WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REVIEW REPORT

JUNE 30, 2026 AND 2025

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Board of Directors and Shareholders of WT Microelectronics Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of WT Microelectronics Co., Ltd. and subsidiaries (the "Group") as at June 30, 2026 and 2025, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the consolidated statements of changes in equity and of cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. 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" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit 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.

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Conclusion

Based on our reviews, 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 Group as at June 30, 2026 and 2025, and of its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the six months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

Hsu Sheng Chung

Hsu, Sheng-Chung

Sung Tse Wang

SUNG-TSE WANG

For and on Behalf of PricewaterhouseCoopers, Taiwan

August 6, 2026

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025
(Expressed in thousands of New Taiwan dollars)

	Assets	Notes	June 30, 2026 AMOUNT	%	December 31, 2025 AMOUNT	%	June 30, 2025 AMOUNT	%
	Current assets							
1100	Cash and cash equivalents	6(1)	$ 37,148,920	5	$ 28,138,755	6	$ 26,913,935	7
1110	Financial assets at fair value through profit or loss - current	6(2)	11,446	-	20,038	-	7,698	-
1120	Financial assets at fair value through other comprehensive income - current	6(3)	455,940	-	291,065	-	249,523	-
1170	Accounts receivable, net	6(4) and 7	349,112,272	43	170,018,376	32	130,172,342	33
1200	Other receivables	6(4)(5)	7,612,417	1	3,713,296	1	2,796,409	1
130X	Inventories	6(6)	318,602,436	39	259,760,361	49	180,481,336	45
1410	Prepayments		32,345,550	4	1,691,699	-	1,391,549	-
1470	Other current assets	6(1)(16) and 8	515,047	-	444,237	-	491,878	-
11XX	**Total current assets**		745,804,028	92	464,077,827	88	342,504,670	86
	Non-current assets							
1510	Financial assets at fair value through profit or loss - non-current	6(2)	614,970	-	378,412	-	386,403	-
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	7,683,836	1	6,137,993	1	11,406,937	3
1550	Investments accounted for using equity method	6(7)	10,799,457	1	9,140,616	2	20,069	-
1600	Property, plant and equipment	6(8)	4,894,860	1	4,718,651	1	2,952,058	1
1755	Right-of-use assets	6(9)	1,471,161	-	1,778,703	-	1,652,575	-
1760	Investment property - net		186,932	-	187,476	-	185,265	-
1780	Intangible assets	6(10)	39,093,710	5	38,827,551	8	36,280,649	9
1840	Deferred income tax assets		1,538,321	-	1,871,829	-	2,274,294	1
1900	Other non-current assets		651,923	-	441,132	-	476,688	-
15XX	**Total non-current assets**		66,935,170	8	63,482,363	12	55,634,938	14
1XXX	**Total assets**		$ 812,739,198	100	$ 527,560,190	100	$ 398,139,608	100

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WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	June 30, 2026 AMOUNT	%	December 31, 2025 AMOUNT	%	June 30, 2025 AMOUNT	%
	Current liabilities							
2100	Short-term borrowings	6(11)	$ 53,125,544	7	$ 25,569,230	5	$ 33,437,620	9
2110	Short-term notes and bills payable	6(12)	-	-	1,699,092	-	1,398,331	-
2120	Financial liabilities at fair value through profit or loss - current	6(2)	19,735	-	22,616	-	6,640	-
2130	Contract liabilities - current	6(23)	35,950,078	4	3,964,998	1	780,582	-
2170	Accounts payable	7	557,091,839	69	317,278,361	60	213,689,693	54
2200	Other payables	6(13)	17,328,819	2	6,877,329	1	12,612,009	3
2230	Current income tax liabilities		5,213,894	1	2,807,119	1	2,542,032	1
2280	Lease liabilities - current		562,250	-	674,788	-	621,330	-
2320	Long-term liabilities, current portion	6(15)	400,000	-	8,032,002	2	7,500,224	2
2365	Refund liabilities - current	6(23)	1,114,484	-	1,727,634	-	1,515,566	-
2399	Other current liabilities		904,970	-	1,323,898	-	1,081,019	-
21XX	**Total current liabilities**		671,711,613	83	369,977,067	70	275,185,046	69
	Non-current liabilities							
2530	Bonds payable	6(14)	10,854,968	1	10,701,899	2	-	-
2540	Long-term loans	6(15)	400,000	-	23,681,133	5	38,167,883	10
2570	Deferred income tax liabilities		3,738,193	1	3,691,903	1	3,663,853	1
2580	Lease liabilities - non-current		1,077,154	-	1,278,716	-	852,459	-
2600	Other non-current liabilities		282,030	-	291,165	-	447,075	-
25XX	**Total non-current liabilities**		16,352,345	2	39,644,816	8	43,131,270	11
2XXX	**Total liabilities**		688,063,958	85	409,621,883	78	318,316,316	80
	Equity attributable to owners of parent							
	Share capital	6(18)						
3110	Common stock		12,691,483	2	12,645,859	3	11,212,507	3
3120	Preferred stock		-	-	1,350,000	-	1,350,000	-
3130	Certificates of entitlement to new shares from convertible bonds		14,384	-	8,449	-	3,798	-
	Capital surplus	6(19)						
3200	Capital surplus		61,430,096	7	66,447,413	12	48,004,483	12
	Retained earnings	6(20)						
3310	Legal reserve		7,522,746	1	6,105,174	1	6,105,174	2
3320	Special reserve		1,737,516	-	-	-	-	-
3350	Unappropriated retained earnings		36,226,050	4	32,843,640	6	23,950,667	6
	Other equity interest	6(21)						
3400	Other equity interest		4,784,304	1	(1,737,516)	-	(11,052,513)	(3)
31XX	**Equity attributable to owners of the parent**		124,406,579	15	117,663,019	22	79,574,116	20
36XX	Non-controlling interest	6(22)	268,661	-	275,288	-	249,176	-
3XXX	**Total equity**		124,675,240	15	117,938,307	22	79,823,292	20
	Commitments and contingent liabilities	9						
	Significant subsequent events							
3X2X	**Total liabilities and equity**		$ 812,739,198	100	$ 527,560,190	100	$ 398,139,608	100

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

WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

			Three months ended June 30				Six months ended June 30			
			2026		2025		2026		2025	
	Items	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(23) and 7	$ 590,693,698	100	$ 259,503,350	100	$ 1,084,966,618	100	$ 506,927,807	100
5000	Operating costs	6(6) and 7	(570,551,265)	(97)	(248,286,114)	(96)	(1,047,780,275)	(97)	(484,389,284)	(95)
5900	Gross profit		20,142,433	3	11,217,236	4	37,186,343	3	22,538,523	5
	Operating expenses	6(28)(29)								
6100	Selling expenses		(5,433,535)	(1)	(4,901,233)	(2)	(10,593,149)	(1)	(9,842,835)	(2)
6200	General and administrative expenses		(1,554,675)	-	(1,310,963)	-	(3,102,117)	-	(2,816,459)	(1)
6300	Research and development expenses		(145,639)	-	(201,280)	-	(357,549)	-	(403,332)	-
6450	Impairment loss determined in accordance with IFRS 9	12(2)	(14,991)	-	(143,398)	-	(196,106)	-	(245,029)	-
6000	Total operating expenses		(7,148,840)	(1)	(6,556,874)	(2)	(14,248,921)	(1)	(13,307,655)	(3)
6900	Operating profit		12,993,593	2	4,660,362	2	22,937,422	2	9,230,868	2
	Non-operating income and expenses									
7100	Interest income	6(24)	287,694	-	206,275	-	529,481	-	355,682	-
7010	Other income	6(25)	205,460	-	297,530	-	310,728	-	346,259	-
7020	Other gains and losses	6(26)	306,891	-	(133,424)	-	169,625	-	(87,589)	-
7050	Finance costs	6(27)	(1,875,270)	-	(1,074,561)	(1)	(3,162,499)	-	(2,384,106)	(1)
7060	Share of profit (loss) of associates and joint ventures accounted for using equity method	6(7)	308,806	-	(5,374)	-	464,769	-	(8,859)	-
7000	Total non-operating income and expenses		(766,419)	-	(709,554)	(1)	(1,687,896)	-	(1,778,613)	(1)
7900	**Profit before income tax**		12,227,174	2	3,950,808	1	21,249,526	2	7,452,255	1
7950	Income tax expense	6(30)	(2,502,125)	-	(1,111,667)	-	(4,529,234)	(1)	(1,901,298)	-
8200	**Profit for the period**		$ 9,725,049	2	$ 2,839,141	1	$ 16,720,292	1	$ 5,550,957	1

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WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

			Three months ended June 30				Six months ended June 30			
			2026		2025		2026		2025	
	Items	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
	Other comprehensive income (loss)									
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss									
8316	Unrealised gain (loss) on valuation of equity investment instruments measured at fair value through other comprehensive income	6(21)	$ 2,305,773	-	$ 868,544	-	$ 1,736,835	1	($ 378,743)	-
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	6(21)	9,758	-	-	-	1,667,126	-	-	-
8310	Other comprehensive income (loss) that will not be reclassified to profit or loss		2,315,531	-	868,544	-	3,403,961	1	(378,743)	-
	Components of other comprehensive (loss) income that will be reclassified to profit or loss									
8361	Financial statements translation differences of foreign operations	6(21)(22)	(627,739)	-	(25,041,863)	(9)	2,915,623	-	(22,677,025)	(4)
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method	6(21) and 7	3,114	-	448	-	9,675	-	415	-
8360	Other comprehensive (loss) income that will be reclassified to profit or loss		(624,625)	-	(25,041,415)	(9)	2,925,298	-	(22,676,610)	(4)
8300	**Total other comprehensive income (loss) for the period**		$ 1,690,906	-	($ 24,172,871)	(9)	$ 6,329,259	1	($ 23,055,353)	(4)
8500	**Total comprehensive income (loss) for the period**		$ 11,415,955	2	($ 21,333,730)	(8)	$ 23,049,551	2	($ 17,504,396)	(3)
	Profit attributable to:									
8610	Owners of the parent		$ 9,712,906	2	$ 2,830,135	1	$ 16,722,070	1	$ 5,537,099	1
8620	Non-controlling interest		12,143	-	9,006	-	(1,778)	-	13,858	-
			$ 9,725,049	2	$ 2,839,141	1	$ 16,720,292	1	$ 5,550,957	1
	Comprehensive income (loss) attributable to:									
8710	Owners of the parent		$ 11,401,032	2	($ 21,225,647)	(8)	$ 23,040,758	2	($ 17,414,267)	(3)
8720	Non-controlling interest		14,923	-	(108,083)	-	8,793	-	(90,129)	-
			$ 11,415,955	2	($ 21,333,730)	(8)	$ 23,049,551	2	($ 17,504,396)	(3)
	Earnings per share (in dollars)	6(31)								
9750	Basic earnings per share		$ 7.68		$ 2.28		$ 13.00		$ 4.70	
9850	Diluted earnings per share		$ 7.29		$ 2.27		$ 12.36		$ 4.67	

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

WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent										
		Capital				Retained Earnings						
	Notes	Share capital - common stock	Preferred stock	Certificates of bond-to-stock conversion	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Other equity interest	Total	Non-controlling interest	Total equity
Six months ended June 30, 2025												
Balance at January 1, 2025		$ 11,164,167	$ 1,350,000	$ 7,370	$ 47,673,484	$ 4,717,884	$ -	$ 27,052,694	$ 10,909,959	$102,875,558	$ 987,714	$103,863,272
Consolidated net income		-	-	-	-	-	-	5,537,099	-	5,537,099	13,858	5,550,957
Other comprehensive loss	6(21)(22)	-	-	-	-	-	-	-	(22,951,366)	(22,951,366)	(103,987)	(23,055,353)
Total comprehensive income (loss)		-	-	-	-	-	-	5,537,099	(22,951,366)	(17,414,267)	(90,129)	(17,504,396)
Appropriations of 2024 earnings:												
Legal reserve		-	-	-	-	1,387,290	-	(1,387,290)	-	-	-	-
Cash dividends for common stock		-	-	-	-	-	-	(6,727,486)	-	(6,727,486)	-	(6,727,486)
Cash dividends for preferred stock		-	-	-	-	-	-	(270,000)	-	(270,000)	-	(270,000)
Employee stock options exercised	6(17)(18)(19)	48,585	-	(3,572)	191,929	-	-	-	-	236,942	-	236,942
Cancellation of employee restricted shares	6(17)(18)	(245)	-	-	245	-	-	-	-	-	-	-
Changes in restricted stocks to employees	6(17)(19)(21)	-	-	-	(436)	-	-	-	436	-	-	-
Changes in ownership interests in subsidiaries	6(7)(19)	-	-	-	(1,983)	-	-	-	-	(1,983)	-	(1,983)
Compensation cost of share-based payments	6(19)(21)	-	-	-	141,244	-	-	-	4,017	145,261	-	145,261
Changes in non-controlling interest	6(22)	-	-	-	-	-	-	(254,350)	984,441	730,091	(648,409)	81,682
Balance at June 30, 2025		$ 11,212,507	$ 1,350,000	$ 3,798	$ 48,004,483	$ 6,105,174	$ -	$ 23,950,667	($ 11,052,513)	$ 79,574,116	$ 249,176	$ 79,823,292
Six months ended June 30, 2026												
Balance at January 1, 2026		$ 12,645,859	$ 1,350,000	$ 8,449	$ 66,447,413	$ 6,105,174	$ -	$ 32,843,640	($ 1,737,516)	$117,663,019	$ 275,288	$117,938,307
Consolidated net income (loss)		-	-	-	-	-	-	16,722,070	-	16,722,070	(1,778)	16,720,292
Other comprehensive income	6(21)(22)	-	-	-	-	-	-	-	6,318,688	6,318,688	10,571	6,329,259
Total comprehensive income		-	-	-	-	-	-	16,722,070	6,318,688	23,040,758	8,793	23,049,551
Appropriations of 2025 earnings:	6(20)											
Legal reserve		-	-	-	-	1,417,572	-	(1,417,572)	-	-	-	-
Special reserve		-	-	-	-	-	1,737,516	(1,737,516)	-	-	-	-
Cash dividends for common stock		-	-	-	-	-	-	(9,899,357)	-	(9,899,357)	-	(9,899,357)
Cash dividends for preferred stock		-	-	-	-	-	-	(285,889)	-	(285,889)	-	(285,889)
Capital injection	6(18)(19)	-	-	-	(14,193)	-	-	-	-	(14,193)	-	(14,193)
Redemption of preferred stock	6(18)(19)	-	(1,350,000)	-	(5,400,000)	-	-	-	-	(6,750,000)	-	(6,750,000)
Employee stock options exercised	6(17)(18)(19)	45,639	-	5,935	234,863	-	-	-	-	286,437	-	286,437
Cancellation of employee restricted shares	6(17)(18)(19)	(15)	-	-	15	-	-	-	-	-	-	-
Changes in ownership interests in subsidiaries	6(7)(19)	-	-	-	6,302	-	-	-	-	6,302	(15,420)	(9,118)
Compensation cost of share-based payments	6(19)(21)	-	-	-	155,696	-	-	-	195,151	350,847	-	350,847
Changes in equity of associates accounted for using equity method	6(7)(21)	-	-	-	-	-	-	-	8,655	8,655	-	8,655
Disposal of financial assets at fair value through other comprehensive income	6(3)(21)	-	-	-	-	-	-	674	(674)	-	-	-
Balance at June 30, 2026		$ 12,691,483	$ -	$ 14,384	$ 61,430,096	$ 7,522,746	$ 1,737,516	$ 36,226,050	$ 4,784,304	$124,406,579	$ 268,661	$124,675,240

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

WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30 2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 21,249,526	$ 7,452,255
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(28)	597,730	576,143
Amortisation	6(28)	258,160	239,289
Impairment loss determined in accordance with IFRS 9	12(2)	196,106	245,029
Impairment loss on non-financial assets	6(10)	-	104,320
Net (gain) loss on financial assets and liabilities at fair value through profit or loss	6(26)	(313,924)	328,392
Share-based payments	6(17)	316,076	155,723
Share of profit or loss of associates and joint ventures accounted for using equity method	6(7)	(464,769)	8,859
Loss (gain) on disposal of property, plant and equipment, net	6(26)	2,888	(3,302)
Interest expense	6(27)	1,846,598	1,506,533
Interest income	6(24)	(529,481)	(355,682)
Dividend income	6(25)	(27,461)	(152,548)
Changes in operating assets and liabilities			
Changes in operating assets			
Accounts receivable		(175,810,467)	(4,795,088)
Other receivables		(3,158,359)	817,295
Inventories		(54,457,011)	(39,999,467)
Prepayments		(30,334,380)	409,393
Other current assets (including contract assets)		(47,049)	163,573
Changes in operating liabilities			
Financial assets and liabilities at fair value through profit or loss		61,665	(313,493)
Contract liabilities		31,740,935	(271,647)
Accounts payable		233,546,093	51,132,884
Other payables		26,002	(1,559,284)
Other current liabilities (including refund liabilities)		(1,069,628)	167,396
Net defined benefit liability		(808)	(1,934)
Cash inflow generated from operations		23,628,442	15,854,639
Interest received		529,481	355,682
Dividends received		27,461	10,063
Interest paid		(1,637,426)	(1,444,320)
Income taxes paid		(1,817,180)	(1,750,776)
Net cash flows from operating activities		20,730,778	13,025,288

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WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30 2026	2025
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of financial assets at fair value through profit or loss		($ 1,258)	($ 2,113)
Proceeds from disposal of financial assets at fair value through profit or loss		51,432	-
(Increase) decrease in other financial assets		(23,694)	46,235
Acquisition of property, plant and equipment	6(32)	(281,406)	(271,401)
Proceeds from disposal of property, plant and equipment		3,962	9,146
Acquisition of intangible assets	6(10)	(129,116)	(57,412)
Increase in guarantee deposits		(301,612)	(10,007)
Decrease in guarantee deposits		82,640	18,218
Decrease (increase) in other non-current assets		7,024	(15,079)
Proceeds from disposal of investments accounted for using equity method		2,055	-
Proceeds from disposal of intangible assets	6(10)	-	382
Net cash flows used in investing activities		(589,973)	(282,031)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase in short-term borrowings	6(33)	899,039,442	808,007,455
Decrease in short-term borrowings	6(33)	(871,639,978)	(809,887,154)
Decrease in short-term notes and bills payable	6(33)	(1,705,470)	(219,698)
Proceeds from long-term loans	6(33)	106,434,250	114,440,706
Repayments of long-term loans	6(33)	(137,347,386)	(131,181,983)
Payment of lease liabilities	6(33)	(365,570)	(364,562)
(Decrease) increase in other non-current liabilities		(8,227)	44,052
Redemption of preferred stock	6(19)	(6,750,000)	-
Acquisition of non-controlling interests	6(32) and 7	-	(985,795)
Employee stock options exercised		286,437	236,942
Capital injection	6(18)	(14,193)	-
Net cash flows used in financing activities		(12,070,695)	(19,910,037)
Effect of exchange rate changes on cash and cash equivalents		940,055	(5,647,011)
Net increase (decrease) in cash and cash equivalents		9,010,165	(12,813,791)
Cash and cash equivalents at beginning of period		28,138,755	39,727,726
Cash and cash equivalents at end of period		$ 37,148,920	$ 26,913,935

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

WT MICROELECTRONICS CO., LTD. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANISATION

WT Microelectronics Co., Ltd. (the "Company") was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.). The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in the sales of electronic, communication components, and their components, as well as general import and export trade.

2. THE DATE OF AUTHORISATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION

These consolidated financial statements were reported to the Board of Directors on August 6, 2026.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS®”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2026 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Specific provisions of Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts referencing nature-dependent electricity’	January 1, 2026
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 – comparative information’	January 1, 2023
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2027 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027 (Note 1)
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027
Amendments to IAS 21, ‘Translation to a hyperinflationary presentation currency’	January 1, 2027
Amendments to IAS 28, ‘Amendments to the fair value option in IAS 28 investments in associates and joint ventures’	January 1, 2027 (Note 2)

Note 1：The entities shall apply IFRS 18 starting from January 1, 2028. Additionally, entities can choose to adopt IFRS 18 earlier.

Note 2：The entities shall apply the amendment simultaneously with IFRS 18.

Except for the following, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by International Accounting Standards Board
IFRS 20, 'Regulatory assets and regulatory liabilities'	January 1, 2029

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

Material accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the International Accounting Standards 34, "Interim financial reporting" that came into effect as endorsed by the FSC.

(2) Basis of preparation

A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:

(a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b) Financial assets at fair value through other comprehensive income.

(c) Defined benefit assets (liabilities) recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

(a) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.

(b) Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

(c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

(d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.

