of a subsidiary that includes a foreign operation; and
- (b) When the retained interest after the partial disposal of an interest in a joint arrangement or a partial disposal of an interest in an associate that includes a foreign operation is a financial asset that includes a foreign operation.

On the partial disposal of a subsidiary that includes a foreign operation that does not result in a loss of control, the proportionate share of the cumulative amount of the exchange differences recognized in other comprehensive income is re-attributed to the non-controlling interests in that foreign operation. In partial disposal of an associate or joint arrangement that includes a foreign operation that does not result in a loss of significant influence or joint control, only the proportionate share of the cumulative amount of the exchange differences recognized in other comprehensive income is reclassified to profit or loss.

Any goodwill and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and expressed in its functional currency.

(6) Current and non-current distinction

An asset is classified as current when:

- (a) The Group expects to realize the asset, or intends to sell or consume it, in its normal operating cycle;
- (b) The Group holds the asset primarily for the purpose of trading;
- (c) The Group expects to realize the asset within twelve months after the reporting period;
- (d) The asset is cash or cash equivalent unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- (a) The Group expects to settle the liability in its normal operating cycle;
- (b) The Group holds the liability primarily for the purpose of trading;
- (c) The liability is due to be settled within twelve months after the reporting period;
- (d) The Company does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

#### (7) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits, short-term, highly liquid time deposits or investments that are readily converted to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### (8) Financial instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities within the scope of IFRS 9 Financial Instruments are recognized initially at fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets or financial liabilities.

##### A. Financial instruments: Recognition and Measurement

The Group accounts for regular way purchase or sales of financial assets on the trade date.

The Group classified financial assets as subsequently measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss considering both factors below:

- (a). the Group's business model for managing the financial assets and
- (b). the contractual cash flow characteristics of the financial asset.

##### Financial asset measured at amortized cost

A financial asset is measured at amortized cost if both of the following conditions are met and presented as note receivables, accounts receivables, financial assets measured at amortized cost and other receivables etc., on balance sheet as at the reporting date:

- (a). the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- (b). the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Such financial assets are subsequently measured at amortized cost (the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount and adjusted for any loss allowance) and is not part of a hedging relationship. A gain or loss is recognized in profit or loss when the financial asset is derecognized, through the amortization process or in order to recognize the impairment gains or losses.

Interest revenue is calculated by using the effective interest method. This is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for:

- (a). Purchased or originated credit-impaired financial assets. For those financial assets, the Group applies the credit-adjusted effective interest rate to the amortized cost of the financial asset from initial recognition.
- (b). Financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. For those financial assets, the Group applies the effective interest rate to the amortized cost of the financial asset in subsequent reporting periods.

#### Financial assets measured at fair value through other comprehensive income

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

- (a). the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- (b). the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Recognition of gain or loss on a financial asset measured at fair value through other comprehensive income are described as below:

- (a) A gain or loss on a financial asset measured at fair value through other comprehensive income recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses, until the financial asset is derecognized or reclassified.
- (b) When the financial asset is derecognized the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment.
- (c) Interest revenue is calculated by using the effective interest method. This is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for:
  - (i) Purchased or originated credit-impaired financial assets. For those financial assets, the Group applies the credit-adjusted effective interest rate to the amortized cost of the financial asset from initial recognition.
  - (ii) Financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. For those financial assets, the Group applies the effective interest rate to the amortized cost of the financial asset in subsequent reporting periods.

Besides, for certain equity investments within the scope of IFRS 9 that is neither held for trading nor contingent consideration recognized by an acquirer in a business combination to which IFRS 3 applies, the Group made an irrevocable election to present the changes of the fair value in other comprehensive income at initial recognition. Amounts presented in other comprehensive income shall not be subsequently transferred to profit or loss (when disposal of such equity instrument, its cumulated amount included in other components of equity is transferred directly to the retained earnings) and these investments should be presented as financial assets measured at fair value through other comprehensive income on the balance sheet. Dividends on such investment are recognized in profit or loss unless the dividends clearly represent a recovery of part of the cost of investment.

#### Financial assets measured at fair value through profit or loss

Financial assets were classified as measured at amortized cost or measured at fair value through other comprehensive income based on aforementioned criteria. All other financial assets were measured at fair value through profit or loss and presented on the balance sheet as financial assets measured at fair value through profit or loss.

Such financial assets are measured at fair value, the gains or losses resulting from remeasurement is recognized in profit or loss which includes any dividend or interest received on such financial assets.

#### B. Impairments of financial assets

The Group recognizes a loss allowance for expected credit losses on debt instrument investments measured at fair value through other comprehensive income and financial asset measured at amortized cost. The loss allowance on debt instrument investments measured at fair value through other comprehensive income is recognized in other comprehensive income and not reduce the carrying amount in the balance sheet.

The Group measures expected credit losses of a financial instrument in a way that reflects:

- (a) an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- (b) the time value of money; and
- (c) reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The loss allowance is measures as follows:

- (a) At an amount equal to 12-month expected credit losses: the credit risk on a financial asset has not increased significantly since initial recognition or the financial asset is determined to have low credit risk at the reporting date. In addition, the Group measures the loss allowance at an amount equal to lifetime expected credit losses in the previous reporting period, but determines at the current reporting date that the credit risk on a financial asset has increased significantly since initial recognition is no longer met.
- (b) At an amount equal to the lifetime expected credit losses: the credit risk on a financial asset has increased significantly since initial recognition or financial asset that is purchased or originated credit-impaired financial asset.
- (c) For accounts receivables or contract assets arising from transactions within the scope of IFRS 15, the Group measures the loss allowance at an amount equal to lifetime expected credit losses.
- (d) For lease receivables arising from transactions within the scope of IFRS 16, the Group measures the loss allowance at an amount equal to lifetime expected credit losses.

At each reporting date, the Group needs to assess whether the credit risk on a financial asset has increased significantly since initial recognition by comparing the risk of a default occurring at the reporting date and the risk of default occurring at initial recognition. Please refer to Note 12 for further details on credit risk.

#### C. Derecognition of financial assets

A financial asset is derecognized when:

- i. The rights to receive cash flows from the asset have expired;
- ii. The Group has transferred the asset and substantially all the risks and rewards of the asset have been transferred;
- iii. The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On derecognition of a financial asset in its entirety, the difference between the carrying amount and the consideration received or receivable including any cumulative gain or loss that had been recognized in other comprehensive income, is recognized in profit or loss.

#### D. Financial liabilities and equity

##### Classification between liabilities or equity

The Group classifies the instrument issued as a financial liability or an equity instrument in accordance with the substance of the contractual arrangement and the definitions of a financial liability, and an equity instrument.

##### Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. The transaction costs of an equity transaction are accounted for as a deduction from equity (net of any related income tax benefit) to the extent they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided.



### Compound instruments

The Group evaluates the terms of the convertible bonds issued to determine whether it contains both a liability and an equity component. Furthermore, the Group assesses if the economic characteristics and risks of the put and call options contained in the convertible bonds are closely related to the economic characteristics and risk of the host contract before separating the equity element.

For the liability component excluding the derivatives, its fair value is determined based on the rate of interest applied at that time by the market to instruments of comparable credit status. The liability component is classified as a financial liability measured at amortized cost before the instrument is converted or settled. For the embedded derivative that is not closely related to the host contract (for example, if the exercise price of the embedded call or put option is not approximately equal on each exercise date to the amortized cost of the host debt instrument), it is classified as a liability component and subsequently measured at fair value through profit or loss unless it qualifies for an equity component. The equity component is assigned the residual amount after deducting from the fair value of the instrument as a whole the amount separately determined for the liability component. Its carrying amount is not remeasured in the subsequent accounting periods. If the convertible bond issued does not have an equity component, it is accounted for as a hybrid instrument in accordance with the requirements under IFRS 9 Financial Instruments.

Transaction costs are apportioned between the liability and equity components of the convertible bond based on the allocation of proceeds to the liability and equity components when the instruments are initially recognized.

On conversion of a convertible bond before maturity, the carrying amount of the liability component being the amortized cost at the date of conversion is transferred to equity.

### Financial liabilities

Financial liabilities within the scope of IFRS 9 Financial Instruments are classified as financial liabilities at fair value through profit or loss or financial liabilities measured at amortized cost upon initial recognition.

#### Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

A financial liability is classified as held for trading if:

- i. it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term;
- ii. on initial recognition it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking; or
- iii. it is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

If a contract contains one or more embedded derivatives, the entire hybrid (combined) contract may be designated as a financial liability at fair value through profit or loss; or a financial liability may be designated as at fair value through profit or loss when doing so results in more relevant information, because either:

- i. it eliminates or significantly reduces a measurement or recognition inconsistency; or
- ii. a group of financial liabilities or financial assets and financial liabilities is managed and its performance is evaluated on a fair value basis, in accordance with a documented risk management or investment strategy, and information about the group is provided internally on that basis to the key management personnel.

Gains or losses on the subsequent measurement of liabilities at fair value through profit or loss including interest paid are recognized in profit or loss.

#### Financial liabilities at amortized cost

Financial liabilities measured at amortized cost include payables and borrowings that are subsequently measured using the effective interest rate method after initial recognition. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the effective interest rate method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or transaction costs.

#### Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified (whether or not attributable to the financial difficulty of the debtor), such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

### E. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

## (9) Derivative instruments

The Group uses derivative instruments to hedge its foreign currency risks and interest rate risks. A derivative is classified in the balance sheet as financial assets or liabilities at fair value through profit or loss (held for trading) except for derivatives that are designated effective hedging instruments which are classified as derivative financial assets or liabilities for hedging.

Derivative instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. The changes in fair value of derivatives are taken directly to profit or loss, except for the effective portion of hedges, which is recognized in either profit or loss or equity according to types of hedges used.

When the host contracts are either non-financial assets or liabilities, derivatives embedded in host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value through profit or loss. These embedded derivatives are separated from the host contract and accounted for as a derivative.

## (10) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (a) In the principal market for the asset or liability, or
- (b) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible to by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

#### (11) Inventories

Inventories are valued at lower of cost and net realizable value item by item.

Costs incurred in bringing each inventory to its present location and condition are accounted for as follows:

Raw materials – Purchase cost on weighted average cost basis

Finished goods and work in progress – Cost of direct materials, labor and a proportion of manufacturing overheads based on normal operating capacity but excluding borrowing costs.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

Rendering of services is accounted in accordance with IFRS 15 and not within the scope of inventories.

#### (12) Non-current assets held for sale and discontinued operations

Non-current assets and disposal groups are classified as held for sale if their carrying amounts will be recovered through a sale transaction that is highly probable within one year from the date of classification and the asset or disposal group is available for immediate sale in its present condition. Non-current assets and disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

In the consolidated statement of comprehensive income of the reporting period, and of the comparable period of the previous year, income and expenses from discontinued operations are reported separately from income and expenses from continuing operations, down to the level of profit after taxes, even when the Group retains a non-controlling interest in the subsidiary after the sale. The resulting profit or loss (after taxes) is reported separately in the statement of comprehensive income.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized.

#### (13) Investments accounted for using the equity method

The Group's investment in its associate is accounted for using the equity method other than those that meet the criteria to be classified as held for sale. An associate is an entity over which the Group has significant influence.

Under the equity method, the investment in the associate is carried in the balance sheet at cost and adjusted thereafter for the post-acquisition change in the Group's share of net assets of the associate. After the interest in the associate is reduced to zero, additional losses are provided for, and a liability is recognized, only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate. Unrealized gains and losses resulting from transactions between the Group and the associate are eliminated to the extent of the Group's related interest in the associate.

When changes in the net assets of an associate occur and not those that are recognized in profit or loss or other comprehensive income and do not affect the Group's percentage of ownership interests in the associate, the Group recognizes such changes in equity based on its percentage of ownership interests. The resulting capital surplus recognized will be reclassified to profit or loss at the time of disposing the associate on a pro-rata basis.

When changes in the net assets of an associate or a joint venture occur and not those that are recognized in profit or loss or other comprehensive income and do not affect the Group's percentage of ownership interests in the associate or joint venture, the Group recognizes such changes in equity based on its percentage of ownership interests. The resulting capital surplus recognized will be reclassified to profit or loss at the time of disposing of the associate or joint venture on a pro-rata basis.

When the associate issues new stock, and the Group's interest in an associate is reduced or increased as the Group fails to acquire shares newly issued in the associate proportionately to its original ownership interest, the increase or decrease in the interest in the associate is recognized in Additional Paid in Capital and Investment in associate. When the interest in the associate is reduced, the cumulative amounts previously recognized in other comprehensive income are reclassified to profit or loss or other appropriate items. The aforementioned capital surplus recognized is reclassified to profit or loss on a pro-rata basis when the Group disposes the associate.

The financial statements of the associate are prepared for the same reporting period as the Group. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired in accordance with IAS 28 Investments in Associates and Joint Ventures. If this is the case the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognizes the amount in the 'share of profit or loss of an associate' in the statement of comprehensive income in accordance with IAS 36 Impairment of Assets. In determining the value in use of the investment, the Group estimates:

- (a) Its share of the present value of the estimated future cash flows expected to be generated by the associate, including the cash flows from the operations of the associate and the proceeds on the ultimate disposal of the investment; or
- (b) The present value of the estimated future cash flows expected to arise from dividends to be received from the investment and from its ultimate disposal.

Because goodwill that forms part of the carrying amount of an investment in an associate is not separately recognized, it is not tested for impairment separately by applying the requirements for impairment testing goodwill in IAS 36 *Impairment of Assets*.

Upon loss of significant influence over the associate, the Group measures and recognizes any retaining investment at its fair value. Any difference between the carrying amount of the associate upon loss of significant influence and the fair value of the retaining investment and proceeds from disposal is recognized in profit or loss. Furthermore, if an investment in an associate becomes an investment in a joint venture or an investment in a joint venture becomes an investment in an associate, the entity continues to apply the equity method and does not remeasure the retained interest.

#### (14) Property, Plant, and Equipment

Property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of dismantling and removing the item and restoring the site on which it is located and borrowing costs for construction in progress if the recognition criteria are met. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. When significant parts of property, plant and equipment are required to be replaced in intervals, the Group recognized such parts as individual assets with specific useful lives and depreciation, respectively. The carrying amount of those parts that are replaced is derecognized in accordance with the derecognition provisions of IAS 16 Property, plant and equipment. When a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred.

Depreciation is calculated on a straight-line basis over the estimated economic lives of the following assets:

| Assets                   | Useful life |
|--------------------------|-------------|
| Buildings                | 1~52 years  |
| Machinery and equipment  | 1~15 years  |
| Utilities equipment      | 1~13 years  |
| Transportation equipment | 1~10 years  |
| Office equipment         | 1~10 years  |
| Lease improvements       | 1~20 years  |
| Other equipment          | 1~25 years  |

After initial recognition, items of property, plant, and equipment or any important component are derecognized and recognized as gain or loss if they are disposed of or are not expected to have an inflow of economic benefits due to use or disposal in the future.

The assets' residual values, useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate. These changes are treated as accounting estimates.

#### (15) Lease

The Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset for a period of time, the Group assesses whether, throughout the period of use, has both of the following:

- (a) the right to obtain substantially all of the economic benefits from use of the identified asset; and
- (b) the right to direct the use of the identified asset.

For a contract that is, or contains, a lease, the Group accounts for each lease component within the contract as a lease separately from non-lease components of the contract. For a contract that contains a lease component and one or more additional lease or non-lease components, the Group allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components. The relative stand-alone price of lease and non-lease components shall be determined on the basis of the price the lessor, or a similar supplier, would charge the Group for that component, or a similar component, separately. If an observable stand-alone price is not readily available, the Group estimates the stand-alone price, maximising the use of observable information.

#### Group as a lessee

Except for leases that meet and elect short-term leases or leases of low-value assets, the Group recognizes right-of-use asset and lease liability for all leases which the Group is the lessee of those lease contracts.

At the commencement date, the Group measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses its incremental borrowing rate. At the commencement date, the lease payments included in the measurement of the lease liability comprise the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date:

- (a) fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- (b) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- (c) amounts expected to be payable by the lessee under residual value guarantees;
- (d) the exercise price of a purchase option if the Group is reasonably certain to exercise that option; and
- (e) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

After the commencement date, the Group measures the lease liability on an amortised cost basis, which increases the carrying amount to reflect interest on the lease liability by using an effective interest method; and reduces the carrying amount to reflect the lease payments made.

At the commencement date, the Group measures the right-of-use asset at cost. The cost of the right-of-use asset comprises:

- (a) the amount of the initial measurement of the lease liability;
- (b) any lease payments made at or before the commencement date, less any lease incentives received;
- (c) any initial direct costs incurred by the lessee; and
- (d) an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

For subsequent measurement of the right-of-use asset, the Group measures the right-of-use asset at cost less any accumulated depreciation and any accumulated impairment losses. That is, the Group measures the right-of-use applying a cost model.

If the lease transfers ownership of the underlying asset to the Group by the end of the lease term or if the cost of the right-of-use asset reflects that the Group will exercise a purchase option, the Group depreciates the right-of-use asset from the commencement date to the end of the useful life of the underlying asset. Otherwise, the Group depreciates the right-of-use asset from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The Group applies IAS 36 “Impairment of Assets” to determine whether the right-of-use asset is impaired and to account for any impairment loss identified.

Except for those leases that the Group accounted for as short-term leases or leases of low-value assets, the Group presents right-of-use assets and lease liabilities in the balance sheet and separately presents lease-related interest expense and depreciation charge in the statements comprehensive income.

For short-term leases or leases of low-value assets, the Group elects to recognize the lease payments associated with those leases as an expense on either a straight-line basis over the lease term or another systematic basis.

#### Group as a lessor

At inception of a contract, the Group classifies each of its leases as either an operating lease or a finance lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset. At the commencement date, the Group recognizes assets held under a finance lease in its balance sheet and present them as a receivable at an amount equal to the net investment in the lease.

For a contract that contains lease components and non-lease components, the Group allocates the consideration in the contract applying IFRS 15.

The Group recognizes lease payments from operating leases as rental income on either a straightline basis or another systematic basis. Variable lease payments for operating leases that do not depend on an index or a rate are recognized as rental income when incurred.

#### (16) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is its fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in profit or loss for the year in which the expenditure is incurred.

The useful life of intangible assets are assessed as either finite or indefinite.



Intangible assets with finite lives are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life is reviewed at least at the end of each financial year. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortization period or method, as appropriate, and are treated as changes in accounting estimates.

Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in profit or loss when the asset is derecognized.

A summary of the policies applied to the Group's intangible assets is as follows:

|                                  | Computer software                                                  | Technical skills                                                   | Other intangible assets                                            | Patents                                                            |
|----------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|
| Useful life                      | Finite (1~10 years)                                                | Finite (3 years)                                                   | Finite(1~10 years)                                                 | Finite (14 years)                                                  |
| Amortization method used         | Amortized on a straight- line basis over the estimated useful life | Amortized on a straight- line basis over the estimated useful life | Amortized on a straight- line basis over the estimated useful life | Amortized on a straight- line basis over the estimated useful life |
| Internally generated or acquired | Acquired                                                           | Acquired                                                           | Acquired                                                           | Acquired                                                           |

#### (17) Impairment of non-financial assets

The Group assesses at the end of each reporting period whether there is any indication that an asset in the scope of IAS 36 Impairment of Assets may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's ("CGU") fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

For assets excluding goodwill, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Group estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been an increase in the estimated service potential of an asset which in turn increases the recoverable amount. However, the reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

A cash generating unit, or groups of cash-generating units, to which goodwill has been allocated is tested for impairment annually at the same time, irrespective of whether there is any indication of impairment. If an impairment loss is to be recognized, it is first allocated to reduce the carrying amount of any goodwill allocated to the cash generating unit (group of units), then to the other assets of the unit (group of units) pro-rata on the basis of the carrying amount of each asset in the unit (group of units). Impairment losses relating to goodwill cannot be reversed in future periods for any reason.

An impairment loss of continuing operations or a reversal of such impairment loss is recognized in profit or loss.

#### (18) Provisions

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probably that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Group expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

##### Provision for warranties

A provision is recognized for expected warranty claims on products sold, based on past experience, management's judgement and other known factors.

#### (19) Treasury shares

Own equity instruments which are reacquired (treasury shares) are recognized at cost and deducted from equity. Any difference between the carrying amount and the consideration is recognized in equity.

#### (20) Revenue recognition

The Group's revenue arising from contracts with customers are primarily related to sale of goods. The accounting policies are explained as follows:

##### Sales of goods

The Group manufactures and sells goods. Sales are recognized when control of the goods is transferred to the customer and the goods are delivered to the customers. The main product of the Group is Power Discrete and revenue is recognized based on the consideration stated in the contract.

The Group provides its customer with a warranty with the purchase of the products. The warranty provides assurance that the product will operate as expected by the customers. And the warranty is accounted in accordance with IAS 37.

The credit period of the Group's sale of goods is from 30 to 120 days. For most of the contracts, when the Group transfers the goods to customers and has a right to an amount of consideration that is unconditional, these contracts are recognized as trade receivables. The Group usually collects the payments shortly after transfer of goods to customers; therefore, there is no significant financing component to the contract. For some of the contracts, the Group has transferred the goods to customers but does not have a right to an amount of consideration that is unconditional, these contracts should be presented as contract assets. Besides, in accordance with IFRS 9, the Group measures the loss allowance for a contract asset at an amount equal to the lifetime expected credit losses. However, for some contracts, part of the consideration was received from customers upon signing the contract, and the Group has the obligation to transfer the goods subsequently; accordingly, these amounts are recognized as contract liabilities.

The period between the transfers of contract liabilities to revenue is usually within one year, no significant financing component has arisen.

In contracts between the Group and its customers, the period during which the promised goods are delivered to the customer and the customer paid was not more than one year. Therefore, the Group didn't adjust the transaction price for the time value of money.

#### (21) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective assets. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

#### (22) Government grants

Government grants are recognized where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. Where the grant relates to an asset, it is recognized as deferred income and released to income in equal amounts over the expected useful life of the related asset. When the grant relates to an expense item, it is recognized as income over the period necessary to match the grant on a systematic basis to the costs that it is intended to compensate.

Where the Group receives non-monetary grants, the asset and the grant are recorded gross at nominal amounts and released to the statement of comprehensive income over the expected useful life and pattern of consumption of the benefit of the underlying asset by equal annual installments. Where loans or similar assistance are provided by governments or related institutions with an interest rate below the current applicable market rate, the effect of this favorable interest is regarded as additional government grant.

## (23) Post-employment benefits

All regular employees of the Company and its domestic subsidiaries are entitled to a pension plan that is managed by an independently administered pension fund committee. Fund assets are deposited under the committee's name in the specific bank account and hence, not associated with the Company and its domestic subsidiaries. Therefore, fund assets are not included in the Group's consolidated financial statements. Pension benefits for employees of the overseas subsidiaries and the branches are provided in accordance with the respective local regulations.

For the defined contribution plan, the Company and its domestic subsidiaries will make a monthly contribution of no less than 6% of the monthly wages of the employees subject to the plan. The Company recognizes expenses for the defined contribution plan in the period in which the contribution becomes due. Overseas subsidiaries and branches make contribution to the plan based on the requirements of local regulations.

Post-employment benefit plan that is classified as a defined benefit plan uses the Projected Unit Credit Method to measure its obligations and costs based on actuarial assumptions. Re-measurements, comprising of the effect of the actuarial gains and losses, the effect of the asset ceiling (excluding net interest) and the return on plan assets, excluding net interest, are recognized as other comprehensive income with a corresponding debit or credit to retained earnings in the period in which they occur. Past service costs are recognized in profit or loss on the earlier of:

- (a) the date of the plan amendment or curtailment, and
- (b) the date that the Group recognizes restructuring-related costse

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset, both as determined at the start of the annual reporting period, taking account of any changes in the net defined benefit liability (asset) during the period as a result of contribution and benefit payment.

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

## (24) Income tax

Income tax expense (income) is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

### Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax relating to items recognized in other comprehensive income or directly in equity is recognized in other comprehensive income or equity and not in profit or loss.

The income tax for undistributed earnings of the Company and its domestic subsidiaries is recognized as income tax expense in the subsequent year when the distribution proposal is approved by the Shareholders' meeting.

#### Deferred tax

Deferred tax is provided on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- i. Where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- ii. In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except:

- i. Where the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- ii. In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date. The measurement of deferred tax assets and deferred tax liabilities reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities. Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss. Deferred tax items are recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity. Deferred tax assets are reassessed at each reporting date and are recognized accordingly.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current income tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

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

## (25) Business combinations and goodwill

Business combinations are accounted for using the acquisition method. The consideration transferred, the identifiable assets acquired, and liabilities assumed are measured at acquisition date fair value. For each business combination, the acquirer measures any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are accounted for as expenses in the periods in which the costs are incurred and are classified under administrative expenses.

When the Group acquires a business, it assesses the assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through profit or loss.

Any contingent consideration to be transferred by the acquirer will be recognized at the acquisition date fair value. Subsequent changes to the fair value of the contingent consideration, which is deemed to be an asset or liability, will be recognized in accordance with IFRS 9 Financial Instruments either in profit or loss or as a change to other comprehensive income. However, if the contingent consideration is classified as equity, it should not be remeasured until it is finally settled within equity.

Goodwill is initially measured as the amount of the excess of the aggregate of the consideration transferred and the non-controlling interest over the net fair value of the identifiable assets acquired and the liabilities assumed. If this aggregate is lower than the fair value of the net assets acquired, the difference is recognized in profit or loss.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units. Each unit or group of units to which the goodwill is so allocated represents the lowest level within the Group at which the goodwill is monitored for internal management purpose and is not larger than an operating segment before aggregation.

