

Gudeng Precision Industrial Co., Ltd. and Subsidiaries

Consolidated Financial Statements and Independent Auditors' Report

For the Nine Months Ended September 30, 2025 and 2024

Address: 9F-5, No. 2, Sec. 4, Zhongyang Rd., Tucheng Dist., New Taipei City

Tel: (02)22689141

Notice to Reader

For the convenience of readers, this report has been translated into English from the original Chinese version. The English version has not been audited or reviewed by independent auditors. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail.

§Table of Contents§

ITEM	PAGE	NOTES TO FINANCIAL STATEMENTS
I. Cover	1	-
II. Table of Contents	2	-
III. Independent Auditors' Report	3~4	-
IV. Consolidated Balance Sheet	5	-
V. Consolidated Statement of Comprehensive Income	6	-
VI. Consolidated Statement of Changes in Equity	7	-
VII. Consolidated Statement of Cash Flows	8	-
VIII. Notes to the Consolidated Financial Statements		
1. Company History	9	1
2. Date and Procedures of Approval of Financial Statements	9	2
3. Application of Newly Released and Revised Standards and IFRIC Interpretations (IFRIC)	9~11	3
4. Summary of Significant Accounting Policies	11~12	4
5. Main Sources of Significant Accounting Judgments, Estimates and Assumption Uncertainties	13	5
6. Description of Significant Accounting Items	13~60	6~37
7. Related Party Transactions	61~66	38
8. Pledged Assets	66	39
9. Significant Contingent Liabilities and Unrecognized Contractual Commitments	66~67	40
10. Significant Disaster Losses	-	-
11. Significant Subsequent Events	-	-
12. Others	67~69	41
13. Notes and Disclosures		
(1) Information on Significant Transactions	69、72~77	42
(2) Information on Investee Companies	69、78~79	42
(3) Information on Investments in Mainland China	69, 72~73, 80~81	42
14. Segment Information	70~71	43

Independent Auditors' Report

To Gudeng Precision Industrial Co., Ltd.:

Introduction

We have reviewed the consolidated balance sheets of Gudeng Precision Industrial Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, the consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and consolidated statements of cash flows for the nine months ended September 30, 2025 and 2024, and notes to the consolidated financial statements (including a summary of significant accounting policies). The preparation of consolidated financial statements that present fairly in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34 "Interim Financial Reporting" as endorsed and issued into effect by the Financial Supervisory Commission is the responsibility of management. The accountant's responsibility is to express a conclusion on the consolidated financial statements based on the review.

Scope of Review

Except for the matters described in the basis for qualified conclusion section, the accountant conducted the review in accordance with Review Standard No. 2410 "Review of Financial Statements". The procedures performed in reviewing the consolidated financial statements include inquiries (primarily of persons responsible for financial and accounting matters), analytical procedures, and other review procedures. The scope of a review is significantly less than the scope of an audit, and therefore the accountant may not become aware of all significant matters that might be identified in an audit and accordingly cannot express an audit opinion.

Basis for Qualified Conclusion

As described in Note 12 to the consolidated financial statements, the financial statements for the same periods of certain non-material subsidiaries included in the aforementioned consolidated financial statements have not been reviewed by accountants. Their total assets as of September 30, 2025 and 2024 were NT\$4,723,622 thousand and NT\$3,629,431 thousand, respectively, representing 21.01% and 18.78% of consolidated total assets, respectively; their total liabilities were NT\$1,107,083 thousand and NT\$1,258,381 thousand, respectively, representing 9.88% and 15.34% of consolidated total liabilities, respectively; their total comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 were NT\$(3,292) thousand, NT\$44,926 thousand, NT\$(25,140) thousand, and NT\$109,539 thousand, respectively, representing (1.04%), 7.07%, (9.80%), and 8.26% of consolidated total comprehensive income, respectively. As stated in Note 13 to the consolidated financial statements, investments accounted for using the equity method were NT\$325,671 thousand and NT\$327,704 thousand as of September 30, 2025 and 2024, respectively. The share of profit or loss of associates recognized for the periods from July 1 to September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024 were NT\$(850) thousand,

NT\$(6,222) thousand, NT\$(393) thousand, and NT\$(12,905) thousand, respectively, which were based on the financial reports of the investee companies for the same periods that were not reviewed by certified public accountants. In addition, the relevant information disclosed in Note 42 to the Consolidated Financial Statements and the information related to the aforementioned non-significant subsidiaries and associates accounted for using the equity method have also not been reviewed by the auditors.

Qualified Conclusion

Based on the accountant's review, except for the potential adjustments to the consolidated financial statements that might arise if the financial statements of certain non-material subsidiaries and investee companies described in the basis for qualified conclusion section were reviewed by accountants, nothing came to the accountant's attention that causes the accountant to believe that the aforementioned consolidated financial statements are not prepared, in all material respects, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34 "Interim Financial Reporting" as endorsed and issued into effect by the Financial Supervisory Commission, and do not present fairly the consolidated financial position of Gudeng Precision Industrial Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and their consolidated financial performance for the three months ended September 30, 2025 and 2024, and their consolidated financial performance and consolidated cash flows for the nine months ended September 30, 2025 and 2024.