(e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

			Ownership (%)			
Name of Investor	Name of Subsidiary	Main Business Activities	June 30, 2026	December 31, 2025	June 30, 2025	Note
WT MICROELECTRONICS CO., LTD.	WINTECH MICROELECTRONICS HOLDING LIMITED	Holding company	100	100	100	
WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	BSI SEMICONDUCTOR PTE. LTD.	Holding company	100	100	100	
WT MICROELECTRONICS CO., LTD.	NUVISION TECHNOLOGY INC.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	BRILLNICS (TAIWAN) INC.	Research and development company	60.3	-	-	(b)
WT MICROELECTRONICS CO., LTD.	TECHMOSA INTERNATIONAL INC.	Sales of electronic components	-	-	100	(g)
WT MICROELECTRONICS CO., LTD.	MSD HOLDINGS PTE. LTD.	Sales of electronic components	-	-	100	(e)
WT MICROELECTRONICS CO., LTD.	MAXTEK TECHNOLOGY CO., LTD.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	ANALOG WORLD CO., LTD.	Sales of electronic components	-	-	100	(h)

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) June 30, 2026	December 31, 2025	June 30, 2025	Note
WT MICROELECTRONICS CO., LTD.	WT SEMICONDUCTOR HOLDINGS PTE. LTD.	Holding company	-	-	100	(i)
WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LTD.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY (H.K.) LIMITED	Sales of electronic components	-	-	100	(f)
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY PTE. LTD.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS CO., LTD.	FUTURE ELECTRONICS INC.	Sales of electronic components	51	51	51	
WT MICROELECTRONICS CO., LTD.	MORRIHAN SINGAPORE PTE. LTD.	Sales of electronic components	100	100	-	(j)
WT MICROELECTRONICS CO., LTD.	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Sales of electronic components	100	-	-	(k)
WINTECH MICROELECTRONICS HOLDING LIMITED	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	International trade	100	100	100	
WINTECH MICROELECTRONICS HOLDING LIMITED	PROMISING INVESTMENT LIMITED	General investment	100	100	100	
WINTECH MICROELECTRONICS HOLDING LIMITED	WINTECH MICROELECTRONICS LTD.	Sales of electronic components	-	100	100	(q)
WINTECH MICROELECTRONICS HOLDING LIMITED	WINTECH INVESTMENT CO., LTD.	General investment	100	100	100	
BSI SEMICONDUCTOR PTE. LTD.	WONCHANG SEMICONDUCTOR CO., LTD.	Sales of electronic components	100	100	100	
BSI SEMICONDUCTOR PTE. LTD.	WT TECHNOLOGY KOREA CO., LTD.	Sales of electronic components	4.53	4.53	4.53	
MORRIHAN INTERNATIONAL CORP.	ASIA LATEST TECHNOLOGY LIMITED	Holding company	100	100	100	
MORRIHAN INTERNATIONAL CORP.	FUTURE ELECTRONICS INC.	Sales of electronic components	49	49	49	

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) June 30, 2026	December 31, 2025	June 30, 2025	Note
PROMISING INVESTMENT LIMITED	NINO CAPITAL CO., LTD.	Holding company	100	100	100	
PROMISING INVESTMENT LIMITED	RICH WEB LTD.	Holding company	100	100	100	
WINTECH INVESTMENT CO., LTD.	WT TECHNOLOGY KOREA CO., LTD.	Sales of electronic components	95.47	95.47	95.47	
NINO CAPITAL CO., LTD.	SHANGHAI WT MICROELECTRONICS CO., LTD.	International trade, entrepot trade and etc.	100	100	100	
RICH WEB LTD.	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	International trade, entrepot trade and etc.	100	100	100	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	BRILLNICS INC.	Holding company	100	60.03	60.06	(a) (p)
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS (THAILAND) LIMITED.	Sales of electronic components	100	100	100	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS INDIA PRIVATE LIMITED	Selling and Technology Servicing	100	100	100	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS (MALAYSIA) SDN. BHD.	Selling and Technology Servicing	100	100	100	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT SEMICONDUCTOR HOLDINGS PTE LTD.	Holding company	-	100	-	(d) (i)
WT MICROELECTRONICS SINGAPORE PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Holding company	100	-	-	(d)
ASIA LATEST TECHNOLOGY LIMITED	WT MICROELECTRONICS (SHANGHAI) TECHNOLOGY CO., LTD.	Technical service, international trade, entrepot trade and etc.	100	100	100	
TECHMOSA INTERNATIONAL INC.	MORRIHAN SINGAPORE PTE. LTD.	Sales of electronic components	-	-	100	(j)
MAXTEK TECHNOLOGY CO., LTD.	HONGTECH ELECTRONICS CO., LTD.	Sales of electronic components	100	100	100	(l)
MAXTEK TECHNOLOGY CO., LTD.	LACEWOOD INTERNATIONAL CORP.	Sales of electronic components	100	100	100	(l)
BRILLNICS INC.	BRILLNICS (HK) LIMITED	Selling and Technology Servicing	-	100	100	(o)

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) June 30, 2026	December 31, 2025	June 30, 2025	Note
BRILLNICS INC.	BRILLNICS SINGAPORE PTE. LTD.	Electronic Component Manufacturing	-	100	100	(n)
BRILLNICS (HK) LIMITED	BRILLNICS JAPAN INC.	Research and Development Company	-	100	100	(m)
BRILLNICS (HK) LIMITED	BRILLNICS (TAIWAN) INC.	Research and Development Company	-	100	100	(b) (c)
BRILLNICS (TAIWAN) INC.	BRILLNICS (HK) LIMITED	Selling and Technology Servicing	100	-	-	(o)
BRILLNICS (TAIWAN) INC.	BRILLNICS SINGAPORE PTE. LTD.	Electronic Component Manufacturing	100	-	-	(n)
BRILLNICS (TAIWAN) INC.	BRILLNICS JAPAN INC.	Research and Development Company	100	-	-	(m)
WT SEMICONDUCTOR HOLDINGS PTE. LTD.	EXCELPOINT TECHNOLOGY PTE. LTD.	Holding company	-	100	100	(d)
EXCELPOINT TECHNOLOGY PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Holding company	-	100	100	(d)
EXCELPOINT TECHNOLOGY PTE. LTD.	EXCELPOINT SYSTEMS (H.K.) LIMITED	Sales of electronic components	-	100	100	(d)
EXCELPOINT TECHNOLOGY PTE. LTD.	PLANETSPARK PTE. LTD.	Research and Development and Investment Company	-	100	100	(d)
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS (H.K.) LIMITED	Sales of electronic components	100	-	-	(d)
EXCELPOINT SYSTEMS (PTE) LTD	PLANETSPARK PTE. LTD.	Research and Development and Investment Company	100	-	-	(d)
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS SDN. BHD.	Selling and Technology Servicing	100	100	100	
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS (INDIA) PRIVATE LIMITED	Selling and Technology Servicing	100	100	100	

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) June 30, 2026	December 31, 2025	June 30, 2025	Note
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS (USA) INC.	Selling and Technology Servicing	100	100	100	(l)
EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS VIETNAM COMPANY LIMITED	Sales of electronic components	100	100	100	
EXCELPOINT SYSTEMS (H.K.) LIMITED	SYNERGY ELECTRONICS (H.K.) LIMITED	Sales of electronic components	100	100	100	
EXCELPOINT SYSTEMS (H.K.) LIMITED	EXCELPOINT INTERNATIONAL TRADING (SHANGHAI) CO., LTD.	International trade, entrepot trade and etc.	100	100	100	
EXCELPOINT SYSTEMS (H.K.) LIMITED	SYNERGY ELECTRONICS (SHENZHEN) CO., LTD.	International trade, entrepot trade and etc.	100	100	100	

(a) Employees of BRILLNICS INC. exercised employee stock options in installments for the six months ended June 30, 2025 and accordingly, the shareholder ratio decreased to 60.06%.

(b) In February 2026, the Company directly held 60.3% equity interest of BRILLNICS (Taiwan) INC. in response to the adjustment of the Group's organisational structure.

(c) In March 2026, BRILLNICS (HK) LIMITED sold 39.7% equity interest of BRILLNICS (Taiwan) INC. to non-controlling interests shareholders.

(d) WT SEMICONDUCTOR HOLDINGS PTE. LTD., EXCELPOINT TECHNOLOGY PTE. LTD., and EXCELPOINT SYSTEMS (PTE) LTD. conducted a merger (effective date set on February 12, 2026), where EXCELPOINT SYSTEMS (PTE) LTD. was the surviving company. The registration had been completed on February 27, 2026. Following the Group's organisational restructuring, EXCELPOINT SYSTEMS (PTE) LTD. directly holds 100% equity interest in PLANETSPARK PTE. LTD. and EXCELPOINT SYSTEMS (H.K.) LIMITED.

(e) On August 21, 2025, MSD HOLDINGS PTE. LTD. had been dissolved and liquidated.

(f) On August 22, 2025, WT TECHNOLOGY(H.K.) LTD. had been dissolved and liquidated.

(g) TECHMOSA INTERNATIONAL INC. conducted a short-form merger with the Company (effective date set on November 30, 2025) and the registration had been completed on December 18, 2025.

(h) On November 12, 2025, ANALOG WORLD CO., LTD. had been dissolved and liquidated.

(i) In December 2025, WT MICROELECTRONICS SINGAPORE PTE. LTD. directly held all the equity interest of WT SEMICONDUCTOR HOLDINGS PTE. LTD. in response to the adjustment of the Group’s organisational structure. The registration had been completed on December 3, 2025.

(j) In December 2025, the Company directly held all the equity interest of MORRIHAN SINGAPORE PTE. LTD. in response to the adjustment of the Group’s organisational structure. The registration had been completed on February 11, 2026.

(k) In January 2026, the Company directly held all the equity interest of FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD in response to the adjustment of the Group’s organisational structure. The registration had been completed on April 16, 2026.

(l) As of June 30, 2026, HONGTECH ELECTRONICS CO., LTD., EXCELPOINT SYSTEMS (USA) INC. and LACEWOOD INTERNATIONAL CORP. were in the process of deregistration.

(m) In May 2026, BRILLNICS (TAIWAN) INC. directly held the equity interest of BRILLNICS JAPAN INC. in response to the adjustment of the Group’s organisational structure. The registration had been completed on May 8, 2026.

(n) In May 2026, BRILLNICS (TAIWAN) INC. directly held the equity interest of BRILLNICS SINGAPORE PTE. LTD. in response to the adjustment of the Group’s organisational structure. The registration had been completed on May 12, 2026.

(o) In May 2026, BRILLNICS (TAIWAN) INC. directly held the equity interest of BRILLNICS (HK) LIMITED in response to the adjustment of the Group’s organisational structure. The registration had been completed on May 18, 2026.

(p) On May 13, 2026, BRILLNICS INC. acquired all the shares held by the non-controlling interest shareholders and retired these shares. As a result, the shareholder ratio of WT MICROELECTRONICS SINGAPORE PTE. LTD. in BRILLNICS INC. changed to 100%.

(q) On April 22, 2026, WINTECH MICROELECTRONICS LTD. had been dissolved and liquidated.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

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

The Group acquired 20% equity interest of WT SEMICONDUCTOR HOLDINGS PTE. LTD. by cash from the non-controlling interests shareholders in February 2025. As a result, the Group’s equity interest increased from 80% to 100% and WT SEMICONDUCTOR HOLDINGS PTE. LTD. became a wholly-owned subsidiary of the Group. After the acquisition, the Group did not have any subsidiaries with significant non-controlling interests.

Summarised financial information of WT SEMICONDUCTOR HOLDINGS PTE. LTD. before the Group's acquisition of the 20% equity interest:

Statement of comprehensive income

	January 1 to February 17, 2025 (Effective Date)
Revenue	$ 2,811,611
Loss for the period from continuing operations	(48,293)
Other comprehensive loss, net of tax	(1,987)
Total comprehensive loss for the period	($ 50,280)
Comprehensive loss attributable to non-controlling interest	($ 481)
Dividends paid to non-controlling interest	$ -

Statement of cash flows

	January 1 to February 17, 2025 (Effective Date)
Net cash flows used in operating activities	($ 992,603)
Net cash flows from investing activities	62
Net cash flows from financing activities	584,324
Effect of exchange rate changes on cash and cash equivalents	3,024
Decrease in cash and cash equivalents	(405,193)
Cash and cash equivalents at beginning of period	1,260,763
Cash and cash equivalents at end of period	$ 855,570

(4) Foreign currency translation

A. Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in New Taiwan dollars, which is the Company's functional and the Group's presentation currency.

B. Foreign currency transactions and balances

(a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognised in profit or loss in the period in which they arise.

(b) Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognised in profit or loss.

(c) Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.

(d) All other foreign exchange gains and losses based on the nature of those transactions are presented in the statement of comprehensive income within 'other gains and losses.'

C. Translation of foreign operations

(a) The operating results and financial position of all the group entities, associates and joint arrangements that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;

ii. Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and

iii. All resulting exchange differences are recognised in other comprehensive income.

(b) When the foreign operation partially disposed of or sold is an associate or joint arrangement, exchange differences that were recorded in other comprehensive income are proportionately reclassified to profit or loss as part of the gain or loss on sale. In addition, if the Group retains partial interest in the former foreign associate or joint arrangement after losing significant influence over the former foreign associate, or losing joint control of the former joint arrangement, such transactions should be accounted for as disposal of all interest in these foreign operations.

(c) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Group retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.

(d) Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing exchange rates at the balance sheet date.

(5) Classification of current and non-current items

A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:

(a) Assets arising from operating activities that are expected to be realised, or are intended to be sold or consumed in the normal operating cycle;

(b) Assets held mainly for trading purposes;

(c) Assets that are expected to be realised within twelve months from the balance sheet date;

(d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to settle liabilities more than twelve months after the balance sheet date.

B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:

(a) Liabilities that are expected to be settled in the normal operating cycle;

(b) Liabilities that are held primarily for the purpose of trading;

(c) Liabilities that are due to be settled within twelve months after the reporting period;

(d) It does not have the right at the end of the reporting period to defer settlement of the liability at least twelve months after the reporting period.

(6) Cash equivalents

Cash equivalents refer to short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Time deposits that meet the definition above and are held for the purpose of meeting short-term cash commitments in operations are classified as cash equivalents.

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

A. These are financial assets that are not measured at amortised cost or at fair value through other comprehensive income and are held for trading if acquired principally for the purpose of repurchasing in the short term. Derivatives are also categorised as financial liabilities held for trading unless they are designated as hedges.

B. On a regular way purchase or sale basis, financial assets and liabilities at fair value through profit or loss are recognised and derecognised using trade date accounting.

C. At initial recognition, the Group measures the financial assets and financial liabilities at fair value. All related transaction costs are recognised in profit or loss. The Group subsequently measures these financial liabilities at fair value with any gain or loss recognised in profit or loss.

D. The Group recognises the dividend income when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(8) Financial assets at fair value through other comprehensive income

A. Financial assets at fair value through other comprehensive income comprise equity securities which are not held for trading, and for which the Group has made an irrevocable election at initial recognition to recognise changes in fair value in other comprehensive income.

B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognised and derecognised using trade date accounting.

C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. The Group subsequently measures the financial assets at fair value. The changes in fair value of equity investments that were recognised in other comprehensive income are reclassified to retained earnings and are not reclassified to profit or loss following the derecognition relating to the investment. Dividends are recognised as revenue when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(9) Accounts and notes receivable

A. Accounts and notes receivable entitle the Group to a legal right to receive consideration in exchange for transferred goods or rendered services.

B. The short-term accounts and notes receivable without bearing interest are initially recognised and subsequently measured at initial invoice amount as the effect of discounting is immaterial.

C. The Group's operating pattern of accounts receivable that are expected to be factored is for the purpose of receiving contract cash flow and selling, and the accounts receivable are subsequently measured at fair value, with any changes in fair value recognised in other comprehensive income.

(10) Impairment of financial assets

For financial assets at amortised cost at each reporting date, the Group recognises the impairment provision for twelve months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognises the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable that do not contain a significant financing component, the Group recognises the impairment provision for lifetime ECLs.

(11) Derecognition of financial assets

The Group derecognises a financial asset when one of the following conditions is met:

A. The contractual rights to receive the cash flows from the financial asset expire.

B. The contractual rights to receive cash flows of the financial asset have been transferred and the Group has transferred substantially all risks and rewards of ownership of the financial asset.

C. The contractual rights to receive cash flows of the financial asset have been transferred, however, the Group has not retained control of the financial asset.

(12) Leasing arrangements (lessor) - operating leases

Lease income from an operating lease (net of any incentives given to the lessee) is recognised in profit or loss on a straight-line basis over the lease term.

(13) Inventories

A. The cost of inventories includes the purchase price, import duties and other costs directly attributable to the acquisition of goods. The discount, allowance and other similar items should be deducted from the cost.

B. Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted-average method. The item by item approach is used in applying the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

(14) Investments accounted for using equity method / associates

A. Associates are all entities over which the Group has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20 percent or more of the voting power of the investee. Investments in associates are accounted for using the equity method and are initially recognised at cost.

B. The Group's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

C. When changes in an associate's equity do not arise from profit or loss or other comprehensive income of the associate and such changes do not affect the Group's ownership percentage of the associate, the Group recognises change in ownership interests in the associate in 'capital surplus' in proportion to its ownership.

D. Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

E. In the case that an associate issues new shares and the Group does not subscribe or acquire new shares proportionately, which results in a change in the Group's ownership percentage of the associate but maintains significant influence on the associate, then 'capital surplus' and 'investments accounted for using equity method' shall be adjusted for the increase or decrease of its share of equity interest. If the above condition causes a decrease in the Group's ownership percentage of the associate, in addition to the above adjustment, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately on the same basis as would be required if the relevant assets or liabilities were disposed of.

F. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the associate, are reclassified to profit or loss, on the same basis as would be required if the relevant assets or liabilities were disposed of. If it retains significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately in accordance with the aforementioned approach.

G. When the Group disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss. If it retains significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss proportionately.

H. At the balance sheet date, the Group performs an impairment test for an investment in an associate when there is an indication that the investment may be impaired. The entire carrying amount of the investment (including goodwill) is tested for impairment as a single asset, by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount. Any impairment loss recognized forms part of the carrying amount of the investment. Any reversal of impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases.

(15) Property, plant and equipment

A. Property, plant and equipment are initially recorded at cost.

B. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

C. Land is not depreciated. Other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. 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 must be depreciated separately.

D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each balance sheet date. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

Buildings	27 ~ 56 years
Office equipment	2 ~ 25 years
Other assets	2 ~ 15 years

(16) Leasing arrangements (lessee) - right-of-use assets / lease liabilities

A. Leases are recognised as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low-value assets, lease payments are recognised as an expense on a straight-line basis over the lease term.

B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the Group's incremental borrowing interest rate. Lease payments are comprised of the following:

(a) Fixed payments, less any lease incentives receivable; and

(b) Variable lease payments that depend on an index or a rate.

The Group subsequently measures the lease liability at amortised cost using the interest method and recognises interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognised as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.

C. At the commencement date, the right-of-use asset is stated at cost comprising the following:

(a) The amount of the initial measurement of lease liability;

(b) Any lease payments made at or before the commencement date; and

(c) Any initial direct costs incurred by the lessee.

The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognised as an adjustment to the right-of-use asset.

D. For lease modifications that decrease the scope of the lease, the lessee shall decrease the carrying amount of the right-of-use asset and remeasure the lease liability to reflect the partial or full termination of the lease, and recognise the difference in profit or loss.

(17) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 27 ~ 56 years.

(18) Intangible assets

A. Goodwill arises in a business combination accounted for by applying the acquisition method.

B. Computer software is stated at cost and amortised on a straight-line basis over its estimated useful life of 2 ~ 5 years.

C. Other intangible assets, mainly customer relationship, are recorded at cost and amortised on a straight-line basis over the estimated useful life of 5 ~ 26.74 years.

(19) Impairment of non-financial assets

A. The Group assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognising impairment loss for an asset in prior years no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortised historical cost would have been if the impairment had not been recognised.

B. The recoverable amount of goodwill shall be evaluated periodically. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. Impairment loss of goodwill previously recognised in profit or loss shall not be reversed in the following years.

C. For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the cash-generating units, or groups of cash-generating units, that is/are expected to benefit from the synergies of the business combination. Each unit or group of units to which the goodwill is allocated represents the lowest level within the entity at which the goodwill is monitored for internal management purposes. Goodwill is monitored at the operating segment level.

(20) Notes and accounts payable

A. Accounts payable are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.

B. The short-term notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(21) Borrowings

A. Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest method.

B. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the drawdown occurs.

(22) Convertible corporate bonds

Convertible bonds issued by the Group contain conversion options (that is, the bondholders have the right to convert the bonds into the Group's common shares by exchanging a fixed amount of cash for a fixed number of common shares), call options and put options. The Group classifies the bonds payable upon issuance as a financial asset, a financial liability or an equity instrument in accordance with the contract terms. They are accounted for as follows:

A. The host contracts of bonds are initially recognised at fair value. Any difference between the initial recognition and the redemption value is accounted for as the premium or discount on bonds payable and subsequently is amortised in profit or loss as an adjustment to 'finance costs' over the period of circulation using the effective interest method.

B. The embedded conversion options which meet the definition of an equity instrument are initially recognised in 'capital surplus—share options' at the residual amount of total issue price less the amount of 'bonds payable' as stated above. Conversion options are not subsequently remeasured.

C. Any transaction costs directly attributable to the issuance are allocated to each liability or equity component in proportion to the initial carrying amount of each abovementioned item.

D. When bondholders exercise conversion options, the liability component of the bonds shall be remeasured on the conversion date. The issuance cost of converted common shares is the total carrying amount of the abovementioned liability component and 'capital surplus—share options'.

(23) Derecognition of financial liabilities

A financial liability is derecognised when the obligation specified in the contract is either discharged or cancelled or expires.

(24) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

(25) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognised as expense in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognised as pension expense when they are due on an accrual basis. Prepaid contributions are recognised as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plans

i. Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Group in current period or prior periods. The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability.

ii. Remeasurements arising on defined benefit plans are recognised in other comprehensive income in the period in which they arise and are recorded as retained earnings.

iii. Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

C. Employees' compensation and directors' and supervisors' remuneration

Employees' compensation and directors' and supervisors' remuneration are recognised as expense and liability, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequent actual distributed amounts is accounted for as changes in estimates. If employee compensation is paid by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(26) Employee share-based payment

A. For the equity-settled share-based payment arrangements, the employee services received are measured at the fair value of the equity instruments granted at the grant date and are recognised as compensation cost over the vesting period, with a corresponding adjustment to equity. The fair value of the equity instruments granted shall reflect the impact of market vesting conditions and non-vesting conditions. Compensation cost is subject to adjustment based on the service conditions that are expected to be satisfied and the estimates of the number of equity instruments that are expected to vest under the non-market vesting conditions at each balance sheet date. Ultimately, the amount of compensation cost recognised is based on the number of equity instruments that eventually vest.

B. The grant date of cash capital increase reserved for employee preemption is the date at which the entity and the employee agree to a share-based payment arrangement, being when the entity and the counterparty have a shared understanding of the terms and conditions of the arrangement.

C. Restricted stocks:

(a) Restricted stocks issued to employees are measured at the fair value of the equity instruments granted at the grant date and are recognised as compensation cost over the vesting period.

(b) For restricted stocks where those stocks do not restrict distribution of dividends to employees and employees are not required to return the dividends received if they resign during the vesting period, the Group recognises the fair value of the dividends received by the employees who are expected to resign during the vesting period as compensation cost at the date of dividends declared.

(27) Income tax

A. The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or items recognised directly in equity, in which cases the tax is recognised in other comprehensive income or equity.

B. The current income tax expense is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the shareholders resolve to retain the earnings.

C. Deferred tax is recognised, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences. Deferred tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

D. Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. At each balance sheet date, unrecognised and recognised deferred tax assets are reassessed.

E. Current income tax assets and liabilities are offset, and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Deferred tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realise the asset and settle the liability simultaneously.

F. A deferred tax asset shall be recognised for the carryforward of unused tax credits resulting from research and development expenditures to the extent that it is possible that future taxable profit will be available against which the unused tax credits can be utilised.

G. The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

H. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognises the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognised outside profit or loss is recognised in other comprehensive income or equity while the effect of the change on items recognised in profit or loss is recognised in profit or loss.

(28) Share capital

A. Common stock is classified as equity. The classification of preferred stocks is determined according to the special rights attached to the preferred stocks based on the substance of the contract and the definition of financial liabilities and equity instruments. Preferred stocks are classified as liabilities when they have the basic characteristics of financial liabilities; otherwise, they are classified as equity. Incremental costs directly attributable to the issue of new shares or stock options are shown in equity as a deduction, net of tax, from the proceeds.

B. Where the Company repurchases the Company’s equity share capital that has been issued, the consideration paid, including any directly attributable incremental costs (net of income taxes) is deducted from equity attributable to the Company’s equity holders. Where such shares are subsequently reissued, the difference between their carrying amount and any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the Company’s equity holders.

(29) Dividends paid

Dividends are recorded in the Company’s financial statements in the period in which they are approved by the Company’s shareholders or Board of Directors. Cash dividends are recorded as liabilities.

(30) Revenue recognition

A. Sales of goods

(a) The Group sells electronic components. Sales are recognised when the control of the products has been transferred, being when the products are delivered to the customer, and there is no unfulfilled obligation that could affect the customer acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customer, and either the customer has accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.

(b) The goods are often sold with discounts based on aggregate sales. Revenue from these sales is recognised based on the price specified in the contract, net of the estimated sales discounts and allowances. Accumulated experience is used to estimate and provide for the sales discounts and allowances, and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. The estimation is subject to an assessment at each reporting date. A refund liability is recognised for expected discounts payable to customers in relation to sales made until the end of the reporting period. As the time interval between the transfer of committed goods or service and the payment of customer does not exceed one year, the Group does not adjust the transaction price to reflect the time value of money.