Where goodwill forms part of a cash-generating unit and part of the operation within that unit is disposed of, the goodwill associated with the operation disposed of is included in the carrying amount of the operation. Goodwill disposed of in this circumstance is measured based on the relative recoverable amounts of the operation disposed of and the portion of the cash-generating unit retained.

## 5. Significant accounting judgements, estimates and assumptions

The preparation of the Group's consolidated financial statements require management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumption and estimate could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

### Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

#### (a) Fair value of financial instruments

When the fair value of financial assets and financial liabilities recognized on the balance sheet cannot be obtained from the active market, the fair value will be determined using evaluation techniques, including income method (such as discounted cash flow model) or market method. Assuming changes will affect the fair value of the reported financial instruments. Please refer to Note 12 for more details.

#### (b) Impairment of non-financial assets

An impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. The fair value less costs to sell calculation is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date less incremental costs that would be directly attributable to the disposal of the asset or cash generating unit. The value in use calculation is based on a discounted cash flow model. The cash flows projections are derived from the budget for the next five years and do not include restructuring activities that the Group is not yet committed to or significant future investments that will enhance the asset's performance of the cash generating unit being tested. The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes. The key assumptions used to determine the recoverable amount for the different cash generating units, including a sensitivity analysis, are further explained in Note 6.

(c) Pension benefits

The cost of post-employment benefit and the present value of the pension obligation under defined benefit pension plans are determined using actuarial valuations. An actuarial valuation involves making various assumptions. These include the determination of the discount rate and future salary increases.

(d) Revenue recognition - sales return and discounts

The Group estimates sales returns and discounts based on historical experience and other known reasons, and uses them as a deduction of operating income when the products are sold. The aforementioned estimates of sales returns and discounts are the cumulative revenue recognized in the major turnaround. The amount is highly probable that it will not occur on the basis of the previous withdrawal. Please refer to Note 6 for details.

(e) Income tax

Uncertainties exist with respect to the interpretation of complex tax regulations and the amount and timing of future taxable income. Given the wide range of international business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The Group establishes provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it operates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective Group of company's domicile.

Deferred tax assets are recognized for all carryforward of unused tax losses and unused tax credits and deductible temporary differences to the extent that it is probable that taxable profit will be available or there are sufficient taxable temporary differences against which the unused tax losses, unused tax credits or deductible temporary differences can be utilized. The amount of deferred tax assets determined to be recognized is based upon the likely timing and the level of future taxable profits and taxable temporary differences together with future tax planning strategies.

(f) Accounts receivables—estimation of impairment loss

The Group estimates the impairment loss of accounts receivables at an amount equal to lifetime expected credit losses. The credit loss is the present value of the difference between the contractual cash flows that are due under the contract (carrying amount) and the cash flows that expects to receive (evaluate forward looking information). However, as the impact from the discounting of short-term receivables is not material, the credit loss is measured by the undiscounted cash flows. Where the actual future cash flows are lower than expected, a material impairment loss may arise. Please refer to Note 6 for more details.

(g) Inventories

Estimates of net realizable value of inventories take into consideration that inventories may be damaged, become wholly or partially obsolete, or their selling prices may decline. The estimates are based on the most reliable evidence available at the time the estimates are made. Please refer to Notes 6 for more details.



## 6. Description of major accounting subjects

### (1) Cash and cash equivalents

|                                                   | 30 Jun. 2025       | 31 Dec. 2024       | 30 Jun. 2024       |
|---------------------------------------------------|--------------------|--------------------|--------------------|
| Cash on hand                                      | \$901              | \$1,114            | \$1,373            |
| Checking, demand deposits and time deposits(Note) | 2,176,733          | 2,360,045          | 2,563,662          |
| Total                                             | <u>\$2,177,634</u> | <u>\$2,361,159</u> | <u>\$2,565,035</u> |

(Note): Fixed term deposits are due within 3 months of the contract period and can be converted into fixed cash at any time with minimal risk of value changes.

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

|                                                            | 30 Jun. 2025       | 31 Dec. 2024       | 30 Jun. 2024       |
|------------------------------------------------------------|--------------------|--------------------|--------------------|
| Mandatorily measured at fair value through profit or loss: |                    |                    |                    |
| Funds                                                      | \$2,448,521        | \$3,105,892        | \$3,074,943        |
| Stocks                                                     | 87,695             | 684                | 684                |
| Notes and bills                                            | 2,364,510          | 1,432,705          | 1,418,065          |
| Convertible bonds                                          | 129,090            | 138,947            | 24,609             |
| Structured Product                                         | 639,682            | 712,741            | 373,387            |
| Derivatives not designated as hedging instruments          |                    |                    |                    |
| Forward exchange agreement and options                     | 1,134              | 1,146              | –                  |
| Total                                                      | <u>\$5,670,632</u> | <u>\$5,392,115</u> | <u>\$4,891,688</u> |
| Current                                                    | \$4,904,812        | \$4,552,436        | \$4,469,795        |
| Non-current                                                | 765,820            | 839,679            | 421,893            |
| Total                                                      | <u>\$5,670,632</u> | <u>\$5,392,115</u> | <u>\$4,891,688</u> |

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

### (3) Financial assets at fair value through other comprehensive income - non-current

|                                                                                                        | 30 Jun. 2025     | 31 Dec. 2024     | 30 Jun. 2024     |
|--------------------------------------------------------------------------------------------------------|------------------|------------------|------------------|
| Equity instrument investments measured at fair value through other comprehensive income – non-current: |                  |                  |                  |
| Listed companies stocks                                                                                | \$71,253         | \$114,434        | \$138,413        |
| Unlisted companies stocks                                                                              | 373,736          | 364,774          | 352,080          |
| Total                                                                                                  | <u>\$444,989</u> | <u>\$479,208</u> | <u>\$490,493</u> |

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

The Group's dividend income related to equity instrument investments measured at fair value through other comprehensive income for the six-month periods ended 30 June 2025 and 2024 are as follow:

|                                       | For the six-month periods ended 30 June |         |
|---------------------------------------|-----------------------------------------|---------|
|                                       | 2025                                    | 2024    |
| Dividend recognized during the period | \$1,186                                 | \$2,340 |

In consideration of disposition according to the Group's investment strategy, the Group derecognized certain equity instrument investments measured at fair value through other comprehensive income. Details on derecognition of the investments for the six-month periods ended 30 June 2025 and 2024 are as follows:

|                                                                                     | For the six-month periods ended 30 June |         |
|-------------------------------------------------------------------------------------|-----------------------------------------|---------|
|                                                                                     | 2025                                    | 2024    |
| The fair value of the investments at the date of derecognition                      | \$—                                     | \$3,815 |
| The cumulative gain on disposal reclassified from other equity to retained earnings | \$—                                     | \$432   |

(4) Financial assets measured at amortized cost - non-current

|                    | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|--------------------|--------------|--------------|--------------|
| Financial products | \$27,596     | \$27,499     | \$28,031     |

Financial assets measured at amortized cost were not pledged.

(5) Notes receivables

|                                                    | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|----------------------------------------------------|--------------|--------------|--------------|
| Notes receivable arising from operating activities | \$404,892    | \$336,224    | \$571,838    |
| Less: loss allowance                               | —            | —            | —            |
| Total                                              | \$404,892    | \$336,224    | \$571,838    |

Notes receivables were not pledged.

The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note 6.(21) for more details on loss allowance and Note 12 for details on credit risk management.

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

|                                              | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|----------------------------------------------|--------------|--------------|--------------|
| Accounts receivable                          | \$4,936,132  | \$5,082,444  | \$5,297,702  |
| (Less): loss allowance                       | (1,443,184)  | (1,615,113)  | (1,590,454)  |
| Subtotal                                     | 3,492,948    | 3,467,331    | 3,707,248    |
| Accounts receivable due from related parties | 20,316       | 28,546       | 42,206       |
| Total                                        | \$3,513,264  | \$3,495,877  | \$3,749,454  |

Accounts receivables were not pledged.

Accounts receivables are generally on 30 to 120 day terms. The total carrying amount as of 30 June 2025, 31 December 2024 and 30 June 2024 were NT\$4,956,448 thousand, NT\$5,110,990 thousand and NT\$5,339,908 thousand, respectively. Please refer to Note 6.(21) for more details on loss allowance of accounts receivables for the six-month periods ended 30 June 2025 and 2024. Please refer to Note 12 for more details on credit risk management.

(7) Inventories

|                 | 30 Jun. 2025       | 31 Dec. 2024       | 30 Jun. 2024       |
|-----------------|--------------------|--------------------|--------------------|
| Raw materials   | \$892,074          | \$1,088,226        | \$1,210,416        |
| Work in process | 312,517            | 348,835            | 407,995            |
| Finished goods  | 1,333,903          | 1,301,547          | 1,163,715          |
| Total           | <u>\$2,538,494</u> | <u>\$2,738,608</u> | <u>\$2,782,126</u> |

The cost of inventories recognized in expenses amounted to NT\$2,357,670 thousand and NT\$4,497,852 thousand for the three-month and six-month periods ended 30 June 2025, respectively, including the reversal of write-down of inventories of NT\$20,379 thousand and NT\$76,730 thousand, respectively. The reversal was primarily due to the consumption during production, sale, reduction of obsolete inventory, with a deduction of inventory whose net realizable value were lower than cost and longer inventory aging.

The cost of inventories recognized in expenses amounted to NT\$2,371,397 thousand and NT\$4,504,328 thousand for the three-month and six-month periods ended 30 June 2024, respectively, including the valuation loss of inventories of NT\$27,688 thousand and NT\$38,355 thousand, respectively.

No inventories were pledged.

(8) Investments accounted for by equity method

| Investees                              | As at              |                             |                    |                             |                    |                             |
|----------------------------------------|--------------------|-----------------------------|--------------------|-----------------------------|--------------------|-----------------------------|
|                                        | 30 Jun. 2025       |                             | 31 Dec. 2024       |                             | 30 Jun. 2024       |                             |
|                                        | Carrying amount    | Percentage of ownership (%) | Carrying amount    | Percentage of ownership (%) | Carrying amount    | Percentage of ownership (%) |
| Investment in associates:              |                    |                             |                    |                             |                    |                             |
| Alltop Technology Co., Ltd.            | \$1,584,760        | 17.48%                      | \$1,721,772        | 17.80%                      | \$1,575,905        | 18.94%                      |
| MILDEX OPTICAL INC.                    | 285,021            | 29.28%                      | 336,734            | 29.28%                      | 327,338            | 29.28%                      |
| Zibo Micro Commercial Components Corp. | 126,405            | 18.86%                      | 139,246            | 18.86%                      | 136,644            | 18.86%                      |
|                                        | <u>\$1,996,186</u> |                             | <u>\$2,197,752</u> |                             | <u>\$2,039,887</u> |                             |

Information on the material associate of the Group:

Company Name: Alltop Technology Co., Ltd.

Nature of the relationship with the associate: ALLTOP TECHNOLOGY CO., LTD. is in the business of research and development, manufacturing and sale of connectors, primarily for servers, automotive and industrial application. Alltop's future development strategy aligns with the Group's targeted business areas. The Group invests in the company with an aim to integrate the resources of both companies, and expand business areas including servers, laptops, automotive, industrial and networking equipment. This is to create synergies between the two firms and to provide customers with more full-range products and services.

Fair value of the investment in the associate when there is a quoted market price for the investment: Alltop Technology Co., Ltd. is listed entity on the Taipei Exchange (TPEX). The fair value of the investment in Alltop Technology Co., Ltd. accounted for using the equity method amounted to NT\$2,677,357 thousand as of 30 June 2025.

Reconciliation of the associate's summarized financial information presented to the carrying amount of the Group's interest in the associate:

|                                     | 30 Jun. 2025       |
|-------------------------------------|--------------------|
| Assets                              | \$5,163,538        |
| Liabilities                         | 2,082,832          |
| Equity                              | 3,080,706          |
| Proportion of the Group's ownership | 17.48%             |
| Subtotal                            | 538,507            |
| Goodwill                            | 1,029,817          |
| Patents                             | 16,436             |
| Carrying amount of the investment   | <u>\$1,584,760</u> |

|                                       | For the three-month periods<br>ended 30 June |           | For the six-month periods<br>ended 30 June |             |
|---------------------------------------|----------------------------------------------|-----------|--------------------------------------------|-------------|
|                                       | 2025                                         | 2024      | 2025                                       | 2024        |
| Operating revenue                     | \$926,183                                    | \$768,595 | \$1,850,432                                | \$1,356,754 |
| Profit from continuing operations     | \$269,290                                    | \$257,757 | \$534,292                                  | \$438,836   |
| Other comprehensive income (post-tax) | (\$433,806)                                  | \$28,088  | (\$381,919)                                | \$147,105   |
| Total comprehensive income            | (\$164,516)                                  | \$285,845 | \$152,373                                  | \$585,941   |

The Group's investments in MILDEX OPTICAL INC. are not individually material. The aggregate carrying amount of the Group's interests in MILDEX OPTICAL INC. is NT\$285,021 thousand, NT\$336,734 thousand and NT\$327,338 thousand as at 30 June 2025, 31 December 2024, and 30 June 2024, respectively. The aggregate financial information of the Group's investments in associates is as follows:

|                                          | For the three-month periods<br>ended 30 June |         | For the six-month periods<br>ended 30 June |          |
|------------------------------------------|----------------------------------------------|---------|--------------------------------------------|----------|
|                                          | 2025                                         | 2024    | 2025                                       | 2024     |
| Profit (Loss) from continuing operations | (\$1,165)                                    | \$2,293 | \$1,289                                    | \$1,175  |
| Other comprehensive income (post-tax)    | (\$37,305)                                   | \$5,566 | (\$41,623)                                 | \$19,769 |
| Total comprehensive income               | (\$38,470)                                   | \$7,859 | (\$40,334)                                 | \$20,944 |

The Group's investments in ZIBO MICRO COMMERCIAL COMPONENT CORP. are not individually material. The aggregate carrying amount of the Group's interests in ZIBO MICRO COMMERCIAL COMPONENT CORP. is NT\$126,405 thousand, NT\$139,246 thousand and NT\$136,644 thousand as at 30 June 2025, 31 December 2024, and 30 June 2024. The aggregate financial information of the Group's investments in associates is as follows:

|                                          | For the three-month periods<br>ended 30 June |       | For the six-month periods<br>ended 30 June |      |
|------------------------------------------|----------------------------------------------|-------|--------------------------------------------|------|
|                                          | 2025                                         | 2024  | 2025                                       | 2024 |
| Profit (Loss) from continuing operations | \$44                                         | \$934 | (\$909)                                    | \$9  |
| Other comprehensive income (post-tax)    | \$—                                          | \$—   | \$—                                        | \$—  |
| Total comprehensive income               | \$44                                         | \$934 | (\$909)                                    | \$9  |

The share of the profit or loss of these associates accounted for using the equity method amount to NT\$44 thousand, NT\$(909) thousand, NT\$934 thousand, and NT\$9 thousand for the three-month and six-month periods ended 30 June 2025 and 2024, respectively. These amounts were based on unreviewed financial statements of the investees.

The associates had no contingent liabilities or capital commitments, and no pledges as at 30 June 2025, 31 December 2024, and 30 June 2024.

#### (9) Property, Plant, and Equipment

|                                                                 | 30 Jun. 2025       | 31 Dec. 2024       | 30 Jun. 2024       |
|-----------------------------------------------------------------|--------------------|--------------------|--------------------|
| Owner occupied property, plant and equipment                    | \$6,789,726        | \$7,231,040        | \$7,519,335        |
| Property, plant and equipment leased out under operating leases | 90,774             | 91,384             | 64,751             |
| Total                                                           | <u>\$6,880,500</u> | <u>\$7,322,424</u> | <u>\$7,584,086</u> |

I. Owner occupied property, plant and equipment

|                                     |                  |                    |                            |                             |                        |                     |                           |                      | Construction in<br>progress and<br>equipment<br>awaiting<br>examination | Total                |
|-------------------------------------|------------------|--------------------|----------------------------|-----------------------------|------------------------|---------------------|---------------------------|----------------------|-------------------------------------------------------------------------|----------------------|
|                                     | Land             | Buildings          | Machinery and<br>equipment | Transportation<br>equipment | Utilities<br>equipment | Office<br>equipment | Leasehold<br>improvements | Other<br>equipment   |                                                                         |                      |
| <b>Cost:</b>                        |                  |                    |                            |                             |                        |                     |                           |                      |                                                                         |                      |
| As at 1 Jan. 2025                   | \$581,292        | \$2,313,093        | \$11,939,049               | \$20,071                    | \$177,631              | \$154,657           | \$71,794                  | \$1,822,094          | \$74,530                                                                | \$17,154,211         |
| Additions                           | —                | 5,758              | 32,363                     | —                           | —                      | 8,432               | 84                        | 23,981               | 28,588                                                                  | 99,206               |
| Disposals                           | —                | (26,316)           | (274,645)                  | —                           | —                      | (437)               | —                         | (4,238)              | —                                                                       | (305,636)            |
| Transfers                           | —                | 18,231             | 77,090                     | —                           | —                      | 17                  | —                         | 2,547                | (33,995)                                                                | 63,890               |
| Exchange differences                | (131)            | (75,947)           | (279,949)                  | (1,291)                     | —                      | (5,612)             | 59                        | (46,696)             | (791)                                                                   | (410,358)            |
| As at 30 Jun. 2025                  | <u>\$581,161</u> | <u>\$2,234,819</u> | <u>\$11,493,908</u>        | <u>\$18,780</u>             | <u>\$177,631</u>       | <u>\$157,057</u>    | <u>\$71,937</u>           | <u>\$1,797,688</u>   | <u>\$68,332</u>                                                         | <u>\$16,601,313</u>  |
| <b>Depreciation and impairment:</b> |                  |                    |                            |                             |                        |                     |                           |                      |                                                                         |                      |
| As at 1 Jan. 2025                   | \$—              | (\$882,785)        | (\$7,355,930)              | (\$16,258)                  | (\$161,430)            | (\$121,461)         | (\$49,697)                | (\$1,335,610)        | \$—                                                                     | (\$9,923,171)        |
| Depreciation                        | —                | (39,294)           | (325,065)                  | (771)                       | (2,019)                | (7,608)             | (2,038)                   | (54,560)             | —                                                                       | (431,355)            |
| Disposals                           | —                | 26,108             | 274,137                    | —                           | —                      | 461                 | —                         | 4,169                | —                                                                       | 304,875              |
| Impairment losses<br>(reversal)     | —                | —                  | 5,272                      | —                           | —                      | —                   | —                         | —                    | —                                                                       | 5,272                |
| Transfers                           | —                | (1,455)            | (12,420)                   | —                           | —                      | (24)                | —                         | (1,797)              | —                                                                       | (15,696)             |
| Exchange differences                | —                | 45,262             | 157,211                    | 1,058                       | —                      | 4,515               | 41                        | 40,401               | —                                                                       | 248,488              |
| As at 30 Jun. 2025                  | <u>\$—</u>       | <u>(\$852,164)</u> | <u>(\$7,256,795)</u>       | <u>(\$15,971)</u>           | <u>(\$163,449)</u>     | <u>(\$124,117)</u>  | <u>(\$51,694)</u>         | <u>(\$1,347,397)</u> | <u>\$—</u>                                                              | <u>(\$9,811,587)</u> |

|                      | Land             | Buildings          | Machinery<br>and<br>equipment | Transportation<br>equipment | Utilities<br>equipment | Office<br>equipment | Leasehold<br>improvements | Other<br>equipment | Construction<br>in progress<br>and<br>equipment<br>awaiting<br>examination | Total               |
|----------------------|------------------|--------------------|-------------------------------|-----------------------------|------------------------|---------------------|---------------------------|--------------------|----------------------------------------------------------------------------|---------------------|
| <b>Cost:</b>         |                  |                    |                               |                             |                        |                     |                           |                    |                                                                            |                     |
| As at 1 Jan. 2024    | \$581,622        | \$1,725,147        | \$10,189,298                  | \$19,086                    | \$187,316              | \$152,785           | \$70,363                  | \$1,682,474        | \$2,291,065                                                                | \$16,899,156        |
| Additions            | —                | 1,317              | 78,318                        | 941                         | 1,513                  | 1,633               | 912                       | 36,850             | 29,337                                                                     | 150,821             |
| Disposals            | —                | —                  | (105,208)                     | (384)                       | (82)                   | (7,464)             | —                         | (26,961)           | —                                                                          | (140,099)           |
| Transfers            | —                | 550,008            | 1,663,773                     | —                           | —                      | 65                  | —                         | 69,514             | (2,258,610)                                                                | 24,750              |
| Exchange differences | (41)             | 21,539             | 84,512                        | 353                         | —                      | 1,725               | 1,593                     | 14,216             | 839                                                                        | 124,736             |
| As at 30 Jun.2024    | <u>\$581,581</u> | <u>\$2,298,011</u> | <u>\$11,910,693</u>           | <u>\$19,996</u>             | <u>\$188,747</u>       | <u>\$148,744</u>    | <u>\$72,868</u>           | <u>\$1,776,093</u> | <u>\$62,631</u>                                                            | <u>\$17,059,364</u> |

**Depreciation and impairment:**

|                                 |            |                    |                      |                   |                    |                    |                   |                      |            |                      |
|---------------------------------|------------|--------------------|----------------------|-------------------|--------------------|--------------------|-------------------|----------------------|------------|----------------------|
| As at 1 Jan. 2024               | \$—        | (\$786,589)        | (\$6,777,701)        | (\$14,674)        | (\$168,867)        | (\$115,088)        | (\$46,139)        | (\$1,254,019)        | \$—        | (\$9,163,077)        |
| Depreciation                    | —          | (38,784)           | (337,874)            | (842)             | (2,032)            | (6,857)            | (1,378)           | (55,500)             | —          | (443,267)            |
| Disposals                       | —          | —                  | 105,172              | 384               | 82                 | 5,057              | —                 | 29,368               | —          | 140,063              |
| Impairment losses<br>(reversal) | —          | —                  | 21                   | —                 | —                  | —                  | —                 | —                    | —          | 21                   |
| Transfers                       | —          | (1,310)            | (3,539)              | (1)               | (103)              | —                  | —                 | (817)                | —          | (5,770)              |
| Exchange differences            | —          | (13,144)           | (40,558)             | (279)             | —                  | (1,462)            | (1,017)           | (11,539)             | —          | (67,999)             |
| As at 30 Jun.2024               | <u>\$—</u> | <u>(\$839,827)</u> | <u>(\$7,054,479)</u> | <u>(\$15,412)</u> | <u>(\$170,920)</u> | <u>(\$118,350)</u> | <u>(\$48,534)</u> | <u>(\$1,292,507)</u> | <u>\$—</u> | <u>(\$9,540,029)</u> |

**Net carrying amount:**

|              |                  |                    |                    |                |                 |                 |                 |                  |                 |                    |
|--------------|------------------|--------------------|--------------------|----------------|-----------------|-----------------|-----------------|------------------|-----------------|--------------------|
| 30 Jun. 2025 | <u>\$581,161</u> | <u>\$1,382,655</u> | <u>\$4,237,113</u> | <u>\$2,809</u> | <u>\$14,182</u> | <u>\$32,940</u> | <u>\$20,243</u> | <u>\$450,291</u> | <u>\$68,332</u> | <u>\$6,789,726</u> |
| 31 Dec. 2024 | <u>\$581,292</u> | <u>\$1,430,308</u> | <u>\$4,583,119</u> | <u>\$3,813</u> | <u>\$16,201</u> | <u>\$33,196</u> | <u>\$22,097</u> | <u>\$486,484</u> | <u>\$74,530</u> | <u>\$7,231,040</u> |
| 30 Jun.2024  | <u>\$581,581</u> | <u>\$1,458,184</u> | <u>\$4,856,214</u> | <u>\$4,584</u> | <u>\$17,827</u> | <u>\$30,394</u> | <u>\$24,334</u> | <u>\$483,586</u> | <u>\$62,631</u> | <u>\$7,519,335</u> |

## II. Property, plant and equipment leased out under operating leases

|                                     | Land            | Buildings         | Total             |
|-------------------------------------|-----------------|-------------------|-------------------|
| <b>Cost:</b>                        |                 |                   |                   |
| As at 1 Jan. 2025                   | \$50,515        | \$51,280          | \$101,795         |
| Exchange differences                | —               | —                 | —                 |
| As at 30 Jun. 2025                  | <u>\$50,515</u> | <u>\$51,280</u>   | <u>\$101,795</u>  |
| <b>Depreciation and impairment:</b> |                 |                   |                   |
| As at 1 Jan. 2025                   | \$—             | (\$10,411)        | (\$10,411)        |
| Depreciation                        | —               | (322)             | (322)             |
| Transfer                            | —               | (288)             | (288)             |
| Exchange differences                | —               | —                 | —                 |
| As at 30 Jun. 2025                  | <u>\$—</u>      | <u>(\$11,021)</u> | <u>(\$11,021)</u> |
| <b>Cost:</b>                        |                 |                   |                   |
| As at 1 Jan. 2024                   | \$50,515        | \$22,553          | \$73,068          |
| Exchange differences                | —               | —                 | —                 |
| As at 30 Jun. 2024                  | <u>\$50,515</u> | <u>\$22,553</u>   | <u>\$73,068</u>   |
| <b>Depreciation and impairment:</b> |                 |                   |                   |
| As at 1 Jan. 2024                   | \$—             | (\$7,995)         | (\$7,995)         |
| Depreciation                        | —               | (322)             | (322)             |
| Exchange differences                | —               | —                 | —                 |
| As at 30 Jun.2024                   | <u>\$—</u>      | <u>(\$8,317)</u>  | <u>(\$8,317)</u>  |
| <b>Net carrying amount:</b>         |                 |                   |                   |
| 30 Jun. 2025                        | <u>\$50,515</u> | <u>\$40,259</u>   | <u>\$90,774</u>   |
| 31 Dec. 2024                        | <u>\$50,515</u> | <u>\$40,869</u>   | <u>\$91,384</u>   |
| 30 Jun.2024                         | <u>\$50,515</u> | <u>\$14,236</u>   | <u>\$64,751</u>   |

Capitalized borrowing costs of construction in progress for the six-month periods ended 30 June 2025 and 2024 are both \$0.