Deloitte & Touche

CPA - Zeng, Jian-Ming

CPA - Wang, Pan-Fa

Approval Document Number of the
Financial Supervisory Commission

Financial Supervisory Commission
Approval No. 1100356048

Approval Document Number of the Financial
Supervisory Commission

Financial Supervisory Commission Approval
No. 1100356048

November 6, 2025

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEET

As of September 30, 2025, December 31 and September 30, 2024

Unit: In Thousands of New Taiwan Dollars

Code	Assets	September 30, 2025		December 31, 2024		September 30, 2024	
		Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and Cash Equivalents (Notes 6)	\$ 4,326,968	19	\$ 4,291,482	20	\$ 3,798,689	19
1110	Financial Assets at Fair Value through Profit or Loss - Current (Note 7)	494,204	2	563,611	3	426,569	2
1136	Financial Assets at Amortized Cost - Current (Note 9)	594,752	3	928,896	4	706,445	4
1150	Notes Receivable - Non-related Parties (Note 10)	12,671	-	23,306	-	2,949	-
1172	Trade Receivable - Non-related Parties (Notes 10 and 28)	1,388,301	6	1,518,929	7	1,502,314	8
1181	Trade Receivable - Related Parties (Notes 10, 28 and 38)	20,407	-	12,446	-	5,750	-
1200	Other Receivables (Note 10)	37,049	-	34,527	-	47,335	-
1210	Other Receivables - Related Parties (Notes 10 and 38)	139	-	284	-	646	-
1220	Current Tax Assets (Note 4)	4,974	-	2,138	-	2,036	-
130X	Inventories (Note 11)	2,266,773	10	2,128,970	10	2,065,668	11
1410	Prepayments (Notes 19 and 38)	115,985	1	104,653	1	147,095	1
1479	Other Current Assets (Note 20)	42,159	-	81,995	-	81,144	-
11XX	Total Current Assets	<u>9,304,382</u>	<u>41</u>	<u>9,691,237</u>	<u>45</u>	<u>8,786,640</u>	<u>45</u>
Non-current Assets							
1510	Financial Assets at Fair Value through Profit or Loss - Non-current (Note 7)	144,944	1	44,212	-	-	-
1517	Financial Assets at Fair Value through Other Comprehensive Income - Non-current (Note 8)	2,060,312	9	1,677,677	8	992,024	5
1535	Financial Assets at Amortized Cost - Non-current (Note 9)	8,500	-	8,500	-	8,500	-
1550	Investments Accounted for Using Equity Method (Note 13)	325,671	2	325,365	2	327,704	2
1600	Property, Plant and Equipment (Notes 14 and 38)	8,828,611	39	7,710,854	36	7,348,865	38
1755	Right-of-use Assets (Note 15 and 38)	229,296	1	264,651	1	276,439	2
1760	Investment Property, Net (Note 16)	625,008	3	657,510	3	700,386	4
1805	Goodwill (Note 17)	160,727	1	179,241	1	181,616	1
1821	Other Intangible Assets (Note 18)	278,723	1	174,828	1	178,423	1
1840	Deferred Tax Assets (Note 4)	65,371	-	76,859	-	75,799	-
1915	Prepayments for Equipment (Note 40)	416,544	2	520,113	3	420,670	2
1920	Refundable Deposits (Note 38)	36,655	-	33,658	-	30,778	-
1990	Other non-current assets - Others (Note 20)	1,976	-	1,617	-	875	-
15XX	Total Non-current Assets	<u>13,182,338</u>	<u>59</u>	<u>11,675,085</u>	<u>55</u>	<u>10,542,079</u>	<u>55</u>
1XXX	Total Assets	<u>\$ 22,486,720</u>	<u>100</u>	<u>\$ 21,366,322</u>	<u>100</u>	<u>\$ 19,328,719</u>	<u>100</u>
Liabilities and Equity							
Current Liabilities							
2100	Short-term Borrowings (Note 21)	\$ 577,170	3	\$ 780,545	4	\$ 300,000	2
2120	Financial Liabilities at Fair Value through Profit or Loss - Current (Note 7)	1,063	-	120	-	181	-
2130	Contract Liabilities - Current (Notes 28 and 38)	460,124	2	499,097	2	469,103	2
2150	Notes Payable - Non-related Parties (Note 23)	286	-	114	-	150	-
2170	Accounts Payable - Non-related Parties (Note 23)	561,125	3	621,229	3	593,482	3
2180	Accounts Payable - Related Parties (Notes 23 and 38)	46,184	-	76,309	-	34,321	-
2219	Other Payables (Note 24)	692,631	3	1,241,645	6	774,999	4
2220	Other Payables - Related Parties (Notes 24 and 38)	1,199	-	1,725	-	10	-
2230	Current Income Tax Liabilities (Note 4)	7,061	-	132,576	1	144,550	1
2250	Provisions - Current (Note 25)	31,129	-	32,834	-	29,896	-
2280	Lease Liabilities - Current (Notes 15 and 38)	44,573	-	51,528	-	50,320	-
2320	Current portion of long-term liabilities and corporate bonds payable (Note 21)	799,213	4	706,732	3	306,026	2
2399	Other Current Liabilities (Notes 24 and 38)	45,409	-	85,143	1	87,180	-
21XX	Total Current Liabilities	<u>3,267,167</u>	<u>15</u>	<u>4,229,597</u>	<u>20</u>	<u>2,790,218</u>	<u>14</u>
Non-current Liabilities							
2530	Corporate Bonds Payable (Note 22)	-	-	-	-	579,210	3
2540	Long-term Borrowings (Note 21)	7,726,737	34	5,355,971	25	4,585,943	24
2570	Deferred tax liabilities (Note 4)	1,015	-	8,040	-	1,022	-
2580	Lease Liabilities - Non-current (Notes 15 and 38)	169,778	1	195,129	1	207,172	1
2640	Net Defined Benefit Liabilities - Non-current (Note 4)	39,976	-	39,155	-	31,415	-
2645	Guarantee Deposits Received (Note 38)	4,641	-	10,356	-	9,690	-
25XX	Total Non-current Liabilities	<u>7,942,147</u>	<u>35</u>	<u>5,608,651</u>	<u>26</u>	<u>5,414,452</u>	<u>28</u>
2XXX	Total Liabilities	<u>11,209,314</u>	<u>50</u>	<u>9,838,248</u>	<u>46</u>	<u>8,204,670</u>	<u>42</u>
Equity Attributable to Owners of the Company (Note 27)							
Share Capital							
3110	Ordinary Shares	960,415	4	958,505	5	944,374	5
3140	Stock Subscriptions Received in Advance	-	-	984	-	9,458	-
3100	Total Share Capital	<u>960,415</u>	<u>4</u>	<u>959,489</u>	<u>5</u>	<u>953,832</u>	<u>5</u>
3200	Capital Surplus	<u>6,913,992</u>	<u>31</u>	<u>6,888,506</u>	<u>32</u>	<u>6,677,384</u>	<u>35</u>
Retained Earnings							
3310	Legal Reserve	469,263	2	401,871	2	352,485	2
3350	Unappropriated Retained Earnings	929,310	4	1,083,118	5	1,232,774	6
3300	Total Retained Earnings	<u>1,398,573</u>	<u>6</u>	<u>1,484,989</u>	<u>7</u>	<u>1,585,259</u>	<u>8</u>
3400	Other Equity	484,537	2	681,813	3	415,035	2
31XX	Total Equity Attributable to Owners of the Company	<u>9,757,517</u>	<u>43</u>	<u>10,014,797</u>	<u>47</u>	<u>9,631,510</u>	<u>50</u>
36XX	Non-controlling Interests (Note 27)	1,519,889	7	1,513,277	7	1,492,539	8
3XXX	Total Equity	<u>11,277,406</u>	<u>50</u>	<u>11,528,074</u>	<u>54</u>	<u>11,124,049</u>	<u>58</u>
Total Liabilities and Equity		<u>\$ 22,486,720</u>	<u>100</u>	<u>\$ 21,366,322</u>	<u>100</u>	<u>\$ 19,328,719</u>	<u>100</u>