(c) A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due. The customer pays at the time specified in the payment schedule. If the payments exceed the merchandise provided, a contract liability is recognised.

B. Services

(a) The Group provides semiconductor development services. Revenue from providing services is recognised in the accounting period in which the services are rendered. For fixed-price contracts, revenue is recognised based on the actual service provided at the end of the reporting period in a proportion to the total services to be provided. This is determined based on the contract costs incurred for services performed to the estimated total cost for the service contract. The customer pays at the time specified in the payment schedule. If the services rendered exceed the payment, a contract asset is recognised. If the payments exceed the services rendered, a contract liability is recognised.

(b) The Group’s estimate about revenue, costs and progress towards complete satisfaction of a performance obligation is subject to a revision whenever there is a change in circumstances. Any increase or decrease in revenue or costs due to an estimate revision is reflected in profit or loss during the period when the management becomes aware of the changes in circumstances.

(31) Business combinations

A. The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured as the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. For each business combination, the Group measures at the acquisition date components of non-controlling interests in the acquiree that are present ownership interests and entitle their holders to the proportionate share of the entity's net assets in the event of liquidation at either fair value or the present ownership instruments' proportionate share in the recognised amounts of the acquiree's identifiable net assets. All other non-controlling interests should be measured at the acquisition-date fair value.

B. The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previous equity interest in the acquiree over the fair value of the identifiable assets acquired and the liabilities assumed is recorded as goodwill at the acquisition date. If the total of consideration transferred, non-controlling interest in the acquiree recognised and the fair value of previously held equity interest in the acquiree is less than the fair value of the identifiable assets acquired and the liabilities assumed, the difference is recognised directly in profit or loss on the acquisition date.

(32) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors that makes strategic decisions.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

(1) Critical judgements in applying the Group's accounting policies

Revenue recognition on a net/gross basis

The Group determines whether the nature of its performance obligation is to provide the specified goods or services itself (i.e. the Group is a principal) or to arrange for the other party to provide those goods or services (i.e. the Group is an agent) based on the transaction model and its economic substance. The Group is a principal if it controls a promised good or service before it transfers the good or service to a customer. The Group recognises revenue at gross amount of consideration to which it expects to be entitled in exchange for those goods or services transferred. The Group is an agent if its performance obligation is to arrange for the provision of goods or services by another party. The Group recognises revenue at the amount of any fee or commission to which it expects to be entitled in exchange for arranging for the other party to provide its goods or services.

Indicators that the Group controls the goods or services before it is provided to a customer include the following:

A. The Group is primarily responsible for the provision of goods or services.

B. The Group assumes the inventory risk before transferring the specified goods or services to the customer or after transferring control of the goods or services to the customer.

C. The Group has discretion in establishing prices for the goods or services.

(2) Critical accounting estimates and assumptions

A. Impairment assessment of goodwill

The impairment assessment of goodwill relies on the Group's subjective judgement, including identifying cash-generating units, allocating assets and liabilities as well as goodwill to related cash-generating units, and determining the recoverable amounts of related cash-generating units. Refer to Note 6(10) for goodwill impairment as of June 30, 2026.

B. Evaluation of inventories

As inventories are stated at the lower of cost and net realisable value, the Group must determine the net realisable value of inventories on balance sheet date using judgements and estimates. Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date and writes down the cost of inventories to the net realisable value. Such an evaluation of inventories is principally based on the estimated selling price in the ordinary course of business within the specified period before the balance sheet date. Therefore, there might be material changes to the evaluation. Refer to Note 6(6) for the carrying amount of inventory as of June 30, 2026.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and revolving funds	$ 4,102	$ 3,407	$ 20,949
Checking accounts and demand deposits	37,144,818	27,678,508	26,278,474
Time deposits	-	456,840	614,512
	$ 37,148,920	$ 28,138,755	$ 26,913,935

A. The Group transacts with a variety of financial institutions all with good credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. As of June 30, 2026, December 31, 2025 and June 30, 2025, the time deposits with maturity date over 3 months of $459,254, $435,560 and $487,253, respectively, are recorded as 'other current assets.'

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

Assets	June 30, 2026	December 31, 2025	June 30, 2025
Current items:			
Equity instruments	$ 6,987	$ 5,912	$ 4,927
Derivatives	4,459	14,126	2,771
	$ 11,446	$ 20,038	$ 7,698
Non-current items:			
Beneficiary certificates	$ 594,959	$ 338,658	$ 341,813
Debt instruments	4,079	1,236	30,011
Hybrid instruments	15,932	38,518	14,579
	$ 614,970	$ 378,412	$ 386,403

Liabilities	June 30, 2026	December 31, 2025	June 30, 2025
Current items:			
Derivatives	$ 19,735	$ 22,616	$ 6,640

A. Amounts recognised in profit or loss in relation to financial assets and liabilities measured at fair value through profit or loss are as follows:

	Three months ended June 30,	
	2026	2025
Derivatives	($ 33,839)	($ 233,887)
Beneficiary certificates	250,205	25,953
Equity instruments	515	(896)
Debt instruments	111	-
Hybrid instruments	202	(1,275)
	$ 217,194	($ 210,105)

	Six months ended June 30,	
	2026	2025
Derivatives	$ 55,407	($ 333,209)
Beneficiary certificates	254,139	7,224
Equity instruments	1,075	(560)
Debt instruments	2,802	-
Hybrid instruments	501	(1,847)
	$ 313,924	($ 328,392)

B. The non-hedging derivative financial assets and liabilities and contract information are as follows:

	June 30, 2026		
Derivative financial assets	Contract amount (Notional principal) (In thousands)		Contract period
Current items:			
Forward foreign exchange contracts	USD (BUY)	30,133	2026.6.26~2026.9.30
Derivative financial liabilities			
Current items:			
Forward foreign exchange contracts	USD (BUY)	318,911	2026.6.26~2026.9.30

	December 31, 2025		
Derivative financial assets	Contract amount (Notional principal) (In thousands)		Contract period
Current items:			
Forward foreign exchange contracts	USD (BUY)	133,083	2025.12.29~2026.1.30
Derivative financial liabilities			
Current items:			
Forward foreign exchange contracts	USD (BUY)	225,000	2025.12.29~2026.1.30

	June 30, 2025		
Derivative financial assets	Contract amount (Notional principal) (In thousands)		Contract period
Current items:			
Forward foreign exchange contracts	USD (BUY)	58,809	2025.6.26~2025.7.31
Derivative financial liabilities			
Current items:			
Forward foreign exchange contracts	USD (BUY)	279,608	2025.5.5~2025.7.31

The Group entered into forward foreign exchange contracts to buy USD to hedge exchange rate risk of foreign currency. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

C. For the derivative transactions, the Group deals with a variety of financial institutions all with high credit quality, so it expects that the probability of counterparty default is remote.

D. The Group has no financial assets measured at fair value through profit or loss pledged to others.

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

Items	June 30, 2026	December 31, 2025	June 30, 2025
Current items:			
Equity instruments	$ 455,940	$ 291,065	$ 249,523
Non-current items:			
Equity instruments	$ 7,683,836	$ 6,137,993	$ 11,406,937

A. The Group had elected to classify certain strategic investments in the above table, including publicly listed companies, emerging stock board companies, and privately held companies, as financial assets measured at fair value through other comprehensive income.

B. On October 1, 2025, the Company acquired the equity interest in NICHIDENBO CORPORATION through the issuance of new shares. After the share exchange, the Company held 35.47% and thereby had significant influence over NICHIDENBO CORPORATION. Thus, the investments in the entity were reclassified as 'investments accounted for using equity method' and were regarded as sale and repurchase.

C. Refer to Note 6(21) for information on changes in fair value recognised in other comprehensive income for the six months ended June 30, 2026 and 2025.

D. The Group has no financial assets measured at fair value through other comprehensive income pledged to others as of June 30, 2026, December 31, 2025 and June 30, 2025.

(4) Notes and accounts receivable

	June 30, 2026	December 31, 2025	June 30, 2025
Notes receivable	$ 1,381,609	$ 1,524,492	$ 1,609,060
Accounts receivable	348,073,362	169,065,445	129,065,757
Less: Allowance for uncollectible accounts	(342,699)	(571,561)	(502,475)
Notes and accounts receivable, net	349,112,272	170,018,376	130,172,342
Overdue receivables	1,062,808	817,968	431,259
Less: Allowance for uncollectible accounts	(1,062,808)	(817,968)	(431,259)
	$ 349,112,272	$ 170,018,376	$ 130,172,342

A. As of June 30, 2026, December 31, 2025 and June 30, 2025, accounts receivable and notes receivable were all from contracts with customers. As of January 1, 2025, the balance of accounts receivable and notes receivable amounted to $142,800,555.

B. Transferred financial assets that are derecognised in their entirety

(a) As of June 30, 2026, December 31, 2025 and June 30, 2025, the Group had outstanding discounted notes receivable amounting to $3,037,206, $3,035,737 and $3,560,881, respectively. However, as the notes receivable are bank's acceptance bills and are discounted without right of recourse, those discounted notes receivable were deducted directly from notes receivable.

(b) The Group entered into factoring agreements with domestic financial institutions to sell its accounts receivable. Under the agreement, the Group is not obligated to bear the default risk of the transferred accounts receivable but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred accounts receivable. Thus, the Group derecognised the transferred accounts receivable, and the related information is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable transferred (Amount derecognised)	$ 71,011,391	$ 43,840,245	$ 35,547,017
Amount advanced	$ 66,247,949	$ 42,207,216	$ 35,567,558
Amount retained (shown as 'other receivables')	$ 4,763,442	$ 1,633,029	$ 885,273

(c) The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

(d) As of June 30, 2025, the Group's transferred accounts receivable amounts and advanced amounts have been converted into New Taiwan Dollars using the closing exchange rate on the balance sheet date and the average exchange rate for the current period, respectively. The retained amounts as of June 30, 2025 were calculated by multiplying the original foreign currency retained amounts at the end of the period by the exchange rate at the end of the period.

C. Transferred financial assets that are not derecognised in their entirety

(a) The Group entered into factoring agreements with domestic financial institutions to sell its accounts receivable. Under the agreement, the Group can transfer non-L/C accounts receivable financing to financial institutions, and the banks have the right of recourse to the transferred accounts receivable. For accounts receivable that will not be recovered in the specific period, the Group will retain risk and returns of such accounts receivable. Accordingly, the Group did not derecognise the accounts receivable where the banks have the right of recourse, and related advance payments were listed in 'short-term borrowings.'

(b) On June 30, 2026, December 31, 2025 and June 30, 2025, the Group has no accounts receivable for sales and advance payments.

D. As of June 30, 2026, December 31, 2025 and June 30, 2025, the interest rates for amounts advanced ranged between 1.68%~4.77%, 1.78%~5.074% and 1.78%~5.55%, respectively.

E. As of June 30, 2026, December 31, 2025 and June 30, 2025, the total limits of the accounts receivable factoring were $351,531,307, $313,206,447 and $123,048,546, respectively.

F. As of June 30, 2026, December 31, 2025 and June 30, 2025, the Group has issued a promissory note of $182,024,318, $176,568,771 and $177,554,091, respectively, as performance guarantee against any business dispute.

G. Refer to Note 6(27) for information on financing charges on accounts receivable factoring for the three months and six months ended June 30, 2026 and 2025.

H. As of June 30, 2026, December 31, 2025 and June 30, 2025, the Group's accounts receivable that are expected to be factored were classified as financial assets at fair value through other comprehensive income in the amounts of $212,443,317, $67,619,449 and $26,596,439, respectively, and recorded as 'accounts receivable.'

I. The Group took out a credit insurance on the accounts receivable from certain main customers, whereby 90% of the receivable amount can be covered when the receivables are uncollectible. As at June 30, 2026, December 31, 2025 and June 30, 2025, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes and accounts receivable was the carrying amount of the notes and accounts receivable.

J. The Group has no notes and accounts receivable pledged to others.

K. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(5) Other receivables

	June 30, 2026	December 31, 2025	June 30, 2025
Amounts retained for accounts receivable factoring	$ 4,763,442	$ 1,633,029	$ 885,273
VAT refund receivable	656,111	622,845	647,040
Input tax	582,412	409,634	392,188
Dividends receivable	489,600	-	-
Government subsidies	369,389	244,143	-
Customs duties refund receivable	167,924	250,552	369,365
Others	583,539	553,093	502,543
	$ 7,612,417	$ 3,713,296	$ 2,796,409

(6) Inventories

	June 30, 2026	December 31, 2025	June 30, 2025
Merchandise inventory	$ 320,166,743	$ 261,298,094	$ 182,000,861
Less: Allowance for inventory obsolescence and market value decline	(1,564,307)	(1,537,733)	(1,519,525)
	$ 318,602,436	$ 259,760,361	$ 180,481,336

The cost recognised as expense for the period:

	Three months ended June 30, 2026	Three months ended June 30, 2025
Cost of inventories sold	$ 570,405,075	$ 248,173,152
Services cost	131,438	117,537
Loss on (gain on reversal of) decline in market value	14,752	(4,575)
	$ 570,551,265	$ 248,286,114

	Six months ended June 30, 2026	Six months ended June 30, 2025
Cost of inventories sold	$ 1,047,570,447	$ 484,208,155
Services cost	195,168	201,862
Loss on (gain on reversal of) decline in market value	14,660	(20,733)
	$ 1,047,780,275	$ 484,389,284

For the three months and six months ended June 30, 2025, the Group reversed a previous inventory write-down which was accounted for as reduction of cost of goods sold because the Group sold some inventories with net realisable value lower than its cost.

(7) Investments accounted for using equity method

	2026	2025
At January 1	$ 9,140,616	$ 31,612
Proceeds from disposal of investments accounted for using equity method	(2,055)	-
Earnings distribution of investments accounted for using equity method	(489,600)	-
Share of profit (loss) of investments accounted for using equity method	464,769	(8,859)
Changes in other equity items	1,685,727	(2,684)
At June 30	$ 10,799,457	$ 20,069

Associates:

A. The basic information of the Group's significant associates is as follows:

Company name	Principal place of business	Shareholding ratio June 30, 2026	Shareholding ratio December 31, 2025	Relationship type	Measurement method
NICHIDENBO CORPORATION	Taiwan	35.47%	35.47%	Significant influence	Equity method

B. The summarised financial information of the associates that are material to the Group is as follows:

Balance Sheet

	NICHIDENBO CORPORATION	
	June 30, 2026	December 31, 2025
Current Assets	$ 12,537,329	$ 10,305,913
Non-current Assets	14,430,704	9,868,558
Current Liabilities	(8,019,227)	(6,015,257)
Non-current Liabilities	(312,709)	(288,697)
Total Net Assets	$ 18,636,097	$ 13,870,517
Share of Net Assets in Associates	$ 6,589,156	$ 4,900,179
Goodwill	2,986,998	2,986,998
Others	1,206,273	1,234,240
Book value of associates	$ 10,782,427	$ 9,121,417

Comprehensive income statement

	NICHIDENBO CORPORATION	
	Three months ended June 30, 2026	Six months ended June 30, 2026
Revenue	$ 5,153,773	$ 9,646,164
Net profit from continuing operations	$ 919,890	$ 1,411,494
Other comprehensive income (net of tax)	37,585	4,728,779
Total comprehensive income for the period	$ 957,475	$ 6,140,273
Dividends received from associates (Recorded as 'other receivable')	$ 489,600	$ -

C. The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarised below:

	Three months ended June 30,	
	2026	2025
Loss for the period from continuing operations	($ 213)	($ 5,374)
Other comprehensive income, net of tax	19	35
Total comprehensive loss	($ 194)	($ 5,339)

	Six months ended June 30,	
	2026	2025
Loss for the period from continuing operations	($ 361)	($ 8,859)
Other comprehensive (loss) income, net of tax	(22)	2
Total comprehensive loss	($ 383)	($ 8,857)

D. The Group's major associates with publicly quoted market prices have the following fair values:

	June 30, 2026	December 31, 2025
NICHIDENBO CORPORATION	$ 32,895,000	$ 10,036,800

E. On October 1, 2025, the Company acquired the equity interest in NICHIDENBO CORPORATION through the issuance of new shares. Please refer to Note 6(3) for details. After the share exchange, the Company is the single largest shareholder of NICHIDENBO CORPORATION with a 35.47% equity interest. Given that the Company does not hold the voting rights of more than half of its shareholders attendance rate, which indicates that the Company has no current ability to direct the relevant activities of NICHIDENBO CORPORATION, the Company has no control, but only has significant influence, over the investee.

(8) Property, plant and equipment

	Land	Buildings	Office equipment	Others	Total
At January 1, 2026					
Cost	$471,596	$ 4,100,482	$ 6,012,378	$ 1,569,560	$ 12,154,016
Accumulated depreciation and impairment	-	(835,582)	(5,258,654)	(1,341,129)	(7,435,365)
	$471,596	$ 3,264,900	$ 753,724	$ 228,431	$ 4,718,651
2026					
Opening net book amount	$471,596	$ 3,264,900	$ 753,724	$ 228,431	$ 4,718,651
Additions	-	1,051	118,712	161,370	281,133
Disposals	-	-	(4,116)	(2,734)	(6,850)
Reclassifications	-	(1,021)	396	(433)	(1,058)
Depreciation charge	-	(56,045)	(115,900)	(59,168)	(231,113)
Net exchange differences	4,818	113,393	9,942	5,944	134,097
Closing net book amount	$476,414	$ 3,322,278	$ 762,758	$ 333,410	$ 4,894,860
At June 30, 2026					
Cost	$476,414	$ 4,231,458	$ 6,185,460	$ 1,729,233	$ 12,622,565
Accumulated depreciation and impairment	-	(909,180)	(5,422,702)	(1,395,823)	(7,727,705)
	$476,414	$ 3,322,278	$ 762,758	$ 333,410	$ 4,894,860

	Land	Buildings	Office equipment	Others	Total
At January 1, 2025					
Cost	$484,872	$ 2,547,206	$ 6,000,969	$ 1,813,430	$ 10,846,477
Accumulated depreciation and impairment	-	(728,628)	(5,400,858)	(1,525,469)	(7,654,955)
	$484,872	$ 1,818,578	$ 600,111	$ 287,961	$ 3,191,522
2025					
Opening net book amount	$484,872	$ 1,818,578	$ 600,111	$ 287,961	$ 3,191,522
Additions	-	14,574	233,682	19,867	268,123
Disposals	-	-	(4,385)	(1,459)	(5,844)
Reclassifications	-	10,406	11,954	(22,360)	-
Depreciation charge	-	(35,080)	(105,153)	(48,836)	(189,069)
Net exchange differences	(35,108)	(186,638)	(68,713)	(22,215)	(312,674)
Closing net book amount	$449,764	$ 1,621,840	$ 667,496	$ 212,958	$ 2,952,058
At June 30, 2025					
Cost	$449,764	$ 2,320,026	$ 5,554,367	$ 1,651,637	$ 9,975,794
Accumulated depreciation and impairment	-	(698,186)	(4,886,871)	(1,438,679)	(7,023,736)
	$449,764	$ 1,621,840	$ 667,496	$ 212,958	$ 2,952,058

Office and other equipment as at June 30, 2026 and 2025 were for the Group's own use and not for lease.

(9) Leasing arrangements - lessee

A. The Group leases various assets including land, office and warehouse. Except for right-of-use land for periods of 20 to 50 years, the rental contracts are typically made for periods of 1 to 10 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. Short-term leases with a lease term of twelve months or less comprise certain offices, parking space and printers.

C. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
	Carrying amount	Carrying amount	Carrying amount
Land	$ -	$ -	$ 320,371
Buildings and structures	1,471,161	1,778,703	1,332,204
	$ 1,471,161	$ 1,778,703	$ 1,652,575

	Three months ended June 30,	
	2026	2025
	Depreciation charge	Depreciation charge
Land	$ -	$ 1,882
Buildings and structures	182,171	180,281
	$ 182,171	$ 182,163

	Six months ended June 30,	
	2026	2025
	Depreciation charge	Depreciation charge
Land	$ -	$ 3,870
Buildings and structures	364,890	381,520
	$ 364,890	$ 385,390

D. For the three months and six months ended June 30, 2026 and 2025, the additions to right-of-use assets were $46,695, $12,535, $56,835 and $24,431, respectively.

E. The information on income or expense accounts relating to lease contracts is as follows:

	Three months ended June 30,	
	2026	2025
Items affecting profit or loss		
Interest expense on lease liabilities	$ 18,067	$ 15,532
Expense on short-term lease contracts	83,430	63,185

	Six months ended June 30,	
	2026	2025
Items affecting profit or loss		
Interest expense on lease liabilities	$ 37,546	$ 35,775
Expense on short-term lease contracts	161,627	124,602

F. For the three months and six months ended June 30, 2026 and 2025, the Group’s total cash outflow for leases were $285,154, $254,458, $564,743 and $524,939, respectively.

(10) Intangible assets

	Goodwill	Software	Customer relationship	Total
At January 1, 2026				
Cost	$ 31,172,367	$ 1,525,398	$ 8,606,635	$ 41,304,400
Accumulated amortisation and impairment	(315,380)	(1,243,051)	(918,418)	(2,476,849)
	$ 30,856,987	$ 282,347	$ 7,688,217	$ 38,827,551
2026				
Opening net book amount	$ 30,856,987	$ 282,347	$ 7,688,217	$ 38,827,551
Additions	-	129,116	-	129,116
Reclassifications	-	1,298	-	1,298
Amortisation charge (shown as ‘general and administrative expenses’)	-	(68,401)	(189,759)	(258,160)
Net exchange differences	312,031	3,286	78,588	393,905
Closing net book amount	$ 31,169,018	$ 347,646	$ 7,577,046	$ 39,093,710
At June 30, 2026				
Cost	$ 31,181,018	$ 1,640,595	$ 8,652,957	$ 41,474,570
Accumulated amortisation and impairment	(12,000)	(1,292,949)	(1,075,911)	(2,380,860)
	$ 31,169,018	$ 347,646	$ 7,577,046	$ 39,093,710

	Goodwill	Software	Customer relationship	Total
At January 1, 2025				
Cost	$ 32,428,594	$ 1,469,403	$ 8,968,212	$ 42,866,209
Accumulated amortisation and impairment	(228,208)	(1,295,446)	(495,450)	(2,019,104)
	$ 32,200,386	$ 173,957	$ 8,472,762	$ 40,847,105
2025				
Opening net book amount	$ 32,200,386	$ 173,957	$ 8,472,762	$ 40,847,105
Additions	-	57,412	-	57,412
Disposal	-	(382)	-	(382)
Amortisation charge (shown as ‘general and administrative expenses’)	-	(42,786)	(196,503)	(239,289)
Impairment loss	(87,419)	-	(16,901)	(104,320)
Net exchange differences	(3,365,102)	(16,235)	(898,540)	(4,279,877)
Closing net book amount	$ 28,747,865	$ 171,966	$ 7,360,818	$ 36,280,649
At June 30, 2025				
Cost	$ 29,063,245	$ 1,380,453	$ 8,012,354	$ 38,456,052
Accumulated amortisation and impairment	(315,380)	(1,208,487)	(651,536)	(2,175,403)
	$ 28,747,865	$ 171,966	$ 7,360,818	$ 36,280,649

A. Goodwill is allocated to the Group's cash-generating units identified according to operating segment as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Canada	$ 21,144,708	$ 28,111,559	$ 26,103,167
Greater China Region	8,446,876	1,192,266	1,176,089
All other segments	1,577,434	1,553,162	1,468,609
	$ 31,169,018	$ 30,856,987	$ 28,747,865

B. Goodwill is allocated to the Group's cash-generating units identified according to operating segment. The recoverable amount of all cash-generating units has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections based on financial budgets approved by the management covering a five-year period.