There are no property, plant and equipment under pledge.



(10) Intangible assets

|                                     | Computer<br>software | Technical<br>skills | Other<br>intangible<br>assets | Goodwill           | Patents           | Total              |
|-------------------------------------|----------------------|---------------------|-------------------------------|--------------------|-------------------|--------------------|
| <b>Cost:</b>                        |                      |                     |                               |                    |                   |                    |
| As at 1 Jan. 2025                   | \$137,635            | \$452               | \$183,082                     | \$1,987,107        | \$61,927          | \$2,370,203        |
| Additions – acquired separately     | 5,333                | —                   | 389                           | —                  | —                 | 5,722              |
| Disposals                           | (2,189)              | —                   | (22,758)                      | —                  | —                 | (24,947)           |
| Exchange differences                | (2,394)              | (39)                | (3,758)                       | (62,772)           | —                 | (68,963)           |
| As at 30 Jun. 2025                  | <u>\$138,385</u>     | <u>\$413</u>        | <u>\$156,955</u>              | <u>\$1,924,335</u> | <u>\$61,927</u>   | <u>\$2,282,015</u> |
| As at 1 Jan. 2024                   | \$135,704            | \$437               | \$182,863                     | \$1,950,260        | \$61,927          | \$2,331,191        |
| Additions – acquired separately     | 2,475                | —                   | 946                           | —                  | —                 | 3,421              |
| Disposals                           | (4,682)              | —                   | (3,000)                       | —                  | —                 | (7,682)            |
| Exchange differences                | 735                  | 11                  | 3,259                         | 30,845             | —                 | 34,850             |
| As at 30 Jun. 2024                  | <u>\$134,232</u>     | <u>\$448</u>        | <u>\$184,068</u>              | <u>\$1,981,105</u> | <u>\$61,927</u>   | <u>\$2,361,780</u> |
| <b>Amortization and impairment:</b> |                      |                     |                               |                    |                   |                    |
| As at 1 Jan. 2025                   | (\$106,847)          | (\$410)             | (\$120,534)                   | (\$489,405)        | (\$12,195)        | (\$729,391)        |
| Amortization                        | (6,460)              | (41)                | (7,865)                       | —                  | (1,548)           | (15,914)           |
| Disposals                           | 2,189                | —                   | 22,758                        | —                  | —                 | 24,947             |
| Transfers                           | (4)                  | —                   | —                             | —                  | —                 | (4)                |
| Exchange differences                | 1,953                | 38                  | 3,163                         | 52,023             | —                 | 57,177             |
| As at 30 Jun. 2025                  | <u>(\$109,169)</u>   | <u>(\$413)</u>      | <u>(\$102,478)</u>            | <u>(\$437,382)</u> | <u>(\$13,743)</u> | <u>(\$663,185)</u> |
| As at 1 Jan. 2024                   | (\$104,619)          | (\$250)             | (\$109,399)                   | (\$458,355)        | (\$9,099)         | (\$681,722)        |
| Amortization                        | (7,424)              | (74)                | (7,419)                       | —                  | (1,548)           | (16,465)           |
| Disposals                           | 4,682                | —                   | 3,000                         | —                  | —                 | 7,682              |
| Transfers                           | 61                   | —                   | —                             | —                  | —                 | 61                 |
| Exchange differences                | (724)                | (7)                 | (2,343)                       | (26,049)           | —                 | (29,123)           |
| As at 30 Jun. 2024                  | <u>(\$108,024)</u>   | <u>(\$331)</u>      | <u>(\$116,161)</u>            | <u>(\$484,404)</u> | <u>(\$10,647)</u> | <u>(\$719,567)</u> |
| <b>Net Carrying Value:</b>          |                      |                     |                               |                    |                   |                    |
| 30 Jun. 2025                        | <u>\$29,216</u>      | <u>\$—</u>          | <u>\$54,477</u>               | <u>\$1,486,953</u> | <u>\$48,184</u>   | <u>\$1,618,830</u> |
| 31 Dec. 2024                        | <u>\$30,788</u>      | <u>\$42</u>         | <u>\$62,548</u>               | <u>\$1,497,702</u> | <u>\$49,732</u>   | <u>\$1,640,812</u> |
| 30 Jun.2024                         | <u>\$26,208</u>      | <u>\$117</u>        | <u>\$67,907</u>               | <u>\$1,496,701</u> | <u>\$51,280</u>   | <u>\$1,642,213</u> |

Amortization expense of intangible assets under the statement of comprehensive income:

|                    | For the three-month periods ended<br>30 June |                | For the six-month periods ended 30<br>June |                 |
|--------------------|----------------------------------------------|----------------|--------------------------------------------|-----------------|
|                    | 2025                                         | 2024           | 2025                                       | 2024            |
| Operating costs    | <u>\$1,161</u>                               | <u>\$1,518</u> | <u>\$2,359</u>                             | <u>\$3,565</u>  |
| Operating expenses | <u>\$5,947</u>                               | <u>\$6,408</u> | <u>\$13,555</u>                            | <u>\$12,900</u> |

(11) Impairment test on goodwill

Goodwill acquired through business combinations have been allocated to two cash-generating units, which are also reportable and operating segments, for impairment testing as follows:

- (a) Power Discrete;
- (b) Power IC and components

Carrying amount of goodwill allocated to each of the cash-generating units:

|                         | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|-------------------------|--------------|--------------|--------------|
| Power Discrete          | \$101,473    | \$112,222    | \$111,221    |
| Power IC and components | 1,385,480    | 1,385,480    | 1,385,480    |
| Goodwill                | \$1,486,953  | \$1,497,702  | \$1,496,701  |

Power Discrete

The Group tested goodwill for impairment at the end of the annual financial reporting period and the recoverable amount of the cash-generating units of Power Discrete has been determined based on value in use, which is calculated using cash flow projections from the five-year financial budgets approved by management. The projected cash flows have been updated to reflect the change in demand for products. In 2024, the pre-tax discount rate used in the cash flow forecast was between 11.91% and 13.03%. The growth rate is approximately equal to the long-term average growth rate of the industry. Based on the results of this analysis, the management believes that the goodwill allocated to this cash-generating unit has not been impaired.

Power IC and Components

The Group tested goodwill for impairment at the end of the annual financial reporting period and the recoverable amount of cash generated under the Power IC and Components segment has been determined based on value in use, which was calculated using cash flow projections from the five-year financial budgets approved by management. The cash flow forecast has been updated to reflect changes in demand for related products. In 2024, the pre-tax discount rate used in the cash flow forecast was 13.79%. The growth rate is approximately equal to the long-term average growth rate of the industry. Based on the results of this analysis, the management believes that the goodwill allocated to this cash-generating unit has not been impaired.

Key assumptions used in value-in-use calculations

Gross margins – Gross margins are based on operating results and further average values achieved in the years preceding the start of the budget period.

Discount rates – Discount rates reflect the current market assessment of the risks specific to each cash generating unit (including the time value of money and the risks specific to the asset for which the future cash flow estimates have not been adjusted). The discount rate was estimated based on the weighted average cost of capital (WACC) for the Group, taking into account the particular situations of the Group and its operating segments. The WACC includes both the cost of liabilities and cost of equities. The cost of equities is derived from the expected returns of the Group's investors on capital, where the cost of liabilities is measured by the interest bearing loans that the Group has obligation to settle. Specific risk relating to the operating segments is accounted for by considering the individual beta factor which is evaluated annually and based on publicly available market information.

Growth rate estimation — based on published industry research data.

#### Sensitivity to changes in assumptions

With regard to the assessment of value-in-use of the diodes, management believes that no reasonably possible change in any of the above key assumptions would cause the carrying value of the unit to materially exceed its recoverable amount.

#### (12) Current borrowings

Details of the current borrowings are as follows:

|                      | 30 Jun. 2025            | 31 Dec. 2024             | 30 Jun. 2024             |
|----------------------|-------------------------|--------------------------|--------------------------|
| Unsecured bank loans | \$2,984,573             | \$2,996,916              | \$3,053,775              |
| Interest rate range  | 1.34%~5.40%             | 1.34%~5.08%              | 1.70%~6.24%              |
| Maturity date        | 2 Jul. 2025~29 May 2026 | 3 Jan. 2025~10 Dec. 2026 | 30 Jun. 2024~2 Apr. 2025 |

The Group's unused short-term lines of credits amount to NT\$11,130,851 thousand, NT\$12,464,645 thousand and NT\$14,224,371 thousand as of 30 Jun. 2025, 31 Dec. 2024, and 30 Jun. 2024, respectively.

#### (13) Notes payable - current

|                                                   | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|---------------------------------------------------|--------------|--------------|--------------|
| Notes payable arising from operating — activities | \$382,053    | \$387,991    | \$449,315    |

#### (14) Financial liabilities at fair value through profit or loss

|                                                | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|------------------------------------------------|--------------|--------------|--------------|
| Held for trading:                              |              |              |              |
| Derivatives not designated as hedging          |              |              |              |
| Instruments                                    |              |              |              |
| Forward exchange agreement and cross           |              |              |              |
| currency swap contracts                        | \$212        | \$3,411      | \$1,641      |
| Measured at fair value through profit or loss: |              |              |              |
| Embedded derivative financial instruments      |              |              |              |
| Corporate bond conversion                      | 9,013        | 13,763       | —            |
| Total                                          | \$9,225      | \$17,174     | \$1,641      |
| Current                                        | \$212        | \$3,411      | \$1,641      |
| Non-current                                    | 9,013        | 13,763       | —            |
| Total                                          | \$9,225      | \$17,174     | \$1,641      |

(15) Long-term deferred revenue

|                                                     | For the six-month periods ended 30 June |                 |
|-----------------------------------------------------|-----------------------------------------|-----------------|
|                                                     | 2025                                    | 2024            |
| Beginning balance                                   | \$51,459                                | \$61,566        |
| Addition                                            | —                                       | —               |
| Recognized to the statement of comprehensive income | 11,165                                  | (6,100)         |
| Exchange differences                                | (3,718)                                 | 1,241           |
| Ending balance                                      | <u>\$58,906</u>                         | <u>\$56,707</u> |

|                                                  | 30 Jun. 2025    | 31 Dec. 2024    | 30 Jun. 2024    |
|--------------------------------------------------|-----------------|-----------------|-----------------|
| Non-current deferred revenue - related to assets | <u>\$58,906</u> | <u>\$51,459</u> | <u>\$56,707</u> |

Government grants have been received for the purchase of certain items of property, plant and equipment and land use right. There are no unfulfilled conditions or contingencies attached to these grants recognized to the statement of comprehensive income.

(16) Bonds payable

|                                              | 30 Jun. 2025     | 31 Dec. 2024     | 30 Jun. 2024 |
|----------------------------------------------|------------------|------------------|--------------|
| Domestic unsecured convertible bonds payable | \$446,988        | \$441,245        | \$—          |
| Less: Current portion due within one year    | —                | —                | —            |
| Net                                          | <u>\$446,988</u> | <u>\$441,245</u> | <u>\$—</u>   |

Domestic unsecured convertible bonds payable

|                                                           | 30 Jun. 2025     | 31 Dec. 2024     | 30 Jun. 2024 |
|-----------------------------------------------------------|------------------|------------------|--------------|
| Debt elements:                                            |                  |                  |              |
| Face value of domestic convertible bonds payable          | \$500,000        | \$500,000        | \$—          |
| Discounts on domestic convertible corporate bonds payable | (53,012)         | (58,755)         | —            |
| Subtotals                                                 | 446,988          | 441,245          | —            |
| Less: current portion due within one year                 | —                | —                | —            |
| Net amount                                                | <u>\$446,988</u> | <u>\$441,245</u> | <u>\$—</u>   |
| Embedded derivative financial instruments                 | <u>\$9,013</u>   | <u>\$13,763</u>  | <u>\$—</u>   |
| Equity elements                                           | <u>\$52,044</u>  | <u>\$52,044</u>  | <u>\$—</u>   |

The subsidiary Champion Microelectronic Corp. issued domestic unsecured convertible corporate bonds with a coupon rate of 0% on November 1, 2024. The convertible corporate bonds were analyzed in accordance with the terms of the contract. The components include: main debt, embedded derivative financial instruments (the issuer's redeemable option and the holder's option to request the issuer to redeem) and equity elements (the holder's option to request conversion into the issuer's common stock). The main issuance terms are as follows:

Total issuance amount: NT\$500,000 thousand

Period: November 1, 2024 to November 1, 2029

Redemption and put option clauses:

- i. From the day after three months of issuance to forty days before the expiration of the issuance period, the subsidiary Champion Microelectronic Corp. shall be notified to redeem all or part of the bonds in advance at the face value of the bonds (hereinafter referred to as the "early redemption price") when the closing price of the company's common shares on the Taiwan Stock Exchange reaches an average of 130% of the conversion price for thirty consecutive business days.
- ii. When the outstanding amount of the converted corporate bonds is less than 10% of the original issuance amount, the subsidiary Champion Microelectronic Corp. may redeem the converted corporate bonds in full at the early redemption price.
- iii. Bond holders may request the subsidiary Champion Microelectronic to redeem all or part of the converted corporate bonds held at 101.51% and 102.02% of the face value of the bonds on November 1, 2027 and November 1, 2028, respectively.

Terms of Exchange:

- i. Conversion target: common shares of the subsidiary Champion Microelectronic Corp.
- ii. Conversion period: The bondholders may request to convert the bonds into the common shares of Champion Microelectronic Corp. in lieu of its cash repayment from February 02, 2025 to November 01, 2029.
- iii. Conversion price and adjustment: The conversion price was set at NT\$75 per share at the time of issuance, and will be adjusted in accordance with the formula set forth in the terms of the issuance in the event that the conversion price is adjusted in accordance with the terms of the issuance for the shares of common stock of Champion Microelectronic. The conversion price on June 30, 2025 was NT\$72.2 per share.
- iv. Redemption on maturity: The convertible bonds will be redeemed at face value if they are outstanding at maturity.

As of June 30, 2025, the converted corporate bonds have not been converted.

(17) Long-term borrowings

Details of the long-term borrowings are as follows:

| Lenders                                     | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|---------------------------------------------|--------------|--------------|--------------|
| Syndicated Loans (A)                        | \$1,600,000  | \$2,550,000  | \$3,400,000  |
| Syndicated Loans (B)                        | 34,350       | 34,140       | 34,710       |
| Project loans (C)                           | 203,646      | 286,542      | 361,292      |
| Project loans (D)                           | 596,985      | 756,250      | 793,750      |
| Project loans (E)                           | 412,063      | 546,875      | 678,125      |
| Project loans (F)                           | 28,333       | 38,333       | 48,333       |
| Unsecured bank loans                        | 2,380,000    | 1,515,560    | 1,300,000    |
| Subtotal                                    | 5,255,377    | 5,727,700    | 6,616,210    |
| (Less): Due within one year                 | (801,043)    | (767,870)    | (611,348)    |
| (Less): Unamortized cost of syndicated loan | —            | (656)        | (1,638)      |
| (Less): Deferred government grants          | (3,875)      | (7,215)      | (11,225)     |
| Total                                       | \$4,450,459  | \$4,951,959  | \$5,991,999  |
| Interest rates                              | 1.53%~3.18%  | 1.53%—5.14%  | 1.53%~4.48%  |

(A) On 17 August 2021, the Company entered into a syndicated loan contract with 10 financial institutions and the amount of the loan facility was \$4,200,000 thousand for a period of five years starting from the first day the facility is drawn. The facility must be drawn within three months from the execution date of the contract, otherwise the maturity of the said three-month period shall be deemed the first drawdown day. The extract of terms of the contract as following

- a. The total amount of the syndicated loan is NT\$4,200,000 thousand.
- b. Terms of the syndicated loan agreement:
  - i. Category 1: Medium-term loan up to \$4,200,000 thousand, which can be used cyclically in accordance with this contract.
  - ii. Category 2: Commercial paper of \$2,940,000 thousand, which can be used cyclically in accordance with this contract
- c. The total amount of category 1 and category 2 shall not exceed the total amount of the syndicated loan.
- d. Terms of financial ratios:

Within the contract period, the Company is required to calculate annually the financial ratios and agree with assigned threshold based on the figures from audited consolidated financial report.

  - i. Current ratio (current asset / current liability): higher than 100%.
  - ii. Debt ratio (liability / equity): lower than 200%.
  - iii. Interest coverage ratio 【 ( net profit before tax + interest expense + depreciation + amortization / interest expense ) 】 : higher than 2.5 times.
  - iv. Net worth: higher than NT\$5,300,000 thousand or USD equivalent.

(B) On 16 June 2022, the subsidiary, PAN-JIT ASIA INTERNATIONAL INC., entered into a syndicated loan contract with 11 financial institutions and the amount of the loan facility was US\$80,000 thousand for a period of five years starting from the first day the facility is drawn. The facility must be drawn within three months from the execution date of the contract, otherwise the maturity of the said three-month period shall be deemed the first drawdown day. The extract of terms of the contract are as followings:

a. The method of this credit case is agreed as follows:

The line of credit of the medium-term loan is US \$80,000 thousand, which can be used as a revolving loan within the credit period.

b. Terms of financial ratios: Within the contract period, the Company should annually calculate the financial ratios and agree with the assigned figures based on the data from audited consolidated financial report.

- i. Current ratio (current assets ÷ current liabilities): higher than 100%.
- ii. Debt ratio (liability ÷ equity): lower than 200%.
- iii. Interest coverage ratio  $\left[ \frac{\text{net profit before tax} + \text{interest expense} + \text{depreciation} + \text{amortization}}{\text{interest expense}} \right]$  : higher than 2.5 times.
- iv. Equity: higher than NT\$5,300,000 thousand or USD equivalent.

Certain other non-current assets are pledged as first priority security for the secured syndicated loans, please refer to Notes 8 for more details.

(C) On 9 September 2019, the Company entered into a credit agreement with Taishin International Bank in the amount of NT\$600,000 thousand for the investment program for Welcome Overseas Taiwanese Businesses to return to invest in Taiwan.

The related terms are as following:

| Credit line | Credit period                               | Interest rate                                                                                                                                                 | Repayment method                                                                                                         |
|-------------|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| \$400,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.525%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |
| \$200,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.525%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |

(D) On 25 October 2019, the Company entered into a credit agreement with Chang HWA Bank in the amount of NT\$900,000 thousand for the investment program for Welcome Overseas Taiwanese Businesses to return to invest in Taiwan.

The related terms are as following:

| Credit line | Credit period                               | Interest rate                                                                                                                                                 | Repayment method                                                                                                         |
|-------------|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| \$600,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.525%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |
| \$300,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.525%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |

(E) On 1 November 2019, the Company entered into a credit agreement with First Commercial Bank in the amount of NT\$1,500,000 thousand for the investment program for Welcome Overseas Taiwanese Businesses to return to invest in Taiwan. The related terms are as following:

| Credit Line | Credit period                               | Interest rate                                                                                                                                                 | Repayment method                                                                                                         |
|-------------|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| \$1,000,000 | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.725%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |
| \$500,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.525%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |

(F) On 21 November 2021, the Company entered into a credit agreement with Land Bank in the amount of NT\$1,000,000 thousand for the investment program for Welcome Overseas Taiwanese Businesses to return to invest in Taiwan. The related terms are as following:

| Credit Line | Credit period                               | Interest rate                                                                                                                                                 | Repayment method                                                                                                         |
|-------------|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| \$700,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.725%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |
| \$300,000   | Seven years from the date of first drawdown | In accordance with the twoyear time deposit interest rate of Chunghwa Post Co., Ltd. plus/minus, and the actual interest rate shall not be lower than 1.725%. | Three-year grace period. After the grace period expires, the principal shall be paid back in monthly equal installments. |



(18) Post-employment benefits

Defined contribution plans

Expenses under the defined contribution plan for the three-month periods ended 30 June 2025 and 2024 were NT\$13,987 thousand and NT\$14,140 thousand, respectively; for the six-month periods ended 30 June 2025 and 2024 were NT\$28,417 thousand and NT\$28,352 thousand, respectively.

Defined benefit plan

Expenses under the defined benefits plan for the three-month periods ended 30 June 2025 and 2024 were NT\$381 thousand and NT\$581 thousand, respectively; for the six-month periods ended 30 June 2025 and 2024 were NT\$685 thousand and NT\$1,222 thousand, respectively.

(19) Equities

A. Common stock

As at 30 June 2025, 31 December 2024 and 30 June 2024, the Company's authorized capital were NT\$6,000,000 thousand, and issued capital were NT\$3,821,149 thousand, each at a par value of NT\$10. Each share has one voting right and a right to receive dividends.

On 25 October 2021, the Company issued 50,000 thousand units of Global Depository Shares ("GDS") on the Luxembourg Stock Exchange, each representing a unit of ordinary shares of the Company. And totals in new issuance of 50,000 thousand common stock shares, each unit of GDS was priced at USD3.02, equivalent to NT\$84.5. Totals shares amounted to USD151,000 thousand. The rights and obligations of the new shares issued are the same as the original shares. As of June 30, 2025, there were no outstanding shares.

B. Capital surplus

| Items                                                                                                                         | As at        |              |              |
|-------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|--------------|
|                                                                                                                               | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
| Additional paid-in capital                                                                                                    | \$4,603,539  | \$4,603,539  | \$4,603,539  |
| Premium on convertible bonds                                                                                                  | 1,082,212    | 1,082,212    | 1,082,212    |
| Difference between consideration given/received and carrying amount of interests in subsidiaries acquired through of disposed | 73,002       | 73,002       | 76,600       |
| Increase through changes in ownership interests in subsidiaries                                                               | 14,414       | 19,109       | 2,221        |
| Employee stock option                                                                                                         | 24,527       | 24,527       | 24,527       |
| Restricted stocks for employees                                                                                               | 694          | 694          | 694          |
| Share of changes in net assets of associates accounted and joint ventures for using the equity method                         | 220,968      | 181,920      | 134,941      |
| Others                                                                                                                        | 87,156       | 87,156       | 87,151       |
| Total                                                                                                                         | \$6,106,512  | \$6,072,159  | \$6,011,885  |

According to the Company Act, the capital reserve shall not be used except for making good the deficit of the company. When a company incurs no loss, it may distribute the capital reserves related to the income derived from the issuance of new shares at a premium or income from endowments received by the company. The distribution could be made in cash or in the form of dividend shares to its shareholders in proportion to the number of shares being held by each of them.

#### C. Earnings distribution and dividend policy

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

- a. Payment of all taxes and dues
- b. Offset prior years' operation losses
- c. Set aside 10% of the remaining amount after deducting items (a) and (b) as legal reserve
- d. Set aside or reverse special reserve in accordance with law and regulations
- e. The distribution of the remaining, in addition to the unappropriated earnings at the beginning of the period, the Company shall distribute it according to the distribution plan proposed by the Board of Directors and submitted to the shareholders' meeting for approval.

According to the provision of Article 240-5 of the Company Act, the Company should authorize the distributable dividends and bonuses in whole or in part are paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution is submitted to the shareholders' meeting.

On June 13, 2024, the shareholders' meeting resolved to amend the Company's Articles of Incorporation to specify the dividend policy. The revised dividend policy is as follows:

The policy of dividend distribution approved by the Board should reflect factors such as the operating planning, investment plan, capital budgets, the changes of inner and outer environment. The Company in capital-intensive industries are currently in the stage of expansion. Considering the Company's need for future capital and the long-term financial planning; as well as the shareholders' need for cash inflow, the principle of earning distribution:

If there is any surplus in the annual, no less than 10% of the distributable earnings should be set aside for distribution to the shareholders as dividends and bonuses; provided that, if the cumulative retained earnings available for distribution is less than 10% of the paid-in capital, it may not be distributed. The dividend to shareholders should be paid in the form of cash as priority, or in the form of share dividend. Additionally, at least 10% of the dividends must be paid in the form of cash.

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

According to the provision of Article 241 of the Company Act, the Company shall distribute the whole or a part of the statutory surplus reserve and capital surplus to shareholders in new shares or cash according to their shareholding percentage. When cash is distributed, a resolution adopted by a majority of the shareholders present who represent two-thirds or more of the total number of its outstanding shares of the company shall be required and reported to the shareholders meeting. When new shares are issued, it shall be submitted to the shareholders' meeting for approval before distribution.

When the Company distributing distributable earnings, it shall set aside to special reserve, an amount equal to "other net deductions from shareholders" equity for the current fiscal year, provided that if the company has already set aside special reserve according to the requirements for the adoption of IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders' equity. For any subsequent reversal of other net deductions from shareholders' equity, the amount reversed may be distributed from the special reserve.

The FSC on 31 March 2021 issued Order No. Financial-Supervisory-Securities-Corporate-1090150022, which sets out the following provisions for compliance:

On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders' equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the Company can reverse the special reserve by the proportion of the special reserve first appropriated and distribute it.

The special reserve upon first adoption amounted to \$200,400 thousand as of 1 January 2025 and 2024. Because of unused, disposal or reclassification of related assets, there was no reversal from special reserve to unappropriated earnings during the six-month periods ended of 30 June 2025 and 2024. As of 30 Jun. 2025 and 2024, the special reverse upon first adoption amounted to \$200,400 thousand.