The accompanying notes are an integral part of these consolidated financial statements.
(Please refer to the audit report of Deloitte & Touche dated November 6, 2025)

Chairman: Chiu, Ming- Chien

Manager: Lin, Tien- Jui

Accounting Supervisor: Lai, Po-An

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024

Unit: In Thousands of New Taiwan Dollars, except earnings per share expressed in NT\$

Code		For the three months ended September 30, 2025		For the three months ended September 30, 2024		For the nine months ended September 30, 2025		For the nine months ended September 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating Revenue (Notes 28 and 38)	\$ 1,660,379	100	\$ 1,893,879	100	\$ 5,079,184	100	\$ 5,070,466	100
5000	Operating Costs (Notes 11, 29 and 38)	<u>1,011,758</u>	<u>61</u>	<u>977,183</u>	<u>52</u>	<u>2,983,998</u>	<u>59</u>	<u>2,734,045</u>	<u>54</u>
5900	Gross Profit from Operations	<u>648,621</u>	<u>39</u>	<u>916,696</u>	<u>48</u>	<u>2,095,186</u>	<u>41</u>	<u>2,336,421</u>	<u>46</u>
	Operating Expenses (Notes 29 and 38)								
6100	Selling and Marketing Expenses	120,900	7	97,870	5	338,668	6	256,746	5
6200	General and Administrative Expenses	222,197	14	217,008	12	644,861	13	608,751	12
6300	Research and Development Expenses	149,457	9	138,942	7	401,867	8	395,257	8
6450	Expected credit loss	<u>4,211</u>	<u>-</u>	<u>(12,815)</u>	<u>(1)</u>	<u>10,274</u>	<u>-</u>	<u>(13,723)</u>	<u>(1)</u>
6000	Total Operating Expenses	<u>496,765</u>	<u>30</u>	<u>441,005</u>	<u>23</u>	<u>1,395,670</u>	<u>27</u>	<u>1,247,031</u>	<u>24</u>
6900	Net Operating Income	<u>151,856</u>	<u>9</u>	<u>475,691</u>	<u>25</u>	<u>699,516</u>	<u>14</u>	<u>1,089,390</u>	<u>22</u>
	Non-operating Income and Expenses								
7100	Interest income (Note 29)	7,132	-	9,015	1	39,817	1	34,903	1
7190	Other Income (Notes 29 and 38)	29,163	2	39,519	2	144,040	3	75,731	1
7020	Other Gains and Losses (Note 29 and 38)	75,704	5	65,397	3	(161,600)	(3)	146,141	3
7050	Finance Costs (Notes 29 and 38)	(47,255)	(3)	(28,872)	(2)	(126,213)	(3)	(77,721)	(2)
7060	Share of Profit or Loss of Associates Accounted for Using Equity Method	(850)	-	(6,222)	-	(393)	-	(12,905)	-
7000	Total Non-operating Income and Expenses	<u>63,894</u>	<u>4</u>	<u>78,837</u>	<u>4</u>	<u>(104,349)</u>	<u>(2)</u>	<u>166,149</u>	<u>3</u>
7900	Profit Before Tax	215,750	13	554,528	29	595,167	12	1,255,539	25
7950	Income Tax Expense (Notes 4 and 30)	(35,275)	(2)	(105,342)	(5)	(133,156)	(3)	(273,649)	(6)
8200	Net income for the period	<u>180,475</u>	<u>11</u>	<u>449,186</u>	<u>24</u>	<u>462,011</u>	<u>9</u>	<u>981,890</u>	<u>19</u>
	Other Comprehensive Income								
8310	Items That Will Not Be Reclassified Subsequently to Profit or Loss								
8316	Unrealized Gain/(Loss) On Investments In Equity Instruments At Fair Value Through Other Comprehensive Income	102,038	6	172,787	9	(160,980)	(3)	309,977	6
8360	Items That May Be Reclassified Subsequently to Profit or Loss								
8361	Exchange Differences on Translating the Financial Statements of Foreign Operations	<u>34,498</u>	<u>2</u>	<u>13,401</u>	<u>1</u>	<u>(44,617)</u>	<u>(1)</u>	<u>34,646</u>	<u>1</u>
8300	Total other comprehensive income/(loss) for the year (net of income tax)	<u>136,536</u>	<u>8</u>	<u>186,188</u>	<u>10</u>	<u>(205,597)</u>	<u>(4)</u>	<u>344,623</u>	<u>7</u>
8500	Total Comprehensive Income/(Loss) for the year	<u>\$ 317,011</u>	<u>19</u>	<u>\$ 635,374</u>	<u>34</u>	<u>\$ 256,414</u>	<u>5</u>	<u>\$ 1,326,513</u>	<u>26</u>
	Net Profit/(Loss) Attributable To								
8610	Owners of the Company	\$ 150,019	9	\$ 415,110	22	\$ 403,384	8	\$ 908,968	18
8620	Non-controlling Interests	<u>30,456</u>	<u>2</u>	<u>34,076</u>	<u>2</u>	<u>58,627</u>	<u>1</u>	<u>72,922</u>	<u>1</u>
8600		<u>\$ 180,475</u>	<u>11</u>	<u>\$ 449,186</u>	<u>24</u>	<u>\$ 462,011</u>	<u>9</u>	<u>\$ 981,890</u>	<u>19</u>
	Total Comprehensive Income Attributable to								
8710	Owners of the Company	\$ 282,246	17	\$ 603,723	32	\$ 206,108	4	\$ 1,250,912	25
8720	Non-controlling Interests	<u>34,765</u>	<u>2</u>	<u>31,651</u>	<u>2</u>	<u>50,306</u>	<u>1</u>	<u>75,601</u>	<u>1</u>
8700		<u>\$ 317,011</u>	<u>19</u>	<u>\$ 635,374</u>	<u>34</u>	<u>\$ 256,414</u>	<u>5</u>	<u>\$ 1,326,513</u>	<u>26</u>
	Earnings/(Loss) Per Share (Note 31)								
9750	Basic	<u>\$ 1.56</u>		<u>\$ 4.39</u>		<u>\$ 4.20</u>		<u>\$ 9.63</u>	
9850	Diluted	<u>\$ 1.56</u>		<u>\$ 4.29</u>		<u>\$ 4.20</u>		<u>\$ 9.43</u>	