The future cash flows were estimated based on the annual revenue, gross profit and other operating expenses in the future. Management determined budgeted gross profit based on past performance and their expectations of market development. The Group's estimated average annual revenue growth rate for the six months ended June 30, 2026 and 2025 were 0%~3% and -15.57%~5%, respectively; the assumption used for discount rate is the weighted average capital cost of the Group. As of June 30, 2026, December 31, 2025 and June 30, 2025, the key valuations used for pre-tax discount rate to reflect risk of related cash-generating units were 6.6%~8.14%, 6.02%~10.06% and 5.14%~8.95%, respectively. Based on the aforementioned assessment, the Group recognised impairment loss amounting to $104,320 for the six months ended June 30, 2025.

C. There were no intangible assets that were pledged to others.

(11) Short-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
Credit loans	$ 53,125,544	$ 25,569,230	$ 33,437,620
Interest rates per annum	1.9%~4.76%	1.90%~4.55%	1.88%~2.35%

(12) Short-term notes and bills payable

	June 30, 2026	December 31, 2025	June 30, 2025
Commercial paper	$ -	$ 1,700,000	$ 1,400,000
Amortisation of discount	-	(908)	(1,669)
	$ -	$ 1,699,092	$ 1,398,331
Coupon rate	-	1.55%~1.80%	1.64%~1.77%

The notes and bills were issued under guarantee and acceptance offered by the financial institutions to fund short-term capital. The issuance period is within 90 days.

(13) Other payables

	June 30, 2026	December 31, 2025	June 30, 2025
Dividends payable	$ 10,185,246	$ -	$ 6,997,486
Salaries and bonuses payable	4,038,211	3,972,590	2,952,828
Accrued VAT payable	715,272	695,248	318,218
Freight payable	443,755	318,401	283,258
Finance costs payable	332,350	112,697	119,681
Insurance expense payable	325,152	378,060	250,734
Services payable	168,542	186,642	184,891
Others	1,120,291	1,213,691	1,504,913
	$ 17,328,819	$ 6,877,329	$ 12,612,009

(14) Bonds payable

	June 30, 2026	December 31, 2025	June 30, 2025
Bonds payable	$ 11,276,424	$ 11,276,424	$ -
Less: Discount on bonds payable	(421,456)	(574,525)	-
	$ 10,854,968	$ 10,701,899	$ -

A. The Company issued the overseas unsecured convertible bonds and completed the pricing as approved by the competent authority. The terms are as follows:

(a) The total issuance amounted to USD 350 million, with a coupon rate of 0%, and the bonds mature 2 years from November 24, 2025 to November 24, 2027. The convertible bonds will be fully redeemed at the face value in cash at the maturity date. The bonds were listed on the Singapore Exchange on November 25, 2025. Upon maturity, the convertible bonds will be redeemed by the Company in USD at the yielding rate, which is the face value plus an annual interest rate of 1.125% (calculated once semi-annually).

(b) Except for the bonds redeemed early, repurchased and retired, bonds that were converted by their bondholders and the mandatory stop transfer period regulated by the relevant laws and agreed in the bond indenture separately, the bondholders have the right to ask for conversion of the bonds into newly issued common shares of the Company in accordance with the relevant regulation and the bond indenture during the period from the date after three months of the bonds issue (excluding the issuance date) to 10 days before the maturity date, or on the day that the bondholders exercise the put option, or the fifth business day before the issuing company exercises its right of redemption (excluding the maturity date).

(c) The conversion price of the bonds is set up based on the pricing model specified in the terms of the bonds (the conversion price is $181.70 (in dollars) per share), and is subject to adjustments if the condition of the anti-dilution provisions occurs subsequently. On June 14, 2026, the conversion price was $176.35 (in dollars) per share.

(d) Under the terms of the bond issuance and conversion, the bonds redeemed (including bonds repurchased from the secondary market), early redeemed, matured or the bonds converted and sold back by the bondholders will be cancelled and not to be re-issued.

B. Regarding the issuance of convertible bonds, the equity conversion options amounting to $185,303 were separated from the liability component and were recognised in 'capital surplus - share options' in accordance with IAS 32.

(15) Long-term loans

		June 30, 2026		
Type of loans	Period	Credit line	Interest rate	Amount
Mid-term borrowings (KGI Bank)	2024.12.5 ~2027.12.3	1,000,000	2.0381%	$ 800,000
Less: Long-term loans, current portion				(400,000)
				$ 400,000

		December 31, 2025		
Type of loans	Period	Credit line	Interest rate	Amount
Mid-term syndicated loans (note B)	2024.3.27 ~2029.3.27	$ 30,000,000	2.7484%	$ 6,027,317
Mid-term syndicated loans (note B)	2024.3.27 ~2029.3.27	30,000,000	2.7484%	6,027,317
Mid-term syndicated loans (note A)	2022.6.27 ~2027.6.27	24,000,000	2.2981%	10,000,000
Mid-term syndicated loans (note C)	2023.8.25 ~2028.8.25	20,000,000	2.2622%	8,240,000
Mid-term borrowings (Export-Import Bank of the Republic of China)	2023.4.24 ~2028.4.24	400,000	2.2178%	400,000
Mid-term borrowings (KGI Bank)	2024.12.5 ~2027.12.3	1,000,000	2.0381%	1,000,000
Mid-term borrowings (United Overseas Bank)	2021.3.17 ~2026.3.16	122,200	2%	7,938
Mid-term borrowings (United Overseas Bank)	2021.4.5 ~2026.4.4	122,200	2%	10,563
				31,713,135
Less: Long-term loans, current portion				(8,032,002)
				$ 23,681,133

Type of loans	Period	June 30, 2025 Credit line	Interest rate	Amount
Mid-term syndicated loans (note B)	2024.3.27 ~2029.3.27	$ 30,000,000	2.7484%	$ 7,890,692
Mid-term syndicated loans (note B)	2024.3.27 ~2029.3.27	30,000,000	2.7484%	7,890,692
Mid-term syndicated loans (note A)	2022.6.27 ~2027.6.27	24,000,000	2.2979%	3,000,000
Mid-term syndicated loans (note A)	2021.7.29 ~2026.7.29	12,000,000	2.2727%~ 2.2979%	6,000,000
Mid-term syndicated loans (note C)	2023.8.25 ~2028.8.25	20,000,000	2.2622%	19,440,000
Mid-term borrowings (Export-Import Bank of the Republic of China)	2023.4.24 ~2028.4.24	400,000	2.2178%	400,000
Mid-term borrowings (KGI Bank)	2024.12.5 ~2027.12.3	1,000,000	2.0375%	1,000,000
Mid-term borrowings (United Overseas Bank)	2021.3.17 ~2026.3.16	114,350	2%	22,146
Mid-term borrowings (United Overseas Bank)	2021.4.5 ~2026.4.4	114,350	2%	24,577
				45,668,107
Less: Long-term loans, current portion				(7,500,224)
				$ 38,167,883

A. On April 27, 2021, May 9, 2022 and July 15, 2025, the Group's Board of Directors resolved to sign syndicated loan agreements with a financial institution amounting to NT$12 billion, NT$24 billion and NT$36 billion, respectively. As stipulated in the syndicated loan agreements:

(a) Credit period: 5 years after the date of first drawdown of any credit line.

(b) Drawdown period: The day before 5 years after the date of first drawdown. However, maturity date of each borrowing shall not exceed the credit period. The borrower may apply for re-utilisation within the credit period 5 years after the date of first drawdown according to the capital situation. However, each drawdown must be fully repaid before the expiry of the credit period.

(c) Financial commitment: The borrower's consolidated financial statements shall maintain the following financial ratios and regulations:

i. Current ratio: Shall be at least 100%.

ii. Net debt ratio: Shall be no more than 250%.

iii. Interest coverage ratio shall be at least 200%.

The abovementioned financial ratios are reviewed semi-annually.

B. On January 31, 2024, the Group's Board of Directors resolved to sign a syndicated loan agreement with a financial institution amounting to NT$60 billion to support the acquisition of 100% equity interest in FUTURE ELECTRONICS INC. As stipulated in the syndicated loan agreement:

(a) Credit item and facility: The total credit facility is NT$60 billion.

(b) Credit period: 5 years after the date of first drawdown.

(c) Drawdown period: 5 years after the date of first drawdown. Maturity date of each borrowing shall not exceed the credit period.

(d) Financial commitments:

i. The borrower's consolidated financial statements shall maintain the following financial ratios and regulations:

(i) Current ratio: Shall be at least 100%.

(ii) Net debt ratio: Shall not be higher than 500% starting from the year ending December 31, 2024 and shall not be adjusted higher than 400% starting from the year ending December 31, 2026.

(iii) Interest coverage ratio shall be at least 200%.

The abovementioned financial ratios are reviewed semi-annually.

ii. The financial statements of FUTURE ELECTRONICS INC. shall maintain the following financial ratios and regulations, which shall be applicable from the report for the year beginning January 1, 2024:

(i) Current ratio: Shall be at least 100%.

(ii) Debt ratio: Shall not be more than 100%.

(iii) Interest coverage ratio shall be at least 200%.

(iv) Net assets shall be at least US$2.4 billion.

The abovementioned financial ratios are reviewed annually.

(e) Collateral:

The Group pledged 100% stocks of FUTURE ELECTRONICS INC. as the collateral.

C. On August 2, 2023, the Group's Board of Directors resolved to sign a syndicated loan agreement with a financial institution amounting to NT$20 billion. As stipulated in the syndicated loan agreement:

(a) Credit period: 5 years after the date of first drawdown.

(b) Drawdown period: The day before 5 years after the date of first drawdown. However, maturity date of each borrowing shall not exceed the credit period of each drawdown. The borrower may apply for re-utilisation from the date of first drawdown for 5 years according to the capital situation. However, each drawdown must be fully repaid before the expiry of the credit period.

(c) Financial commitments: The borrower's consolidated financial statements shall maintain the following financial ratios and regulations:

i. Current ratio: Shall be at least 100%.

ii. Net debt ratio: Shall be no more than 280%.

iii. Interest coverage ratio shall be at least 200%.

The abovementioned financial ratios are reviewed semi-annually.

D. The Group's financial ratios in the consolidated financial statements for the six months ended June 30, 2026 have met the required covenants under the abovementioned outstanding borrowing contract.

E. The Group's liquidity risk is provided in Note 12.

(16) Pensions

A. Defined benefit pension plan

(a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions for the deficit by next March.

(b) For the aforementioned pension plan, the Group recognised pension costs of $485, $317, $943 and $604 for the three months and six months ended June 30, 2026 and 2025, respectively.

(c) Expected contributions to the defined benefit pension plan of the Group for the year ending December 31, 2027 amount to $3,309.

B. Defined contribution pension plan

(a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) The Company's subsidiaries in Mainland China have a defined contribution plan in accordance with the pension regulations in the People's Republic of China (PRC). These companies contribute monthly an amount based on 14%~16% of the employees' monthly salaries based on the employees' domiciles to their independent funds administered by the government. For the subsidiaries in Hong Kong, these companies and their employees each contribute monthly an amount equal to 5% of the employees' monthly salaries pursuant to the legislation in Hong Kong. Each fund is managed by the government. Except for the monthly contribution, these companies have no other obligation.

(c) The pension costs under the defined contribution pension plans of the Group for the three months and six months ended June 30, 2026 and 2025 were $189,072, $180,037, $380,537 and $357,073, respectively.

(17) Share-based payment

A. For the six months ended June 30, 2026 and 2025, the Group's share-based payment arrangements are as follows:

Type of arrangement	Grant date	Quantity granted	Vesting conditions
Restricted stocks to employees	2021.1.13	2,992 thousand shares	(a) and (b)
Employee stock options	2021.3.18	12,000 thousand shares	(c)
Restricted stocks to employees	2021.7.28	2,788 thousand shares	(a) and (b)
Employee stock options	2022.1.6	18,854 thousand shares	(c)
Cash capital increase by issuing common stock reserved for employee preemption	2023.11.15~ 2023.11.17	6,511 thousand shares	Vested immediately
Employee stock options	2024.10.23	22,849 thousand shares	(d)
Employee stock options	2025.11.4	1,870 thousand shares	(d)
Restricted stocks to employees	2025.11.14	4,334 thousand shares	(e) and (f)

(a) The vesting percentage for the employee who has rendered service to the Company since the grant date is 25% each year.

(b) The issued employee restricted shares before meeting the vesting conditions are subject to certain restrictions as follows:

i. Employee restricted shares cannot be sold, pledged, transferred, donated to others, set purposes or disposed in any other ways, except for inheritance.

ii. The rights to attend, propose, speak and vote at the shareholders meeting are the same as the issued common stock of the Company and are implemented in accordance with the trust custody contract.

iii. Other rights including but not limited to dividends, distribution rights of legal reserve and capital surplus and share options of cash capital increase, etc. are the same as the Company's issued common stock, do not need to be kept in trust and are not restricted by the vesting period.

(c) Employees can exercise 50%, 25% and 25% of their option after 2 years, 3 years and 4 years from the grant date of employee stock options, respectively.

(d) Employees can exercise 30%, 30% and 40% of their option after 2 years, 3 years and 4 years from the grant date of employee stock options, respectively.

(e) The vesting percentage is 25% each year of service following the grant date, subject to achieving the Company's operational performance targets. The aforementioned operational performance targets are based on the Company's audited consolidated financial statements for the fiscal year preceding each vesting date, and require meeting at least one of the following two conditions:

i. The Company's earnings per share (EPS) is not less than NT$5.

ii. The Company's earnings per share (EPS) is not less than the average EPS of three comparable industry peers for the same period.

(f) The issued employee restricted shares before meeting the vesting conditions are subject to certain restrictions as follows:

i. Employee restricted shares cannot be sold, pledged, transferred, donated to others, set purposes or disposed in any other ways.

ii. The rights to attend, propose, speak and vote at the shareholders meeting are the same as the issued common stock of the Company and are implemented in accordance with the trust custody contract.

iii. Other rights including but not limited to dividends, distribution rights of legal reserve and capital surplus and share options of cash capital increase, etc. are the same as the Company's issued common stock, do not need to be kept in trust and are not restricted by the vesting period.

B. The fair value of stock options granted on grant date is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility (%)	Expected option life (years)	Expected dividends	Risk-free interest rate (%)	Fair value per unit (in dollars)
Restricted stocks to employees	2021.1.13	$ 42.05	$ -	-	4	-	-	$ 42.05
Employee stock options	2021.3.18	$ 46.80	$ 46.80	18.44~ 18.46	4~5	-	0.31~ 0.34	$ 7.0985~ $ 8.1307
Restricted stocks to employees	2021.7.28	$ 61.20	$ -	-	4	-	-	$ 58.0011
Employee stock options	2022.1.6	$ 75.40	$ 75.40	21.06~ 22.66	3.5~4.5	-	0.55~ 0.62	$ 13.2673~ $ 14.2005
Cash capital increase by issuing common stock reserved for employee preemption	2023.11.15~ 2023.11.17	$ 114.00~ $ 124.50	$ 95.00	-	-	-	-	$ 19.00~ $ 29.50
Employee stock options	2024.10.23	$ 115.50	$115.50	34.85~ 36.43	4~5	-	1.42~ 1.44	$ 35.2252~ $ 37.9548
Employee stock options	2025.11.4	$ 149.00	$149.00	36.76~ 39.04	4~5	-	1.18~ 1.19	$ 47.7175~ $ 50.5730
Restricted stocks to employees	2025.11.14	$ 147.00	$ -	-	4	-	-	$ 147.00

C. Details of the stock options for the six months ended June 30, 2026 and 2025 are disclosed as follows:

	2026		
	No. of options (in thousands)	Weighted-average exercise price (in dollars)	Weighted-average remaining contractual period
Options outstanding at January 1	32,656	$ 97.06	
Options exercised	(5,158)	55.74	
Options forfeited	(268)	108.90	
Options outstanding at June 30	27,230	103.44	3.92 years
Options exercisable at June 30	3,375		

	2025		
	No. of options (in thousands)	Weighted-average exercise price (in dollars)	Weighted-average remaining contractual period
Options outstanding at January 1	38,240	$ 91.27	
Options exercised	(4,502)	52.64	
Options forfeited	(531)	79.32	
Options expired	(7)	62.20	
Options outstanding at June 30	33,200	96.44	4.19 years
Options exercisable at June 30	6,456		

D. The weighted-average stock price of stock options were $189.52 and $110.10 (in dollars) for the six months ended June 30, 2026 and 2025, respectively.

E. Details of the employee restricted shares for the six months ended June 30, 2026 and 2025 are disclosed as follows:

	2026	2025
	No. of shares (in thousands)	No. of shares (in thousands)
Shares outstanding at January 1	4,341	1,283
Shares redeemed at beginning of year but not yet forfeited	-	7
Shares vested	(2)	(656)
Shares forfeited	(2)	(24)
Shares redeemed, not yet forfeited	(24)	(9)
Shares outstanding at June 30	4,313	601

F. Compensation cost of share-based payment of $157,970, $75,993, $316,076 and $155,723 were recognised for the three months and six months ended June 30, 2026 and 2025, respectively.

(18) Share capital

As of June 30, 2026, the Company's authorised capital was $30,000,000, of which a portion may be issued as preferred stock, consisting of 3 billion shares (including 300 million shares reserved for employee stock options), and the paid-in capital was $12,691,483 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

Common stock

A. Movements in the number of the Company's common stock (including certificate of entitlement to new shares from convertible bonds) outstanding are as follows:

	2026	2025
	Shares (in thousands)	Shares (in thousands)
At January 1	1,265,431	1,117,153
Employee stock options exercised	5,158	4,502
Cancellation of employee restricted shares	(2)	(24)
At June 30	1,270,587	1,121,631

B. For the six months ended June 30, 2026 and 2025, employees of the Company exercised employee stock options, which have been converted into 5,158 thousand and 4,502 thousand common stocks, respectively. There are still 1,438 thousand and 380 thousand common stocks that were recorded under 'certificate of entitlement to new shares from convertible bonds' because the change in registration has not yet been completed as of June 30, 2026 and 2025, respectively.

C. For the six months ended June 30, 2026 and 2025, the Company has retrieved 2 thousand and 24 thousand of employee restricted shares, respectively, for not satisfying vesting conditions, and the Company cancelled and retired the shares in accordance with the regulations.

Global depositary receipts

A. On February 29, 2024, the Company's Board of Directors resolved to increase capital by issuing common stock to participate in the issuance of the global depositary receipts to support the capital requirement for the purchases of materials in foreign currency. The capital increase was approved by the Financial Supervisory Commission on March 26, 2024 and 17,000 thousand units of global depositary receipts were issued at the Luxembourg Stock Exchange on April 12, 2024 at a price of US$20.08 (in dollars) per unit. The global depositary receipts represented 85,000 thousand shares of the Company's common stock. The amount after deducting issuance cost was US$337,497 thousand (NT$10,850,853 thousand). Each unit of the global depositary receipts represents 5 shares of the Company's common stocks.

B. On October 13, 2025, the Company's Board of Directors resolved to increase capital by issuing common stock to participate in the issuance of the global depositary receipts to support the capital requirement for the purchases of materials in foreign currency. The capital increase was approved by the Financial Supervisory Commission on November 12, 2025 and 18,000 thousand units of global depositary receipts were issued at the Luxembourg Stock Exchange on November 20, 2025 at a price of US$21.6 (in dollars) per unit. The global depositary receipts represented 90,000 thousand shares of the Company's common stock. The amount after deducting issuance cost was US$385,426 thousand (NT$12,040,678 thousand). Each unit of the global depositary receipts represents 5 shares of the Company's common stocks.

C. On March 31, 2026, the Company's Board of Directors resolved to increase capital by issuing common stock to participate in the issuance of the global depositary receipts. As of the date of approval and issuance of the financial statements on August 6, 2026, this matter has not yet been completed.

Preferred stock

On July 2, 2020, the Board of Directors resolved to increase the Company’s capital in the amount of $6,750,000 by issuing 135 million shares of Class A preferred stocks with a par value of $10 (in dollars) per share issued at $50 (in dollars) per share. The capital injection was approved by the Financial Supervisory Commission on July 29, 2020, and the effective date was set on October 15, 2020. The rights and obligations of these outstanding preferred stocks are as follows:

A. Expiration date: The Company’s Class A preferred stocks are perpetual. The shareholders of Class A preferred stocks cannot request the Company to retire the preferred stocks they hold but all or certain parts are callable at any time from the next day of five years after issuance at the actual issue price. The outstanding Class A preferred stocks sustained all the rights and obligations specified in the issuance terms. Dividends payable as of the redemption date shall be calculated based on the actual outstanding days if the Board of Directors resolved to distribute the current year’s dividends.

B. Dividends: The Company’s Class A preferred stocks have an original fixed dividend rate of 4% per annum. The dividend rate will be reset on the next business day following the completion of five years from the issuance date. The pricing effective date for the rate reset is two business days in Taipei financial industry prior to the IRS rate reset date (i.e., October 13, 2025). The five-year interest rate swap (IRS) rate is determined by the arithmetic average of the five-year IRS rates quoted on Reuters pages “TAIFXIRS” and “COSMOS3” at 11:00 a.m. (Taipei time) on the pricing effective date, which is 1.714%. A fixed markup of 3.3875%, established at issuance, is added to this rate. Therefore, the dividend rate is reset to 5.1015% per annum, effective from October 15, 2025.

C. Dividend distribution: Dividends of Class A preferred stocks are distributed once per year in the form of cash. The effective date for distributing previous year’s distributable dividends will be set by the Board of Directors or the chairman who is authorised by the Board of Directors. Dividend distributions in the years of issuance and redemption are calculated based on the actual outstanding days. The current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating deficit and then set aside as legal reserve. Special reserve shall be set aside or reversed as required by regulations or the Competent Authority when necessary. The remainder, if any in the current year, can be distributed as dividends of preferred stocks in first priority.

   The Company has discretion in dividend distribution of Class A preferred stocks. The Company could choose not to distribute dividends of preferred stocks when resolved by the Board of Directors, which would not lead to default if the Company has no or has insufficient current year’s earnings for distribution or has other considerations. In addition, the amounts of undistributed dividends or insufficient distributed dividends will not be deferred to future years when the Company has earnings.

D. Excess dividend distribution: Besides the aforementioned dividends, the shareholders of Class A preferred stocks could not participate in the distribution of cash and capitalised assets for common shares derived from earnings and capital surplus.

E. Residual property distribution: The shareholders of Class A preferred stocks have priority over shareholders of common stocks in distributing the Company's residual properties and have the same priority with other preferred stockholders of the Company, but behind the general creditor. In addition, the limit is the amount calculated by shares of outstanding preferred stocks issued and the issue price when distributing.