Details of the 2024 and 2023 earnings distribution and dividends per share as resolved by shareholders' meeting on 20 June 2025 and 13 June 2024, respectively, are as follows:

|                                       | Appropriation of earnings |           | Dividend per share (NT\$) |        |
|---------------------------------------|---------------------------|-----------|---------------------------|--------|
|                                       | 2024                      | 2023      | 2024                      | 2023   |
| Legal reserve                         | \$89,996                  | \$83,321  | \$—                       | \$—    |
| Common stock -cash dividend<br>(Note) | \$534,961                 | \$458,538 | \$1.40                    | \$1.20 |

(Note): The Company resolved at the board of directors' meeting held on 7 March 2025 and 8 March 2024 to distribute the dividends of 2024 and 2023 in form of cash.

Please refer to Note 6.(23) for details on employees' compensation and remuneration to directors.

#### D. Non-controlling interests

|                                                                                                                               | For the six-month periods<br>ended 30 June |                    |
|-------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------|
|                                                                                                                               | 2025                                       | 2024               |
| Beginning balance                                                                                                             | \$1,396,730                                | \$1,385,941        |
| Profit (loss) attributable to non-controlling interests                                                                       | 88,593                                     | 100,215            |
| Other comprehensive income, attributable to non-controlling interests, net of tax:                                            |                                            |                    |
| Exchange differences resulting from translating the financial statements of a foreign operation                               | (58,086)                                   | 14,270             |
| Unrealized gains or losses from equity instrument investments measured at fair value through other comprehensive income       | (129)                                      | (22)               |
| Difference between consideration given/received and carrying amount of interests in subsidiaries acquired through of disposed | —                                          | (5,667)            |
| Adjustments arising from changes in ownerships in subsidiaries                                                                | 4,695                                      | 16,907             |
| Changes in non-controlling interests                                                                                          | (11,409)                                   | —                  |
| Acquisition of issued shares of subsidiaries                                                                                  | —                                          | (27,500)           |
| Cash capital increase of the subsidiaries                                                                                     | 14,000                                     | 10,000             |
| Cash dividends from subsidiaries                                                                                              | (128,187)                                  | (185,065)          |
| Ending balance                                                                                                                | <u>\$1,306,207</u>                         | <u>\$1,309,079</u> |

#### (20) Operating revenue

##### Revenue from contracts with customers

|                         | For the three-month periods ended<br>30 June |                    | For the six-month periods ended 30<br>June |                    |
|-------------------------|----------------------------------------------|--------------------|--------------------------------------------|--------------------|
|                         | 2025                                         | 2024               | 2025                                       | 2024               |
| Sales of goods          | \$3,397,275                                  | \$3,279,829        | \$6,468,713                                | \$6,187,487        |
| Other operating revenue | 2,779                                        | 714                | 3,047                                      | 2,190              |
| Total                   | <u>\$3,400,054</u>                           | <u>\$3,280,543</u> | <u>\$6,471,760</u>                         | <u>\$6,189,677</u> |

Analysis of revenue from contracts with customers during the six-month periods ended 30 June 2025 and 2024 are as follows:

##### (a) Disaggregation of revenue

For the six-month periods ended 30 June 2025:

|                | Power Discrete     | Power IC and<br>components | Solar           | Total              |
|----------------|--------------------|----------------------------|-----------------|--------------------|
| Sales of goods | <u>\$5,865,936</u> | <u>\$512,493</u>           | <u>\$93,331</u> | <u>\$6,471,760</u> |

For the six-month periods ended 30 June 2024:

|                | Power Discrete | Power IC and components | Solar    | Total       |
|----------------|----------------|-------------------------|----------|-------------|
| Sales of goods | \$5,648,506    | \$446,923               | \$94,248 | \$6,189,677 |

(b) Contract balances

Contractual liabilities - current

|                | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|----------------|--------------|--------------|--------------|
| Sales of goods | \$7,872      | \$6,058      | \$6,873      |

The changes in the balance of contract liabilities of the Group during the six-month periods ended 30 June 2025 and 2024 were due to the fact that some of the performance obligations have been satisfied to be reclassified to increase in revenue and some of the receipts in advance are returned due to unfulfilling performance obligations.

(21) Expected credit impairment gains (losses)

|                                                                | For the three-month periods ended 30 June |         | For the six-month periods ended 30 June |         |
|----------------------------------------------------------------|-------------------------------------------|---------|-----------------------------------------|---------|
|                                                                | 2025                                      | 2024    | 2025                                    | 2024    |
| Operating expenses - expected credit impairment gains (losses) |                                           |         |                                         |         |
| Accounts receivables                                           | \$6,746                                   | \$4,867 | \$4,425                                 | \$1,699 |

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

The Group measures the loss allowance of its receivables (including note receivables, accounts receivables and accounts receivables due from related parties) at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as of 30 June 2025, 31 December 2024 and 30 June 2024 are as follows:

The Group considers the grouping of accounts receivables by counterparties' credit rating, by geographical region and by industry sector, and its loss allowance is measure by using a provision matrix, details as follows:

As at 30 Jun. 2025

|                                 | 1-90 days<br>(Note) | 91-180<br>days | 181-270<br>days | 271-360<br>days | Over 361<br>days | Total       |
|---------------------------------|---------------------|----------------|-----------------|-----------------|------------------|-------------|
| Gross carrying amount           | \$3,567,088         | \$370,154      | \$14,181        | \$1,947         | \$1,407,970      | \$5,361,340 |
| Loss rate                       | —                   | 8.48%          | 20.00%          | 49.97%          | 100.00%          |             |
| Lifetime expected credit losses | —                   | (31,405)       | (2,836)         | (973)           | (1,407,970)      | (1,443,184) |
| Total                           | \$3,567,088         | \$338,749      | \$11,345        | \$974           | \$—              | \$3,918,156 |

As at 31 Dec. 2024

|                                 | 1-90 days<br>(Note) | 91-180<br>days | 181-270<br>days | 271-360<br>days | Over 361<br>days | Total       |
|---------------------------------|---------------------|----------------|-----------------|-----------------|------------------|-------------|
| Gross carrying amount           | \$3,489,214         | \$357,979      | \$23,973        | \$4,442         | \$1,571,606      | \$5,447,214 |
| Loss rate                       | —                   | 10.19%         | 20.00%          | 50.00%          | 100.00%          |             |
| Lifetime expected credit losses | —                   | (36,491)       | (4,795)         | (2,221)         | (1,571,606)      | (1,615,113) |
| Total                           | \$3,489,214         | \$321,488      | \$19,178        | \$2,221         | \$—              | \$3,832,101 |

As at 30 Jun. 2024

|                                 | 1-90 days<br>(Note) | 91-180<br>days | 181-270<br>days | 271-360<br>days | Over 361<br>days | Total       |
|---------------------------------|---------------------|----------------|-----------------|-----------------|------------------|-------------|
| Gross carrying amount           | \$3,962,533         | \$386,841      | \$6,339         | \$2,258         | \$1,553,775      | \$5,911,746 |
| Loss rate                       | —                   | 8.86%          | 20.00%          | 50.00%          | 100.00%          |             |
| Lifetime expected credit losses | —                   | (34,282)       | (1,268)         | (1,129)         | (1,553,775)      | (1,590,454) |
| Total                           | \$3,962,533         | \$352,559      | \$5,071         | \$1,129         | \$—              | \$4,321,292 |

(Note): Notes receivable included. The Group's note receivables are not overdue.

Changes to the Group's allowance loss for accounts receivable and other receivables from January 1 to June 30, 2025 and 2024 are as follows:

|                                              | Accounts receivable | Other receivables |
|----------------------------------------------|---------------------|-------------------|
| As at 1 Jan. 2025                            | \$1,615,113         | \$27,096          |
| Additional/(reversal) for the current period | (4,425)             | —                 |
| Effect of changes in exchange rate           | (167,504)           | (2,342)           |
| As at 30 Jun. 2025                           | \$1,443,184         | \$24,754          |
| As at 1 Jan. 2024                            | \$1,509,601         | \$26,182          |
| Additional/(reversal) for the current period | (1,699)             | —                 |
| Effect of changes in exchange rate           | 82,552              | 714               |
| As at 30 Jun. 2024                           | \$1,590,454         | \$26,896          |

(22) Lease

Group as a lessee

The Group leases various properties, including real estate such as land and buildings, transportation equipment and other equipment. The lease terms range from 2 to 50 years.

The Group's leases effect on the financial position, financial performance and cash flows are as follow:

A. Amount recognized in the balance sheet

(a) Right-of-use assets

Carrying amount of right-of-use assets

|                          | 30 Jun. 2025       | 31 Dec. 2024       | 30 Jun. 2024       |
|--------------------------|--------------------|--------------------|--------------------|
| Land                     | \$72,148           | \$78,237           | \$79,389           |
| Buildings                | 150,875            | 180,227            | 178,841            |
| Transportation equipment | 2,483              | 912                | 1,215              |
| Other equipment          | 853,328            | 884,378            | 935,697            |
| Total                    | <u>\$1,078,834</u> | <u>\$1,143,754</u> | <u>\$1,195,142</u> |

(b) Lease liabilities

|             | 30 Jun. 2025     | 31 Dec. 2024     | 30 Jun. 2024     |
|-------------|------------------|------------------|------------------|
| Current     | \$55,453         | \$57,660         | \$49,522         |
| Non-current | 218,104          | 249,683          | 267,024          |
| Total       | <u>\$273,557</u> | <u>\$307,343</u> | <u>\$316,546</u> |

Please refer to Note 6.(23)(d) for the interest on lease liabilities recognized during the three-month and six-month periods ended 30 June 2025 and 2024 and refer to Note 12.(5) Liquidity Risk Management for the maturity analysis for lease liabilities.

B. Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

|                          | 2025.04.01~<br>2025.06.30 | 2024.04.01~<br>2024.06.30 | 2025.01.01~<br>2025.06.30 | 2024.01.01~<br>2024.06.30 |
|--------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| Land                     | \$796                     | \$818                     | \$1,619                   | \$1,618                   |
| Buildings                | 10,721                    | 10,207                    | 21,840                    | 20,171                    |
| Transportation equipment | 492                       | 280                       | 928                       | 560                       |
| Other equipment          | 18,553                    | 18,577                    | 37,356                    | 36,666                    |
| Total                    | <u>\$30,562</u>           | <u>\$29,882</u>           | <u>\$61,743</u>           | <u>\$59,015</u>           |

C. Income and costs relating to leasing activities

|                                                                                                                                    | 2025.04.01~<br>2025.06.30 | 2024.04.01~<br>2024.06.30 | 2025.01.01~<br>2025.06.30 | 2024.01.01~<br>2024.06.30 |
|------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| The expenses relating to short-term leases                                                                                         | \$3,491                   | \$4,293                   | \$6,962                   | \$7,899                   |
| The expenses relating to leases of low-value assets (Not including the expenses relating to short-term leases of low-value assets) | \$129                     | \$106                     | \$274                     | \$217                     |
| The expenses relating to variable lease payments not included in the measurement of lease liabilities                              | \$9                       | \$—                       | \$23                      | \$16                      |
| Income from subleasing right-of-use assets                                                                                         | \$559                     | \$417                     | \$1,215                   | \$895                     |

D. Cash outflow relating to leasing activities

During the six-month periods ended 30 June 2025 and 2024, the Group's total cash outflows for leases amounting to NT\$43,467 thousand and NT\$43,072 thousand, respectively.

E. Other information related to leasing activities

Extension and termination options

Some of the Group's property rental agreement contain extension and termination options. In determining the lease terms, the non-cancellable period for which the Group has the right to use an underlying asset, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. These options are used to maximize operational flexibility in terms of managing contracts. The majority of extension and termination options held are exercisable only by the Group.

After the commencement date, the Group reassesses the lease term upon the occurrence of a significant event or a significant change in circumstances that is within the control of the lessee and affects whether the Group is reasonably certain to exercise an option not previously included in its determination of the lease term, or not to exercise an option previously included in its determination of the lease term.



(23) The summary table of employee benefits, depreciation and amortization expenses by functions is as follows:

| Nature \ Function               | For the three-month periods ended 30 June |                    |           |                 |                    |           |
|---------------------------------|-------------------------------------------|--------------------|-----------|-----------------|--------------------|-----------|
|                                 | 2025                                      |                    |           | 2024            |                    |           |
|                                 | Operating costs                           | Operating expenses | Total     | Operating costs | Operating expenses | Total     |
| Employee benefit expense        |                                           |                    |           |                 |                    |           |
| Salaries                        | \$261,770                                 | \$342,883          | \$604,653 | \$263,474       | \$312,732          | \$576,206 |
| Labor and health insurance      | \$39,425                                  | \$27,303           | \$66,728  | \$36,472        | \$25,795           | \$62,267  |
| Pension                         | \$7,135                                   | \$7,233            | \$14,368  | \$7,461         | \$7,260            | \$14,721  |
| Other employee benefit expenses | \$19,853                                  | \$11,755           | \$31,608  | \$20,922        | \$11,771           | \$32,693  |
| Depreciation                    | \$169,358                                 | \$74,824           | \$244,182 | \$195,857       | \$56,638           | \$252,495 |
| Amortization                    | \$1,161                                   | \$5,947            | \$7,108   | \$1,518         | \$6,408            | \$7,926   |

| Nature \ Function               | For the six-month periods ended 30 June |                    |             |                 |                    |             |
|---------------------------------|-----------------------------------------|--------------------|-------------|-----------------|--------------------|-------------|
|                                 | 2025                                    |                    |             | 2024            |                    |             |
|                                 | Operating costs                         | Operating expenses | Total       | Operating costs | Operating expenses | Total       |
| Employee benefit expense        |                                         |                    |             |                 |                    |             |
| Salaries                        | \$520,742                               | \$668,578          | \$1,189,320 | \$514,696       | \$584,843          | \$1,099,539 |
| Labor and health insurance      | \$80,256                                | \$55,037           | \$135,293   | \$73,164        | \$50,612           | \$123,776   |
| Pension                         | \$14,546                                | \$14,556           | \$29,102    | \$15,044        | \$14,530           | \$29,574    |
| Other employee benefit expenses | \$39,164                                | \$23,017           | \$62,181    | \$38,499        | \$25,530           | \$64,029    |
| Depreciation                    | \$338,695                               | \$154,725          | \$493,420   | \$379,419       | \$123,185          | \$502,604   |
| Amortization                    | \$2,359                                 | \$13,555           | \$15,914    | \$3,565         | \$12,900           | \$16,465    |

The Company's shareholders' meeting approved an amendment to its Articles of Incorporation in employee remuneration ratio of non-executive employees on June 20, 2025.

According to the Company's Articles of Incorporation, no less than 6% of profit of the current year is distributable as employees' compensation and no higher than 2% of profit of the current year is distributable as remuneration to directors. However, the Company's accumulated losses shall have been covered.

No less than 35% of the aforementioned profit as employees' compensation should be allocated to non-executive employees.

The aforementioned employees' compensation will be distributed in shares or in cash. The employees of controlling or affiliate companies that meet certain conditions which are set by the Board of Directors are entitled to the abovementioned remuneration.

According to Article 235-1 of the Company Act, the Company may, by a resolution adopted by a majority vote at a meeting of board of directors attended by two-thirds of the total number of directors, have the profit distributable as employees' compensation in the form of shares or in cash; and in addition thereto a report of such distribution is submitted to the shareholders' meeting. Information on the Board of Directors' resolution regarding the employees' compensation and remuneration to directors can be obtained from the "Market Observation Post System" on the website of the TWSE.

Based on the profit of the six-month periods ended 30 June 2025, the Company estimated the amounts of the employees' compensation and remuneration to directors for the six-month periods ended 30 June 2025 to be 6.51% and 1.68% of profit of the current six-month periods, respectively, recognized as employee benefit expense. As such, employees' compensation and remuneration to directors for the three-month and six-month periods ended 30 June 2025 amounted to NT\$18,400 thousand and NT\$4,900 thousand, NT\$41,000 thousand and NT\$10,600 thousand, respectively. Employees' compensation and remuneration to directors for the three-month and six-month periods ended 30 June 2024 amounted to NT\$20,000 thousand and NT\$5,600 thousand, NT\$31,100 thousand and NT\$9,200 thousand, respectively, recognized as employee benefits expense.

A resolution was passed at the board meeting on 7 March 2025 to distribute dividend in cash in the amount of NT\$67,680 thousand and NT\$18,000 thousand for the year end 2024. No material differences exist between the estimated amount and the actual distribution of the employee compensation and remuneration to directors for the year ended 31 December 2024.

(24) Non-operating income and expenses

(a) Interest income

|                                            | For the three-month periods ended 30 June |          | For the six-month periods ended 30 June |           |
|--------------------------------------------|-------------------------------------------|----------|-----------------------------------------|-----------|
|                                            | 2025                                      | 2024     | 2025                                    | 2024      |
|                                            |                                           |          |                                         |           |
| Financial asset measured at amortized cost | \$65,255                                  | \$49,753 | \$113,583                               | \$102,270 |

(b) Other income

|                 | For the three-month periods ended 30 June |          | For the six-month periods ended 30 June |          |
|-----------------|-------------------------------------------|----------|-----------------------------------------|----------|
|                 | 2025                                      | 2024     | 2025                                    | 2024     |
|                 |                                           |          |                                         |          |
| Rental income   | \$1,641                                   | \$1,211  | \$3,418                                 | \$2,458  |
| Dividend income | —                                         | 2,340    | 1,417                                   | 2,340    |
| Others          | 42,100                                    | 18,763   | 78,385                                  | 29,523   |
| Total           | \$43,741                                  | \$22,314 | \$83,220                                | \$34,321 |

(c) Other gains or losses

|                                                                                               | For the three-month periods ended 30 June |          | For the six-month periods ended 30 June |           |
|-----------------------------------------------------------------------------------------------|-------------------------------------------|----------|-----------------------------------------|-----------|
|                                                                                               | 2025                                      | 2024     | 2025                                    | 2024      |
|                                                                                               |                                           |          |                                         |           |
| Gains on disposal of property, plant, and equipment                                           | \$2,328                                   | \$809    | \$3,071                                 | \$1,966   |
| Gain on lease modification                                                                    | 10                                        | —        | 10                                      | —         |
| Foreign exchange gains (losses), net                                                          | (138,145)                                 | 7,066    | (114,374)                               | 70,893    |
| Gains on reversal impairment loss                                                             | 2,190                                     | 21       | 5,272                                   | 21        |
| Gains on financial assets / financial liabilities at fair value through profit or loss (Note) | 69,820                                    | 60,121   | 121,321                                 | 95,656    |
| Others                                                                                        | (1,772)                                   | (617)    | (2,068)                                 | (1,008)   |
| Total                                                                                         | (\$65,569)                                | \$67,400 | \$13,232                                | \$167,528 |

(Note): Balances were arising from financial assets and financial liabilities mandatorily measured at fair value through profit or loss.

(d) Financial costs

|                                  | For the three-month periods<br>ended 30 June |            | For the six-month periods ended<br>30 June |             |
|----------------------------------|----------------------------------------------|------------|--------------------------------------------|-------------|
|                                  | 2025                                         | 2024       | 2025                                       | 2024        |
| Interest expenses                |                                              |            |                                            |             |
| Interest on borrowings from bank | (\$47,352)                                   | (\$51,509) | (\$94,821)                                 | (\$103,227) |
| Interest on bonds payable        | (2,881)                                      | —          | (5,743)                                    | —           |
| Interest on lease liabilities    | (3,940)                                      | (4,786)    | (8,202)                                    | (9,608)     |
| Total                            | (\$54,173)                                   | (\$56,295) | (\$108,766)                                | (\$112,835) |

(25) Other comprehensive income components

|                                                                                                                                  | For the three-month periods ended 30 June 2025 |                                                         |                                                 |                                                                             |                     |
|----------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|---------------------------------------------------------|-------------------------------------------------|-----------------------------------------------------------------------------|---------------------|
|                                                                                                                                  | Arising during<br>the period                   | Reclassification<br>adjustments<br>during the<br>period | Other<br>comprehensive<br>income, before<br>tax | Income tax relating<br>to components of<br>other<br>comprehensive<br>income | After-tax<br>amount |
| Not to be reclassified to profit or loss in<br>subsequent periods:                                                               |                                                |                                                         |                                                 |                                                                             |                     |
| Unrealized gains or losses from equity<br>instrument investments measured at<br>fair value through other comprehensive<br>income | (\$8,010)                                      | \$—                                                     | (\$8,010)                                       | \$1,913                                                                     | (\$6,097)           |
| To be reclassified to profit or loss in<br>subsequent periods:                                                                   |                                                |                                                         |                                                 |                                                                             |                     |
| Exchange differences resulting from<br>translating the financial statements of a<br>foreign operation                            | (1,302,996)                                    | —                                                       | (1,302,996)                                     | —                                                                           | (1,302,996)         |
| Total                                                                                                                            | (\$1,311,006)                                  | \$—                                                     | (\$1,311,006)                                   | \$1,913                                                                     | (\$1,309,093)       |

|                                                                                                                                  | For the three-month periods ended 30 June 2024 |                                                         |                                                 |                                                                          |                     |
|----------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|---------------------------------------------------------|-------------------------------------------------|--------------------------------------------------------------------------|---------------------|
|                                                                                                                                  | Arising<br>during the<br>period                | Reclassification<br>adjustments<br>during the<br>period | Other<br>comprehensive<br>income, before<br>tax | Income tax relating<br>to components of<br>other comprehensive<br>income | After-tax<br>amount |
| Not to be reclassified to profit or loss in<br>subsequent periods:                                                               |                                                |                                                         |                                                 |                                                                          |                     |
| Unrealized gains or losses from equity<br>instrument investments measured at fair<br>value through other comprehensive<br>income | \$12,139                                       | \$—                                                     | \$12,139                                        | \$780                                                                    | \$12,919            |
| To be reclassified to profit or loss in<br>subsequent periods:                                                                   |                                                |                                                         |                                                 |                                                                          |                     |
| Exchange differences resulting from<br>translating the financial statements of a<br>foreign operation                            | 126,862                                        | —                                                       | 126,862                                         | —                                                                        | 126,862             |
| Total                                                                                                                            | \$139,001                                      | \$—                                                     | \$139,001                                       | \$780                                                                    | \$139,781           |

For the six-month periods ended 30 June 2025

|                                                                                                                         | Arising during<br>the period | Reclassification<br>adjustments<br>during the<br>period | Other<br>comprehensive<br>income, before<br>tax | Income tax relating<br>to components of<br>other<br>comprehensive<br>income | After-tax<br>amount |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------|---------------------------------------------------------|-------------------------------------------------|-----------------------------------------------------------------------------|---------------------|
| Not to be reclassified to profit or loss in subsequent periods:                                                         |                              |                                                         |                                                 |                                                                             |                     |
| Unrealized gains or losses from equity instrument investments measured at fair value through other comprehensive income | (\$22,385)                   | \$—                                                     | (\$22,385)                                      | \$2,952                                                                     | (\$19,433)          |
| To be reclassified to profit or loss in subsequent periods:                                                             |                              |                                                         |                                                 |                                                                             |                     |
| Exchange differences resulting from translating the financial statements of a foreign operation                         | (1,081,365)                  | —                                                       | (1,081,365)                                     | 1                                                                           | (1,081,364)         |
| Total                                                                                                                   | (\$1,103,750)                | \$—                                                     | (\$1,103,750)                                   | \$2,953                                                                     | (\$1,100,797)       |

For the six-month periods ended 30 June 2024

|                                                                                                                         | Arising during<br>the period | Reclassification<br>adjustments<br>during the<br>period | Other<br>comprehensive<br>income, before<br>tax | Income tax relating<br>to components of<br>other comprehensive<br>income | After-tax<br>amount |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------|---------------------------------------------------------|-------------------------------------------------|--------------------------------------------------------------------------|---------------------|
| Not to be reclassified to profit or loss in subsequent periods:                                                         |                              |                                                         |                                                 |                                                                          |                     |
| Unrealized gains or losses from equity instrument investments measured at fair value through other comprehensive income | (\$3,973)                    | \$—                                                     | (\$3,973)                                       | \$2,147                                                                  | (\$1,826)           |
| To be reclassified to profit or loss in subsequent periods:                                                             |                              |                                                         |                                                 |                                                                          |                     |
| Exchange differences resulting from translating the financial statements of a foreign operation                         | 442,344                      | —                                                       | 442,344                                         | (50,277)                                                                 | 392,067             |
| Total                                                                                                                   | \$438,371                    | \$—                                                     | \$438,371                                       | (\$48,130)                                                               | \$390,241           |

(26) Income tax

The major components of income tax expense (income) are as follows:

- (a) Income tax expense (income) recognized in profit or loss

|                                                                                          | For the three-month periods ended<br>30 June |          | For the six-month periods<br>ended 30 June |           |
|------------------------------------------------------------------------------------------|----------------------------------------------|----------|--------------------------------------------|-----------|
|                                                                                          | 2025                                         | 2024     | 2025                                       | 2024      |
| Current income tax expense:                                                              |                                              |          |                                            |           |
| Current income tax expense                                                               | \$67,834                                     | \$39,616 | \$209,842                                  | \$113,788 |
| Adjustments in respect of<br>current income tax of prior<br>periods                      | (30,306)                                     | 7,510    | (27,066)                                   | (1,840)   |
| Deferred tax expenses:                                                                   |                                              |          |                                            |           |
| Deferred tax expense relating<br>to origination and reversal of<br>temporary differences | 27,142                                       | 328      | (45,844)                                   | (15,420)  |
| Others                                                                                   | 2,224                                        | (779)    | 2,094                                      | (1,329)   |
| Total income tax expense                                                                 | \$66,894                                     | \$46,675 | \$139,026                                  | \$95,199  |

(b) Income tax relating to components of other comprehensive income

|                                                                                                                     | For the three-month periods<br>ended 30 June |         | For the six-month periods<br>ended 30 June |           |
|---------------------------------------------------------------------------------------------------------------------|----------------------------------------------|---------|--------------------------------------------|-----------|
|                                                                                                                     | 2025                                         | 2024    | 2025                                       | 2024      |
| Deferred income tax expense (income):                                                                               |                                              |         |                                            |           |
| Unrealized gains or losses from<br>financial assets measured at fair<br>value through other comprehensive<br>income | (\$1,913)                                    | (\$780) | (\$2,952)                                  | (\$2,147) |
| Exchange differences resulting from<br>translating the financial statements<br>of a foreign operation               | —                                            | —       | (1)                                        | 50,277    |
| Total                                                                                                               | (\$1,913)                                    | (\$780) | (\$2,953)                                  | \$48,130  |

(c) The assessment of income tax returns

As of 30 June 2025, the assessment of the income tax returns of the Company and its subsidiaries is as follows:

|                                                      | The assessment of income tax returns |
|------------------------------------------------------|--------------------------------------|
| The Company                                          | Assessed and approved up to 2023     |
| Pynmax Technology Co., Ltd.                          | Assessed and approved up to 2023     |
| Aide Energy (Cayman) Holding Co., Ltd. Taiwan Branch | Assessed and approved up to 2023     |
| Champion Microelectronic Corp.                       | Assessed and approved up to 2023     |
| PANSTAR SEMICONDUCTOR CO., LTD                       | Assessed and approved up to 2023     |
| Golden Champion Digital Power Corporation            | (Note 1)                             |
| MetaWellis Co., Ltd.                                 | (Note 2)                             |
| PANJIT Investment Co., Ltd.                          | (Note 3)                             |

(Note 1): Golden Champion Digital Power Corporation has completed its income tax return for 2024, but has not yet been approved as of June 30, 2025.