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

(Please refer to the audit report of Deloitte & Touche dated November 6, 2025)

Chairman: Chiu, Ming- Chien

Manager: Lin, Tien- Jui

Accounting Supervisor: Lai, Po-An

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended September 30, 2025 and 2024

Unit: In Thousands of New Taiwan Dollars

Code	Equity Attributable to Owners of the Company						Other Equity		Total	Non-controlling Interests	Total Equity	
	Ordinary Shares			Capital Surplus	Retained Earnings		Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Valuation Gain or Loss on Financial Assets at Fair Value through Other Comprehensive Income				
	Number of Shares	Share Capital	Stock Subscriptions Received in Advance		Legal Reserve	Unappropriated Retained Earnings						
A1	Balance as of January 1, 2024	94,184	\$ 941,844	\$ 1,128	\$ 5,989,152	\$ 310,168	\$ 794,151	(\$ 30,322)	\$ 113,123	\$ 8,119,244	\$ 791,527	\$ 8,910,771
	Appropriation Of Earnings											
B1	Legal Reserve	-	-	-	-	42,317	(42,317)	-	-	-	-	-
B5	Cash Dividends distributed by the Company	-	-	-	-	-	(330,040)	-	-	(330,040)	-	(330,040)
	Other Changes in Capital Surplus (Note 27):											
C7	Changes In Capital Surplus From Investments In Associates/And Joint Ventures Accounted For Using The Equity Method	-	-	-	3,450	-	-	-	-	3,450	-	3,450
N1	Employee Share Options Issued By The Subsidiary	-	-	-	11,618	-	-	-	-	11,618	14,528	26,146
M7	Changes In Percentage Of Ownership Interests In Subsidiaries (Notes 27 and 34)	-	-	-	307,298	-	(107,698)	-	-	199,600	680,752	880,352
O1	Changes in Non-controlling Interests (Note 27)	-	-	-	-	-	-	-	-	-	(69,869)	(69,869)
I1	Convertible Bonds Converted to Ordinary Shares	253	2,530	8,330	365,866	-	-	-	-	376,726	-	376,726
D1	For the nine months ended September 30, 2024, Net income	-	-	-	-	-	908,968	-	-	908,968	72,922	981,890
D3	For the nine months ended September 30, 2024, Other comprehensive income (loss) after tax	-	-	-	-	-	-	31,967	309,977	341,944	2,679	344,623
D5	For the nine months ended September 30, 2024, Total comprehensive income (loss)	-	-	-	-	-	908,968	31,967	309,977	1,250,912	75,601	1,326,513
Q1	Disposal of Equity Instruments at Fair Value through Other Comprehensive Income	-	-	-	-	-	9,710	-	(9,710)	-	-	-
Z1	Balance as of September 30, 2024	<u>94,437</u>	<u>\$ 944,374</u>	<u>\$ 9,458</u>	<u>\$ 6,677,384</u>	<u>\$ 352,485</u>	<u>\$ 1,232,774</u>	<u>\$ 1,645</u>	<u>\$ 413,390</u>	<u>\$ 9,631,510</u>	<u>\$ 1,492,539</u>	<u>\$ 11,124,049</u>
A1	Balance as of January 1, 2025	95,850	\$ 958,505	\$ 984	\$ 6,888,506	\$ 401,871	\$ 1,083,118	(\$ 9,779)	\$ 691,592	\$ 10,014,797	\$ 1,513,277	\$ 11,528,074
	Appropriation Of Earnings											
B1	Legal Reserve	-	-	-	-	67,392	(67,392)	-	-	-	-	-
B5	Cash Dividends distributed by the Company	-	-	-	-	-	(489,800)	-	-	(489,800)	-	(489,800)
	Other Changes in Capital Surplus:											
M5	Actual Acquisition or Disposal of Partial Interest in Subsidiaries (Note 34)	-	-	-	(4,458)	-	-	-	-	(4,458)	-	(4,458)
M7	Changes In Percentage Of Ownership Interests In Subsidiaries (Notes 27 and 34)	-	-	-	(1,342)	-	-	-	-	(1,342)	47,420	46,078
C7	Changes In Capital Surplus From Investments In Associates/And Joint Ventures Accounted For Using The Equity Method	-	-	-	(2)	-	-	-	-	(2)	-	(2)
N1	Employee Share Options Issued By The Subsidiary	-	-	-	69	-	-	-	-	69	65	134
N1	Issuance of Ordinary Shares under Employee Share Options	-	-	-	-	-	-	-	-	-	24,073	24,073
O1	Changes in Non-controlling Interests (Note 27)	-	-	-	-	-	-	-	-	-	(115,252)	(115,252)
I1	Convertible Bonds Converted to Ordinary Shares	191	1,910	(984)	31,219	-	-	-	-	32,145	-	32,145
D1	For the nine months ended September 30, 2025, Net income	-	-	-	-	-	403,384	-	-	403,384	58,627	462,011
D3	For the nine months ended September 30, 2025, Other comprehensive income (loss) after tax	-	-	-	-	-	-	(37,658)	(159,618)	(197,276)	(8,321)	(205,597)
D5	For the nine months ended September 30, 2025, Total comprehensive income (loss)	-	-	-	-	-	403,384	(37,658)	(159,618)	206,108	50,306	256,414
Z1	Balance as of September 30, 2025	<u>96,041</u>	<u>\$ 960,415</u>	<u>\$ -</u>	<u>\$ 6,913,992</u>	<u>\$ 469,263</u>	<u>\$ 929,310</u>	<u>(\$ 47,437)</u>	<u>\$ 531,974</u>	<u>\$ 9,757,517</u>	<u>\$ 1,519,889</u>	<u>\$ 11,277,406</u>

The accompanying notes are an integral part of these consolidated financial statements.
(Please refer to the audit report of Deloitte & Touche dated November 6, 2025)

Chairman: Chiu, Ming- Chien

Manager: Lin, Tien- Jui

Accounting Supervisor: Lai, Po-An

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended September 30, 2025 and 2024