F. Right to vote and be elected: The shareholders of Class A preferred stocks have no right to vote and be elected as directors in the shareholders' meeting of the Company but have the right to vote at the shareholders' meetings of Class A preferred stocks and at the Company's shareholders' meetings only when there are matters unfavourable to the rights and obligations of the Class A preferred shareholders.

G. Conversion to common shares: Class A preferred stocks could not be converted to common shares.

H. The preemptive rights for shareholders of Class A preferred stocks are the same as of common shareholders when the Company increases its capital by issuing new shares.

I. Capital surplus arising from premium issuance of Class A preferred stocks can be used to offset against accumulated deficit but cannot be capitalised during the issuance period.

On October 13, 2025, the Company's Board of Directors resolved to authorise the Chairman with full authority to handle and determine matters including, but not limited to, the record date for capital reduction through cancellation, the redemption record date and delisting date, the payment date, and the dividends payable. On January 15, 2026, the Chairman approved the full redemption of all Class A preferred shares. February 26, 2026 was designated as the maturity redemption date and delisting date. The registration was approved by the Ministry of Economic Affairs on March 23, 2026, and has been completed.

(19) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further to the above considerations, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient. Changes in capital surplus are as follows:

	2026					
	Share premium	Employee stock options	Stock options	Restricted stocks to employees	Net change in equity of associates and subsidiaries	Total
At January 1	$ 65,216,204	$ 439,238	$ 185,303	$ 594,078	$ 12,590	$ 66,447,413
Capital injection	(14,193)	-	-	-	-	(14,193)
Redemption of preferred stock	(5,400,000)	-	-	-	-	(5,400,000)
Cancellation of employee restricted shares	-	-	-	15	-	15
Changes in ownership interests in subsidiaries	-	-	-	-	6,302	6,302
Employee stock options exercised	304,352	(69,489)	-	-	-	234,863
Compensation cost of share-based payments	-	155,696	-	-	-	155,696
At June 30	$ 60,106,363	$ 525,445	$ 185,303	$ 594,093	$ 18,892	$ 61,430,096

	2025				
	Share premium	Employee stock options	Restricted stocks to employees	Net change in equity of associates and subsidiaries	Total
At January 1	$ 47,381,597	$ 226,089	$ 51,030	$ 14,768	$ 47,673,484
Vesting of employee restricted shares	21,105	-	(21,105)	-	-
Cancellation of employee restricted shares	-	-	245	-	245
Changes in ownership interests in subsidiaries	-	-	-	(1,983)	(1,983)
Changes in restricted stocks to employees	-	-	(436)	-	(436)
Employee stock options exercised	242,454	(50,525)	-	-	191,929
Compensation cost of share-based payments	-	141,244	-	-	141,244
At June 30	$ 47,645,156	$ 316,808	$ 29,734	$ 12,785	$ 48,004,483

(20) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay taxes and offset accumulated losses; and set aside a legal reserve at 10% of such remaining earnings, until the accumulated legal reserve has equaled the total paid-in capital of the Company; then, set aside a special reserve in accordance with applicable laws or regulations of the competent authority. Residual earnings (distributable earnings in the current year) plus undistributed earnings at the beginning of the period is the accumulated retained earnings, which shall first be distributed as dividends to holders of Preferred Stocks, and distribution of such earnings shall be submitted by the Board of Directors to the shareholders' meeting for approval.

B. In accordance with Article 240 of the Company Act, the Board of Directors is authorised, upon resolution adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors, to distribute dividends and bonus of all or part of the legal reserve and capital surplus in the form of cash based on the regulations specified in Article 241 of the Company Act which shall be reported to the shareholders during their meeting. Said distribution is not subject to the regulation which requires that the distribution shall be resolved by the shareholders during their meeting.

C. The Company's dividend policy is regulated by the Board of Directors taking into consideration the Company's operations, future investment plans, capital budget and internal/external situations. As the Company is in the growth stage, most of retained earnings will be used to support business development and investment requirements and consequently, the minimum cash dividend and extra dividend policy is adopted by the Company. The Company's dividend policy is summarised below:

   At least 40% of the Company's distributable earnings of the current year shall be appropriated as stock dividends and cash dividends, taking into account profits in the future and capital needs, and cash dividends shall account for at least 10% of the total dividends distributed. In the event the total earnings appropriation exceeds 30% of the Company's paid-in capital before appropriation, cash dividends shall account for at least 20% of the total dividends distributed.

D. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

E. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

F. According to the resolutions adopted by the shareholders during their meetings in May 2026 and May 2025, the distribution information of the Company's 2025 and 2024 earnings, respectively, is as follows:

	Years ended December 31,			
	2025		2024	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	$ 1,417,572		$ 1,387,290	
Special reserve	1,737,516		-	
Dividends on preferred stock	285,889	$ 2.118	270,000	$ 2.000
Cash dividends of common stockholders	9,899,357	7.800	6,727,486	6.000
	$ 13,340,334		$ 8,384,776	

Information on the appropriation of the Company’s earnings as approved by the shareholders will be posted in the “Market Observation Post System” at the website of the Taiwan Stock Exchange.

(21) Other equity items

	Unrealised gains (losses) on valuation	Currency translation	Others	Total
At January 1, 2026	$ 1,883,199	($ 1,805,357)	($ 1,815,358)	($ 1,737,516)
Valuation adjustment on equity instruments:				
– Group	1,736,835	-	-	1,736,835
– Associates	1,667,126	-	-	1,667,126
Disposals reclassified as retained earnings	(674)	-	-	(674)
Currency translation differences:				
– Group	-	2,905,052	-	2,905,052
– Associates	-	9,675	-	9,675
Compensation cost of share-based payments				
– Group	-	-	195,151	195,151
– Associates	-	-	8,655	8,655
At June 30, 2026	$ 5,286,486	$ 1,109,370	($ 1,611,552)	$ 4,784,304

	Unrealised gains (losses) on valuation	Currency translation	Others	Total
At January 1, 2025	$ 6,160,479	$ 6,904,386	($ 2,154,906)	$ 10,909,959
Valuation adjustment on equity instruments:				
– Group	(378,011)	-	-	(378,011)
– Associates	(413)	-	-	(413)
Currency translation differences:				
– Group	-	(22,573,357)	-	(22,573,357)
– Associates	-	415	-	415
Changes in employee restricted shares	-	-	436	436
Changes in redemption liability recognised as other equity	-	-	984,441	984,441
Compensation cost of share-based payments	-	-	4,017	4,017
At June 30, 2025	$ 5,782,055	($ 15,668,556)	($ 1,166,012)	($ 11,052,513)

(22) Non-controlling interests

	2026	2025
At January 1	$ 275,288	$ 987,714
Shares attributable to non-controlling interest:		
(Loss) gain for the period	(1,778)	13,858
Decrease in non-controlling interests	(15,420)	(648,409)
Comprehensive income for the period:		
Exchange differences on translation of foreign financial statements	10,571	(103,668)
Unrealised loss from financial assets at fair value through other comprehensive income	-	(319)
At June 30	$ 268,661	$ 249,176

A. In 2025, the Group redeemed the remaining 20% equity interest of WT SEMICONDUCTOR HOLDINGS PTE. LTD. in cash from minority shareholders, resulting in a decrease in non-controlling interest. Refer to Note 4(3) for details.

B. During the six months ended June 30, 2025, the Company's subsidiary, BRILLNICS INC., exercised employee stock options, which resulted to an increase in the non-controlling interest. Refer to Note 4(3) for details.

(23) Operating revenue

	Three months ended June 30,	
Contract revenue	2026	2025
Sales of electronic components	$ 590,474,178	$ 259,305,630
Services revenue	218,790	194,379
Other operating revenue	730	3,341
	$ 590,693,698	$ 259,503,350

	Six months ended June 30,	
Contract revenue	2026	2025
Sales of electronic components	$ 1,084,669,335	$ 506,553,394
Services revenue	295,872	370,301
Other operating revenue	1,411	4,112
	$ 1,084,966,618	$ 506,927,807

A. The Group derives revenue from the transfer of goods at a point in time and services over time in the following major products:

	Three months ended June 30,	
	2026	2025
Timing of revenue recognition		
At a point in time		
Digital computing integrated circuit	$ 281,251,385	$ 74,603,513
Application-specific standard product	166,247,767	105,915,994
Analog, memories and others	142,975,756	78,789,464
Over time		
Services	218,790	194,379
	$ 590,693,698	$ 259,503,350

	Six months ended June 30,	
	2026	2025
Timing of revenue recognition		
At a point in time		
Digital computing integrated circuit	$ 524,856,585	$ 132,807,368
Application-specific standard product	311,052,546	214,961,195
Analog, memories and others	248,761,615	158,788,943
Over time		
Services	295,872	370,301
	$ 1,084,966,618	$ 506,927,807

To enhance management efficiency, the Group has adjusted the disclosure of product classifications starting from the first quarter of 2026.

B. The Group has recognised the following revenue-related contract liabilities and refund liabilities for estimated sales discounts:

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Refund liabilities -sales discounts and returns	$ 1,114,484	$ 1,727,634	$ 1,515,566	$ 1,572,327
Contract liabilities -advance sales receipts	$ 35,950,078	$ 3,964,998	$ 780,582	$ 1,132,253

C. Revenue recognised that was included in the contract liability balance at the beginning of the period:

	Three months ended June 30,	
	2026	2025
Revenue recognised that was included in the contract liability balance at the beginning of the period	$ 346,129	$ 75,323

	Six months ended June 30,	
	2026	2025
Revenue recognised that was included in the contract liability balance at the beginning of the period	$ 935,572	$ 598,057

(24) Interest income

	Three months ended June 30,	
	2026	2025
Interest income from bank deposits	$ 287,131	$ 201,849
Other interest income	563	4,426
	$ 287,694	$ 206,275

	Six months ended June 30,	
	2026	2025
Interest income from bank deposits	$ 528,304	$ 348,624
Other interest income	1,177	7,058
	$ 529,481	$ 355,682

(25) Other income

	Three months ended June 30, 2026	Three months ended June 30, 2025
Grant revenue	$ 121,656	$ 126,265
Dividend income	18,394	143,520
Other income	65,410	27,745
	$ 205,460	$ 297,530

	Six months ended June 30, 2026	Six months ended June 30, 2025
Grant revenue	$ 185,495	$ 126,964
Dividend income	27,461	152,548
Other income	97,772	66,747
	$ 310,728	$ 346,259

(26) Other gains and losses

	Three months ended June 30, 2026	Three months ended June 30, 2025
(Loss) gain on disposal of property, plant and equipment	($ 3,234)	$ 4,032
Foreign exchange gain, net	36,854	101,579
Gain (loss) on financial assets and liabilities at fair value through profit or loss	217,194	(210,105)
Other gains (losses)	56,077	(28,930)
	$ 306,891	($ 133,424)

	Six months ended June 30, 2026	Six months ended June 30, 2025
(Loss) gain on disposal of property, plant and equipment	($ 2,888)	$ 3,302
Foreign exchange (loss) gain, net	(43,889)	299,095
Gain (loss) on financial assets and liabilities at fair value through profit or loss	313,924	(328,392)
Other losses	(97,522)	(61,594)
	$ 169,625	($ 87,589)

(27) Finance costs

	Three months ended June 30, 2026	Three months ended June 30, 2025
Interest expense:		
Bank borrowings	$ 879,500	$ 685,575
Convertible bonds	77,251	-
Others	35,909	26,198
Financing charges on accounts receivable factoring	844,786	317,984
Other finance costs	37,824	44,804
	$ 1,875,270	$ 1,074,561

	Six months ended June 30, 2026	Six months ended June 30, 2025
Interest expense:		
Bank borrowings	$ 1,627,010	$ 1,451,597
Convertible bonds	153,069	-
Others	66,519	54,936
Financing charges on accounts receivable factoring	1,239,944	761,870
Other finance costs	75,957	115,703
	$ 3,162,499	$ 2,384,106

(28) Expenses by nature

	Three months ended June 30, 2026	Three months ended June 30, 2025
Employee benefit expense	$ 5,134,498	$ 4,537,797
Depreciation	$ 304,519	$ 275,580
Amortisation	$ 130,367	$ 128,599

	Six months ended June 30, 2026	Six months ended June 30, 2025
Employee benefit expense	$ 10,170,239	$ 9,301,554
Depreciation	$ 597,730	$ 576,143
Amortisation	$ 258,160	$ 239,289

(29) Employee benefit expense

	Three months ended June 30, 2026		Three months ended June 30, 2025	
Employee benefit expense				
Wages and salaries	$	4,564,857	$	4,004,565
Labour and health insurance fees		115,359		106,926
Pension costs		189,557		180,354
Other personnel expenses		264,725		245,952
Total (shown as 'Operating expenses')	$	5,134,498	$	4,537,797

	Six months ended June 30, 2026		Six months ended June 30, 2025	
Employee benefit expense				
Wages and salaries	$	9,040,826	$	8,227,590
Labour and health insurance fees		229,038		213,372
Pension costs		381,480		357,677
Other personnel expenses		518,895		502,915
Total (shown as 'Operating expenses')	$	10,170,239	$	9,301,554

A. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be 0.5%~5% for employees' compensation, of which at least 10% shall be allocated to frontline employees, and the ratio shall not be higher than 3% for directors' remuneration.

B. For the three months and six months ended June 30, 2026 and 2025, employees' compensation was accrued at $104,300, $30,440, $194,900 and $68,240, respectively; while directors' remuneration was accrued at $13,500, $11,250, $27,000 and $22,500, respectively. The aforementioned amounts were recognised in salary expenses. The employees' compensation and directors' remuneration were estimated and accrued based on distributable profit of current year for the six months ended June 30, 2026 and 2025.

   Employees' compensation and directors' remuneration for 2025 as resolved by the Board of Directors were in agreement with those amounts recognised in profit or loss for 2025.

   Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(30) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended June 30, 2026	Three months ended June 30, 2025
Current tax:		
Current tax on profit for the period	$ 2,456,440	$ 1,152,188
Tax on undistributed surplus earnings	-	274,406
Prior year income tax (over) under estimation	(4,568)	11,230
Total current tax	2,451,872	1,437,824
Deferred tax:		
Origination and reversal of temporary differences	59,986	(320,016)
Impact of change in tax rate	(9,733)	(6,141)
Total deferred tax	50,253	(326,157)
Income tax expense	$ 2,502,125	$ 1,111,667

	Six months ended June 30, 2026	Six months ended June 30, 2025
Current tax:		
Current tax on profit for the period	$ 4,116,639	$ 2,067,939
Tax on undistributed surplus earnings	41,769	274,406
Prior year income tax under estimation	1,196	11,415
Total current tax	4,159,604	2,353,760
Deferred tax:		
Origination and reversal of temporary differences	379,363	(446,321)
Impact of change in tax rate	(9,733)	(6,141)
Total deferred tax	369,630	(452,462)
Income tax expense	$ 4,529,234	$ 1,901,298

B. The income tax of WT MICROELECTRONICS CO., LTD., MAXTEK TECHNOLOGY CO., LTD. and HONGTECH ELECTRONICS CO., LTD. have been assessed and approved by the Tax Authority up to the year 2023. The income tax of MORRIHAN INTERNATIONAL CORP., NUVISION TECHNOLOGY INC. and BRILLNICS (TAIWAN) INC. have been assessed and approved by the Tax Authority up to the year 2024.

C. The Group has applied the exception to the requirements to recognise and disclose information on deferred tax assets and liabilities related to Pillar Two income taxes.

D. For the Group's certain subsidiaries registered in Singapore, the Group recognised current income tax expense related to Pillar Two income taxes amounting to $232,109 and $139,418 for the six months ended June 30, 2026 and 2025, respectively.

E. The Group's exposure to Pillar Two income taxes arising from the Pillar Two legislation is as follows:

   The Group is within the scope of the Pillar Two model rules published by the Organisation for Economic Co-operation and Development (OECD). The Pillar Two legislation was enacted in Canada, the European Union and South Korea, which will take effect from fiscal year of 2024. For certain subsidiaries registered in Singapore, substantive local legislation has been enacted and take effect in the fiscal year 2025.

   Under the Pillar Two legislation, the Group is liable to pay a top-up tax for the difference between its GloBE effective tax rate per jurisdiction and the 15% minimum rate. The Group has taken into account the complexities in applying the legislation and calculating GloBE income as well as the impact of specific adjustments envisaged in the Pillar Two legislation which give rise to different effective tax rates compared to those calculated in accordance with IAS 12. This assessment indicates that for companies registered in Canada, Europe, South Korea, etc., the average effective tax rate based on accounting profit is over 15% for the six months ended June 30, 2026 and 2025. For the subsidiaries in Singapore, the average effective tax rate based on accounting profit did not exceed 15% for the six months ended June 30, 2026 and 2025. The Group has no related significant current tax exposure as of June 30, 2026 and 2025.

   The Group has applied the amendments to IAS 12, 'Income tax' issued on May 23, 2023 and applied the exception to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes.

(31) Earnings per share

	Three months ended June 30, 2026		
	Amount after tax	Weighted average number of common stock outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to shareholders of the parent	$ 9,712,906	1,265,311	$ 7.68
Diluted earnings per share			
Profit attributable to shareholders of the parent	9,712,906	1,265,311	
Assumed conversion of all dilutive potential common stock:			
Convertible bonds	77,251	62,061	
Restricted stocks to employees	-	2,377	
Employee stock options	-	12,605	
Employees' compensation	-	487	
Profit used to calculate diluted earnings per share attributable to shareholders of the parent plus assumed conversion of all dilutive potential common stock	$ 9,790,157	1,342,841	$ 7.29

	Three months ended June 30, 2025		
	Amount after tax	Weighted average number of common stock outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to shareholders of the parent	$ 2,830,135		
Less: Dividends of preferred stock	(270,000)		
Profit used to calculate basic earnings per share	$ 2,560,135	1,120,747	$ 2.28
Diluted earnings per share			
Profit attributable to shareholders of the parent	$ 2,830,135		
Less: Dividends of preferred stock	(270,000)		
Profit used to calculate diluted earnings per share	2,560,135	1,120,747	
Assumed conversion of all dilutive potential common stock:			
Restricted stocks to employees	-	594	
Employee stock options	-	6,054	
Employees' compensation	-	188	
Profit used to calculate diluted earnings per share attributable to shareholders of the parent plus assumed conversion of all dilutive potential common stock	$ 2,560,135	1,127,583	$ 2.27

	Six months ended June 30, 2026		
	Amount after tax	Weighted average number of common stock outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to shareholders of the parent	$ 16,722,070		
Less: Dividends of preferred stock	(285,889)		
Profit used to calculate basic earnings per share	$ 16,436,181	1,264,424	$ 13.00
Diluted earnings per share			
Profit attributable to shareholders of the parent	$ 16,722,070		
Less: Dividends of preferred stock	(285,889)		
Profit used to calculate diluted earnings per share	16,436,181	1,264,424	
Assumed conversion of all dilutive potential common stock:			
Convertible bonds	153,069	62,061	
Restricted stocks to employees	-	2,098	
Employee stock options	-	12,855	
Employees' compensation	-	1,188	
Profit used to calculate diluted earnings per share attributable to shareholders of the parent plus assumed conversion of all dilutive potential common stock	$ 16,589,250	1,342,626	$ 12.36

	Six months ended June 30, 2025		
	Amount after tax	Weighted average number of common stock outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to shareholders of the parent	$ 5,537,099		
Less: Dividends of preferred stock	(270,000)		
Profit used to calculate basic earnings per share	$ 5,267,099	1,119,658	$ 4.70
Diluted earnings per share			
Profit attributable to shareholders of the parent	$ 5,537,099		
Less: Dividends of preferred stock	(270,000)		
Profit used to calculate diluted earnings per share	5,267,099	1,119,658	
Assumed conversion of all dilutive potential common stock:			
Restricted stocks to employees	-	656	
Employee stock options	-	6,502	
Employees' compensation	-	802	
Profit used to calculate diluted earnings per share attributable to shareholders of the parent plus assumed conversion of all dilutive potential common stock	$ 5,267,099	1,127,618	$ 4.67

(32) Supplemental cash flow information

A. Cash paid for property, plant and equipment:

	Six months ended June 30, 2026	Six months ended June 30, 2025
Purchase of property, plant and equipment	$ 281,133	$ 268,123
Add: Opening balance of payable on equipment	2,719	8,928
Less: Ending balance of payable on equipment	(2,413)	(5,489)
Opening balance of prepayments for business facilities	-	(144)
Effect of foreign exchange	(33)	(17)
Cash paid during the period	$ 281,406	$ 271,401

B. Financing activities with no cash flow effects

	Six months ended June 30, 2026	Six months ended June 30, 2025
Earnings appropriation and cash dividend distribution	$ 10,185,246	$ 6,997,486
Dividends payable	(10,185,246)	(6,997,486)
Cash paid during the period	$ -	$ -

C. Transactions with non-controlling interests:

	Six months ended June 30, 2025
Acquiring equity interests of subsidiaries	$ 985,795

(33) Changes in liabilities from financing activities

	Long-term and short-term borrowings (Note)	Short-term notes and bills payable	Lease liability	Bonds payable	Liabilities from financing activities-gross
At January 1, 2026	$ 57,282,365	$ 1,699,092	$ 1,953,504	$ 10,701,899	$ 71,636,860
Changes in cash flow from financing activities	(3,513,672)	(1,705,470)	(365,570)	-	(5,584,712)
Impact of changes in foreign exchange rate	156,851	-	19,350	-	176,201
Interest expense from amortisation	-	6,378	-	153,069	159,447
Other non-cash changes	-	-	(24,715)	-	(24,715)
Increase in lease liability	-	-	56,835	-	56,835
At June 30, 2026	$ 53,925,544	$ -	$ 1,639,404	$ 10,854,968	$ 66,419,916

	Long-term and short-term borrowings (Note)	Short-term notes and bills payable	Lease liability	Liabilities from financing activities-gross
At January 1, 2025	$ 98,852,387	$ 1,598,968	$ 1,960,563	$ 102,411,918
Changes in cash flow from financing activities	(18,620,976)	(219,698)	(364,562)	(19,205,236)
Impact of changes in foreign exchange rate	(1,125,684)	-	(146,643)	(1,272,327)
Interest expense from amortisation	-	19,061	-	19,061
Increase in lease liability	-	-	24,431	24,431
At June 30, 2025	$ 79,105,727	$ 1,398,331	$ 1,473,789	$ 81,977,847

Note: Including current portions of long-term loans.

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

Names of related parties	Relationship with the Company
JCD OPTICAL CORPORATION LIMITED	Associate
SHAO YANG INVESTMENT CO., LTD.	Other related party
WEN-YOU INVESTMENT CO., LTD.	Other related party
TANG YE INVESTMENT CO., LTD.	Other related party
SHAO CHENG INVESTMENT CO., LTD.	Other related party
NICHIDENBO CORPORATION and Subsidiaries	Associate
WPG HOLDINGS LIMITED and Subsidiaries	Entity with significant influence over the Group
ASUSTEK COMPUTER INC. and Subsidiaries	Entity with significant influence over the Group
ALBERT PHUAY	Director of the Subsidiary of the Group

(2) Significant related party transactions

A. Operating revenue

	Three months ended June 30,	
	2026	2025
Sales of goods:		
- Entity with significant influence over the Group	$ 1,120,421	$ 1,350,324
- Associates	-	868
	$ 1,120,421	$ 1,351,192

	Six months ended June 30,	
	2026	2025
Sales of goods:		
- Entity with significant influence over the Group	$ 2,290,401	$ 2,610,550
- Associates	-	868
	$ 2,290,401	$ 2,611,418

The collection terms with related parties were 30 to 120 days after the end of next month and the products were categorised and priced taking into consideration the inventory cost, market and other conditions.