(Note 2): MetaWells Co., Ltd. has completed its income tax return for 2024, but has not yet been approved as of June 30, 2025.

(Note 3): PANJIT Investment Co., Ltd. has completed its income tax return for 2024, but has not yet been approved as of June 30, 2025.

(27) Earnings per share

Basic earnings per share amounts are calculated by dividing net profit for the year attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share amounts are calculated by dividing the net profit attributable to ordinary equity holders of the parent entity (after adjusting for interest on the convertible preference shares) by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

|                                                                                                                        | For the three-month periods<br>ended 30 June |           | For the six-month periods<br>ended 30 June |           |
|------------------------------------------------------------------------------------------------------------------------|----------------------------------------------|-----------|--------------------------------------------|-----------|
|                                                                                                                        | 2025                                         | 2024      | 2025                                       | 2024      |
| (A) Basic earnings per share                                                                                           |                                              |           |                                            |           |
| Profit attributable to ordinary equity holders of the Company (in thousand NT\$)                                       | \$251,794                                    | \$281,992 | \$528,440                                  | \$460,589 |
| Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)                     | 382,115                                      | 382,115   | 382,115                                    | 382,115   |
| Basic earnings per share (NT\$)                                                                                        | \$0.66                                       | \$0.74    | \$1.38                                     | \$1.21    |
| (B) Diluted earnings per share                                                                                         |                                              |           |                                            |           |
| Profit attributable to ordinary equity holders of the Company and effect of potential common shares (in thousand NT\$) | \$251,794                                    | \$281,992 | \$528,440                                  | \$460,589 |
| Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)                     | 382,115                                      | 382,115   | 382,115                                    | 382,115   |
| Effect of dilution:                                                                                                    |                                              |           |                                            |           |
| Employee compensation — stock (in thousands)                                                                           | 820                                          | 551       | 1,289                                      | 951       |
| Weighted average number of ordinary shares outstanding after dilution (in thousands)                                   | 382,935                                      | 382,666   | 383,404                                    | 383,066   |
| Diluted earnings per share (NT\$)                                                                                      | \$0.66                                       | \$0.74    | \$1.38                                     | \$1.20    |

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

## 7. Related party transactions

The following is a summary of transactions between the Group and related parties during the reporting periods:

### Name and Relationship of Related Parties

| <u>Name of related parties</u>              | <u>Relationship with the Group</u>                             |
|---------------------------------------------|----------------------------------------------------------------|
| Zibo Micro Commercial Component Corp.       | Associated Enterprises                                         |
| MILDEX OPTICAL INC.                         | Associated Enterprises                                         |
| Mildex OPTOELECTRONICS(XUZHOU) Co., Ltd.    | Associated Enterprises                                         |
| MILDEX OPTICAL USA, INC.                    | Associated Enterprises                                         |
| Mr. FANG, MING-CHING etc. of 16 individuals | The management level above Deputy general manager of the Group |

#### (1) Sales

|                                        | <u>For the three-month periods ended 30 June</u> |                 | <u>For the six-month periods ended 30 June</u> |                 |
|----------------------------------------|--------------------------------------------------|-----------------|------------------------------------------------|-----------------|
|                                        | <u>2025</u>                                      | <u>2024</u>     | <u>2025</u>                                    | <u>2024</u>     |
| Zibo Micro Commercial Components Corp. | \$18,797                                         | \$37,524        | \$39,135                                       | \$60,672        |
| Others                                 | 29                                               | 12              | 64                                             | 28              |
| Total                                  | <u>\$18,826</u>                                  | <u>\$37,536</u> | <u>\$39,199</u>                                | <u>\$60,700</u> |

The sales price to the related parties was determined through mutual agreement in reference to market conditions. The collection periods to related parties were month-end 90 days, and non-related parties were month-end 30~120 days. The outstanding payment at the end of the year were not pledged, interest-free and subject to pay in cash.

#### (2) Purchase

|                                        | <u>For the three-month periods ended 30 June</u> |                 | <u>For the six-month periods ended 30 June</u> |                  |
|----------------------------------------|--------------------------------------------------|-----------------|------------------------------------------------|------------------|
|                                        | <u>2025</u>                                      | <u>2024</u>     | <u>2025</u>                                    | <u>2024</u>      |
| Zibo Micro Commercial Components Corp. | \$37,008                                         | \$66,079        | \$81,418                                       | \$111,606        |
| Others                                 | 10                                               | —               | 10                                             | 21               |
| Total                                  | <u>\$37,018</u>                                  | <u>\$66,079</u> | <u>\$81,428</u>                                | <u>\$111,627</u> |

The purchase price from the related parties was determined through mutual agreement in reference to market conditions. The payment periods to related parties were the same with other company and were 30~90 days.

(3) Accounts receivable due from related parties

|                                        | 30 Jun. 2025    | 31 Dec. 2024    | 30 Jun. 2024    |
|----------------------------------------|-----------------|-----------------|-----------------|
| Zibo Micro Commercial Components Corp. | \$20,286        | \$28,529        | \$42,193        |
| Others                                 | 30              | 17              | 13              |
| Total                                  | <u>\$20,316</u> | <u>\$28,546</u> | <u>\$42,206</u> |

(4) Other receivable - related parties (not loans)

|                          | 30 Jun. 2025   | 31 Dec. 2024   | 30 Jun. 2024    |
|--------------------------|----------------|----------------|-----------------|
| MILDEX OPTICAL INC.      | \$385          | \$385          | \$8,231         |
| MILDEX OPTICAL USA, INC. | 5,720          | 3,527          | 3,813           |
| Others                   | —              | 62             | —               |
| Total                    | <u>\$6,105</u> | <u>\$3,974</u> | <u>\$12,044</u> |

(5) Prepayments - related parties

|                                        | 30 Jun. 2025 | 31 Dec. 2024 | 30 Jun. 2024 |
|----------------------------------------|--------------|--------------|--------------|
| Zibo Micro Commercial Components Corp. | <u>\$2</u>   | <u>\$—</u>   | <u>\$—</u>   |

(6) Accounts payable to related parties

|                                        | 30 Jun. 2025    | 31 Dec. 2024    | 30 Jun. 2024    |
|----------------------------------------|-----------------|-----------------|-----------------|
| Zibo Micro Commercial Components Corp. | \$26,868        | \$37,131        | \$52,608        |
| Others                                 | 10              | —               | —               |
| Total                                  | <u>\$26,878</u> | <u>\$37,131</u> | <u>\$52,608</u> |

(7) Other payables to related parties (non-loans)

|                                          | 30 Jun. 2025    | 31 Dec. 2024    | 30 Jun. 2024    |
|------------------------------------------|-----------------|-----------------|-----------------|
| Mildex OPTOELECTRONICS(XUZHOU) Co., Ltd. | <u>\$35,134</u> | <u>\$38,458</u> | <u>\$38,174</u> |

(8) Lease

A. Group as a lessee

(a) Right-of-use assets

Carrying amount of right-of-use assets

|                                          | 30 Jun. 2025     | 31 Dec. 2024     | 30 Jun. 2024     |
|------------------------------------------|------------------|------------------|------------------|
| Mildex OPTOELECTRONICS(XUZHOU) Co., Ltd. | <u>\$129,370</u> | <u>\$152,937</u> | <u>\$163,055</u> |

(b) Lease liabilities

|                                          | 30 Jun. 2025     | 31 Dec. 2024     | 30 Jun. 2024     |
|------------------------------------------|------------------|------------------|------------------|
| Mildex OPTOELECTRONICS(XUZHOU) Co., Ltd. | <u>\$139,606</u> | <u>\$163,350</u> | <u>\$172,382</u> |



(9) Rental income

|                          | For the three-month periods<br>ended 30 June |       | For the six-month periods ended<br>30 June |       |
|--------------------------|----------------------------------------------|-------|--------------------------------------------|-------|
|                          | 2025                                         | 2024  | 2024                                       | 2025  |
| MILDEX OPTICAL USA, INC. | \$560                                        | \$417 | \$1,215                                    | \$895 |
| MILDEX OPTICAL INC.      | 318                                          | —     | 636                                        | —     |
| Total                    | \$878                                        | \$417 | \$1,851                                    | \$895 |

The rental prices leased by the Group to related parties are negotiated by both parties with reference to market conditions.

(10) Asset transactions:

For the six-month periods ended 30 Jun. 2025: None.

For the six-month periods ended 30 Jun. 2024:

| Name of related parties | Acquisition Item           | Purchase price |
|-------------------------|----------------------------|----------------|
| MILDEX OPTICAL INC.     | Stock of PANJIT JAPAN Inc. | \$1,034        |

(11) Key management personnel compensation

|                              | For the three-month periods<br>ended 30 June |          | For the six-month periods<br>ended 30 June |          |
|------------------------------|----------------------------------------------|----------|--------------------------------------------|----------|
|                              | 2025                                         | 2024     | 2025                                       | 2024     |
| Short-term employee benefits | \$29,123                                     | \$34,629 | \$58,712                                   | \$59,517 |
| Post-employment benefits     | 149                                          | 156      | 298                                        | 330      |
| Total                        | \$29,272                                     | \$34,785 | \$59,010                                   | \$59,847 |

As at 30 June 2025 and 2024, certain key management personnel were joint guarantors for the Group's borrowings from financial institutions.

8. Pledged assets

The following assets of the Group have been provided as collateral:

| Items                    | Carrying amount |              |              | Secured liabilities<br>details                     |
|--------------------------|-----------------|--------------|--------------|----------------------------------------------------|
|                          | 30 Jun. 2025    | 31 Dec. 2024 | 30 Jun. 2024 |                                                    |
| Other current assets     | \$64,821        | \$68,660     | \$47,815     | Financial products trade and performance guarantee |
| Other non-current assets | 2,048           | 1,222        | 1,203        | Long-term borrowings, performance guarantee        |
| Refundable deposits      | 2,672           | 427          | 427          | Performance guarantee                              |
| Total                    | \$69,541        | \$70,309     | \$49,445     |                                                    |

#### 9. Significant contingent liabilities and unrecognized contractual commitments

As of June 30, 2025 and 2024, the Group provided a guaranteed deposit for customs in the amount of NT\$12,853 thousand and NT\$12,573 thousand.

#### 10. Significant Disaster Losses

None.

#### 11. Significant matters after the period

On July 3, 2025, the Company signed a five-year NT\$4 billion Sustainability Linked Loans agreement with Land Bank of Taiwan and nine other financial institutions. Land Bank of Taiwan is the lead arranger and facility agent. The funds from this syndicated loan will mainly be used to repay the existing loans (including, but not limited to, the outstanding balance of all loans under the NT\$4.2 billion syndicated loan from 10 financial institutions, including Land Bank of Taiwan, in 2021) and to strengthen medium-term and long-term operating capital.

#### 12. Others

##### (1) Classification of financial instruments

##### Financial assets

|                                                                   | 30 Jun. 2025        | 31 Dec. 2024        | 30 Jun. 2024        |
|-------------------------------------------------------------------|---------------------|---------------------|---------------------|
| Financial assets at fair value through profit or loss:            |                     |                     |                     |
| Mandatorily measured at Fair value through profit or loss         | \$5,670,632         | \$5,392,115         | \$4,891,688         |
| Financial assets at fair value through other comprehensive income | 444,989             | 479,208             | 490,493             |
| Financial assets measured at amortized cost                       | 6,438,803           | 6,675,785           | 7,481,938           |
| Total                                                             | <u>\$12,554,424</u> | <u>\$12,547,108</u> | <u>\$12,864,119</u> |

##### Financial liabilities

|                                                             | 30 Jun. 2025        | 31 Dec. 2024        | 30 Jun. 2024        |
|-------------------------------------------------------------|---------------------|---------------------|---------------------|
| Financial liabilities measured at amortized cost:           |                     |                     |                     |
| Current borrowings                                          | \$2,984,573         | \$2,996,916         | \$3,053,775         |
| Accounts and other payables                                 | 3,719,286           | 3,151,515           | 3,899,652           |
| Bonds payable (including current portion)                   | 446,988             | 441,245             | —                   |
| Long-term borrowings (including current portion)            | 5,251,502           | 5,719,829           | 6,603,347           |
| Lease liabilities                                           | 273,557             | 307,343             | 316,546             |
| Subtotal                                                    | <u>12,675,906</u>   | <u>12,616,848</u>   | <u>13,873,320</u>   |
| Financial liabilities at fair value through profit or loss: |                     |                     |                     |
| Held for trading                                            | 9,225               | 17,174              | 1,641               |
| Total                                                       | <u>\$12,685,131</u> | <u>\$12,634,022</u> | <u>\$13,874,961</u> |

## (2) Financial risk management objectives and policies

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

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

## (3) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise currency risk, interest rate risk and other price risk (such as equity risk).

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

### Foreign currency risk

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

The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, therefore natural hedge is received. The Group also uses forward contracts to hedge the foreign currency risk on certain items denominated in foreign currencies. Hedge accounting is not applied as they did not qualify for hedge accounting criteria. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as at the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates for USD, EUR, and CNY.

### Interest Rate Risk

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

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as at the end of the reporting period, including investments and borrowings with variable interest rates and interest rate swaps.

### Equity Price Risk

The Group's listed and unlisted equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Group's listed and unlisted equity securities are classified under financial assets measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income, while conversion rights of the Euro-convertible bonds issued are classified as financial liabilities at fair value through profit or loss as it does not satisfy the definition of an equity component. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions.

The sensitivity analysis of the change in the risk of exposure:

| For the six-month periods ended 30 June 2025 |                                               |                                           |                                |
|----------------------------------------------|-----------------------------------------------|-------------------------------------------|--------------------------------|
| Risk                                         | Change                                        | Sensitivity to gain or loss<br>(thousand) | Equity attribute<br>(thousand) |
| Foreign currency                             | NTD/USD exchange rate +/- 1%                  | +/- \$5,300                               | —                              |
|                                              | NTD/EUR exchange rate +/- 1%                  | +/- \$611                                 | —                              |
|                                              | NTD/CNY exchange rate +/- 1%                  | +/- \$68                                  | —                              |
| Interest Rate                                | NTD market interest rate +/- 100 basis points | -/+ \$60,633                              | —                              |
| Equity Price                                 | Equity price +/- 10%                          | +/- \$8,770                               | \$44,499                       |
| For the six-month periods ended 30 June 2024 |                                               |                                           |                                |
| Risk                                         | Change                                        | Sensitivity to gain or loss<br>(thousand) | Equity attribute<br>(thousand) |
| Foreign currency                             | NTD/USD exchange rate +/- 1%                  | +/- \$18,875                              | —                              |
|                                              | NTD/EUR exchange rate +/- 1%                  | +/- \$156                                 | —                              |
|                                              | NTD/JPY exchange rate +/- 1%                  | +/- \$867                                 | —                              |
| Interest Rate                                | NTD market interest rate +/- 100 basis points | -/+ \$71,063                              | —                              |
| Equity Price                                 | Equity price +/- 10%                          | +/- \$68                                  | \$49,049                       |

#### (4) Credit risk management

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

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

As of 30 June 2025, 31 December 2024 and 30 June 2024, receivables from top ten customers represent 16%, 15% and 18% of the total receivables of the Group, respectively. The credit concentration risk of other receivables is insignificant.

Credit risk of credit-linked deposits arises if the issuing banks breached the contracts or the debt issuer could not pay off the debts; the maximum exposure is the carrying value of those financial instruments. Therefore, the Company minimized the risk by only transacting with counter-party who is reputable, transparent and in good financial standing.

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

#### (5) Liquidity risk management

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

Non—derivative financial liabilities

|                             | < 1 year    | 2 to 3 years | 4 to 5 years | > 5 years | Total       |
|-----------------------------|-------------|--------------|--------------|-----------|-------------|
| As at 30 Jun. 2025          |             |              |              |           |             |
| Loans                       | \$7,845,403 | \$446,212    | \$—          | \$—       | \$8,291,615 |
| Accounts and other payables | \$3,719,286 | \$—          | \$—          | \$—       | \$3,719,286 |
| Bonds payable               | \$—         | \$—          | \$507,538    | \$—       | \$507,538   |
| Lease liabilities           | \$64,493    | \$97,086     | \$102,257    | \$40,245  | \$304,081   |
| As at 31 Dec. 2024          |             |              |              |           |             |
| Loans                       | \$3,835,472 | \$4,091,463  | \$852,915    | \$—       | \$8,779,850 |
| Accounts and other payables | \$3,151,515 | \$—          | \$—          | \$—       | \$3,151,515 |
| Bonds payable               | \$—         | \$—          | \$507,538    | \$—       | \$507,538   |
| Lease liabilities           | \$68,101    | \$104,296    | \$93,733     | \$78,606  | \$344,736   |
| As at 30 Jun. 2024          |             |              |              |           |             |
| Loans                       | \$3,736,250 | \$4,744,744  | \$1,258,927  | \$—       | \$9,739,921 |
| Accounts and other payables | \$3,899,652 | \$—          | \$—          | \$—       | \$3,899,652 |
| Lease liabilities           | \$60,408    | \$101,309    | \$93,931     | \$103,624 | \$359,272   |

Derivative financial liabilities

|                                        | < 1 year    | 2 to 3 years | 4 to 5 years | > 5 years | Total       |
|----------------------------------------|-------------|--------------|--------------|-----------|-------------|
| As at 30 Jun. 2025                     |             |              |              |           |             |
| Exchange rate swap contract - inflows  | \$81,535    | \$—          | \$—          | \$—       | \$81,535    |
| Exchange rate swap contract - outflows | (\$81,747)  | \$—          | \$—          | \$—       | (\$81,747)  |
| As at 31 Dec. 2024                     |             |              |              |           |             |
| Forward currency contracts - inflows   | \$120,663   | \$—          | \$—          | \$—       | \$120,663   |
| Forward currency contracts - outflows  | (\$122,288) | \$—          | \$—          | \$—       | (\$122,288) |
| Exchange rate swap contract - inflows  | \$179,187   | \$—          | \$—          | \$—       | \$179,187   |
| Exchange rate swap contract - outflows | (\$180,973) | \$—          | \$—          | \$—       | (\$180,973) |
| As at 30 Jun. 2024                     |             |              |              |           |             |
| Forward currency contracts - inflows   | \$228,430   | \$—          | \$—          | \$—       | \$228,430   |
| Forward currency contracts - outflows  | (\$230,071) | \$—          | \$—          | \$—       | (\$230,071) |

The table above contains the undiscounted cash flows of derivative financial liabilities.

(6) Reconciliation of liabilities arising from financing activities

Reconciliation of liabilities for the six-month periods ended 30 June 2025:

|                           | Current borrowings | Financial liabilities at fair value through profit or loss | Bonds payable    | Long-term borrowings | Lease liabilities | Total liabilities from financing activities |
|---------------------------|--------------------|------------------------------------------------------------|------------------|----------------------|-------------------|---------------------------------------------|
| As at 1 Jan. 2025         | \$2,996,916        | \$13,763                                                   | \$441,245        | \$5,719,829          | \$307,343         | \$9,479,096                                 |
| Cash flows                | 3,411              | —                                                          | —                | (464,526)            | (36,208)          | (497,323)                                   |
| Non-cash changes          | —                  | (4,750)                                                    | 5,743            | 646                  | 16,997            | 18,636                                      |
| Foreign exchange movement | (15,754)           | —                                                          | —                | (4,447)              | (14,575)          | (34,776)                                    |
| As at 30 Jun. 2025        | <u>\$2,984,573</u> | <u>\$9,013</u>                                             | <u>\$446,988</u> | <u>\$5,251,502</u>   | <u>\$273,557</u>  | <u>\$8,965,633</u>                          |

Reconciliation of liabilities for the six-month periods ended 30 June 2024:

|                           | Current borrowings | Long-term borrowings | Lease liabilities | Total liabilities from financing activities |
|---------------------------|--------------------|----------------------|-------------------|---------------------------------------------|
| As at 1 Jan. 2024         | \$2,689,193        | \$6,849,653          | \$332,515         | \$9,871,361                                 |
| Cash flows                | 357,213            | (251,522)            | (34,940)          | 70,751                                      |
| Non-cash changes          | —                  | 2,026                | 10,791            | 12,817                                      |
| Foreign exchange movement | 7,369              | 3,190                | 8,180             | 18,739                                      |
| As at 30 Jun. 2024        | <u>\$3,053,775</u> | <u>\$6,603,347</u>   | <u>\$316,546</u>  | <u>\$9,973,668</u>                          |

(7) Fair value of financial instruments

(a) The methods and assumptions applied in determining the fair value of financial instruments:

The fair value of the financial assets and liabilities is determined at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

A. The carrying amount of cash and cash equivalents, financial assets measured at amortized cost, accounts and other receivables, accounts and other payables and other current liabilities approximate their fair value due to their short maturities.

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

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

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

E. The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model (for example, Black-Scholes model) or other valuation method (for example, Monte Carlo Simulation).

(b) Fair value of financial instruments measured at amortized cost

The fair values of the Group's financial instruments measured at amortized cost, except for the carrying amounts of cash and cash equivalents, receivables, payables and other current liabilities, which are a reasonable approximation of their fair values, are presented below:

|                        | Carrying amount |              |              |
|------------------------|-----------------|--------------|--------------|
|                        | 30 Jun. 2025    | 31 Dec. 2024 | 30 Jun. 2024 |
| Financial liabilities: |                 |              |              |
| Bonds payable          | \$446,988       | \$441,245    | \$—          |
|                        | Fair value      |              |              |
|                        | 30 Jun. 2025    | 31 Dec. 2024 | 30 Jun. 2024 |
| Financial liabilities: |                 |              |              |
| Bonds payable          | \$452,450       | \$442,800    | \$—          |

(c) Information about the fair value level of financial instruments

Please refer to Note 12.(9) for fair value measurement hierarchy for financial instruments of the Group.

(8) Derivative instruments

The related information for derivative financial instruments of the Company not qualified for hedge accounting and not yet settled as of 30 June 2025, 31 December 2024 and 30 June 2024 is as follows:



#### Forward currency contracts

The Group entered into forward currency contracts to manage its exposure to financial risk, but these contracts are not designated as hedging instruments.

#### Exchange rate swap contract

The Group entered into exchange rate swap contract to manage its exposure to financial risk, but these contracts are not designated as hedging instruments.

#### Option

Options are held for trading purposes but are not designated as hedging instruments.

The paragraphs below list the information related to forward currency contracts, exchange rate swap contract and option:

|                                          | Items                       | Contract amount<br>(thousand) | Maturity date         |
|------------------------------------------|-----------------------------|-------------------------------|-----------------------|
| <u>As at 30 June 2025</u>                |                             |                               |                       |
| The Company                              | Forward currency contract   | Sell USD 2,790                | 2025.07.28            |
| Pynmax Technology Co., Ltd. (Subsidiary) | Option                      | Purchase NT\$1,142            | 2027.10.15            |
| <u>As at 31 Dec. 2024</u>                |                             |                               |                       |
| The Company                              | Forward currency contract   | Sell USD \$3,730              | 2025.01.03~2025.01.21 |
|                                          | Exchange rate swap contract | Sell USD \$5,520              | 2025.01.07~2025.01.10 |
| Pynmax Technology Co., Ltd. (Subsidiary) | Option                      | Purchase NT\$1,142            | 2027.10.15            |
| <u>As at 30 June 2024</u>                |                             |                               |                       |
| The Company                              | Forward currency contract   | Sell USD 7,090                | 2024.07.02~2024.08.19 |

The counterparties of aforementioned derivatives are well-known banks at domestic and abroad, with good credit, so the credit risk is low.

With regard to the forward currency contracts and exchange rate swap contract, as they have been entered into to hedge the foreign currency risk of net assets or net liabilities, and there will be corresponding cash inflow or outflows upon maturity and the Group has sufficient operating funds, the cash flow risk is insignificant.

(9) Fair value level

(a) Fair value measurement hierarchy

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

Level 1 –Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 –Unobservable inputs for the asset or liability.