Code		Unit: In Thousands of New Taiwan Dollars For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
	Cash Flows from Operating Activities		
A10000	Net Profit (Loss) before Income Tax for the Year	\$ 595,167	\$ 1,255,539
A20010	Revenue and Expense Items		
A20100	Depreciation Expense	427,871	342,710
A20200	Amortization Expense	38,278	24,460
A20300	Expected credit loss	10,274	(13,723)
A20400	Net Loss (Gain) on Financial Assets and Liabilities at Fair Value through Profit or Loss	78,723	(102,093)
A20900	Finance Costs	126,213	77,721
A21200	Interest Income	(39,817)	(34,903)
A21300	Dividend Income	(44,454)	(20,228)
A21900	Share-based Payment Compensation Cost	134	26,146
A22300	Share of Loss of Associates Accounted for Using Equity Method	393	12,905
A22500	Gain on Disposal of Property, Plant and Equipment	(3,299)	(8,456)
A22700	Gain on disposal of investment properties	(28,970)	-
A22800	Loss on Disposal of Intangible Assets	-	196
A23700	Impairment Loss recognized on Non-Financial Assets	42,689	70,411
A29900	Income from Odd Shares of Convertible Bonds	-	(7)
A30000	Net Changes in Operating Assets and Liabilities		
A31130	Notes Receivable	10,635	(1,104)
A31150	Accounts Receivable	173,846	(567,001)
A31180	Other Receivables	(15,337)	21,829
A31200	Inventories	(133,406)	(80,594)
A31230	Prepayments	(10,874)	46,691
A31240	Other Current Assets	40,960	(6,560)
A32125	Contract Liabilities	(38,974)	(368,002)
A32130	Notes Payable	172	(6,099)
A32150	Accounts Payable	(164,974)	57,416
A32180	Other Payables	(128,043)	(6,126)
A32200	Provisions	(1,705)	578
A32230	Other Current Liabilities	(42,936)	6,962
A32240	Net Defined Benefit Liabilities	821	(4,874)
A33000	Net Cash Generated From/(Used In) Operations	893,387	723,794
A33100	Interest Received	40,235	36,727
A33200	Dividends Received	56,996	36,230
A33300	Interest Paid	(125,435)	(70,117)
A33500	Income Tax Paid	(257,044)	(197,507)
AAAA	Net Cash generated from Operating Activities	<u>608,139</u>	<u>529,127</u>
	Cash Flows from Investing Activities		
B00010	Purchase of Financial Assets at Fair Value through Other Comprehensive Income	(569,512)	(46,049)
B00020	Proceeds From Sale of Financial Assets at Fair Value Through Other Comprehensive Income	-	15,527
B00040	Purchase of financial assets at amortized cost	(931,258)	(1,504,832)
B00050	Disposal of Financial Assets at Amortized Cost	1,265,402	1,340,181
B00100	Purchase of Financial Assets at Fair Value Through Profit or Loss	(119,220)	(185,372)
B00200	Proceeds from Sale of Financial Assets and Liabilities at Fair Value through Profit or Loss	10,046	24,208
B01800	Purchase of Long-term Equity Investments Accounted for Using Equity Method	(20,000)	(169,839)
B02200	Net cash outflow on acquisition of subsidiaries	(10,815)	(59,618)
B02700	Payments for Property, Plant and Equipment	(1,219,859)	(1,202,170)
B02800	Proceeds from Disposal of Property, Plant and Equipment	37,097	19,814
B03700	Increase in Refundable Deposits	(2,997)	-
B03800	Decrease in Refundable Deposits	-	95,164
B04500	Payment of Intangible Assets	(99,912)	(29,061)
B04600	Proceeds from Disposal of Intangible Assets	-	571
B05400	Acquisition of investment property	-	(41,337)
B05500	Proceeds from disposal of investment property	56,259	-
B06800	Decrease in Other Non-current Assets	1,241	654
B07100	Increase in Prepayments for Equipment	(225,194)	(361,888)
B07600	Dividends Received from Associates/Joint ventures	4,285	1,750
BBBB	Net Cash generated from/(used in) Investing Activities	<u>(1,824,437)</u>	<u>(2,102,297)</u>
	Cash Flows from Financing Activities		
C00100	Increase in Short-term Borrowings	4,611,863	1,091,000
C00200	Decrease in Short-term Borrowings	(4,829,930)	(995,970)
C01600	Proceeds from Long-term Borrowings	5,074,234	1,992,942
C01700	Repayment of Long-term Borrowings	(2,592,612)	(613,354)
C03000	Increase in Refundable Deposits	-	668
C03100	Decrease in Refundable Deposits	(5,720)	-