B. Purchases

	Three months ended June 30,	
	2026	2025
Purchases of goods:		
- Entity with significant influence over the Group	$ 353,998	$ 314,137
- Associates	332	-
	$ 354,330	$ 314,137

	Six months ended June 30, 2026	Six months ended June 30, 2025
Purchases of goods:		
- Entity with significant influence over the Group	$ 745,994	$ 588,185
- Associates	664	-
	$ 746,658	$ 588,185

The credit term to related parties is 30 to 45 days after the end of the following month and the purchase prices were categorised and priced taking into consideration the market prices and other conditions.

C. Receivables from related parties

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable:			
- Entity with significant influence over the Group	$ 837,478	$ 1,124,674	$ 873,440
- Associates	-	-	821
	$ 837,478	$ 1,124,674	$ 874,261

D. Payables to related parties

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts payable:			
- Entity with significant influence over the Group	$ 94,200	$ 64,033	$ 77,598

E. Other payables to related parties

	June 30, 2026	December 31, 2025	June 30, 2025
Dividends payable:			
- Other related parties	$ 832,340	$ -	$ 640,456

F. Property transactions

Acquisition of financial assets:

	Accounts	No. of shares (in thousands)	Objects	Six months ended June 30, 2025 Consideration
ALBERT PHUAY	Investments accounted for using equity method	24,080	Stocks	$ 985,795

The Group acquired 20% equity interest of WT SEMICONDUCTOR HOLDINGS PTE. LTD. in the amount of US$30,082 thousand from the non-controlling equity shareholders in February 2025. Refer to Note 4(3) for details.

(3) Key management compensation

	Three months ended June 30, 2026	Three months ended June 30, 2025
Salaries and other short-term employee benefits	$ 79,447	$ 90,782
Post-employment benefits	194	160
Share-based payment	33,162	23,657
	$ 112,803	$ 114,599

	Six months ended June 30, 2026	Six months ended June 30, 2025
Salaries and other short-term employee benefits	$ 179,468	$ 185,821
Post-employment benefits	402	319
Share-based payment	66,110	40,396
	$ 245,980	$ 226,536

8. PLEDGED ASSETS

As of December 31, 2025 and June 30, 2025, the Company used its holdings of subsidiary shares as collateral for the acquisition syndicated loan. Refer to Note 6(15) for details. This acquisition syndicated loan was fully repaid in advance in March 2026.

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. Outstanding letters of credit

The outstanding letters of credit for the purchase of inventories by the Group are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Outstanding letters of credit	$ 19,006,947	$ 8,243,134	$ 7,529,548

B. Guarantee for customs duties

The total guarantee for customs duties is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Customs duties guarantee	$ 65,000	$ 33,000	$ 35,000

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

(1) On August 6, 2026, the Group's Board of Directors resolved that the Group's subsidiary, FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD., leases land from the Statutory boards of the Singapore Government, JTC Corporation, for the construction of warehouses and corporate offices. The lease term is tentatively set to commence on March 1, 2027, for a period of 33 years. The upper limit of the total contract price for the authorised transaction is SGD 30,000 thousand. In addition, the contract is expected to be signed by the end of 2026.

(2) On August 6, 2026, the Group's Board of Directors resolved to purchase land from HSIN JUNG TEXTILE INDUSTRY CO., LTD. for the construction of bonded logistics centers. The total transaction amount was $1,603,600.

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on the basis of the financial debt ratio. This ratio is calculated as total liabilities with interests divided by total net assets. Total liabilities with interest is calculated as total amount of long-term and short-term borrowings, short-term bills payable and corporate bonds payable in the consolidated balance sheet. Total equity is calculated as the 'equity' in the consolidated balance sheet.

For the six months ended June 30, 2026 and 2025, the Group's strategy was to maintain the financial debt ratio below 250%.

(2) Financial instruments

A. Financial instruments by category

	June 30, 2026	December 31, 2025	June 30, 2025
Financial assets			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	$ 619,429	$ 392,538	$ 389,174
Financial assets designated as at fair value through profit or loss on initial recognition	6,987	5,912	4,927
	$ 626,416	$ 398,450	$ 394,101
Financial assets at fair value through other comprehensive income			
Designation of equity instruments	$ 8,139,776	$ 6,429,058	$ 11,656,460
Qualifying debt instruments	212,443,317	67,619,449	26,596,439
	$ 220,583,093	$ 74,048,507	$ 38,252,899
Financial assets at amortised cost			
Cash and cash equivalents	$ 37,148,920	$ 28,138,755	$ 26,913,935
Accounts receivable, net	136,668,955	102,398,927	103,575,903
Other receivables	7,612,417	3,713,296	2,796,409
Other financial assets (shown as ‘other current assets’)	459,254	435,560	487,253
Guarantee deposits paid (shown as ‘other non-current assets’)	376,536	158,621	153,997
	$ 182,266,082	$ 134,845,159	$ 133,927,497

	June 30, 2026	December 31, 2025	June 30, 2025
Financial liabilities			
Financial liabilities at fair value through profit or loss			
Financial liabilities held for trading	$ 19,735	$ 22,616	$ 6,640
Financial liabilities at amortised cost			
Short-term borrowings	$ 53,125,544	$ 25,569,230	$ 33,437,620
Short-term notes and bills payable	-	1,699,092	1,398,331
Accounts payable	557,091,839	317,278,361	213,689,693
Other accounts payable	17,328,819	6,877,329	12,612,009
Bonds payable (including current portion)	10,854,968	10,701,899	-
Long-term loans (including current portion)	800,000	31,713,135	45,668,107
Guarantee deposits received (shown as 'other non-current liabilities')	7,618	7,574	7,002
	$ 639,208,788	$ 393,846,620	$ 306,812,762
Lease liability	$ 1,639,404	$ 1,953,504	$ 1,473,789

B. Financial risk management policies

(a) The Group's activities expose it to a variety of financial risks: market risks (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. To minimise adverse effects on the financial performance of the Group, derivative financial instruments, such as foreign exchange forward contracts, are used to hedge certain exchange rate risk. In addition, foreign exchange risk is managed by matching the payment periods of foreign currency assets and liabilities.

(b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(c) Information about derivative financial instruments that are used to hedge certain exchange rate risk is provided in Note 6(2).

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Group operates internationally and is exposed to foreign exchange risk arising from the transactions of the Company and its subsidiaries in various functional currencies, primarily with respect to the USD. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities.

ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The group companies are required to hedge their entire foreign exchange risk exposure with the Group treasury.

iii. The Group hedges foreign exchange rate by using forward exchange contracts. However, the Group does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Note 6(2).

iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other subsidiaries' functional currency: USD, SGD, RMB and KRW). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	June 30, 2026				
				Sensitivity analysis	
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss
(Foreign currency: functional currency)					
Financial assets					
Monetary items					
USD:NTD	9,891,600	31.865	$315,195,847	1%	$ 3,151,958
SGD:USD	24,891	0.773	613,319	1%	6,133
RMB:USD	744,171	0.147	3,489,863	1%	34,899
EUR:USD	167,358	1.141	6,083,446	1%	60,834
Foreign operations					
USD:NTD	4,676,037	31.865	149,001,907		
Financial liabilities					
Monetary items					
USD:NTD	11,498,480	31.865	366,399,061	1%	3,663,991
USD:RMB	160,031	6.795	5,099,375	1%	50,994
USD:KRW	35,348	1,544.2	1,126,357	1%	11,264
EUR:USD	89,757	1.141	3,262,683	1%	32,627

	December 31, 2025				
				Sensitivity analysis	
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss
(Foreign currency: functional currency)					
Financial assets					
Monetary items					
USD:NTD	4,415,998	31.375	$138,551,937	1%	$ 1,385,519
USD:KRW	13,011	1,433.9	408,220	1%	4,082
USD:RMB	7,585	6.994	237,979	1%	2,380
RMB:USD	613,554	0.143	2,752,342	1%	27,523
EUR:USD	151,100	1.177	5,581,634	1%	55,816
Foreign operations					
USD:NTD	4,793,563	31.375	150,398,048		
Financial liabilities					
Monetary items					
USD:NTD	5,247,290	31.375	164,633,724	1%	1,646,337
USD:RMB	199,652	6.994	6,264,082	1%	62,641
USD:KRW	19,953	1,433.9	626,025	1%	6,260
RMB:USD	25,408	0.143	113,978	1%	1,140
EUR:USD	62,235	1.177	2,298,961	1%	22,990

	June 30, 2025				
				Sensitivity analysis	
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss
(Foreign currency: functional currency)					
Financial assets					
Monetary items					
USD:NTD	4,534,393	29.155	$132,200,228	1%	$ 1,322,002
USD:KRW	14,594	1,357.6	425,488	1%	4,255
RMB:USD	561,583	0.139	2,282,891	1%	22,829
EUR:USD	157,371	1.172	5,375,793	1%	53,758
Foreign operations					
USD:NTD	4,614,770	29.155	135,598,563		
Financial liabilities					
Monetary items					
USD:NTD	5,442,845	29.155	158,686,146	1%	1,586,861
USD:RMB	34,624	7.172	1,009,463	1%	10,095
USD:KRW	35,208	1,357.6	1,026,489	1%	10,265
EUR:USD	65,598	1.172	2,240,828	1%	22,408

v. The total exchange gain (loss), including realised and unrealised arising from significant foreign exchange variation on the monetary items held by the Group for the three months and six months ended June 30, 2026 and 2025 amounted to $36,854, $101,579, ($43,889) and $299,095, respectively.

Price risk

i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is performed in accordance with the limits set by the Group.

ii. The Group's investments comprise shares and beneficiary certificates issued by the domestic and foreign companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the six months ended June 30, 2026 and 2025 would have increased/decreased by $4,816 and $2,774, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by $81,398 and $116,565, respectively, as a result of other comprehensive income on equity investment classified as at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

i. The Group's main interest rate risk arises from bank borrowings with variable rates and advance receipt of factoring accounts receivable, which expose the Group to cash flow interest rate risk. During the six months ended June 30, 2026 and 2025, the Group's borrowings at variable rate were mainly denominated in US Dollars.

ii. The Group's borrowings are measured at amortised cost. According to the contract, the interest rate is annually reset. Therefore, the Group is exposed to the risk of future changes in market interest rates.

iii. If the borrowing interest rate had increased/decreased by 25 basis points with all other variables held constant, profit, net of tax for the six months ended June 30, 2026 and 2025 would have decreased/increased by $54,910 and $81,237, respectively. The main factor is that changes in interest expense result from floating rate borrowings.

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.

ii. The Group manages its credit risk from the group's perspective. For banks and financial institutions, only parties approved by the FSC are accepted to be transaction parties. According to the credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. The Group assesses the credit quality of the customers, taking into account their financial position, past experience and other factors through internal risk control. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.

iii. If the contract payments were past due over 90 days based on the terms, the Group considers that there has been a significant increase in credit risk on that instrument since initial recognition. The Group considers that the default occurs when the contract payments are past due over 180 days.

iv. The ageing analysis of accounts receivable (including overdue receivables) and notes receivable is as follows:

	Notes and accounts receivable		
	June 30, 2026	December 31, 2025	June 30, 2025
Not past due	$ 335,399,513	$ 158,372,346	$ 118,717,792
Up to 90 days	13,733,030	11,492,474	11,272,289
91 to 180 days	261,234	893,372	537,320
Over 180 days	1,124,002	649,713	578,675
	$ 350,517,779	$ 171,407,905	$ 131,106,076

(i) The above ageing analysis was based on days past due.

(ii) Abovementioned notes receivable are not past due.

After the recourse procedure, the Group will write off the amount of financial assets that cannot reasonably be expected to be recovered, however the Group will continue to carry out recourse legal procedures to preserve the creditor's rights.

v. The Group assesses the expected credit losses of its accounts receivable as follows:

(i) Accounts receivable that are significantly past due are assessed individually for their expected credit losses;

(ii) The remaining receivables are segmented according to the Group's credit ratings of its customers. Different loss rates or provision matrices are applied to the different segments when estimating expected credit losses;

(iii) Loss rates, calculated from historical and current information, are adjusted according to forward-looking information such as the business indicators published by the National Development Council.

(iv) As of June 30, 2026, December 31, 2025 and June 30, 2025, loss allowances of accounts receivable and notes receivable calculated from individual assessment or using the loss rate methodology and provision matrix are as follows:

June 30, 2026	Individual	Group A & B	Group C	Group D	Total
Expected loss rate	0.05%~100%	0.05%~0.32%	0.06%~100%	0.88%~100%	
Total book value	$1,089,977	$ 269,419,107	$ 69,917,991	$10,090,704	$350,517,779
Loss allowance	$ 895,883	$ 290,216	$ 72,020	$ 147,388	$ 1,405,507

December 31, 2025	Individual	Group A & B	Group C	Group D	Total
Expected loss rate	0.05%~100%	0.05%~0.486%	0.11%~100%	1.14%~100%	
Total book value	$ 983,465	$ 126,845,391	$ 36,880,286	$ 6,698,763	$171,407,905
Loss allowance	$ 750,042	$ 335,612	$ 160,877	$ 142,998	$ 1,389,529

June 30, 2025	Individual	Group A & B	Group C	Group D	Total
Expected loss rate	0.05%~100%	0.05%~0.35%	0.09%~100%	0.82%~100%	
Total book value	$ 573,942	$ 86,494,677	$ 38,946,002	$ 5,091,455	$131,106,076
Loss allowance	$ 488,637	$ 174,413	$ 108,085	$ 162,599	$ 933,734

Group A: Customers with excellent credit rating.

Group B: Customers with fine credit rating.

Group C: Customers with normal credit rating.

Group D: Rated as other than A, B and C.

vi. Movements in relation to the Group applying the modified approach to provide loss allowance for accounts receivable (including overdue receivables) are as follows:

	Six months ended June 30,	
	2026	2025
At January 1	$ 1,389,529	$ 706,447
Provision for impairment	196,106	245,029
Write-off	(193,498)	-
Effect of exchange rate changes	13,370	(17,742)
At June 30	$ 1,405,507	$ 933,734

(c) Liquidity risk

i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. The Group treasury monitors rolling forecasts of the Group’s liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities (Note 6(15)) at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Group’s debt financing plans, covenant compliance, compliance with internally assessed financial ratio targets and, if applicable, external regulatory or legal requirements.

ii. Surplus cash held by the operating entities over and above balance required for working capital management are transferred to the Group treasury. The Group treasury invests surplus cash in interest bearing demand deposits, time deposits, money market deposits and marketable securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient headroom as determined by the abovementioned forecasts, and expects to readily generate cash inflows for managing liquidity risk.

iii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the due date at the balance sheet date. Non-derivative financial liabilities are analysed by remaining periods from the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

June 30, 2026

	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
Short-term borrowings (Note)	$ 53,303,732	$ -	$ -	$ 53,303,732
Lease liability	572,919	1,241,835	35,818	1,850,572
Long-term loans (Note)	415,447	403,462	-	818,909
Bonds payable (Note)	314,582	11,383,298	-	11,697,880

December 31, 2025

	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
Short-term borrowings (Note)	$ 25,709,803	$ -	$ -	$ 25,709,803
Lease liability	689,689	1,390,276	51,215	2,131,180
Long-term loans (Note)	8,683,882	24,222,178	-	32,906,060
Bonds payable (Note)	309,650	11,541,299	-	11,850,949

June 30, 2025

	Less than 1 year	Between 1 and 5 years	Over 5 years	Total
Short-term borrowings (Note)	$ 33,554,179	$ -	$ -	$ 33,554,179
Lease liability	642,474	883,906	133,943	1,660,323
Long-term loans (Note)	7,606,330	46,460,766	-	54,067,096

Note: Including imputed interest payable.

Except for the above, the Group's non-derivative financial liabilities are due in one year.

Derivative financial liabilities:

As of June 30, 2026, December 31, 2025 and June 30, 2025, all derivative financial liabilities of the Group are due in one year.

iv. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks, open-end funds and overseas bonds is included in level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in derivative instruments is included in level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in equity investment without active market, debt instrument, private equity fund and convertible bonds is included in Level 3.

B. The carrying amounts of financial instruments not measured at fair value, including cash and cash equivalents, notes and accounts receivable, other receivables, other current assets, short-term borrowings, short-term notes and bills payable, accounts payable, other payables, bonds payables and long-term loans (including current portion), are approximate to their fair values.

C. The related information on financial instruments measured at fair value by level on the basis of the nature, characteristics and risks are as follows:

(a) The related information on the nature of the assets and liabilities is as follows:

June 30, 2026

	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Beneficiary certificates	$ 62,670	$ -	$ 532,289	$ 594,959
Equity instruments	6,987	-	-	6,987
Debt instruments	-	-	4,079	4,079
Derivative instruments	-	4,459	-	4,459
Hybrid instruments	-	-	15,932	15,932
Financial assets at fair value through other comprehensive income				
Equity instruments	7,906,542	-	233,234	8,139,776
Accounts receivable that are expected to be factored	-	-	212,443,317	212,443,317
	$ 7,976,199	$ 4,459	$ 213,228,851	$ 221,209,509
Liabilities				
Recurring fair value measurements				
Financial liabilities at fair value through profit or loss				
Derivative instruments	$ -	$ 19,735	$ -	$ 19,735

December 31, 2025

	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Beneficiary certificates	$ 42,420	$ -	$ 296,238	$ 338,658
Equity instruments	5,912	-	-	5,912
Debt instruments	-	-	1,236	1,236
Derivative instruments	-	14,126	-	14,126
Hybrid instruments	-	-	38,518	38,518
Financial assets at fair value through other comprehensive income				
Equity instruments	6,205,547	-	223,511	6,429,058
Accounts receivable that are expected to be factored	-	-	67,619,449	67,619,449
	$ 6,253,879	$ 14,126	$ 68,178,952	$ 74,446,957
Liabilities				
Recurring fair value measurements				
Financial liabilities at fair value through profit or loss				
Derivative instruments	$ -	$ 22,616	$ -	$ 22,616

June 30, 2025

	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Beneficiary certificates	$ 31,470	$ -	$ 310,343	$ 341,813
Equity instruments	4,927	-	-	4,927
Debt instruments	-	-	30,011	30,011
Derivative instruments	-	2,771	-	2,771
Hybrid instruments	-	-	14,579	14,579
Financial assets at fair value through other comprehensive income				
Equity instruments	11,454,451	-	202,009	11,656,460
Accounts receivable that are expected to be factored	-	-	26,596,439	26,596,439
	$ 11,490,848	$ 2,771	$ 27,153,381	$ 38,647,000
Liabilities				
Recurring fair value measurements				
Financial liabilities at fair value through profit or loss				
Derivative instruments	$ -	$ 6,640	$ -	$ 6,640

(b) The methods and assumptions the Group used to measure fair value are as follows:

i. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares	Open-end fund	Corporate bonds
Market quoted price	Closing price	Net assets value	Weighted average quoted price

ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date.

iii. When assessing non-standard and low-complexity financial instruments, for example, cross currency swap contracts, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.

iv. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.

v. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

vi. The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.

D. For the six months ended June 30, 2026 and 2025, there was no transfer between Level 1 and Level 2.

E. The following chart is the movement of Level 3 for the six months ended June 30, 2026 and 2025:

	Financial instruments	
	2026	2025
At January 1	$ 68,178,952	$ 28,971,141
Acquired during the period	1,258	2,113
Disposed during the period	(14,135)	-
Gains recognised in profit or loss	237,192	10,164
Gains recognised in other comprehensive income	2,084	17,352
Increase in accounts receivable that are expected to be factored	158,414,620	11,815,640
Decrease in accounts receivable that are expected to be factored	(13,590,752)	(13,630,691)
Effect of exchange rate changes	(368)	(32,338)
At June 30	$ 213,228,851	$ 27,153,381

For the six months ended June 30, 2026 and 2025, there was no transfer into or out from Level 3.

F. The following is the qualitative information on significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at June 30, 2026	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Unlisted shares	49,097	Market comparable companies	Price to earnings ratio multiple	1.12-5 (2.03)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	20.57%-30%	The higher the discount for lack of marketability, the lower the fair value
	45,876	Net asset value	Not applicable	-	Not applicable
Unlisted preferred stocks	4,079	Market comparable companies	Price to earnings ratio multiple	2.93-5.92 (4.28)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	30%	The higher the discount for lack of marketability, the lower the fair value
	138,261	Most recent non-active market price	Not applicable	-	Not applicable
Convertible bonds	15,932	Most recent non-active market price	Not applicable	-	Not applicable
Private equity fund	532,289	Net asset value	Not applicable	-	Not applicable

	Fair value at December 31, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Unlisted shares	$ 40,721	Market comparable companies	Price to earnings ratio multiple	1.05-4.3 (1.99)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	27.32%-30%	The higher the discount for lack of marketability, the lower the fair value
	45,362	Net asset value	Not applicable	-	Not applicable
Unlisted preferred stocks	1,236	Market comparable companies	Price to earnings ratio multiple	3.72-4.56 (4.11)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	30%	The higher the discount for lack of marketability, the lower the fair value
	113,374	Most recent non-active market price	Not applicable	-	Not applicable
Convertible bonds	38,518	Most recent non-active market price	Not applicable	-	Not applicable
Venture capital shares	24,054	Net asset value	Not applicable	-	Not applicable
Private equity fund	296,238	Net asset value	Not applicable	-	Not applicable

	Fair value at June 30, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Unlisted shares	$ 49,033	Market comparable companies	Price to earnings ratio multiple	1.37-2.70 (1.98)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	27.44%~30%	The higher the discount for lack of marketability, the lower the fair value
	16,607	Net asset value	Not applicable	-	Not applicable
Unlisted preferred stocks	25,216	Market comparable companies	Price to earnings ratio multiple	3.31-4.98 (4.07)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	30%	The higher the discount for lack of marketability, the lower the fair value
	4,795	Market comparable companies	Enterprise value to revenue multiple	4.11-7.30 (5.49)	The higher the multiple, the higher the fair value
			Discount for lack of marketability	28%	The higher the discount for lack of marketability, the lower the fair value
	105,352	Most recent non-active market price	Not applicable	-	Not applicable
Convertible bonds	14,579	Most recent non-active market price	Not applicable	-	Not applicable
Venture capital shares	31,017	Net asset value	Not applicable	-	Not applicable
Private equity fund	310,343	Net asset value	Not applicable	-	Not applicable

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

A. Loans to others: Refer to table 1.

B. Provision of endorsements and guarantees to others: Refer to table 2.

C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 3.

D. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: Refer to table 4.

E. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: Refer to table 5.

F. Significant inter-company transactions during the reporting period: Refer to table 6.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 7.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 8.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: Refer to Note 13(1).

14. SEGMENT INFORMATION

(1) General information

The Group is engaged in the development and sales of electronic and communication components. The Group's chief operating decision maker reviews the Group's overall operating results to determine decisions of the Group's resources and assess the Group's overall performance. Operating segments of the Group have been aggregated into one operating segment because they have similar economic characteristics and show similar long-term financial performances.