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

(b) Fair value measurement hierarchy of the Group's assets and liabilities

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

As at 30 Jun. 2025:

|                                                                             | Level 1  | Level 2     | Level 3   | Total       |
|-----------------------------------------------------------------------------|----------|-------------|-----------|-------------|
| Assets measured at fair value:                                              |          |             |           |             |
| Financial assets measured at fair value through profit or loss              |          |             |           |             |
| Funds                                                                       | \$—      | \$2,448,521 | \$—       | \$2,448,521 |
| Stocks                                                                      | \$—      | \$—         | \$87,695  | \$87,695    |
| Convertible Bond                                                            | \$—      | \$—         | \$129,090 | \$129,090   |
| Note and bills                                                              | \$—      | \$2,364,510 | \$—       | \$2,364,510 |
| Option                                                                      | \$—      | \$1,134     | \$—       | \$1,134     |
| Structured Product                                                          | \$—      | \$—         | \$639,682 | \$639,682   |
| Measured at fair value through other comprehensive income                   |          |             |           |             |
| Equity instrument measured at fair value through other comprehensive income | \$71,253 | \$—         | \$373,736 | \$444,989   |
| Liabilities measured at fair value:                                         |          |             |           |             |
| Financial liabilities at fair value through profit or loss                  |          |             |           |             |
| Exchange rate swap contract                                                 | \$—      | \$212       | \$—       | \$212       |
| Embedded derivative instruments                                             | \$—      | \$—         | \$9,013   | \$9,013     |

As at 31 Dec. 2024:

|                                                                             | Level 1   | Level 2     | Level 3   | Total       |
|-----------------------------------------------------------------------------|-----------|-------------|-----------|-------------|
| Assets measured at fair value:                                              |           |             |           |             |
| Financial assets measured at fair value through profit or loss              |           |             |           |             |
| Funds                                                                       | \$—       | \$3,105,892 | \$—       | \$3,105,892 |
| Note and bills                                                              | \$—       | \$1,432,705 | \$—       | \$1,432,705 |
| Stocks                                                                      | \$—       | \$—         | \$684     | \$684       |
| Convertible Bond                                                            | \$—       | \$—         | \$138,947 | \$138,947   |
| Option                                                                      | \$—       | \$1,146     | \$—       | \$1,146     |
| Structured Product                                                          | \$—       | \$—         | \$712,741 | \$712,741   |
| Measured at fair value through other comprehensive income                   |           |             |           |             |
| Equity instrument measured at fair value through other comprehensive income | \$114,434 | \$—         | \$364,774 | \$479,208   |
| Liabilities measured at fair value:                                         |           |             |           |             |
| Financial liabilities at fair value through profit or loss                  |           |             |           |             |
| Forward currency contract                                                   | \$—       | \$1,625     | \$—       | \$1,625     |
| Exchange rate swap contract                                                 | \$—       | \$1,786     | \$—       | \$1,786     |
| Embedded derivative instruments                                             | \$—       | \$—         | \$13,763  | \$13,763    |

As at 30 Jun. 2024:

|                                                                             | Level 1   | Level 2     | Level 3   | Total       |
|-----------------------------------------------------------------------------|-----------|-------------|-----------|-------------|
| Assets measured at fair value:                                              |           |             |           |             |
| Financial assets measured at fair value through profit or loss              |           |             |           |             |
| Funds                                                                       | \$—       | \$3,074,943 | \$—       | \$3,074,943 |
| Stocks                                                                      | \$—       | \$—         | \$684     | \$684       |
| Convertible bond                                                            | \$—       | \$—         | \$24,609  | \$24,609    |
| Note and bills                                                              | \$—       | \$1,418,065 | \$—       | \$1,418,065 |
| Structured Product                                                          | \$—       | \$—         | \$373,387 | \$373,387   |
| Measured at fair value through other comprehensive income                   |           |             |           |             |
| Equity instrument measured at fair value through other comprehensive income | \$138,413 | \$—         | \$352,080 | \$490,493   |
| Liabilities measured at fair value:                                         |           |             |           |             |
| Financial liabilities at fair value through profit or loss                  |           |             |           |             |
| Forward currency contracts                                                  | \$—       | \$1,641     | \$—       | \$1,641     |

Transfer between Level 1 and Level 2 during the period

During the six-month periods ended 30 June 2025 and 2024, there was no transfer between fair value hierarchy level 1 and level 2 in the assets and liabilities measured at fair value on a recurring basis.

Changes in recurring fair value at level 3

Reconciliation for fair value measurements in Level 3 of the fair value hierarchy for movements during the period is as follows:

Financial assets

|                                                                | Financial assets measured at fair value through profit or loss |                     |                   | Measured at fair value through other comprehensive income |
|----------------------------------------------------------------|----------------------------------------------------------------|---------------------|-------------------|-----------------------------------------------------------|
|                                                                | Stock                                                          | Structured deposits | Convertible bonds | Stock                                                     |
| As of January 1, 2025                                          | \$684                                                          | \$712,741           | \$138,947         | \$364,774                                                 |
| Total recognized gains (loss) of the current period            |                                                                |                     |                   |                                                           |
| Recognized in gain or loss (presented in “Other gain or loss”) | (944)                                                          | (2,059)             | (1,208)           | —                                                         |
| Acquisition for the period                                     | 98,643                                                         | 225,000             | 6,847             | —                                                         |
| Disposal in current period                                     | —                                                              | (296,000)           | (6,088)           | —                                                         |
| Transfer out (in) of Level 3                                   | —                                                              | —                   | —                 | 40,289                                                    |
| Exchange effect                                                | (10,688)                                                       | —                   | (9,408)           | (31,327)                                                  |
| As of June 30, 2025                                            | \$87,695                                                       | \$639,682           | \$129,090         | \$373,736                                                 |

|                                                                   | Financial assets measured at fair value through<br>profit or loss |                        |                      | Measured at fair value<br>through other<br>comprehensive income |
|-------------------------------------------------------------------|-------------------------------------------------------------------|------------------------|----------------------|-----------------------------------------------------------------|
|                                                                   | Stock                                                             | Structured<br>deposits | Convertible<br>bonds | Stock                                                           |
| As of January 1, 2024                                             | \$684                                                             | \$—                    | \$18,397             | \$337,837                                                       |
| Total recognized gains (loss) of the<br>current period            |                                                                   |                        |                      |                                                                 |
| Recognized in gain or loss<br>(presented in “Other gain or loss”) | —                                                                 | 1,887                  | 3,109                | (3,348)                                                         |
| Acquisition for the period                                        | —                                                                 | 681,500                | 5,325                | 5,576                                                           |
| Disposal in current period                                        | —                                                                 | (310,000)              | (2,222)              | —                                                               |
| Exchange effect                                                   | —                                                                 | —                      | —                    | 12,015                                                          |
| As of June 30, 2024                                               | \$684                                                             | \$373,387              | \$24,609             | \$352,080                                                       |

#### Financial liabilities

|                                                                 | Financial liabilities measured at fair value<br>through profit or loss |
|-----------------------------------------------------------------|------------------------------------------------------------------------|
|                                                                 | Embedded derivative instruments                                        |
| As of January 1, 2025                                           | \$13,763                                                               |
| Total recognized gains (losses) of the current period           |                                                                        |
| Recognized in profit or loss(presented in “Other gain or loss”) | (4,750)                                                                |
| Acquisition for the period                                      | —                                                                      |
| Disposal in current period                                      | —                                                                      |
| Exchange effect                                                 | —                                                                      |
| As of June 30, 2025                                             | \$9,013                                                                |

#### Significant unobservable input value information for Level 3 of the fair value hierarchy

For the Group's assets measured in Level 3 at fair value hierarchy for recurring fair value measurement, its significant unobservable inputs used in measuring the fair value are presented in the table below:

As at 30 Jun. 2025:

|                                                                     | <u>Evaluation<br/>techniques</u>                       | <u>Significant<br/>unobservable<br/>input value</u> | <u>Quantitative<br/>Information</u> | <u>Interrelationship<br/>between inputs<br/>and fair value</u>                      | <u>Interrelationship<br/>between inputs and<br/>fair value</u>                                                                                  |
|---------------------------------------------------------------------|--------------------------------------------------------|-----------------------------------------------------|-------------------------------------|-------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------|
| Financial assets:                                                   |                                                        |                                                     |                                     |                                                                                     |                                                                                                                                                 |
| Financial assets at fair value through profit or loss               |                                                        |                                                     |                                     |                                                                                     |                                                                                                                                                 |
| Stock                                                               | Net asset<br>value method                              | Not applicable                                      | —                                   | Not applicable                                                                      | Not applicable                                                                                                                                  |
| Structured Products                                                 | Net asset<br>value method                              | Not applicable                                      | —                                   | Not applicable                                                                      | Not applicable                                                                                                                                  |
| Convertible bonds                                                   | Option<br>Pricing model                                | Not applicable                                      | —                                   | Not applicable                                                                      | Not applicable                                                                                                                                  |
| Measured at fair value through other comprehensive income           |                                                        |                                                     |                                     |                                                                                     |                                                                                                                                                 |
| Stock                                                               | Market approach                                        | Lack of<br>liquidity<br>discount                    | 3.43%~<br>32.28%                    | The higher the<br>illiquidity, the<br>lower the fair<br>value estimate.             | The Group's equity<br>will<br>decrease/increase by<br>NT\$3,590 thousand<br>if the percentage of<br>illiquidity increases<br>(decreases) by 1%. |
| Financial liabilities:                                              |                                                        |                                                     |                                     |                                                                                     |                                                                                                                                                 |
| Financial liabilities measured at fair value through profit or loss |                                                        |                                                     |                                     |                                                                                     |                                                                                                                                                 |
| Embedded<br>derivative<br>instruments                               | Binary Tree<br>Convertible<br>Bond Evaluation<br>Model | Volatility                                          | 49.45%                              | The higher the<br>volatility,<br>Fair value<br>estimate<br>the higher the<br>number | When the volatility<br>increases (decreases)<br>by 1%, it will affect<br>the company's profit<br>and loss<br>NT\$20 thousand<br>reduced.        |

As at 31 Dec. 2024:

|                                                                | <u>Evaluation<br/>techniques</u> | <u>Significant<br/>unobservable<br/>input value</u> | <u>Quantitative<br/>Information</u> | <u>Interrelationship<br/>between inputs<br/>and fair value</u>          | <u>Interrelationship<br/>between inputs and<br/>fair value</u>                                                         |
|----------------------------------------------------------------|----------------------------------|-----------------------------------------------------|-------------------------------------|-------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------|
| Financial assets:                                              |                                  |                                                     |                                     |                                                                         |                                                                                                                        |
| Financial assets measured at fair value through profit or loss |                                  |                                                     |                                     |                                                                         |                                                                                                                        |
| Stock                                                          | Net asset<br>value method        | Not applicable                                      | —                                   | Not applicable                                                          | Not applicable                                                                                                         |
| Convertible bonds                                              | Option<br>Pricing model          | Not applicable                                      | —                                   | Not applicable                                                          | Not applicable                                                                                                         |
| Measured at fair value through other comprehensive income      |                                  |                                                     |                                     |                                                                         |                                                                                                                        |
| Stock                                                          | Market<br>approach               | Lack of<br>liquidity<br>discount                    | 3.43%~<br>32.28%                    | The higher the<br>illiquidity, the<br>lower the fair<br>value estimate. | The Group's equity<br>will decrease/increase<br>by NT\$3,836 thousand<br>if the percentage of<br>illiquidity increases |

|                                                                     | Evaluation techniques                         | Significant unobservable input value | Quantitative Information | Interrelationship between inputs and fair value                | Interrelationship between inputs and fair value<br>(decreases) by 1%.                                                    |
|---------------------------------------------------------------------|-----------------------------------------------|--------------------------------------|--------------------------|----------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| Financial liabilities:                                              |                                               |                                      |                          |                                                                |                                                                                                                          |
| Financial liabilities measured at fair value through profit or loss |                                               |                                      |                          |                                                                |                                                                                                                          |
| Embedded derivative instruments                                     | Binary Tree Convertible Bond Evaluation Model | Volatility                           | 37.19%                   | The higher the volatility, the higher the fair value estimate. | When the volatility increases (decreases) by 1%, the company's profit and loss will decrease/increase by NT\$20 thousand |

As at 30 Jun. 2024:

|                                                                | Evaluation techniques  | Significant unobservable input value | Quantitative Information | Interrelationship between inputs and fair value                    | Interrelationship between inputs and fair value                                                                                                       |
|----------------------------------------------------------------|------------------------|--------------------------------------|--------------------------|--------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|
| Financial assets:                                              |                        |                                      |                          |                                                                    |                                                                                                                                                       |
| Financial assets measured at fair value through profit or loss |                        |                                      |                          |                                                                    |                                                                                                                                                       |
| Stock                                                          | Net asset value method | Not applicable                       | —                        | Not applicable                                                     | Not applicable                                                                                                                                        |
| Structured Products                                            | Net asset value method | Not applicable                       | —                        | Not applicable                                                     | Not applicable                                                                                                                                        |
| Convertible bonds                                              | Option Pricing model   | Not applicable                       | —                        | Not applicable                                                     | Not applicable                                                                                                                                        |
| Measured at fair value through other comprehensive income      |                        |                                      |                          |                                                                    |                                                                                                                                                       |
| Stock                                                          | Market approach        | Lack of liquidity discount           | 4.09%~32.28%             | The higher the illiquidity, the lower the fair value estimate.     | The Group's equity will decrease/increase by NT\$4,394 thousand if the percentage of illiquidity increases (decreases) by 1%.                         |
| Stock                                                          | Income approach        | Discount rate                        | 18.12%                   | The higher the discount rate, the lower the estimate of fair value | When the discount rate increases/decreases by 1%, the profit or loss of the Group will increase by NT\$9,958 thousand/decrease by NT\$8,697 thousand. |

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

The Group's Finance Department is responsible for validating the fair value measurements to ensure that the results of the valuation are in line with market conditions, based on stable, independent and reliable inputs which are consistent with other information, and represent exercisable prices. The Department analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Group's accounting policies on a regular basis to ensure the measurement or assessment are reasonable.

(10) Significant assets and liabilities denominated in foreign currencies

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

| 30 Jun. 2025                 |                                  |                          |                   |
|------------------------------|----------------------------------|--------------------------|-------------------|
|                              | Foreign currencies<br>(thousand) | Foreign exchange<br>rate | NTD<br>(thousand) |
| <u>Financial assets</u>      |                                  |                          |                   |
| Monetary items:              |                                  |                          |                   |
| USD                          | \$85,522                         | 29.3000                  | \$2,505,802       |
| EUR                          | \$2,806                          | 34.3500                  | \$96,391          |
| CNY                          | \$1,665                          | 4.0910                   | \$6,813           |
| <u>Financial liabilities</u> |                                  |                          |                   |
| Monetary items:              |                                  |                          |                   |
| USD                          | \$67,435                         | 29.3000                  | \$1,975,834       |
| EUR                          | \$1,028                          | 34.3500                  | \$35,321          |
|                              |                                  |                          |                   |
| 31 Dec. 2024                 |                                  |                          |                   |
|                              | Foreign currencies<br>(thousand) | Foreign exchange<br>rate | NTD<br>(thousand) |
| <u>Financial assets</u>      |                                  |                          |                   |
| Monetary items:              |                                  |                          |                   |
| USD                          | \$80,578                         | 32.7850                  | \$2,641,748       |
| EUR                          | \$4,693                          | 34.1400                  | \$160,228         |
| JPY                          | \$472,308                        | 0.2099                   | \$99,138          |
| <u>Financial liabilities</u> |                                  |                          |                   |
| Monetary items:              |                                  |                          |                   |
| USD                          | \$27,328                         | 32.7850                  | \$895,959         |
| EUR                          | \$1,002                          | 34.1400                  | \$34,194          |
| JPY                          | \$4,409                          | 0.2099                   | \$925             |



|                              | 30 Jun. 2024                     |                          |                   |
|------------------------------|----------------------------------|--------------------------|-------------------|
|                              | Foreign currencies<br>(thousand) | Foreign exchange<br>rate | NTD<br>(thousand) |
| <u>Financial assets</u>      |                                  |                          |                   |
| Monetary items:              |                                  |                          |                   |
| USD                          | \$85,214                         | 32.4500                  | \$2,765,201       |
| EUR                          | \$3,941                          | 34.7100                  | \$136,801         |
| JPY                          | \$460,227                        | 0.2017                   | \$92,828          |
| <u>Financial liabilities</u> |                                  |                          |                   |
| Monetary items:              |                                  |                          |                   |
| USD                          | \$27,049                         | 32.4500                  | \$877,745         |
| EUR                          | \$3,492                          | 34.7100                  | \$121,196         |
| JPY                          | \$30,202                         | 0.2017                   | \$6,092           |

The above information is disclosed on the basis of the foreign currency carrying amount (which has been converted to functional currency.)

The Group's foreign currency transaction and functional currency are various, and hence is not able to disclose the information of exchange gains and losses by each significant assets and liabilities denominated in foreign currencies. The exchange (losses) gains of monetary financial assets and liabilities was NT\$(138,145) thousand, NT\$(114,374) thousand, NT\$7,066 thousand, NT\$70,893 thousand for the three-month and six-month periods ended 30 June 2025 and 2024, respectively.

#### (11) Capital management

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

- (12) FORCE MOS TECHNOLOGY CO., LTD. filed a patent infringement lawsuit against our client in the Eastern District of Texas Federal Court in the United States. The court judge issued a first-instance judgment on June 10, 2025. The content of this judgment is not significantly different with the verdict of the United States Eastern District Court for the Eastern District of Texas on February 13, 2025. The Company has also disclosed the relevant matters in the "Other Matters" section of its first-quarter report for 2025.

Although the company is not a party to the lawsuit, and the company and the supplier have agreed in the supplier contract and related provisions on warranty of title that the supplier shall bear ultimate liability for infringement, which has protected the Company's rights and interests. This legal event has no significant impact on the Company's financial operations.

The Company will also cooperate with our customers in filing appeals in accordance with legal procedures and require that our suppliers continue to provide legitimate and reasonable evidence and explanations to assist our customers in proving that their products do not involve infringement during the appeal process, thereby protecting the Company's reputation and rights.

- (13) The Company sign a Memorandum of Understanding with Torex Semiconductor Ltd.(hereinafter referred to as Torex) on February 7, 2025. According to the Memorandum of Understanding, Torex will transfer some or all of its 100% owned subsidiary-TOREX VIETNAM SEMICONDUCTOR CO., LTD. to the Company. The Memorandum of Understanding only expresses the consensus of cooperation of the Company and Torex to cooperate jointly. As of June 30, 2025, the contract has not yet been signed.

### 13. Other disclosures

(1) Information about significant transactions:

- (a) Financing provided to others: Please refer to Attachment 1.
- (b) Endorsement/Guarantee for others: Please refer to Attachment 2.
- (c) Significant securities held at the end of the period (excluding subsidiaries, associates, and joint ventures): Please refer to Attachment 3.
- (d) Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of the capital stock: Please refer to Attachment 4.
- (e) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock: Please refer to Attachment 5.
- (f) Business relationships and significant transactions and amount between parent company and subsidiaries and among subsidiaries: Please refer to Attachment 6.

(2) Information of investees:

If the issuer directly or indirectly exercises significant influence or control over, or has a joint venture interest in, an investee company not in the Mainland Area, it shall disclose information on the investee company, showing the name, location, principal business activities, original investment amount, shareholding at the end of the period, profit or loss for the period, and recognized investment gain or loss: Please refer to Attachment 7.

(3) Information on Investment in Mainland China

- (a) Information on investment in Mainland China: Please refer to Attachment 8.
- (b) Directly or indirectly significant transactions through third regions with the investees in Mainland China, including price, payment terms, unrealized gain or loss:
  - i. The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Please refer to Attachment 4.
  - ii. The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Please refer to Attachment 4~5.
  - iii. The amount of property transactions and the amount of the resultant gains or losses: None.
  - iv. The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: None.
  - v. The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: Please refer to Attachment 1.
  - vi. Other transactions that have a material effect on the profit or loss for the period or on the financial position: none.

#### 14. Segment Information

For management purposes, the Group is consisted of business units on the basis of product characteristics and services, and has three reportable operating segments as follows:

- (1) Power Discrete: Manufacture and sale the wafers, power components and control module.
- (2) Power IC and components: Research and development, manufacture and sale, technology consultation of power IC, field effect transistors and fast recovery power discrete.
- (3) Solar: Sales of electricity.

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

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

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

| For the three-month periods ended 30 June 2025 |                |                         |          |            |             |
|------------------------------------------------|----------------|-------------------------|----------|------------|-------------|
|                                                | Power Discrete | Power IC and components | Solar    | Adjustment | Total       |
| Revenue                                        |                |                         |          |            |             |
| External customers                             | \$3,026,056    | \$316,627               | \$57,371 | \$—        | \$3,400,054 |
| Inter-segment                                  | 1,092          | 690                     | —        | (1,782)    | —           |
| Total revenue                                  | \$3,027,148    | \$317,317               | \$57,371 | (\$1,782)  | \$3,400,054 |
| Segment profit (loss)                          | \$233,829      | \$91,442                | \$16,997 | \$29,188   | \$371,456   |

(a) Inter-segment revenues were eliminated on consolidation.

(b) The profit for each operating segment did not include non-operating income and expenses in the amount of NT\$29,188 thousand and income tax expense in the amount of NT\$66,894 thousand. Segment profit included inter-segment sales of NT\$0 thousand and non-operating income and expenses of NT\$29,188 thousand.

| For the three-month periods ended 30 June 2024 |                |                         |          |            |             |
|------------------------------------------------|----------------|-------------------------|----------|------------|-------------|
|                                                | Power Discrete | Power IC and components | Solar    | Adjustment | Total       |
| Revenue                                        |                |                         |          |            |             |
| External customers                             | \$2,987,554    | \$235,945               | \$57,044 | \$—        | \$3,280,543 |
| Inter-segment                                  | 2,928          | —                       | —        | (2,928)    | —           |
| Total revenue                                  | \$2,990,482    | \$235,945               | \$57,044 | (\$2,928)  | \$3,280,543 |
| Segment profit (loss)                          | \$168,863      | \$63,513                | \$19,411 | \$129,418  | \$381,205   |

(a) Inter-segment revenues were eliminated on consolidation.

(b)The profit for each operating segment did not include non-operating income and expenses in the amount of NT\$129,418 thousand and income tax expense in the amount of NT\$46,675 thousand. Segment profit included inter-segment sales of NT\$0 thousand and non-operating income and expenses of NT\$129,418 thousand.

| For the six-month periods ended 30 June 2025 |                |                         |          |            |             |
|----------------------------------------------|----------------|-------------------------|----------|------------|-------------|
|                                              | Power Discrete | Power IC and components | Solar    | Adjustment | Total       |
| Revenue                                      |                |                         |          |            |             |
| External customers                           | \$5,865,936    | \$512,493               | \$93,331 | \$—        | \$6,471,760 |
| Inter-segment                                | 8,955          | 776                     | —        | (9,731)    | —           |
| Total revenue                                | \$5,874,891    | \$513,269               | \$93,331 | (\$9,731)  | \$6,471,760 |
| Segment profit (loss)                        | \$437,684      | \$123,264               | \$12,169 | \$182,942  | \$756,059   |

(a) Inter-segment revenues were eliminated on consolidation.

(b)The profit for each operating segment did not include non-operating income and expenses in the amount of NT\$182,942 thousand and income tax expense in the amount of NT\$139,026 thousand. Segment profit included inter-segment sales of NT\$0 thousand and non-operating income and expenses of NT\$182,942 thousand.

| For the six-month periods ended 30 June 2024 |                |                         |          |            |             |
|----------------------------------------------|----------------|-------------------------|----------|------------|-------------|
|                                              | Power Discrete | Power IC and components | Solar    | Adjustment | Total       |
| Revenue                                      |                |                         |          |            |             |
| External customers                           | \$5,648,506    | \$446,923               | \$94,248 | \$—        | \$6,189,677 |
| Inter-segment                                | 6,097          | —                       | —        | (6,097)    | —           |
| Total revenue                                | \$5,654,603    | \$446,923               | \$94,248 | (\$6,097)  | \$6,189,677 |
| Segment profit                               | \$263,587      | \$111,411               | \$17,354 | \$263,651  | \$656,003   |

(a) Inter-segment revenues were eliminated on consolidation.

(b)The profit for each operating segment did not include non-operating income and expenses in the amount of NT\$263,651 thousand and income tax expense in the amount of NT\$95,199 thousand. Segment profit included inter-segment sales of NT\$0 thousand and non-operating income and expenses of NT\$263,651 thousand.