C04020	Repayment of the Principal Portion of Lease Liabilities	(38,785)	(36,889)
C04500	Cash Dividends paid to owners of the Company	(854,032)	(707,923)
C05400	Acquisition of Additional Interests in Subsidiary(Ies)	(11,587)	(241,068)
C05800	Cash Dividends paid to non-controlling interests	(115,252)	(69,869)
C09900	Changes in Non-controlling Interests	47,773	914,794
CCCC	Net Cash generated from Operating Activities	<u>1,285,952</u>	<u>1,334,331</u>
DDDD	Effect of Exchange Rate Changes on the Balance of Cash Held in Foreign Currencies	(34,168)	32,749
EEEE	Net Increase (Decrease) in Cash and Cash Equivalents	35,486	(206,090)
E00100	Cash and Cash Equivalents Balance at Beginning of the Period	4,291,482	4,004,779
E00200	Cash and Cash Equivalents at the End of the Period	<u>\$ 4,326,968</u>	<u>\$ 3,798,689</u>

The accompanying notes are an integral part of these consolidated financial statements.
(Please refer to the audit report of Deloitte & Touche dated November 6, 2025)

Chairman: Chiu, Ming- Chien

Manager: Lin, Tien- Jui

Accounting Supervisor: Lai, Po-An

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the nine months ended September 30, 2025 and 2024

(Unless otherwise stated, Amounts are in Thousands of New Taiwan Dollars)

1. Company History

Gudeng Precision Industrial Co., Ltd. (hereinafter referred to as "the Company") was established as a company limited by shares in New Taipei City in March 1998, and commenced operations in the same month. The main business activities include the trading and manufacturing of molds, mask packages, etc.

The Company's shares have been listed and traded on the Taipei Exchange (TPEX) since August 2011.

These consolidated financial statements are presented in the Company's functional currency, the New Taiwan Dollar.

2. Date and Procedures of Approval of Financial Statements

The consolidated financial statements were issued after being submitted to the Board of Directors on November 6, 2025.

3. Application of Newly Released and Revised Standards and IFRIC Interpretations (IFRIC)

(1) Initial adoption of International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (hereinafter referred to as "IFRS Accounting Standards") that have been endorsed and issued into effect by the Financial Supervisory Commission (hereinafter referred to as "FSC")

The adoption of amended IFRS Accounting Standards endorsed and issued into effect by the FSC will not cause significant changes to the accounting policies of Gudeng Precision Industrial Co., Ltd. and its subsidiaries (hereinafter referred to as the "consolidated company").

(2) IFRS Accounting Standards endorsed by the FSC that are applicable in 2026

Newly Released/ Revised Standards/ IFRIC Interpretations (IFRIC)	Effective date issued by the IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 01, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 01, 2026
Annual Improvements to IFRS Accounting Standards – Cycle 11	January 01, 2026
IFRS 17 "Insurance Contracts" (including 2020 and 2021 amendments)	January 01, 2023

As of the date of issuance of these consolidated financial statements, the consolidated company is still evaluating the impact of these amendments on its financial position and financial performance. The related impacts will be disclosed upon completion of the evaluation.

(3) IFRS Accounting Standards Issued by the IASB but Not Yet Endorsed and Announced Effective by the FSC

Newly Released/ Revised Standards/ IFRIC Interpretations (IFRIC)	Effective Date Issued by the IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	Undetermined
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including 2025 amendments)	January 01, 2027

Note 1: Unless otherwise stated, the above newly released/ revised standards/ IFRIC Interpretations (IFRIC) are effective for annual reporting periods beginning on or after their respective dates.