The Group's operating segment information is prepared in accordance with the Group's accounting policies. The decision maker allocates resources and assesses performance of the operating segments primarily based on the operating revenue and profit (loss) before tax of individual operating segment.

(2) Financial information of reportable segment

The financial information on reportable single operating segment to the chief operating decision maker is as follows:

	Single Operating Segment	
	Three months ended June 30,	
	2026	2025
Revenue from external customers	$ 590,693,698	$ 259,503,350
Segment income	$ 12,227,174	$ 3,950,808
Segment assets (Note)	$ -	$ -
Depreciation and amortisation	$ 434,886	$ 404,179
Finance costs	$ 1,875,270	$ 1,074,561

	Single Operating Segment	
	Six months ended June 30,	
	2026	2025
Revenue from external customers	$ 1,084,966,618	$ 506,927,807
Segment income	$ 21,249,526	$ 7,452,255
Segment assets (Note)	$ -	$ -
Depreciation and amortisation	$ 855,890	$ 815,432
Finance costs	$ 3,162,499	$ 2,384,106

Note: The chief operating decision maker does not use the measured amount of the assets as a measurement indicator; therefore, the measured amount of the Group's assets shall be disclosed as zero.

(3) Reconciliation information on reportable segment revenue and profit (loss)

The reportable segment income is consistent with the income/(loss) before tax from continuing operations for the period.

WT Microelectronics Co., Ltd. and subsidiaries

Loans to others

Six months ended June 30, 2026

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

Number (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2026	Balance at June 30, 2026	Actual amount drawn down	Interest rate	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
1	WINTECH MICROELECTRONICS HOLDING LIMITED	WT MICROELECTRONICS (HONG KONG) LIMITED	Other receivables - related parties	Y	$ 4,800,000	$ 4,779,750	$ 3,772,816	2.01%	Short-term financing	$ -	Business Operation	$ -	-	$ -	$ 9,516,389	$ 9,516,389	Note 2
2	BSI SEMICONDUCTOR PTE. LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Other receivables - related parties	Y	352,000	350,515	350,515	4.18%~4.33%	Short-term financing	-	Business Operation	-	-	-	563,972	563,972	Note 2
3	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	EXCELPOINT INTERNATIONAL TRADING (SHANGHAI) CO., LTD.	Other receivables - related parties	Y	158,417	-	-	0%	Short-term financing	-	Business Operation	-	-	-	2,737,422	2,737,422	Note 2
4	EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS VIETNAM COMPANY LIMITED	Other receivables - related parties	Y	36,963	36,963	36,963	4.04%~4.59%	Short-term financing	-	Business Operation	-	-	-	3,841,676	3,841,676	Note 2
5	PLANETSPARK PTE. LTD.	SPACEAGE LABS PTE. LTD.	Other receivables - non related parties	N	9,204	9,126	9,126	7.5%	Short-term financing	-	Business Operation	-	-	-	96,712	96,712	Note 3
5	PLANETSPARK PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Other receivables - related parties	Y	44,800	44,611	44,611	4.33%	Short-term financing	-	Business Operation	-	-	-	241,780	241,780	Note 2
6	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS TURKEY İÇ VE DIŞ TİCARET LİMİTED ŞİRKETİ	Other receivables - related parties	Y	65,025	63,195	63,195	4.95%	Short-term financing	-	Business Operation	-	-	-	20,318,845	20,318,845	Note 2
6	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS INC.	Other receivables - related parties	Y	1,573,250	-	-	0%	Short-term financing	-	Business Operation	-	-	-	20,318,845	20,318,845	Note 2
6	FUTURE ELECTRONICS LIMITED	WT MICROELECTRONICS CO., LTD.	Other receivables - related parties	Y	2,560,000	2,549,200	-	4.22123%	Short-term financing	-	Business Operation	-	-	-	20,318,845	20,318,845	Note 2
7	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS INC.	Other receivables - related parties	Y	1,573,250	-	-	0%	Short-term financing	-	Business Operation	-	-	-	32,174,477	32,174,477	Note 2
8	FUTURE ELECTRONICS MANAGEMENT SERVICES LIMITED	FUTURE ELECTRONICS EDC SERVICES GMBH	Other receivables - related parties	Y	638,860	617,950	617,950	4.22778%	Short-term financing	-	Business Operation	-	-	-	12,787,881	12,787,881	Note 2
9	FUTURE ELECTRONICS SRL	FUTURE ELECTRONICS LIMITED	Other receivables - related parties	Y	60,128	-	-	0%	Short-term financing	-	Business Operation	-	-	-	17,459	17,459	Note 2
10	FUTURE ELECTRONICS, S.R.O.	FUTURE ELECTRONICS LIMITED	Other receivables - related parties	Y	47,539	-	-	0%	Short-term financing	-	Business Operation	-	-	-	30,835	30,835	Note 2
11	MORRIHAN SINGAPORE PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Other receivables - related parties	Y	3,200,000	3,186,500	2,867,850	4.11%~4.22%	Short-term financing	-	Business Operation	-	-	-	5,429,078	5,429,078	Note 2
12	FUTURE ELECTRONICS CORP.	WT MICROELECTRONICS CO., LTD.	Other receivables - related parties	Y	4,800,000	4,779,750	-	4.22123%	Short-term financing	-	Business Operation	-	-	-	19,629,056	19,629,056	Note 2
12	FUTURE ELECTRONICS CORP.	FUTURE ELECTRONICS INC.	Other receivables - related parties	Y	943,950	-	-	0%	Short-term financing	-	Business Operation	-	-	-	19,629,056	19,629,056	Note 2
12	FUTURE ELECTRONICS CORP.	MORRIHAN INTERNATIONAL CORP.	Other receivables - related parties	Y	1,600,000	-	-	0%	Short-term financing	-	Business Operation	-	-	-	7,851,622	7,851,622	Note 3

Number (Note 1)	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2026	Balance at June 30, 2026	Actual amount drawn down	Interest rate	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral Item	Collateral Value	Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
12	FUTURE ELECTRONICS CORP.	FUTURE ELECTRONICS LIMITED	Other receivables - related parties	Y	$ 640,000	$ 637,300	$ -	4.22123%	Short-term financing	$ -	Business Operation	$ -	-	$ -	$ 19,629,056	$ 19,629,056	Note 2
12	FUTURE ELECTRONICS CORP.	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	Other receivables - related parties	Y	1,280,000	1,274,600	-	4.22123%	Short-term financing	-	Business Operation	-	-	-	19,629,056	19,629,056	Note 2
13	EXCELPOINT SYSTEMS (H.K.) LIMITED	WT MICROELECTRONICS (HONG KONG) LIMITED	Other receivables - related parties	Y	1,415,925	-	-	4.91%	Short-term financing	-	Business Operation	-	-	-	1,194,003	1,194,003	Note 2
14	PN ELECTRONICS SAS	FUTURE ELECTRONICS LIMITED	Other receivables - related parties	Y	263,060	254,450	199,925	4.98%	Short-term financing	-	Business Operation	-	-	-	417,537	417,537	Note 2
15	FUTURE ELECTRONICS (IRELAND) LIMITED	FUTURE ELECTRONICS LIMITED	Other receivables - related parties	Y	37,580	-	-	0%	Short-term financing	-	Business Operation	-	-	-	32,074	32,074	Note 2
16	WT MICROELECTRONICS SINGAPORE PTE. LTD.	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Other receivables - related parties	Y	159,325	159,325	-	0%	Short-term financing	-	Business Operation	-	-	-	7,746,210	7,746,210	Note 2

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

(1) The Company is ‘0’.

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

Note 2: The policy for loans granted mutually between overseas subsidiaries of which the Company directly or indirectly holds 100% of their voting shares is as follows: ceiling on total loans granted by an overseas subsidiary to all overseas subsidiaries and limit on loans granted by an overseas subsidiary to a single overseas subsidiary are the Creditor's net assets.

Note 3: The policy for loans between the Company and subsidiaries and companies with short-term capital needs is as follows: limit on loans granted by the Company and to a single party is 40% of the company's net assets, based on the most recent financial statements of the company, ceiling on total loans granted by a company is 40% of the company's net assets.

Note 4: The net assets referred to above are based on the latest audited or reviewed financial statements.

WT Microelectronics Co., Ltd. and subsidiaries

Provision of endorsements and guarantees to others

Six months ended June 30, 2026

Table 2

Expressed in thousands of NTD

(Except as otherwise indicated)

		Party being endorsed/guaranteed												
Number (Note 1)	Endorser/ guarantor	Company name	Relationship with the endorser / guarantor (Note 2)	Limit on endorsements / guarantees provided for a single party (Note 3)	Maximum outstanding endorsement / guarantee amount as of June 30, 2026	Outstanding endorsement / guarantee amount at June 30, 2026	Actual amount drawn down	Amount of endorsements / guarantees secured with collateral	Ratio of accumulated endorsement/guarantee amount to net asset value of the endorser/guarantor company	Ceiling on total amount of endorsements / guarantees provided (Note 3)	Provision of endorsements / guarantees by parent company to subsidiary	Provision of endorsements / guarantees by subsidiary to parent company	Provision of endorsements / guarantees to the party in Mainland China	Footnote
0	WT MICROELECTRONICS CO., LTD.	NUVISION TECHNOLOGY, INC.	2	$ 497,626,324	$ 800,000	$ 800,000	$ 800,000	$ -	0.64%	$ 497,626,324	Y	N	N	
0	WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	2	497,626,324	49,677,353	33,901,111	1,388,406	-	27.25%	497,626,324	Y	N	N	
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	2	497,626,324	1,682,794	1,408,076	-	-	1.13%	497,626,324	Y	N	Y	
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	2	497,626,324	4,863,292	4,528,981	281,456	-	3.64%	497,626,324	Y	N	Y	
0	WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LIMITED	2	497,626,324	320,000	318,650	-	-	0.26%	497,626,324	Y	N	N	
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	2	497,626,324	22,400	22,306	745	-	0.02%	497,626,324	Y	N	N	
0	WT MICROELECTRONICS CO., LTD.	WONCHANG SEMICONDUCTOR CO., LTD.	2	497,626,324	1,280	1,275	-	-	0.00%	497,626,324	Y	N	N	
0	WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY KOREA CO., LTD.	2	497,626,324	161,280	160,600	3,434	-	0.13%	497,626,324	Y	N	N	
0	WT MICROELECTRONICS CO., LTD.	BRILLNICS (HK) LTD.	2	497,626,324	318,650	318,650	55,640	-	0.26%	497,626,324	Y	N	N	
1	EXCELPOINT TECHNOLOGY PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	2	-	1,573,250	-	-	-	0.00%	-	N	N	N	Note 4
2	FUTURE ELECTRONICS INC.	WT MICROELECTRONICS CO., LTD.	3	326,733,076	30,000,000	-	-	-	0.00%	332,065,221	N	Y	N	Note 5
2	FUTURE ELECTRONICS INC.	MORRIHAN INTERNATIONAL CORP.	4	326,733,076	30,000,000	-	-	-	0.00%	332,065,221	N	N	N	Note 5
2	FUTURE ELECTRONICS INC.	FUTURE ELECTRONICS EDC SERVICES GMBH	2	326,733,076	-	-	-	-	0.00%	332,065,221	N	N	N	Note 5
2	FUTURE ELECTRONICS INC.	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	4	326,733,076	160,000	159,325	159,325	-	0.13%	332,065,221	N	N	N	Note 5
3	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	MACKTRONICS LIMITED	1	11,808	2,816	-	-	-	0.00%	128,697,907	N	N	N	Note 6
3	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	SUMMIT INTERNATIONAL YUGEN KAISHA	1	4,892	3,200	-	-	-	0.00%	128,697,907	N	N	N	Note 6

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:

(1) The Company is '0'.

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

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following four categories:

(1) Having business relationship.

(2) The endorser/guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.

(3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.

(4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.

Note 3: For a single party who owns directly and indirectly more than 50% voting shares of the Company should not be in excess of 400% of the Company's net assets, which are based on the latest financial statements audited or reviewed by the Company's CPA.

Note 4: EXCELPOINT TECHNOLOGY PTE. LTD. was merged and liquidated in February 2026, with EXCELPOINT SYSTEMS (PTE) LTD. being the surviving company.

Note 5: FUTURE ELECTRONICS INC. for a single enterprise and the total limit of endorsement guarantees should not be in excess of 400% the Company's net assets.

Note 6: FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD for a single enterprise and the total limit of endorsement guarantees should not be in excess of 400% the Company's net assets.

For guarantee provided because of business transactions, the guarantee amount should not exceed the amount of business transactions in the preceding twelve month period (the higher of purchase or sales).

WT Microelectronics Co., Ltd. and subsidiaries

Holding of significant marketable securities (not including subsidiaries, associates and joint ventures)

Six months ended June 30, 2026

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

Securities held by	Type of securities	Name of securities	Relationship with the securities issuer	General ledger account (Note)	As of June 30, 2026				Footnote
					Number of shares	Book value	Ownership (%)	Fair value	
WT MICROELECTRONICS CO., LTD.	Common stock	ASMEDIA TECHNOLOGY INC.	None	2	4,500,000	$ 6,615,000	6.07	$ 6,615,000	
WT MICROELECTRONICS CO., LTD.	Common stock	SINO-AMERICAN SILICON PRODUCTS INC.	None	1	2,533,000	455,940	0.40	455,940	
WT MICROELECTRONICS CO., LTD.	Private equity funds	FUH HWA GLOBAL IOT AND TECH FUND	None	3	10,010,010	262,663	-	262,663	
WT MICROELECTRONICS CO., LTD.	Private equity funds	FUH HWA ENERGY - EFFICIENT FUND	None	3	9,443,802	209,558	-	209,558	
MORRIHAN INTERNATIONAL CORP.	Common stock	JESS-LINK PRODUCTS CO., LTD.	None	2	688,000	240,800	0.56	240,800	

Note : Code of general ledger accounts: 1- Financial assets at fair value through other comprehensive income - current

2- Financial assets at fair value through other comprehensive income - non-current

3- Financial assets at fair value through profit or loss - non-current

WT Microelectronics Co., Ltd. and subsidiaries

Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more

Six months ended June 30, 2026

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	Affiliates	Sales	$ 60,993,654	19	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	$ -	-	
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	93,626,806	29	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	33,975,503	34	
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	394,372	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	1,169	-	
WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LIMITED	Affiliates	Sales	8,522,616	3	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	2,757,363	3	
WT MICROELECTRONICS CO., LTD.	EXCELPOINT SYSTEMS (H.K.) LIMITED	Affiliates	Sales	480,146	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS CO., LTD.	MORRIHAN SINGAPORE PTE. LTD.	Affiliates	Sales	116,047	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	114,700	-	
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	16,713,111	5	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	6,219,936	6	
WT MICROELECTRONICS CO., LTD.	PLANETSPARK PTE. LTD.	Affiliates	Sales	482,694	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	468,891	-	
WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY KOREA CO., LTD	Affiliates	Sales	1,485,953	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	644,750	-	
WT MICROELECTRONICS CO., LTD.	NUVISION TECHNOLOGY INC.	Affiliates	Purchases	3,715,986	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	(300,628)	-	
WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	Affiliates	Purchases	365,951	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	(38,128,320)	32	
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Purchases	1,120,015	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Purchases	612,495	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	2,435,338	12	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	697,210	10	
NUVISION TECHNOLOGY INC.	WT SOLOMON QCE LIMITED	Affiliates	Sales	817,943	4	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	163,192	2	
NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	1,247,167	6	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	287,719	4	
MORRIHAN INTERNATIONAL CORP.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	468,853	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	230,222	-	
MORRIHAN INTERNATIONAL CORP.	MORRIHAN SINGAPORE PTE. LTD.	Affiliates	Sales	521,545,942	75	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	105,208,868	71	
WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	Affiliates	Sales	1,334,780	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	466,835	1	
WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	6,717,687	7	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	4,244,730	11	
WT MICROELECTRONICS (HONG KONG) LIMITED	EXCELPOINT SYSTEMS (H.K.) LIMITED	Affiliates	Sales	207,546	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	14,653	-	
WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	384,755	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	203,744	-	
WT MICROELECTRONICS (SHENZHEN) CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	209,415	8	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS (SHENZHEN) CO., LTD.	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	446,736	16	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	285,106	24	
WT MICROELECTRONICS (SHENZHEN) CO., LTD.	WT SOLOMON QCE LIMITED	Affiliates	Sales	138,092	5	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS (SHANGHAI) CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	462,198	5	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
WT MICROELECTRONICS (SHANGHAI) CO., LTD.	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	Affiliates	Sales	$ 281,505	3	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	$ -	-	
EXCELPOINT SYSTEMS (H.K.) LIMITED	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	441,212	35	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	210,770	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Affiliates	Sales	216,675	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT TECHNOLOGY KOREA CO., LTD	Affiliates	Sales	591,476	3	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	265,248	3	
EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	3,274,234	54	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	705,985	46	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	Affiliates	Sales	120,084	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS AS	Affiliates	Sales	171,386	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	64,248	-	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DISTRIBUTION (ISRAEL) LTD	Affiliates	Sales	689,803	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	232,871	-	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DEUTSCHLAND GMBH	Affiliates	Sales	5,431,651	9	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	1,526,156	5	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS AUSTRIA GMBH	Affiliates	Sales	541,691	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	71,319	-	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS SCHWEIZ GMBH	Affiliates	Sales	331,390	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	135,872	-	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS TURKEY İÇ VE DIŞ TİCARET LİMİTED ŞİRKETİ	Affiliates	Sales	483,964	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	82,614	-	
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Sales	1,122,647	2	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	757,178	2	
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS INC.	Affiliates	Sales	2,691,176	5	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS CORP.	Affiliates	Sales	28,773,839	48	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	136,610	-	
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS LIMITED	Affiliates	Sales	335,523	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	116,290	-	
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Sales	2,917,048	5	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	1,933,304	6	
FUTURE ELECTRONICS INC.	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	Affiliates	Sales	34,287,476	58	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	747,319	2	
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS LIMITED	Affiliates	Sales	151,510	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS INC. (KOREA)	Affiliates	Sales	468,961	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	178,368	-	
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS KABUSHIKI KAISHA	Affiliates	Sales	303,727	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	135,176	-	
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	10,954,675	34	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	3,987,943	17	
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	2,276,327	7	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	958,648	4	
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE TAIWAN ADVANCED ELECTRONICS PTE LTD.	Affiliates	Sales	137,492	-	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	40,385	-	
FUTURE ELECTRONICS (HONG KONG) LIMITED	FUTURE ELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	409,046	1	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	-	-	
FUTURE ADVANCED ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Sales	3,274,037	10	Closes its accounts 90 days after the end of each month	Based on product, market price of inventory cost and other trading conditions	No material difference	611,357	3	

WT Microelectronics Co., Ltd. and subsidiaries

Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more

June 30, 2026

Table 5

Expressed in thousands of NTD

(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2026	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	$ 33,975,503	7.04	$ -		$ 33,975,503	$ -
WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LIMITED	Affiliates	2,757,363	8.19	-		2,757,363	-
WT MICROELECTRONICS CO., LTD.	MORRIHAN SINGAPORE PTE. LTD.	Affiliates	114,700	4.05	-		-	-
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	6,219,936	6.24	-		-	-
WT MICROELECTRONICS CO., LTD.	PLANETSPARK PTE. LTD.	Affiliates	468,891	2.25	101,743	Collection after the period	-	-
WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY KOREA CO., LTD	Affiliates	644,750	5.77	47,216	Collection after the period	-	-
NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS CO., LTD.	Affiliates	300,628	16.98	-		-	-
NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	697,210	9.56	-		-	-
NUVISION TECHNOLOGY INC.	WT SOLOMON QCE LIMITED	Affiliates	163,192	6.96	-		163,192	-
NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	287,719	4.65	-		287,719	-
MORRIHAN INTERNATIONAL CORP.	WT MICROELECTRONICS CO., LTD.	Affiliates	38,128,320	-	-		-	-
MORRIHAN INTERNATIONAL CORP.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	230,222	5.11	-		-	-
MORRIHAN INTERNATIONAL CORP.	MORRIHAN SINGAPORE PTE. LTD.	Affiliates	105,208,868	19.17	-		105,208,868	-
WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	Affiliates	466,835	5.73	-		-	-
WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	4,244,730	3.28	-		563,170	-
WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	203,744	6.73	2,988	Collection after the period	-	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2026	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
WT MICROELECTRONICS (SHENZHEN) CO., LTD.	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	$ 285,106	4.71	$ -		$ -	$ -
EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	705,985	18.55	1,012	Collection after the period	-	-
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT TECHNOLOGY KOREA CO., LTD	Affiliates	265,248	6.10	5,887	Collection after the period	117,308	-
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DISTRIBUTION (ISRAEL) LTD	Affiliates	232,871	7.34	-		155,874	-
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DEUTSCHLAND GMBH	Affiliates	1,526,156	11.44	-		689,248	-
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS SCHWEIZ GMBH	Affiliates	135,872	5.82	-		66,941	-
FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	757,178	3.52	-		175,258	-
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS CORP.	Affiliates	136,610	26.82	-		136,610	-
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS LIMITED	Affiliates	116,290	8.30	-		16,793	-
FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	1,933,304	3.08	-		-	-
FUTURE ELECTRONICS INC.	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	Affiliates	747,319	19.40	-		747,319	-
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS INC. (KOREA)	Affiliates	178,368	10.52	-		91,710	-
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS KABUSHIKI KAISHA	Affiliates	135,176	5.54	-		51,841	-
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (HONG KONG) LIMITED	Affiliates	3,987,943	6.08	-		2,708,525	-
FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	958,648	6.12	-		438,686	-
FUTURE ADVANCED ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	611,357	14.80	-		414,245	-

Note: For information on loans between the Company and subsidiaries, refer to table 1.