As of 30 June 2025, 31 December 2024 and 30 June 2024, the assets and liabilities of reportable segment information were as follows:

# Assets by Operating Segments

|            | Power<br>Discrete   | Power IC and<br>components | Solar              | Adjustment          | Total               |
|------------|---------------------|----------------------------|--------------------|---------------------|---------------------|
| 2025.06.30 |                     |                            |                    |                     |                     |
| Assets     | <u>\$14,623,372</u> | <u>\$811,505</u>           | <u>\$977,294</u>   | <u>\$11,383,324</u> | <u>\$27,795,495</u> |
| 2024.12.31 |                     |                            |                    |                     |                     |
| Assets     | <u>\$15,453,129</u> | <u>\$777,323</u>           | <u>\$1,004,186</u> | <u>\$11,508,026</u> | <u>\$28,742,664</u> |
| 2024.06.30 |                     |                            |                    |                     |                     |
| Assets     | <u>\$16,075,921</u> | <u>\$767,985</u>           | <u>\$1,078,627</u> | <u>\$11,441,097</u> | <u>\$29,363,630</u> |

# Liabilities by Operating Segments

|             | Power<br>Discrete   | Power IC and<br>components | Solar            | Adjustment         | Total               |
|-------------|---------------------|----------------------------|------------------|--------------------|---------------------|
| 2025.06.30  |                     |                            |                  |                    |                     |
| Liabilities | <u>\$9,781,952</u>  | <u>\$626,227</u>           | <u>\$104,853</u> | <u>\$2,867,892</u> | <u>\$13,380,924</u> |
| 2024.12.31  |                     |                            |                  |                    |                     |
| Liabilities | <u>\$10,417,511</u> | <u>\$512,791</u>           | <u>\$124,066</u> | <u>\$2,168,452</u> | <u>\$13,222,820</u> |
| 2024.06.30  |                     |                            |                  |                    |                     |
| Liabilities | <u>\$11,312,224</u> | <u>\$438,214</u>           | <u>\$140,469</u> | <u>\$2,532,255</u> | <u>\$14,423,162</u> |

## Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)

(Unit: NT\$ thousands, unless otherwise indicated)

## Financing provided to others

Attachment 1

| No.<br>(Note 1) | Lender                              | Counter-party                           | Financial<br>statement account<br>(Note 2) | Related<br>party | Maximum<br>balance for<br>the period | Ending<br>balance<br>(Note 6) | Actual<br>amount<br>provided | Interest<br>rate | Nature of Financing<br>(Note 3) | Amount of<br>sales to<br>(purchases<br>from)<br>counter-party<br>(Note 4) | Reason for<br>Financing<br>(Note 5) | Loss<br>Allowance | Collateral |       | Limit of financing<br>amount for<br>individual<br>counter-party | Limit of total<br>financing<br>amount | Note           |
|-----------------|-------------------------------------|-----------------------------------------|--------------------------------------------|------------------|--------------------------------------|-------------------------------|------------------------------|------------------|---------------------------------|---------------------------------------------------------------------------|-------------------------------------|-------------------|------------|-------|-----------------------------------------------------------------|---------------------------------------|----------------|
|                 |                                     |                                         |                                            |                  |                                      |                               |                              |                  |                                 |                                                                           |                                     |                   | Item       | Value |                                                                 |                                       |                |
| 0               | PANJIT International Inc.           | EC SOLAR C1 SRL                         | Other receivables                          | Yes              | \$112,560                            | \$103,050                     | \$34,350                     | 5.00%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | \$5,243,346                                                     | \$5,243,346                           | (Note 7 ∙ 12)  |
| 1               | PAN-JIT ASIA INTERNATIONAL INC.     | Jiangsu Aide Solar Technology Co., Ltd. | Other receivables                          | Yes              | 980,570                              | 865,252                       | 865,252                      | 0.00%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 3,817,336                                                       | 8,398,139                             | (Note 8 ∙ 12)  |
| 1               | PAN-JIT ASIA INTERNATIONAL INC.     | PANJIT International Inc.               | Other receivables                          | Yes              | 596,160                              | -                             | -                            | 0.00%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 3,817,336                                                       | 8,398,139                             | (Note 8 ∙ 12)  |
| 1               | PAN-JIT ASIA INTERNATIONAL INC.     | PAN JIT Electronics (Wuxi) Co., Ltd.    | Other receivables                          | Yes              | 332,050                              | 117,200                       | 117,200                      | 0.00%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 3,817,336                                                       | 8,398,139                             | (Note 8 ∙ 12)  |
| 2               | SUZHOU GRANDE ELECTRONICS CO., LTD. | Jiangsu Aide Solar Technology Co., Ltd. | Other receivables                          | Yes              | 427,050                              | 382,039                       | 382,039                      | 1.80%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 1,105,092                                                       | 1,105,092                             | (Note 9 ∙ 12)  |
| 2               | SUZHOU GRANDE ELECTRONICS CO., LTD. | PAN JIT Electronics (Wuxi) Co., Ltd.    | Other receivables                          | Yes              | 114,325                              | 102,275                       | 102,275                      | 1.80%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 1,105,092                                                       | 1,105,092                             | (Note 9 ∙ 12)  |
| 3               | PAN JIT AMERICAS INC.               | PAN-JIT ASIA INTERNATIONAL INC.         | Other receivables                          | Yes              | 107,916                              | 95,225                        | 95,225                       | 3.85%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 105,937                                                         | 105,937                               | (Note 10 ∙ 12) |
| 4               | JOYSTAR INTERNATIONAL CO., LTD      | Pynmax Technology Co., Ltd.             | Other receivables                          | Yes              | 89,190                               | 87,900                        | -                            | 0.00%            | Short-term financing            | -                                                                         | Operating turnover                  | -                 | -          | -     | 261,403                                                         | 261,403                               | (Note 11 ∙ 12) |
| Total           |                                     |                                         |                                            |                  |                                      | \$1,752,941                   | \$1,596,341                  |                  |                                 |                                                                           |                                     |                   |            |       |                                                                 |                                       |                |

(Note 1): The numbering rule is as follows:

1. The parent company is coded "0".

2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

(Note 2): Accounts receivable from associates, accounts receivable from related parties, shareholder transactions, advance payments, temporary payments... and other items, if they are in the nature of capital loans, must be filled in this form.

(Note 3): The nature of the fund loan should be listed as a business transaction or a short-run financing need.

(Note 4): If the nature of the fund loan is a business transaction, the business transaction amount should be filled in. The business transaction amount refers to the amount of business transactions between the Company that lent the fund and the counterparty in the most recent year.

(Note 5): If the nature of the fund loan is short-run financing, the counterparty's reasons and the purpose for the loan should be specified, such as repayment of borrowings, purchase of equipment, business turnover... etc.

(Note 6): Pursuant to Article 14 Item 1 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, if a public company submits a capital loan to the Board of Directors for resolutions one by one, although the funds have not yet been allocated, the amount of the board of directors' resolutions should be included in the balance declared to expose the risk; however, if the funds are subsequently repaid, the balance after repayment shall be disclosed to reflect the adjustment of risk. Pursuant to Article 14 Item 2 of the Regulations, if a public company, through the resolution by the board of directors, authorizes the chairman of the board to allocate loans in installments or revolve them within a certain amount and within a one-year period, the capital loan and quota approved by the board of directors should still be used as the balance declared. Although the funds will be repaid thereafter, it is still possible to allocate the loan again, so the capital loan and quota approved by the board of directors should still be used as the balance declared.

(Note 7): For companies or merchants that are in need of short-term financing, the amount of individual loans and the total amount of capital loans to others by the Company shall not exceed 40% of the Company's net worth.

(1) PANJIT International Inc.: The net worth is NT\$13,108,364 thousand.

(Note 8): In accordance with the following regulations on the "Capital Loan to Others Operating Procedures" stipulated by each subsidiary of the Company, for companies or merchants that are in need of short-term financing, the amount of individual loans and the total amount of capital loans to others shall not exceed 40% of that company's net worth. If the subsidiary and the foreign companies in which the Company, directly and indirectly, hold 100% of the voting shares engage in fund lending, it is not subject to the above restrictions. However, the individual loan amount and the total amount of funds loaned to others shall not exceed 50% and 110% of that company's net worth. Calculate the net worth of the following companies in accordance with the operating procedures:

(1) PAN-JIT ASIA INTERNATIONAL INC.: The net worth is USD260,569 thousand, which is converted into NT\$7,634,672 thousand.

(Note 9): In accordance with the following regulations on the "Capital Loan to Others Operating Procedures" stipulated by each subsidiary of the Company, for companies or merchants that are in need of short-term financing, the amount of individual loans and the total amount of capital loans to others shall not exceed 40% of that company's net worth. If the subsidiary and the foreign companies in which the Company, directly and indirectly, hold 100% of the voting shares engage in fund lending,

It is not subject to the above restrictions, but the individual loan amount and the total amount of funds loaned to others shall not exceed 150% of that company's net worth. Calculate the net worth of the following companies in accordance with the operating procedures:

(1) Suzhou Grande Electronics Co., Ltd.: The net worth is RMB180,085 thousand, which is converted into NT\$736,728 thousand.

(Note 10): In accordance with the following regulations on the "Capital Loan to Others Operating Procedures" stipulated by each subsidiary of the Company, for companies or merchants that are in need of short-term financing, the amount of individual loans and the total amount of financing loans to others shall not exceed 40% of that company's net worth. Calculate the net worth of the following companies in accordance with the operating procedures:

(1) PAN JIT AMERICAS INC.: The net worth is USD9,039 thousand, which is converted into NT\$264,843 thousand.

(Note 11): In accordance with the following regulations on the "Capital Loan to Others Operating Procedures" stipulated by each subsidiary of the Company, for companies or merchants that are in need of short-term financing, the amount of individual loans and the total amount of capital loans to others shall not exceed 40% of that company's net worth. If the subsidiary and the foreign companies in which the Company, directly and indirectly, hold 100% of the voting shares engage in fund lending, it is not subject to the above restrictions. However, the individual loan amount and the total amount of funds loaned to others shall not exceed 50% of that company's net worth. Calculate the net worth of the following companies in accordance with the operating procedures:

(1) JOYSTAR INTERNATIONAL CO., LTD. : The net worth is USD22,304 thousand, which is converted into NT\$653,507 thousand.

(Note 12): It had been written off in preparing the consolidated financial report.

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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)  
(Unit: NT\$ thousands, unless otherwise indicated)

Endorsement/guarantee for others

Attachment 2

| No.<br>(Note 1) | Endorsor/Guarantor          | Receiving party                 |                          | Limit of<br>guarantee/endorsement<br>amount for receiving<br>party<br>(Note 3) | Maximum<br>balance for the<br>period<br>(Note 4) | Ending balance<br>(Note 5) | Actual amount<br>provided<br>(Note 6) | Amount of<br>collateral<br>guarantee/<br>endorsement | Percentage of accumulated<br>guarantee amount to net<br>assets value from the latest<br>financial statement | Limit of total<br>guarantee/<br>endorsement<br>amount<br>(Note 3) | Guarantee<br>provided by parent<br>company<br>(Note 7) | Guarantee<br>provided by a<br>subsidiary<br>(Note 7) | Guarantee<br>provided<br>to subsidiaries in<br>Mainland China<br>(Note 7) | Note     |
|-----------------|-----------------------------|---------------------------------|--------------------------|--------------------------------------------------------------------------------|--------------------------------------------------|----------------------------|---------------------------------------|------------------------------------------------------|-------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------|--------------------------------------------------------|------------------------------------------------------|---------------------------------------------------------------------------|----------|
|                 |                             | Company name                    | Relationship<br>(Note 2) |                                                                                |                                                  |                            |                                       |                                                      |                                                                                                             |                                                                   |                                                        |                                                      |                                                                           |          |
| 0               | PANJIT International Inc.   | PAN-JIT ASIA INTERNATIONAL INC. | 2                        | \$13,108,364                                                                   | \$2,656,400                                      | \$2,344,000                | \$2,226,800                           | -                                                    | 17.88%                                                                                                      | \$13,108,364                                                      | Y                                                      | N                                                    | N                                                                         | (Note 8) |
| 0               | PANJIT International Inc.   | PANJIT JAPAN INC.               | 2                        | \$13,108,364                                                                   | \$23,160                                         | \$20,340                   | \$20,340                              | \$17,914                                             | 0.16%                                                                                                       | \$13,108,364                                                      | Y                                                      | N                                                    | N                                                                         | (Note 8) |
| 1               | Pynmax Technology Co., Ltd. | JOYSTAR INTERNATIONAL CO., LTD  | 2                        | \$1,615,512                                                                    | \$199,230                                        | \$175,800                  | \$175,800                             | -                                                    | 10.88%                                                                                                      | \$1,615,512                                                       | N                                                      | N                                                    | N                                                                         | (Note 9) |
| Total           |                             |                                 |                          |                                                                                |                                                  | \$2,540,140                | \$2,422,940                           |                                                      |                                                                                                             |                                                                   |                                                        |                                                      |                                                                           |          |

(Note 1): The numbering rule is as follows:

1. The parent company is coded "0".
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

(Note 2): The relationship between endorsement guarantor and the subject of endorsement or guarantee is as follows:

- (1) A company with which the Company has business relationship.
- (2) A subsidiary in which the Company directly or indirectly holds more than 50% of the voting shares.
- (3) The investee company whose parent company and subsidiary hold more than 50% of the common stock.
- (4) For the parent company that directly or indirectly holds more than 90% of its common stock equity through its subsidiaries.
- (5) Mutually guaranteed companies among counterparts based on the need for undertaking projects.
- (6) All capital contributing shareholders make endorsements/guarantees for their jointly invested Company in proportion to their shareholding percentages.
- (7) Companies in the same industry provide among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

(Note 3): Information to be filled out: According to the operating procedures of endorsement and guarantee for others, the Company's limit of endorsement/guarantee for individuals and the maximum amount of endorsement/guarantee. In the remarks column, explain the calculation method of the endorsement/guarantee for individuals and the total amount.

(Note 4): Highest amount of outstanding endorsement/guarantee for others in current period.

(Note 5): The amount approved by the Board of Directors should be filled. However, if according to Article 12, Paragraph 8 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, the Board of Directors has authorized the chairman, it refers to the amount decided by the chairman.

(Note 6): The actual amount spent by the endorsed company within the range of the endorsed guarantee balance.

(Note 7): Y is required only for those who are the listed parent company to endorse the subsidiary, those who are the subsidiary to endorse the listed parent company, and those who are located in the mainland area.

(Note 8): According to the Company's "Procedures for Endorsement and Guarantee", the limit of the endorsement and guarantee for a single enterprise shall not exceed 100% of the Company's net worth (ie, NT\$13,108,364 thousand); The total amount of endorsement and guarantees for enterprises outside the Group shall not exceed 100% of the Company's net worth.

(Note 9): According to the Pynmax Technology Co., Ltd.'s "Procedures for Endorsement and Guarantee", the limit of the endorsement and guarantee for a single enterprise shall not exceed 100% of the Company's net worth (ie, NT\$1,615,512 thousand); The total amount of endorsement and guarantees for enterprises outside the Group shall not exceed 100% of the Company's net worth.

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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)  
(Unit: NT\$ thousands, unless otherwise indicated)

Significant securities held at the end of the period (excluding subsidiaries, associates, and joint ventures)

Attachment 3

Unit: NTD, USD, CNY, EURthousand

| Holder                                  | Type and name of securities<br>(Note 1)                         | Relationship<br>(Note 2) | Financial statement account                                                                           | Ending Balance                    |          |                        |                            |            | Note<br>(Note 4)                 |
|-----------------------------------------|-----------------------------------------------------------------|--------------------------|-------------------------------------------------------------------------------------------------------|-----------------------------------|----------|------------------------|----------------------------|------------|----------------------------------|
|                                         |                                                                 |                          |                                                                                                       | Units/Shares<br>(thousand shares) | Currency | Book value<br>(Note 3) | Percentage of<br>ownership | Fair value |                                  |
| PAN-JIT ASIA INTERNATIONAL INC.         | Fund                                                            |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | VTEAM SIEGFRIED SUPPLY CHAIN FINANCE FUND                       | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 37,904                 | -                          | 37,904     | -                                |
|                                         | Siegfried Global Trade Finance Fund SPC SP I                    | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 9,190                  | -                          | 9,190      | -                                |
|                                         | Notes                                                           |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | VTeam Supply Chain Finance Ltd.                                 | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 38,000                 | -                          | 38,000     | -                                |
| CONTINENTAL LIMITED                     | Notes                                                           |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | VTeam Supply Chain Finance Limited                              | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 14,000                 | -                          | 14,000     | -                                |
| JOYSTAR INTERNATIONAL CO., LTD.         | Fund                                                            |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | Vteam Siegfried Supply Chain Finance Fund                       | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 12,792                 | -                          | 12,792     | -                                |
|                                         | Siegfried Global Trade Finance Fund SPC-SP I                    | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 5,078                  | -                          | 5,078      | -                                |
|                                         | Notes                                                           |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | VTeam Supply Chain Finance Limited                              | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 8,000                  | -                          | 8,000      | -                                |
| Wisdom Mega Corp.                       | Unlisted stock                                                  |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | SiFotonics Technologies Co., Ltd                                | -                        | Financial assets measured at fair value through other comprehensive benefits and losses - non-current | 2,040                             | NTD      | 123,130                | 2.31%                      | 123,130    | -                                |
| Wisdom Bright Inc.                      | Notes                                                           |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | VTEAM SUPPLY CHAIN FINANCE LTD                                  | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 5,000                  | -                          | 5,000      | -                                |
| EC Solar CI SRL                         | Fund                                                            |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | Siegfried Supply Chain Finance Fund S.C.A., SICAV-SIF- Series 1 | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | EUR      | 3,021                  | -                          | 3,021      | -                                |
| AIDE ENERGY (CAYMAN) HOLDING CO., LTD.  | Fund                                                            |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | Vteam Siegfried Supply Chain Finance Fund                       | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 8,320                  | -                          | 8,320      | -                                |
|                                         | Notes                                                           |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | VTeam Supply Chain Finance Limited                              | -                        | Financial assets measured at fair value through profit or loss - current                              | -                                 | USD      | 12,700                 | -                          | 12,700     | -                                |
| Jiangsu Aide Solar Technology Co., Ltd. | Unlisted stock                                                  |                          |                                                                                                       |                                   |          |                        |                            |            |                                  |
|                                         | MOTECH (Suzhou) New Energy Co., Ltd. (Note 5)                   | -                        | Financial assets measured at fair value through other comprehensive benefits and losses - non-current | -                                 | CNY      | 28,968                 | 4.61%                      | 28,968     | Has been pledged to subsidiaries |

(Note 1): The securities mentioned in this attachment refer to stocks, bonds, beneficiary certificates and securities derived from the above items within the scope of IFRS 9 "Financial Instruments."

(Note 2): If the securities issuer is not a related party, this column should be left blank.

(Note 3): Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost deducted by accumulated impairment for the marketable securities not measured at fair value.

(Note 4): The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the foot NOTE if the securities presented herein have such conditions.

(Note 5): It is a limited company, so the number of shares and net worth per share are not available.



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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)

(Unit: NT\$ thousands, unless otherwise indicated)

Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of the capital stock

Attachment 4

| Purchaser (seller)                       | Counter-party                            | Relationship | Transactions      |                 |                                       |             | Situation and reason for difference between transaction condition and common transaction |                | Notes and accounts receivable(payable) |                                           | Note     |
|------------------------------------------|------------------------------------------|--------------|-------------------|-----------------|---------------------------------------|-------------|------------------------------------------------------------------------------------------|----------------|----------------------------------------|-------------------------------------------|----------|
|                                          |                                          |              | Purchases (Sales) | Amount (Note 2) | Percentage of total purchases (sales) | Credit Term | Unit price                                                                               | Credit Term    | Balance (Note 2)                       | Percentage of total receivables (payable) |          |
| PANJIT International Inc.                | PAN JIT Electronics (Wuxi) Co., Ltd.     | Subsidiaries | (Sales)           | (\$970,285)     | 21%                                   | General     | Not applicable                                                                           | Not applicable | \$503,965                              | 20%                                       | (Note 2) |
|                                          | PAN JIT Electronics (Wuxi) Co., Ltd.     | Subsidiaries | Purchase          | 1,182,203       | 44%                                   | General     | Not applicable                                                                           | Not applicable | (569,420)                              | 48%                                       | (Note 2) |
|                                          | Pynmax Technology Co., Ltd.              | Subsidiaries | Purchase          | 243,615         | 9%                                    | General     | Not applicable                                                                           | Not applicable | (141,318)                              | 12%                                       | (Note 2) |
|                                          | PAN JIT AMERICAS, INC.                   | Subsidiaries | (Sales)           | (125,403)       | 3%                                    | General     | Not applicable                                                                           | Not applicable | 19,296                                 | 1%                                        | (Note 2) |
| Pynmax Technology Co., Ltd.              | PANJIT International Inc.                | The Company  | (Sales)           | (243,615)       | 50%                                   | General     | Not applicable                                                                           | Not applicable | 141,318                                | 61%                                       | (Note 2) |
|                                          | PAN JIT Electronics (Wuxi) Co., Ltd.     | Subsidiaries | (Sales)           | (216,791)       | 45%                                   | General     | Not applicable                                                                           | Not applicable | 78,053                                 | 34%                                       | (Note 2) |
| PAN JIT Electronics (Wuxi) Co., Ltd.     | PANJIT International Inc.                | The Company  | (Sales)           | (1,182,203)     | 36%                                   | General     | Not applicable                                                                           | Not applicable | 569,420                                | 27%                                       | (Note 2) |
|                                          | PANJIT International Inc.                | The Company  | Purchase          | 970,285         | 28%                                   | General     | Not applicable                                                                           | Not applicable | (503,965)                              | 31%                                       | (Note 2) |
|                                          | Pynmax Technology Co., Ltd.              | Subsidiaries | Purchase          | 216,791         | 6%                                    | General     | Not applicable                                                                           | Not applicable | (78,053)                               | 5%                                        | (Note 2) |
|                                          | Pan Jit Electronics (Shandong) CO., LTD. | Subsidiaries | Purchase          | 105,417         | 3%                                    | General     | Not applicable                                                                           | Not applicable | (57,557)                               | 4%                                        | (Note 2) |
|                                          | PANJIT SEMICONDUCTOR (XUZHOU) CO., LTD.  | Subsidiaries | Purchase          | 398,803         | 11%                                   | General     | Not applicable                                                                           | Not applicable | (70,305)                               | 4%                                        | (Note 2) |
| PAN-JIT AMERICAS INC.                    | PANJIT International Inc.                | The Company  | Purchase          | 125,403         | 100%                                  | General     | Not applicable                                                                           | Not applicable | (19,296)                               | 88%                                       | (Note 2) |
| Pan Jit Electronics (Shandong) CO., LTD. | PAN JIT Electronics (Wuxi) Co., Ltd.     | Subsidiaries | (Sales)           | (105,417)       | 81%                                   | General     | Not applicable                                                                           | Not applicable | 57,557                                 | 60%                                       | (Note 2) |
| PANJIT SEMICONDUCTOR (XUZHOU) CO., LTD.  | PAN JIT Electronics (Wuxi) Co., Ltd.     | Subsidiaries | (Sales)           | (398,803)       | 99%                                   | General     | Not applicable                                                                           | Not applicable | 70,305                                 | 100%                                      | (Note 2) |

(Note 1): The amount of paid-in capital refers to the amount of paid-in capital of the parent company. If the issuer's stock has no denomination or the denomination per share is not NT\$10, the transaction amount of 20% of the paid-in capital shall be calculated based on the 10% of the equity attributable to the owner of the parent company on the balance sheet.

(Note 2): It had been written off in preparing the consolidated financial report.

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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)

(Unit: NT\$ thousands, unless otherwise indicated)

Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock

Attachment 5

| The companies that record receivables | Counter-party                        | Relationship | Ending balance | Turnover rate | Overdue receivables |                   | Amount received in subsequent period | Note       |
|---------------------------------------|--------------------------------------|--------------|----------------|---------------|---------------------|-------------------|--------------------------------------|------------|
|                                       |                                      |              |                |               | Amount              | Collection status |                                      |            |
| PANJIT International Inc.             | PAN JIT Electronics (Wuxi) Co., Ltd. | Subsidiaries | \$503,965      | 3.85          | \$7,085             | Urging Payment    | \$97,663                             | (Note 2,3) |
| Pynmax Technology Co., Ltd.           | PANJIT International Inc.            | The Company  | 141,318        | 3.45          | -                   | -                 | 139,850                              | (Note 2,3) |
| PAN JIT Electronics (Wuxi) Co., Ltd.  | PANJIT International Inc.            | The Company  | 569,420        | 4.15          | -                   | -                 | 202,103                              | (Note 2,3) |

(Note 1): The amount of paid-in capital refers to the amount of paid-in capital of the parent company. If the issuer's stock has no denomination or the denomination per share is not NT\$10, the transaction amount of 20% of the paid-in capital shall be calculated based on the 10% of the equity attributable to the owner of the parent company on the balance sheet.

(Note 2): The consolidated financial report is prepared and the percentage of ownership is 100% and no allowance for loss is required.

(Note 3): It had been written off in preparing the consolidated financial report.

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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)

(Unit: NT\$ thousands, unless otherwise indicated)

Business relationships and significant transactions and amount between parent company and subsidiaries and among subsidiaries

Attachment 6

| No.<br>(Note 1) | Name of transaction party              | Counter-party                                  | Relationship<br>(Note 2) | Transaction Status (Note 5) |                     |                                                                                   |                                                   |
|-----------------|----------------------------------------|------------------------------------------------|--------------------------|-----------------------------|---------------------|-----------------------------------------------------------------------------------|---------------------------------------------------|
|                 |                                        |                                                |                          | Subject                     | Amount<br>(Notes 6) | Transaction condition                                                             | Percentage of total revenue<br>or assets (Note 3) |
| 0               | PANJIT International Inc.              | Pan Jit Electronics (Wuxi) Co., Ltd.           | 1                        | Purchase                    | \$1,182,203         | The transaction price is based on the average cost and marked on a certain ratio. | 18%                                               |
|                 |                                        |                                                |                          | Accounts payable            | 569,420             | -                                                                                 | 2%                                                |
|                 |                                        |                                                |                          | Sales                       | 970,285             | -                                                                                 | 15%                                               |
|                 |                                        |                                                |                          | Accounts receivable         | 503,965             | -                                                                                 | 2%                                                |
| 0               | PANJIT International Inc.              | Pynmax Technology Co., Ltd.                    | 1                        | Purchase                    | 243,615             | The transaction price is based on the average cost and marked on a certain ratio. | 4%                                                |
|                 |                                        |                                                |                          | Accounts payable            | 141,318             | -                                                                                 | 1%                                                |
| 0               | PANJIT International Inc.              | PAN JIT AMERICAS, INC.                         | 1                        | Sales                       | 125,403             | The transaction price is based on the average cost and marked on a certain ratio. | 2%                                                |
| 1               | Pynmax Technology Co., Ltd.            | Pan Jit Electronics (Wuxi) Co., Ltd.           | 3                        | Sales                       | 216,791             | The transaction price is based on the average cost and marked on a certain ratio. | 3%                                                |
| 2               | Pan Jit Electronics (Wuxi) Co., Ltd.   | PANJIT Semiconductor (Xuzhou) Co., Ltd.        | 3                        | Purchase                    | 398,803             | The transaction price is based on the average cost and marked on a certain ratio. | 6%                                                |
| 2               | Pan Jit Electronics (Wuxi) Co., Ltd.   | Pan Jit Electronics (Shandong) CO., LTD.       | 3                        | Purchase                    | 105,417             | The transaction price is based on the average cost and marked on a certain ratio. | 2%                                                |
| 3               | Suzhou Grande Electronics Co. Ltd.     | Jiangsu Aide Solar Energy Technology Co., Ltd. | 3                        | Other receivables           | 382,039             | Based on contract of loans.                                                       | 1%                                                |
| 3               | Suzhou Grande Electronics Co. Ltd.     | Pan Jit Electronics (Wuxi) Co., Ltd.           | 3                        | Other receivables           | 102,275             | Based on contract of loans.                                                       | 0%                                                |
| 4               | PAN-JIT ASIA INTERNATIONAL INC.        | Jiangsu Aide Solar Energy Technology Co., Ltd. | 3                        | Other receivables           | 865,252             | Based on contract of loans.                                                       | 3%                                                |
| 4               | PAN-JIT ASIA INTERNATIONAL INC.        | Pan Jit Electronics (Wuxi) Co., Ltd.           | 3                        | Other receivables           | 117,200             | Based on contract of loans.                                                       | 0%                                                |
| 5               | AIDE ENERGY (CAYMAN) HOLDING CO., LTD. | Jiangsu Aide Solar Energy Technology Co., Ltd. | 3                        | Prepay for goods            | 456,008             | -                                                                                 | 2%                                                |

(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 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 subsidiary.