Note 2: The FSC announced on September 25, 2025 that enterprises in the ROC shall apply IFRS 18 starting from January 1, 2028, and may also choose to early adopt after the FSC endorses IFRS 18.

IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 will replace IAS 1 "Presentation of Financial Statements", and the main changes include:

- Income statement should categorize income and expense items into operating, investing, financing, income taxes, and discontinued operations.
- Income statement should present operating profit or loss, profit or loss before financing and income tax, and subtotals and totals of profit or loss.
- Guidance is provided to strengthen aggregation and disaggregation requirements: the consolidated company must identify assets, liabilities, equity, income, expenses, and cash flows arising from individual transactions or other events, and classify and aggregate them based on common characteristics, so that each line item presented in the primary financial statements has at least one similar characteristic. Items with dissimilar characteristics should be disaggregated in the primary financial statements and notes. The consolidated company shall label such items as "other" only when it cannot identify a more informative label.
- Management-defined performance measures disclosure is enhanced: When the consolidated company makes public communications outside the financial statements and communicates management's view on aspects of the consolidated company's overall financial performance to financial statement users, it should disclose management-defined performance measures in a single note to the financial statements,

including a description of the measure, how it is calculated, its reconciliation to subtotals or totals specified in IFRS Accounting Standards, and the income tax and non-controlling interest effects of reconciling items.

In addition to the aforementioned impacts, as of the approval date of the issuance of these consolidated financial statements, the consolidated company is still continuously evaluating other impacts of the amendments to each standard and interpretation on its financial position and financial performance. The related impacts will be disclosed when the assessment is completed.

4. Summary of Significant Accounting Policies

(1) Statement of Compliance

These consolidated financial statements are prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued by the FSC. These consolidated financial statements do not include all IFRS Accounting Standards disclosure information required in complete annual financial statements.

(2) Basis of Preparation

Except for financial instruments measured at fair value and the net defined benefit liability recognized as the present value of defined benefit obligation less the fair value of plan assets, these consolidated financial statements have been prepared on a historical cost basis.

Fair value measurements are categorized into Levels 1 to 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs:

1. Level 1 inputs: Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.
2. Level 2 inputs: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
3. Level 3 inputs: Unobservable inputs for the asset or liability.

(3) Basis of Consolidation

This consolidated financial report includes the financial reports of the Company and entities controlled by the Company (subsidiaries). The consolidated statement of comprehensive income includes the operating results of subsidiaries acquired or disposed of during the period from the date of acquisition or up to the date of disposal. The financial reports of subsidiaries have been adjusted to ensure their accounting policies are consistent with those of the consolidated company. When preparing the consolidated financial reports, all transactions, account balances, revenues and expenses between entities have been fully eliminated. The total comprehensive income/(loss) of subsidiaries is attributable to the owners of the Company and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

When changes in percentage of ownership interests in subsidiaries do not result in a loss of control, they are accounted for as equity transactions. The carrying amounts of the consolidated company and non-controlling interests have been adjusted to reflect the changes in their relative interests in the subsidiaries. The difference between the adjustment amount of non-controlling interests and the fair value of the consideration paid or received is directly recognized as equity and attributed to the owners of the Company.

For details of subsidiaries, shareholding percentages, and business activities, please refer to Notes 12, Table 6 and 7.

(4) Other of Significant Accounting Policies

Except as described below, please refer to the summary of significant accounting policies in the consolidated financial statements for the year 2024.

1. Criteria for Classifying Assets and Liabilities as Current and Non-current

Current assets include:

- (1) Assets held primarily for trading purposes;
- (2) Assets expected to be realized within 12 months after the balance sheet date; and
- (3) Cash and cash equivalents (excluding those restricted from being exchanged or used to settle a liability for at least 12 months after the balance sheet date).

Current liabilities include:

- (1) Liabilities held primarily for trading purposes;
- (2) Liabilities due to be settled within 12 months after the balance sheet date (even if long-term refinancing or rescheduling of payments has been completed after the balance sheet date but before the financial statements are authorized for issue, such liabilities are still classified as current liabilities), and
- (3) Liabilities for which the entity does not have an unconditional right to defer settlement for at least 12 months after the balance sheet date.

Assets or liabilities that do not fall into the above categories of current assets or current liabilities are classified as non-current assets or non-current liabilities.

2. Defined benefit post-employment benefits

Pension costs for interim periods are calculated on a year-to-date basis using the pension cost rate determined actuarially at the end of the previous year, and adjusted for significant market fluctuations during the current period, as well as significant plan amendments, settlements, or other significant one-time events.

3. Income tax expenses

Income tax expense is the sum of current income tax and deferred income tax. Income tax for interim periods is assessed on an annual basis, calculated on interim pre-tax income using the tax rate applicable to the expected total annual earnings.

5. Main Sources of Significant Accounting Judgments, Estimates and Assumption Uncertainties

When adopting accounting policies, for information not easily obtained from other sources, the management of the consolidated company must make relevant judgments, estimates, and assumptions based on historical experience and other relevant factors. Actual results may differ from estimates.

When developing accounting estimates, the consolidated company considers the potential impacts of inflation, market interest rate fluctuations, and U.S. reciprocal tariff measures in estimates related to cash flow projections, growth rates, discount rates, profitability, and other relevant factors. Management will continue to review estimates and underlying assumptions.

After evaluation by the management of the consolidated company, there are no main sources of significant accounting judgments, estimates and assumption uncertainties.