WT Microelectronics Co., Ltd. and subsidiaries
Significant inter-company transactions during the reporting period
Six months ended June 30, 2026

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction (Note 4) General ledger account	Amount	Transaction terms	Percentage of total operating revenues or total assets (Note 5)
0	WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	Affiliates	Sales	$ 60,993,654	(Note 3)	6
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	93,626,806	(Note 3)	9
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Accounts receivable	33,975,503	(Note 3)	4
0	WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LIMITED	Affiliates	Sales	8,522,616	(Note 3)	1
0	WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LIMITED	Affiliates	Accounts receivable	2,757,363	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	16,713,111	(Note 3)	2
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Accounts receivable	6,219,936	(Note 3)	1
0	WT MICROELECTRONICS CO., LTD.	PLANETSPARK PTE. LTD.	Affiliates	Sales	482,694	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY KOREA CO., LTD.	Affiliates	Sales	1,485,953	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY KOREA CO., LTD.	Affiliates	Accounts receivable	644,750	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	Affiliates	Accounts payable	38,128,320	(Note 3)	5
0	WT MICROELECTRONICS CO., LTD.	NUVISION TECHNOLOGY INC.	Affiliates	Purchases	3,715,986	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Purchases	1,120,015	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	EXCELPOINT SYSTEMS (H.K.) LIMITED	Affiliates	Sales	480,146	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Purchases	612,495	(Note 3)	-
0	WT MICROELECTRONICS CO., LTD.	PLANETSPARK PTE. LTD.	Affiliates	Accounts receivable	468,891	(Note 3)	-
1	NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	2,435,338	(Note 3)	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction (Note 4) General ledger account	Amount	Transaction terms	Percentage of total operating revenues or total assets (Note 5)
1	NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Accounts receivable	$ 697,210	(Note 3)	-
1	NUVISION TECHNOLOGY INC.	WT SOLOMON QCE LIMITED	Affiliates	Sales	817,943	(Note 3)	-
1	NUVISION TECHNOLOGY INC.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	1,247,167	(Note 3)	-
2	MORRIHAN INTERNATIONAL CORP.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	468,853	(Note 3)	-
2	MORRIHAN INTERNATIONAL CORP.	MORRIHAN SINGAPORE PTE. LTD.	Affiliates	Sales	521,545,942	(Note 3)	48
2	MORRIHAN INTERNATIONAL CORP.	MORRIHAN SINGAPORE PTE. LTD.	Affiliates	Accounts receivable	105,208,868	(Note 3)	13
3	WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	Affiliates	Sales	1,334,780	(Note 3)	-
3	WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHENZHEN) CO., LTD.	Affiliates	Accounts receivable	466,835	(Note 3)	-
3	WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	6,717,687	(Note 3)	1
3	WT MICROELECTRONICS (HONG KONG) LIMITED	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Accounts receivable	4,244,730	(Note 3)	1
4	WT MICROELECTRONICS (SHANGHAI) CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	462,198	(Note 3)	-
5	WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT TECHNOLOGY KOREA CO., LTD	Affiliates	Sales	591,476	(Note 3)	-
6	EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Sales	3,274,234	(Note 3)	-
6	EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Affiliates	Accounts receivable	705,985	(Note 3)	-
7	FUTURE ELECTRONICS INC.	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	Affiliates	Sales	34,287,476	(Note 3)	3
7	FUTURE ELECTRONICS INC.	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	Affiliates	Accounts receivable	747,319	(Note 3)	-
8	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Sales	2,276,327	(Note 3)	-
8	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (SHANGHAI) CO., LTD.	Affiliates	Accounts receivable	958,648	(Note 3)	-
8	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (HONG KONG) LIMITED	Affiliates	Sales	10,954,675	(Note 3)	1
8	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS (HONG KONG) LIMITED	Affiliates	Accounts receivable	3,987,943	(Note 3)	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction (Note 4)			
				General ledger account	Amount	Transaction terms	Percentage of total operating revenues or total assets (Note 5)
8	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	FUTURE ELECTRONICS INC. (KOREA)	Affiliates	Sales	$ 468,961	(Note 3)	-
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS AUSTRIA GMBH	Affiliates	Sales	541,691	(Note 3)	-
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DEUTSCHLAND GMBH	Affiliates	Sales	5,431,651	(Note 3)	1
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DEUTSCHLAND GMBH	Affiliates	Accounts receivable	1,526,156	(Note 3)	-
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS DISTRIBUTION (ISRAEL) LTD	Affiliates	Sales	689,803	(Note 3)	-
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Sales	1,122,647	(Note 3)	-
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Accounts receivable	757,178	(Note 3)	-
9	FUTURE ELECTRONICS LIMITED	FUTURE ELECTRONICS TURKEY İÇ VE DIŞ TİCARET LİMİTED ŞİRKETİ	Affiliates	Sales	483,964	(Note 3)	-
10	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Sales	2,917,048	(Note 3)	-
10	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Accounts receivable	1,933,304	(Note 3)	-
10	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS INC.	Affiliates	Sales	2,691,176	(Note 3)	-
10	FUTURE ELECTRONICS DISTRIBUTION CENTER, LP	FUTURE ELECTRONICS CORP.	Affiliates	Sales	28,773,839	(Note 3)	3
11	FUTURE ADVANCED ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Sales	3,274,037	(Note 3)	-
11	FUTURE ADVANCED ELECTRONICS LIMITED	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Affiliates	Accounts receivable	611,357	(Note 3)	-

Note 1: The information of transactions between the Company and the consolidated subsidiaries should be noted in “Number” column.
(1) Number 0 represents the Company.
(2) The consolidated subsidiaries are numbered in order from number 1.

Note 2: The transaction relationships with the counterparties are as follows:
(1) The Company to the consolidated subsidiary.
(2) The consolidated subsidiary to the Company.
(3) The consolidated subsidiary to another consolidated subsidiary.

Note 3: The prices and terms to related parties were similar to third parties. The credit term is 90 days after the end of each month.

Note 4: For sales, purchases and accounts receivable, transactions reaching NT$100 million or 20% of paid-in capital or more should be disclosed.

Note 5: In calculating the ratio, the transaction amount is divided by consolidated total assets for balance sheet accounts and is divided by consolidated total revenues for income statement accounts.

Note 6: Information of loans between the Company and subsidiaries, please refer to table 1.

WT Microelectronics Co., Ltd. and subsidiaries

Names, locations and other information of investee companies (not including investees in Mainland China)

Six months ended June 30, 2026

Table 7

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount: Balance at June 30, 2026	Initial investment amount: Balance at December 31, 2025	Shares held as at June 30, 2026: Number of shares	Shares held as at June 30, 2026: Ownership (%)	Shares held as at June 30, 2026: Book value	Net profit (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
WT MICROELECTRONICS CO., LTD.	WINTECH MICROELECTRONICS HOLDING LIMITED	British Virgin Islands	Holding company	$ 32,029	$ 32,029	31,160	100.00	$ 9,655,009	$ 477,455	$ 477,455	Subsidiary
WT MICROELECTRONICS CO., LTD.	MORRIHAN INTERNATIONAL CORP.	Taiwan	Sales of electronic components	35,106,620	35,106,620	923,760,000	100.00	37,095,813	4,742,842	4,742,842	Subsidiary
WT MICROELECTRONICS CO., LTD.	BSI SEMICONDUCTOR PTE. LTD.	Singapore	Holding company	486,289	486,289	7,544,002	100.00	807,204	3,700	3,700	Subsidiary
WT MICROELECTRONICS CO., LTD.	NUVISION TECHNOLOGY INC.	Taiwan	Sales of electronic components	323,751	323,751	28,227,197	100.00	2,290,567	1,306,131	1,306,131	Subsidiary
WT MICROELECTRONICS CO., LTD.	MAXTEK TECHNOLOGY CO., LTD.	Taiwan	Sales of electronic components	1,895,949	1,895,949	70,220,331	100.00	1,665,379	(63,001)	(63,001)	Subsidiary
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS (HONG KONG) LIMITED	Hong Kong	Sales of electronic components	402,761	402,761	12,527,632	100.00	1,344,612	160,656	160,656	Subsidiary
WT MICROELECTRONICS CO., LTD.	WT SOLOMON QCE LIMITED	Hong Kong	Sales of electronic components	451,386	451,386	110,000,000	100.00	687,361	67,461	67,461	Subsidiary
WT MICROELECTRONICS CO., LTD.	WT MICROELECTRONICS SINGAPORE PTE. LTD.	Singapore	Sales of electronic components	4,864,726	4,864,726	156,698,335	100.00	7,508,491	962,006	962,006	Subsidiary
WT MICROELECTRONICS CO., LTD.	WT TECHNOLOGY PTE. LTD.	Singapore	Sales of electronic components	156,727	156,727	5,000,000	100.00	168,789	5,509	5,509	Subsidiary
WT MICROELECTRONICS CO., LTD.	MORRIHAN SINGAPORE PTE.LTD.	Singapore	Sales of electronic components	150,363	150,363	7,000,000	100.00	5,429,078	1,437,163	1,437,163	Subsidiary
WT MICROELECTRONICS CO., LTD.	NICHIDENBO CORPORATION	Taiwan	Sales of electronic components	1,444,511	1,444,511	102,000,000	35.47	10,782,427	1,311,336	465,131	Associates
WT MICROELECTRONICS CO., LTD.	BRILLNICS (TAIWAN) INC.	Taiwan	Research and development company	395,892	-	1,006,601	60.30	408,044	41,508	24,502	Subsidiary and Note 3
WT MICROELECTRONICS CO., LTD.	FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD	Singapore	Sales of electronic components	30,590,400	-	947,242,270	100.00	41,019,573	2,269,472	2,269,472	Subsidiary, Note 2 and Note 5
WT MICROELECTRONICS CO., LTD.	FUTURE ELECTRONICS INC.	Canada	Sales of electronic components	40,080,753	61,694,782	51	51.00	41,762,199	2,480,454	1,205,969	Subsidiary and Note 2

Investor	Investee	Location	Main business activities	Initial investment amount: Balance at June 30, 2026	Initial investment amount: Balance at December 31, 2025	Shares held as at June 30, 2026: Number of shares	Shares held as at June 30, 2026: Ownership (%)	Shares held as at June 30, 2026: Book value	Net profit (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
BRILLNICS (TAIWAN) INC.	BRILLNICS SINGAPORE PTE. LTD.	Singapore	Manufacture of electronic components	$ 98,376	-	750,002	100.00	($ 38,466)	($ 4,279)	Note 1	Subsidiary and Note 7
BRILLNICS (TAIWAN) INC.	BRILLNICS (HK) LIMITED	Hong Kong	Selling and technology servicing	362,352	-	64,013,000	100.00	486,384	15,598	Note 1	Subsidiary and Note 7
BRILLNICS (TAIWAN) INC.	BRILLNICS JAPAN INC.	Japan	Research and development company	20,030	-	100,000	100.00	43,941	4,547	Note 1	Subsidiary and Note 7
WINTECH MICROELECTRONICS HOLDING LIMITED	PROMISING INVESTMENT LIMITED	Mauritius	General investment	976,105	976,105	30,632,506	100.00	1,215,872	240,203	Note 1	Subsidiary
WINTECH MICROELECTRONICS HOLDING LIMITED	WINTECH INVESTMENT CO., LTD.	Belize	General investment	669,833	669,833	21,020,957	100.00	971,198	(41,246)	Note 1	Subsidiary
WINTECH MICROELECTRONICS HOLDING LIMITED	WINTECH MICROELECTRONICS LTD.	Belize	Sales of electronic components	634,117	634,117	-	0.00	-	178	Note 1	Subsidiary and Note 8
WINTECH MICROELECTRONICS HOLDING LIMITED	JCD OPTICAL (CAYMAN) CO., LTD.	Cayman Islands	Holding company	75,644	75,644	5,869,093	16.94	8,687	373	Note 1	Associates
WINTECH MICROELECTRONICS HOLDING LIMITED	JOY CAPITAL LTD.	Seychelles	General investment	36,156	38,238	1,200,000	17.65	8,344	(1,075)	Note 1	Associates
WINTECH MICROELECTRONICS HOLDING LIMITED	RAINBOW STAR GROUP LIMITED	British Virgin Islands	General investment	31,865	31,865	18,924	24.65	-	1,999	Note 1	Associates
PROMISING INVESTMENT LIMITED	NINO CAPITAL CO., LTD.	Samoa	Holding company	9,910	9,910	311,000	100.00	43,086	934	Note 1	Subsidiary
PROMISING INVESTMENT LIMITED	RICH WEB LTD.	British Virgin Islands	Holding company	732,080	732,080	22,974,430	100.00	1,084,185	239,253	Note 1	Subsidiary
WINTECH INVESTMENT CO., LTD.	WT TECHNOLOGY KOREA CO., LTD.	South Korea	Sales of electronic components	580,163	580,163	3,800,000	95.47	817,218	(41,591)	Note 1	Subsidiary
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS (MALAYSIA) SDN. BHD.	Malaysia	Selling and technology servicing	784	784	500,000	100.00	3,151	11	Note 1	Subsidiary
WT MICROELECTRONICS SINGAPORE PTE. LTD.	BRILLNICS INC.	Cayman Islands	Holding company	1,241,588	1,241,588	49,336,630	100.00	428,474	(33,889)	Note 1	Subsidiary and Note 9
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS (THAILAND) LIMITED.	Thailand	Sales of electronic components	2,874	2,874	300,000	100.00	3,641	176	Note 1	Subsidiary
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT MICROELECTRONICS INDIA PRIVATE LIMITED	India	Selling and technology servicing	2,428	2,428	700,000	100.00	8,238	1,692	Note 1	Subsidiary
WT MICROELECTRONICS SINGAPORE PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Singapore	Holding company	4,788,966	-	120,398,640	100.00	5,620,831	521,322	Note 1	Subsidiary and Note 6
WT MICROELECTRONICS SINGAPORE PTE. LTD.	WT SEMICONDUCTOR HOLDINGS PTE. LTD.	Singapore	Holding company	-	4,788,966	-	0.00	-	-	Note 1	Subsidiary and Note 6

Investor	Investee	Location	Main business activities	Initial investment amount: Balance at June 30, 2026	Initial investment amount: Balance at December 31, 2025	Shares held as at June 30, 2026: Number of shares	Shares held as at June 30, 2026: Ownership (%)	Shares held as at June 30, 2026: Book value	Net profit (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
MORRIHAN INTERNATIONAL CORP.	ASIA LATEST TECHNOLOGY LIMITED	Mauritius	Holding company	$ 37,771	$ 37,771	1,120,000	100.00	$ 47,207	($ 426)	Note 1	Subsidiary
MORRIHAN INTERNATIONAL CORP.	FUTURE ELECTRONICS INC.	Canada	Sales of electronic components	38,508,948	59,275,369	49	49.00	40,124,466	2,480,454	Note 1	Subsidiary and Note 2
BSI SEMICONDUCTOR PTE. LTD.	WT TECHNOLOGY KOREA CO., LTD.	South Korea	Sales of electronic components	55,271	55,271	180,472	4.53	29,714	(41,591)	Note 1	Subsidiary
BSI SEMICONDUCTOR PTE. LTD.	WONCHANG SEMICONDUCTOR CO., LTD.	South Korea	Sales of electronic components	24,991	24,991	53,505	100.00	171,009	(2,813)	Note 1	Subsidiary
MAXTEK TECHNOLOGY CO., LTD.	HONGTECH ELECTRONICS CO., LTD.	Taiwan	Sales of electronic components	115,000	115,000	11,500,000	100.00	216,582	712	Note 1	Subsidiary
MAXTEK TECHNOLOGY CO., LTD.	LACEWOOD INTERNATIONAL CORP.	British Virgin Islands	Sales of electronic components	-	98,376	500	100.00	-	-	Note 1	Subsidiary
BRILLNICS INC.	BRILLNICS (HK) LIMITED	Hong Kong	Selling and technology servicing	-	362,352	-	0.00	-	-	Note 1	Subsidiary and Note 7
BRILLNICS INC.	BRILLNICS SINGAPORE PTE. LTD.	Singapore	Manufacture of electronic components	-	23,899	-	0.00	-	-	Note 1	Subsidiary and Note 7
BRILLNICS (HK) LIMITED	BRILLNICS JAPAN INC.	Japan	Research and development company	-	19,700	-	0.00	-	-	Note 1	Subsidiary and Note 7
BRILLNICS (HK) LIMITED	BRILLNICS (TAIWAN) INC.	Taiwan	Research and development company	-	16,694	-	0.00	-	-	Note 1	Subsidiary and Note 3
WT SEMICONDUCTOR HOLDINGS PTE. LTD.	EXCELPOINT TECHNOLOGY PTE. LTD.	Singapore	Holding company	-	5,200,061	-	0.00	-	-	Note 1	Subsidiary and Note 6
EXCELPOINT TECHNOLOGY PTE. LTD.	EXCELPOINT SYSTEMS (PTE) LTD	Singapore	Holding company	-	508,286	-	0.00	-	-	Note 1	Subsidiary and Note 6
EXCELPOINT TECHNOLOGY PTE. LTD.	EXCELPOINT SYSTEMS (H.K.) LIMITED	Hong Kong	Sales of electronic components	-	284,475	-	0.00	-	-	Note 1	Subsidiary and Note 4
EXCELPOINT TECHNOLOGY PTE. LTD.	PLANETSPARK PTE. LTD.	Singapore	Research and development and Investment Company	-	350,515	-	0.00	-	-	Note 1	Subsidiary and Note 4
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS (H.K.) LIMITED	Hong Kong	Sales of electronic components	508,286	-	27,793,961	100.00	1,194,003	(7,233)	Note 1	Subsidiary and Note 4
EXCELPOINT SYSTEMS (PTE) LTD	PLANETSPARK PTE. LTD.	Singapore	Research and development and Investment Company	350,515	-	11,000,001	100.00	241,791	18,737	Note 1	Subsidiary and Note 4
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS SDN. BHD.	Malaysia	Selling and technology servicing	1	1	100	100.00	213	(83)	Note 1	Subsidiary

Investor	Investee	Location	Main business activities	Initial investment amount: Balance at June 30, 2026	Initial investment amount: Balance at December 31, 2025	Shares held as at June 30, 2026: Number of shares	Shares held as at June 30, 2026: Ownership (%)	Shares held as at June 30, 2026: Book value	Net profit (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS (INDIA) PVT LTD	India	Selling and technology servicing	$ 368	$ 368	50,000	100.00	($ 49,351)	$ 58	Note 1	Subsidiary
EXCELPOINT SYSTEMS (PTE) LTD	EXCELPOINT SYSTEMS (USA) INC.	USA	Selling and technology servicing	32	32	1,000	100.00	1,037	(234)	Note 1	Subsidiary
EXCELPOINT SYSTEMS (PTE) LTD	WT MICROELECTRONICS VIETNAM COMPANY LIMITED	Vietnam	Sales of electronic components	28,679	28,679	-	100.00	(11,196)	744	Note 1	Subsidiary
EXCELPOINT SYSTEMS (H.K.) LIMITED	SYNERGY ELECTRONICS (H.K.) LIMITED	Hong Kong	Sales of electronic components	3,187	3,187	100,000	100.00	8,918	(127)	Note 1	Subsidiary

Note 1: Profit (loss) of investee has been included in the investor, and will not be disclosed separately.

Note 2: Because the foreign holding investee companies prepare consolidated financial statements only, which the Company has significant influence or control, directly or indirectly, is only disclosed to the level of the holding company.

Note 3: In February 2026, the Company directly held equity interest of BRILLNICS (Taiwan) INC. in response to the adjustment of the Group’s organisational structure.

Note 4: In February 2026, EXCELPOINT SYSTEMS (PTE) LTD. directly held 100% equity interest in PLANETSPARK PTE. LTD. and EXCELPOINT SYSTEMS (H.K.) LIMITED. in response to the adjustment of the Group's organisational structure.

Note 5: In January 2026, the Company directly held all the equity interest of FUTURE ELECTRONICS INC. (DISTRIBUTION) PTE LTD in response to the adjustment of the Group’s organisational structure. The registration was completed on April 16, 2026.

Note 6: WT SEMICONDUCTOR HOLDINGS PTE. LTD., EXCELPOINT TECHNOLOGY PTE. LTD., and EXCELPOINT SYSTEMS (PTE) LTD. conducted a merger in February 2026, where EXCELPOINT SYSTEMS (PTE) LTD. was the surviving company. Following the Group's organisational restructuring, EXCELPOINT SYSTEMS (PTE) LTD. directly holds 100% equity interest in PLANETSPARK PTE. LTD. and EXCELPOINT SYSTEMS (H.K.) LIMITED.

Note 7: In May 2026, BRILLNICS (TAIWAN) INC. directly held 100% equity interest in BRILLNICS JAPAN INC., BRILLNICS SINGAPORE PTE. LTD. and BRILLNICS (HK) LIMITED in response to the adjustment of the Group’s organisational structure.

Note 8: On April 22, 2026, WINTECH MICROELECTRONICS LTD. had been dissolved and liquidated.

Note 9: On May 13, 2026, BRILLNICS INC. acquired all the shares held by the non-controlling interest shareholders and retire these shares. As a result, the shareholder ratio of WT MICROELECTRONICS SINGAPORE PTE. LTD. in BRILLNICS INC. changed to 100%.

WT Microelectronics Co., Ltd. and subsidiaries

Information on investments in Mainland China

Six months ended June 30, 2026

Table 8

Expressed in thousands of NTD

(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2026	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six months ended June 30, 2026		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Net income of investee for the six months ended June 30, 2026	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2026 (Note 2)	Book value of investment in Mainland China as of June 30, 2026	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2026	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
SHANGHAI WT MICROELECTRONICS CO., LTD.	International trade, entrepot trade and etc.	$ 9,560	2	$ 9,560	$ -	$ -	$ 9,560	$ 935	100.00	$ 935	$ 43,010	$ -	Note 5
WT MICROELECTRONICS (SHENZHEN) CO., LTD.	International trade, entrepot trade and etc.	723,036	2	669,796	-	-	669,796	239,250	100.00	239,250	1,084,073	-	Note 6
WT MICROELECTRONICS (SHANGHAI) CO., LTD.	International trade	1,120,055	2	610,215	-	-	610,215	229,147	100.00	229,147	2,737,406	-	Note 7
WT MICROELECTRONICS (SHANGHAI) TECHNOLOGY CO., LTD.	Technical service, international trade, entrepot trade and etc.	42,380	3	31,865	-	-	31,865	(426)	100.00	(426)	47,197	-	Note 4
JCD OPTICAL CORPORATION	Production and sales of optoelectronic materials and components	162,512	2	21,159	-	-	21,159	551	16.94	93	611	-	Note 8
SYNERGY ELECTRONICS (SHENZHEN) CO., LTD.	International trade, entrepot trade and etc.	8,124	2	-	-	-	-	10,617	100.00	10,617	(318,045)	-	Note 9
EXCELPOINT INTERNATIONAL TRADING (SHANGHAI) CO., LTD.	International trade, entrepot trade and etc.	47,798	2	-	-	-	-	(4,517)	100.00	(4,517)	48,988	-	Note 9
FUTURE ELECTRONICS (SHANGHAI) CO., LTD.	International trade, entrepot trade and etc.	76,476	2	-	-	-	-	371,404	100.00	371,404	2,158,352	-	Note 10

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA (Note 3)
WT MICROELECTRONICS CO., LTD.	$ 4,028,403	$ 4,028,403	$ 74,805,144

Note 1: The investment methods are classified into the following three categories:

(1) Directly investing in Mainland China.

(2) Through investing in companies in the third area, which then invested in the investee in Mainland China.

(3) Others.

Note 2: Investment gains or losses were recognised based on reviewed financial statements.

Note 3: The amount disclosed was 60% of the net assets in the Company's consolidated financial statements and based on Investment Commission, MOEA Regulation No. 09704604680 announced on August 29, 2008.

Note 4: This is a China subsidiary which was reinvested through the company in the third area when MORRIHAN INTERNATIONAL CORP. was acquired in September 2009.

Note 5: This is a China company which was invested through the company, NINO CAPITAL CO., LTD., in the third area.

Note 6: This is a China company which was invested through the company, RICH WEB LTD., in the third area.

Note 7: This is a China company which was reinvested through the company, WINTECH MICROELECTRONICS HOLDING LIMITED, in the third area.

Note 8: This is a China company which was reinvested through the company, JCD OPTICAL (CAYMAN) CO., LTD., in the third area.

Note 9: This is a China company which was reinvested through the company, EXCELPOINT SYSTEMS (H.K.) LIMITED, in the third area.

Note 10: This is a China subsidiary which was reinvested through the company in the third area when FUTURE ELECTRONICS INC. was acquired in April 2024.