(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 accounts.

(Note 4): Whether the significant transactions are presented is determined by the Company's significance principle.

(Note 5): If the transaction amount between parent and subsidiary reaches NT\$100 million or more, it shall be disclosed.

(Note 6): It had been written off in preparing the consolidated financial report.

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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)

(Unit: NT\$ thousands, unless otherwise indicated)

Name, Location, and Related Information about Investee Companies (Not Including Investee Companies in Mainland China)

Attachment 7

| Investor company                | Investee Companies<br>(Note 1, 2)                           | Location                                                                                                                           | Main business items                                                                                                                                                                  | Currency | Initial investment |                      | Investment as of June 30, 2025    |                                   |             | Net income (loss)<br>of investee<br>company (Note<br>2(2)) | Investment income<br>(loss) recognized<br>(Note 2(3)) | Dividend distribution of invested<br>companies in this period |                | Note                       |
|---------------------------------|-------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|--------------------|----------------------|-----------------------------------|-----------------------------------|-------------|------------------------------------------------------------|-------------------------------------------------------|---------------------------------------------------------------|----------------|----------------------------|
|                                 |                                                             |                                                                                                                                    |                                                                                                                                                                                      |          | Ending<br>balance  | Beginning<br>balance | Number of<br>shares<br>(thousand) | Percentage of<br>ownership<br>(%) | Book value  |                                                            |                                                       | Stock Dividends                                               | Cash dividends |                            |
| PANJIT International Inc.       | PAN-JIT ASIA INTERNATIONAL INC.                             | Vistra Corporate Services Centre Wickhams Cay II<br>Road Town,Tortola,Vg1110 Virgin Islands,British                                | Investment holding                                                                                                                                                                   | NTD      | \$7,286,295        | \$7,286,295          | 224,724                           | 100.00%                           | \$7,558,556 | \$326,533                                                  | \$326,239                                             | \$-                                                           | \$-            | Subsidiaries (Note 4, 5)   |
|                                 | Pynmax Technology Co., Ltd.                                 | No. 17, Yonggong 1st Rd., Yong'an Dist., Kaohsiung City                                                                            | Electronic parts and components<br>manufacturing and international trade                                                                                                             | NTD      | 1,069,816          | 1,069,816            | 84,493                            | 94.64%                            | 1,225,039   | 55,996                                                     | 49,521                                                | -                                                             | (152,087)      | Subsidiaries (Note 4, 5)   |
|                                 | MILDEX OPTICAL INC.                                         | No. 7, Luke 3rd Rd., Luzhu Dist., Kaohsiung City,<br>Southern Science Industrial Park                                              | Optical lens, instrument, and touch panel<br>Display panel manufacturing                                                                                                             | NTD      | 259,523            | 259,523              | 16,328                            | 21.01%                            | 204,518     | 4,403                                                      | 925                                                   | -                                                             | (8,164)        |                            |
|                                 | Alltop Technology Co., Ltd.                                 | 3F., No. 102, Sec. 3, Zhongshan Rd., Zhonghe Dist., New<br>Taipei City                                                             | Electronic parts and components<br>manufacturing and international trade                                                                                                             | NTD      | 1,501,814          | 1,501,814            | 11,393                            | 17.48%                            | 1,584,760   | 534,292                                                    | 81,293                                                | -                                                             | (187,543)      |                            |
|                                 | CHAMPION MICROELECTRONIC CORP.                              | 5F., No. 11, Yuanqu 2nd Rd., East Dist., Hsinchu City                                                                              | Research and development, design<br>and manufacture and technology<br>consultation of power IC, field effect<br>transistors and fast recovery power<br>descrete, international trade | NTD      | 1,979,953          | 1,979,953            | 24,536                            | 30.84%                            | 1,882,116   | 122,452                                                    | 37,699                                                | -                                                             | (49,072)       | Subsidiaries (Note 4, 5)   |
|                                 | AIDE ENERGY EUROPE COÖPERATIE U.A.                          | Corkstraat 46 ,3047 AC Rotterdam Nederland                                                                                         | Investment holding                                                                                                                                                                   | NTD      | 732,259            | 732,259              | 2                                 | 100.00%                           | 903,804     | 32,267                                                     | 32,267                                                | -                                                             | -              | Subsidiaries (Note 5)      |
|                                 | PANJIT JAPAN INC.                                           | No. 1-31-11, Kichijoji Honmachi, Musashino City, Tokyo<br>KSビル6F606                                                                | Electronics trade                                                                                                                                                                    | NTD      | 12,320             | 12,320               | 5                                 | 55.00%                            | (2,072)     | (4,706)                                                    | (2,588)                                               | -                                                             | -              | Subsidiaries (Note 5)      |
|                                 | PAN-JIT INTERNATIONAL (H.K.) LTD.                           | Unit 1-5 ,18/F., Wah Wai Centre,<br>No.38-40 Au Pui Wan Street,<br>Fotan,Shatin,New Territories                                    | Electronics trade                                                                                                                                                                    | NTD      | 108,991            | 108,991              | 9,711                             | 100.00%                           | 46,799      | 6,957                                                      | 6,940                                                 | -                                                             | (77,887)       | Subsidiaries (Note 5)      |
|                                 | PAN JIT KOREA CO.,LTD.                                      | Tower A dong 3601 Ho, Heung Deuk IT Valey,<br>Heung Deuk 1ro 13 Gi Heung-Gu, Yong In City<br>GyungGi-Do, Korea                     | Electronics trade                                                                                                                                                                    | NTD      | 23,097             | 23,097               | 54                                | 60.00%                            | 31,847      | 21,952                                                     | 13,171                                                | -                                                             | (13,492)       | Subsidiaries (Note 5)      |
|                                 | PANJIT Investment Co., Ltd.                                 | No. 17-1, Yonggong 1st Rd., Yong'an Dist., Kaohsiung City                                                                          | Investment holding                                                                                                                                                                   | NTD      | 117,000            | 43,000               | 11,700                            | 100.00%                           | 68,001      | (24,770)                                                   | (26,038)                                              | -                                                             | -              | Subsidiaries (Note 5)      |
|                                 | PAN-JIT Japan Investment Holding Corporation                | No. 1-31-11, Kichijoji Honmachi, Musashino City, Tokyo<br>KSビル6F606                                                                | Investment holding                                                                                                                                                                   | NTD      | 2,108              | -                    | 1                                 | 100.00%                           | 1,987       | (51)                                                       | (51)                                                  | -                                                             | -              | Subsidiaries (Note 5)      |
| PANJIT Investment Co., Ltd.     | PANSTAR SEMICONDUCTOR CO., LTD.                             | No. 17-1, Yonggong 1st Rd., Yong'an Dist., Kaohsiung City                                                                          | Electronic parts and components<br>manufacturing and international trade                                                                                                             | NTD      | 10,372             | 10,372               | 1,000                             | 33.33%                            | 8,649       | (1,873)                                                    | (624)                                                 | -                                                             | -              | Sub-Subsidiaries (Note 5)  |
|                                 | MetaWells Co., Ltd<br>(Formerly PANTOP Technology Co.,Ltd.) | 34 F.-1, No. 95, Sec. 1, Xintai 5th Rd., Xizhi Dist.,<br>New Taipei City, Taiwan (R.O.C.)                                          | Electronic parts and components<br>manufacturing and international trade                                                                                                             | NTD      | 72,461             | 28,461               | 30,500                            | 73.49%                            | 27,639      | (36,616)                                                   | (23,637)                                              | -                                                             | -              | Sub-Subsidiaries (Note 5)  |
| PAN-JIT ASIA INTERNATIONAL INC. | PAN JIT AMERICAS, INC.                                      | 2502 W. Huntington Drive Tempe, AZ 85282                                                                                           | Sale of electronic                                                                                                                                                                   | USD      | 16,626             | 16,626               | 2,431                             | 95.86%                            | 9,758       | 829                                                        | 832                                                   | -                                                             | -              | Sub-subsidiary (Note 4, 5) |
|                                 | PAN JIT EUROPE GMBH                                         | Otto-Hahn-Str. 285609<br>Aschheim Germany                                                                                          | Sale of electronic                                                                                                                                                                   | USD      | 770                | 770                  | -                                 | 100.00%                           | 2,960       | 121                                                        | 121                                                   | -                                                             | -              | Sub-subsidiary (Note 5)    |
|                                 | CONTINENTAL LIMITED                                         | Vistra Corporate Services Centre, Ground Floor<br>NPF Bulding, BeachRoad, Apia ,Samoa                                              | Investment holding                                                                                                                                                                   | USD      | 24,726             | 24,726               | 22,360                            | 100.00%                           | 62,162      | 1,472                                                      | 1,472                                                 | -                                                             | (2,989)        | Sub-subsidiary (Note 5)    |
|                                 | AIDE ENERGY (CAYMAN) HOLDING<br>CO., LTD.                   | The Grand Pavilion Commercial Centre, Oleander Way,<br>802 West Bay Road, P.O. Box 32052,<br>Grand Cayman KY1-1208, Cayman Islands | Investment holding and sale of<br>Photoelectric products                                                                                                                             | USD      | 145,868            | 145,868              | 246,249                           | 94.43%                            | (19,650)    | 526                                                        | 497                                                   | -                                                             | -              | Sub-subsidiary (Note 5)    |

(continued in next page)

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Name, Location, and Related Information about Investee Companies (Not Including Investee Companies in Mainland China)

(continued from previous page)

| Investor company                      | Investee Companies<br>(Note 1, 2)                     | Location                                                                                                                   | Main business items                                                      | Currency | Initial investment |                      | Investment as of June 30, 2025    |                                      |            | Net income (loss)<br>of investee<br>company<br>(Note 2(2)) | Investment<br>income (loss)<br>recognized<br>(Note 2(3)) | Dividend distribution of invested<br>companies in this period |                | Note                      |
|---------------------------------------|-------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|----------|--------------------|----------------------|-----------------------------------|--------------------------------------|------------|------------------------------------------------------------|----------------------------------------------------------|---------------------------------------------------------------|----------------|---------------------------|
|                                       |                                                       |                                                                                                                            |                                                                          |          | Ending<br>balance  | Beginning<br>balance | Number of<br>shares<br>(thousand) | Percentage<br>of<br>ownership<br>(%) | Book value |                                                            |                                                          | Stock Dividends                                               | Cash dividends |                           |
| Pynmax Technology Co., Ltd.           | JOYSTAR INTERNATIONAL CO., LTD.                       | 4th Floor, Ellen Skelton Building,<br>3076 Sir Francis Drake Highway, Road Town,<br>Tortola, British Virgin Islands VG1110 | Investment holding                                                       | NTD      | \$665,266          | \$665,266            | 21,522                            | 100.00%                              | \$677,216  | \$28,695                                                   | \$28,695                                                 | \$-                                                           | \$-            | Sub-subsidiary (Note 5)   |
|                                       | MILDEX OPTICAL INC.                                   | No. 7, Luke 3rd Rd., Luzhu Dist., Kaohsiung City,<br>Southern Science Industrial Park                                      | Optical lens, instrument, and touch panel<br>Display panel manufacturing | NTD      | 288,852            | 288,852              | 6,429                             | 8.27%                                | 80,503     | 4,403                                                      | 364                                                      | -                                                             | (3,215)        |                           |
| CHAMPION MICROELECTRONIC CORP.        | Wisdom Bright Inc.(Wisdom bright)                     | Republic of Seychelles                                                                                                     | Investment holding                                                       | NTD      | 550,819            | 351,949              | 17,024                            | 100.00%                              | 501,774    | 9,981                                                      | 9,981                                                    | -                                                             | -              | Sub-subsidiary (Note 5)   |
|                                       | Wisdom Mega Corp.(Wisdom Mega)                        | Republic of Seychelles                                                                                                     | Investment holding                                                       | NTD      | 125,250            | 125,250              | 4,000                             | 100.00%                              | 123,130    | -                                                          | -                                                        | -                                                             | -              | Sub-subsidiary (Note 5)   |
|                                       | PANJIT JAPAN INC.                                     | No. 1-31-11, Kichijoji Honmachi, Musashino City, Tokyo<br>KSビル6F606                                                        | Electronics trade                                                        | NTD      | 2,172              | 2,172                | 1                                 | 10.00%                               | (376)      | (4,706)                                                    | (471)                                                    | -                                                             | -              | Subsidiary (Note 5)       |
|                                       | Golden Champion Digital Power Corporation             | 21st Floor, No. 96, Section 1, Xintai 5th Road,<br>Xizhi District, New Taipei City                                         | Electronic component manufacturing and<br>Product design industry        | NTD      | 1,000              | 1,000                | 1,000                             | 100.00%                              | 969        | 3                                                          | 3                                                        | -                                                             | -              | Sub-subsidiary (Note 5)   |
| AIDE ENERGY EUROPE<br>COÖPERATIE U.A. | AIDE ENERGY EUROPE B.V.                               | Corkstraat 46 ,3047 AC Rotterdam Nederland                                                                                 | Investment holding and sales                                             | EUR      | 18,620             | 18,620               | 2                                 | 100.00%                              | 26,312     | 895                                                        | 895                                                      | -                                                             | -              | Sub-subsidiary (Note 5)   |
| AIDE ENERGY EUROPE B.V.               | EC SOLAR C1 SRL                                       | Viale Andrea Doria 7 Cap 20124<br>MILANO (MI), Italy.                                                                      | Sales of solar power plants<br>Electricity produced                      | EUR      | 17,000             | 17,000               | -<br>(Note 3)                     | 100.00%                              | 24,826     | 962                                                        | 873                                                      | -                                                             | -              | Sub-subsidiary (Note 4,5) |
| Wisdom Bright Inc.                    | Wisdom Toprich Technology Limited<br>(Wisdom Toprich) | Republic of Seychelles                                                                                                     | Investment holding                                                       | NTD      | 79,505             | 79,505               | 2,504                             | 100.00%                              | 70,153     | (1,210)                                                    | (1,210)                                                  | -                                                             | -              | Sub-subsidiary (Note 5)   |

(Note 1): If a public company is equipped with an overseas holding company and takes consolidated financial report as the main financial report according to the local law rules, it can only disclose the information of the overseas holding company about the disclosure of related overseas investee information.

(Note 2): If situation does not belong to Note 1, fill in the columns according to the following regulations:

- (1) The columns of "Investee", "Location", "Main business activities", "Initial investment amount" and "Shares held as at March 31, 2024" should fill orderly in the Company's (public company's) information on investees and every directly or indirectly controlled investee's investment information, and note the relationship between the Company (public company) and its investee each (ex. direct subsidiary or indirect subsidiary) in the "Note" column.
- (2) The "Net income (loss) of investee company" column should fill in amount of net profit (loss) of the investee for this period.
- (3) The "Investment income (loss) recognized" column should fill in the Company (public company) recognized investment income (loss) of its direct subsidiary and recognized investment income (loss) of its investee accounted for under the equity method for this period.  
When filling in recognized investment income (loss) of its direct subsidiary, the Company (public company) should confirm that direct subsidiary's net profit (loss) for this period has included its investment income (loss) which shall be recognized by regulations.

(Note 3): It is a limited company or a merged company, so there is no number of shares.

(Note 4): The investment gain or loss recognized by the Company include the offset of unrealized gain or loss between associates and the amortization of net equity differences.

(Note 5): It had been written off in preparing the consolidated financial report.

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Information on investment in mainland China

Attachment 8

| Investor company          | Investee Companies in Mainland China                                                                                   | Main business items                                                                                                                                        | Total Amount of Paid-in Capital | Method of Investment (Note 1)              | Accumulated Outflow of Investment from Taiwan as of January 1, 2025 | Investment Flows |        | Accumulated Outflow of Investment from Taiwan as of 30 June, 2025 | Net income (loss) of investee company | Percentage of Ownership | Investment income (loss) recognized (Note 2) | Carrying Value as of 30 June, 2025 | Accumulated Inward Remittance of Earnings as of Outflow 30 June, 2025 |
|---------------------------|------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------|--------------------------------------------|---------------------------------------------------------------------|------------------|--------|-------------------------------------------------------------------|---------------------------------------|-------------------------|----------------------------------------------|------------------------------------|-----------------------------------------------------------------------|
|                           |                                                                                                                        |                                                                                                                                                            |                                 |                                            |                                                                     | Outflow          | Inflow |                                                                   |                                       |                         |                                              |                                    |                                                                       |
| PANJIT International Inc. | Pan Jit Electronics (Wuxi) Co., Ltd.                                                                                   | Rectifier processing and manufacutring                                                                                                                     | \$796,960                       | 2 PAN-JIT ASIA INTERNATIONAL INC.          | \$502,145                                                           | \$-              | \$-    | \$502,145                                                         | \$169,543                             | 100.00%                 | \$169,543 (Note 5)                           | \$2,771,441 (Note 5)               | \$56,439                                                              |
|                           | Suzhou Grande Electronics CO., LTD.                                                                                    | Chip diodes, triodes and other new types of electronics<br>Sales of semiconductor components and related products, as well as technology and after service | \$343,966                       | 2 CONTINENTAL LIMITED                      | 344,900                                                             | -                | -      | 344,900                                                           | 1,853                                 | 100.00%                 | 1,853 (Note 5)                               | 790,245 (Note 5)                   | -                                                                     |
|                           | Wuxi ENR Semiconductor Material Technology Co. Ltd.<br>(Formerly Wuxi ENR Semiconductor Materials Technology Co. Ltd.) | Semiconductor pcking materials<br>Manufacturing and sales                                                                                                  | \$87,300                        | 2 ENR APPLIED PACKING MATERIAL CORPORATION | 9,037                                                               | -                | -      | 9,037                                                             | -                                     | -                       | -                                            | -                                  | -                                                                     |
|                           | Shenzhen Wei quan Electronics Co.,Ltd                                                                                  | New types of electronic components,<br>Semiconductor controlled rectifier sales                                                                            | \$48,757                        | 2 PAN-JIT ASIA INTERNATIONAL INC.          | 47,151                                                              | -                | -      | 47,151                                                            | (140)                                 | 100.00%                 | (140) (Note 5)                               | 13,398 (Note 5)                    | -                                                                     |
|                           | Pan Jit Electronics (Beijing) CO., LTD.                                                                                | New types of electronic components,<br>Semiconductor controlled rectifier sales                                                                            | \$4,091                         | 3 PAN JIT Electronics (Wuxi) Co., Ltd.     | -                                                                   | -                | -      | -                                                                 | (1,599)                               | 100.00%                 | (1,599) (Note 5)                             | 1,218 (Note 5)                     | -                                                                     |
|                           | Pan Jit Electronics (Shandong) CO., LTD.                                                                               | Semiconductor wafer manufacturing for automobile<br>And protection of discrete devices, integrated circuit chips<br>And production of packaging products   | \$313,862                       | 3 PAN JIT Electronics (Wuxi) Co., Ltd.     | -                                                                   | -                | -      | -                                                                 | 29,317                                | 70.28%                  | 20,604 (Note 5)                              | 302,073 (Note 5)                   | -                                                                     |
|                           | Pan Jit Electronics (Qufu) CO., LTD.                                                                                   | New types of electronic components,<br>Semiconductor controlled rectifier sales                                                                            | \$-                             | 3 PAN JIT Electronics (Wuxi) Co., Ltd.     | -                                                                   | -                | -      | -                                                                 | (46)                                  | 100.00%                 | (46) (Note 5)                                | - (Note 5)                         | -                                                                     |
|                           | PANJIT SEMICONDUCTOR(XUZHOU) CO., LTD.                                                                                 | New types of electronic components,<br>Semiconductor controlled rectifier sales                                                                            | \$1,033,551                     | 3 PAN JIT Electronics (Wuxi) Co., Ltd.     | -                                                                   | -                | -      | -                                                                 | 49,428                                | 100.00%                 | 49,428 (Note 5)                              | 741,412 (Note 5)                   | -                                                                     |

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Notes to the Consolidated Financial Statements of PANJIT International Inc. and Subsidiaries (continued)  
(Unit: NT\$ thousands, unless otherwise indicated)  
Information on investment in mainland China

(continued from previous page)

| Investor company               | Investee Companies in Mainland China           | Main business items                                                                                                               | Total Amount of Paid-in Capital | Method of Investment (Note 1)            | Accumulated Outflow of Investment from Taiwan as of January 1, 2025 | Investment Flows |        | Accumulated Outflow of Investment from Taiwan as of 30 June, 2025 | Net income (loss) of investee company | Percentage of Ownership | Investment income (loss) recognized (Note 2) | Carrying Value as of 30 June, 2025 | Accumulated Inward Remittance of Earnings as of Outflow 30 June, 2025 |
|--------------------------------|------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------|---------------------------------|------------------------------------------|---------------------------------------------------------------------|------------------|--------|-------------------------------------------------------------------|---------------------------------------|-------------------------|----------------------------------------------|------------------------------------|-----------------------------------------------------------------------|
|                                |                                                |                                                                                                                                   |                                 |                                          |                                                                     | Outflow          | Inflow |                                                                   |                                       |                         |                                              |                                    |                                                                       |
| PANJIT International Inc.      | Zibo Micro Commercial Components Corp.         | Rectifier diode, rectifier bridge, Electronic devices                                                                             | \$809,255                       | 3 Suzhou Grande Electronics Co. Ltd.     | \$-                                                                 | \$-              | \$-    | \$-                                                               | (\$4,820)                             | 18.86%                  | (\$909)                                      | \$126,405                          | \$-                                                                   |
|                                | Jiangsu Aide Solar Energy Technology CO., LTD. | Solar engery product development manufacturing, sales, Self-acting agents of various commodities and technology import and export | \$234,776                       | 2 AIDE ENERGY (CAYMAN) HOLDING CO., LTD. | 1,573,193                                                           | -                | -      | 1,573,193                                                         | (4,607)                               | 94.43%                  | (4,351)<br>(Note 5)                          | (1,643,304)<br>(Note 5)            | -                                                                     |
| CHAMPION MICROELECTRONIC CORP. | Great Power Microelectronics Corp.             | Electronic products development, product import, export, and wholesale business                                                   | \$80,575                        | 2 Wisdom Toprich Technology Limited      | 76,885                                                              | -                | -      | 76,885                                                            | (1,210)                               | 100.00%                 | (1,210)<br>(Note 5)                          | 70,153<br>(Note 5)                 | -                                                                     |

| Cumulative investment amount remitted from Taiwan to Mainland China at the end of the period |             | Investment amount approved by Investment Review Committee of Ministry of Economy | Investment ceiling in Mainland China according to provisions of Investment Review Committee of Ministry of Economy |
|----------------------------------------------------------------------------------------------|-------------|----------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------|
| PANJIT International Inc.                                                                    | \$2,476,426 | \$3,521,004                                                                      | (Note 3)                                                                                                           |
| CHAMPION MICROELECTRONIC CORP.                                                               | \$76,885    | \$76,885                                                                         | (Note 4) \$938,237                                                                                                 |

(Note 1): The methods for engaging in investment in Mainland China include the following:

- (1) Direct investment in Mainland China.
- (2) Indirectly investment in Mainland China through companies registered in a third region (Please specify the name of the company in third region).
- (3) Other methods.

(Note 2): The investment income (loss) recognized in current period:

- (1) It should be indicated if the investee was still in the incorporation arrangement and had not yet any profit during this period.
- (2) The investment income (loss) were determined based on the following basis,
  - A. The financial report was audited by an international certified public accounting firm in cooperation with an R.O.C. accounting firm.
  - B. The financial statements were audited by the auditors of the parent company.
  - C. Others.

(Note 3): Due to the Company's establishment of the operating headquarters, in accordance with the provisions of the law, the amount of investment in mainland China is not limited.

(Note 4): Calculations of investment ceiling in Mainland China are as follows:

CHAMPION MICROELECTRONIC CORP.: NT\$1,563,729 thousand × 60% = NT\$938,237 thousand.

(Note 5): It had been written off in preparing the consolidated financial report.

(Note 6): PANJIT ELECTRONIC (QUFU) CO., LTD. has completed its dissolution and liquidation in April 2025.