6. Cash and Cash Equivalents

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Cash on Hand and Petty Cash	\$ 1,170	\$ 1,113	\$ 1,168
Checking accounts and Demand Deposits	3,082,754	3,067,124	2,709,924
Cash Equivalents (Investments with Original Maturities of 3 Months or Less)			
Time Deposits	<u>1,243,044</u>	<u>1,223,245</u>	<u>1,087,597</u>
	<u>\$ 4,326,968</u>	<u>\$ 4,291,482</u>	<u>\$ 3,798,689</u>

7. Financial Instruments at Fair Value through Profit or Loss

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Financial Assets - Current</u>			
Mandatory Fair Value through Profit or Loss			
Derivative Financial Assets (not under hedge accounting)			
- Convertible options (Note 22)	\$ 110	\$ 958	\$ 2,178
Non-derivative Financial Assets			
- Domestic publicly traded shares	465,372	519,303	342,611
- Domestic Emerging Stocks	28,722	43,350	-
- Non-publicly traded shares	-	-	36,000
- Domestic Limited Partnerships	-	-	45,780
	<u>\$ 494,204</u>	<u>\$ 563,611</u>	<u>\$ 426,569</u>

(Continued on the next page)

(Continued from the previous page)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Financial Assets - Non-current</u>			
Mandatory Fair Value through Profit or Loss			
Non-derivative Financial Assets			
- Domestic Limited Partnerships	\$ 144,944	\$ 44,212	\$ -
<u>Financial Liabilities - Current</u>			
Held for trading			
Derivative Financial Assets (not under hedge accounting)			
- Forward exchange contracts (1)	\$ 1,063	\$ -	\$ -
- Convertible options (Note 22)	-	120	181
	<u>\$ 1,063</u>	<u>\$ 120</u>	<u>\$ 181</u>

(1) Forward foreign exchange contracts outstanding at the balance sheet date for which hedge accounting was not applied are as follows:

September 30, 2025

	<u>Currency</u>	<u>Maturity period</u>	<u>Contract amount (in thousands)</u>
Sell forward foreign exchange	USD to NTD	October 20, 2025 to December 24, 2025	USD 1,846/NTD 55,058

8. Financial Assets at Fair Value through Other Comprehensive Income

Equity Instrument Investments

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Non-current</u>			
Domestic Investments			
Domestic publicly traded shares	\$ 1,132,531	\$ 1,085,005	\$ 858,010
Emerging Stocks Private Placement	158,429	224,147	-
Emerging stock	266,817	-	-
Non-publicly traded shares	<u>351,685</u>	<u>368,525</u>	<u>134,014</u>
	1,909,462	1,677,677	992,024
Foreign investment			
Non-publicly traded shares	150,850	-	-
	<u>\$ 2,060,312</u>	<u>\$ 1,677,677</u>	<u>\$ 992,024</u>

The consolidated company invests in domestic listed (OTC) and unlisted (OTC) common stocks for medium to long-term strategic purposes, and expects to profit through long-term investment. The management of the consolidated company believes that including the short-term fair value fluctuations of these investments in profit or loss would be inconsistent with the aforementioned long-term investment planning, therefore they chose to designate these investments as fair value through other comprehensive income.

The shares of Microprogram held by the consolidated company are privately placed common stocks, which are subject to transfer restrictions in accordance with Article 43-8 of the Securities and Exchange Act.

9. Financial Assets at Amortized Cost

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Current</u>			
Pledged certificates of deposit	\$ 133,302	\$ 133,302	\$ 133,302
Pledged deposits	38,934	276,592	222,185
Time deposits with original maturities of more than 3 months	<u>422,516</u>	<u>519,002</u>	<u>350,958</u>
	<u>\$ 594,752</u>	<u>\$ 928,896</u>	<u>\$ 706,445</u>
<u>Non-current</u>			
Pledged deposits	<u>\$ 8,500</u>	<u>\$ 8,500</u>	<u>\$ 8,500</u>

Information on the pledge of financial assets at amortized cost is provided in Note 39.

10. Notes receivable, accounts receivable, other receivables and overdue receivables

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Notes Receivable</u>			
Measured at amortized cost			
Total carrying amount	\$ 12,671	\$ 23,306	\$ 2,949
Less: Loss allowance	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 12,671</u>	<u>\$ 23,306</u>	<u>\$ 2,949</u>
Arising from business operations	<u>\$ 12,671</u>	<u>\$ 23,306</u>	<u>\$ 2,949</u>
<u>Accounts Receivable</u>			
Measured at amortized cost			
Total carrying amount	\$ 1,393,446	\$ 1,523,998	\$ 1,508,051
Less: Loss allowance	<u>(5,145)</u>	<u>(5,069)</u>	<u>(5,737)</u>
	<u>\$ 1,388,301</u>	<u>\$ 1,518,929</u>	<u>\$ 1,502,314</u>

(Continued on the next page)

(Continued from the previous page)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Accounts receivable - Related parties</u> (Note 38)			
Measured at amortized cost			
Total carrying amount	\$ 20,407	\$ 12,446	\$ 5,750
Less: Loss allowance	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 20,407</u>	<u>\$ 12,446</u>	<u>\$ 5,750</u>
<u>Other Receivables</u>			
<u>Other receivables - Non-related parties</u>			
Receivable for business tax refund	\$ 3,032	\$ 13,000	\$ 10,332
Receivable for land (Note 35)	-	-	32,022
Dividends receivable	-	12,542	-
Interest receivable	1,077	1,495	713
Others	<u>32,940</u>	<u>7,490</u>	<u>4,268</u>
	<u>\$ 37,049</u>	<u>\$ 34,527</u>	<u>\$ 47,335</u>
Other receivables - Related parties (Note 38)	<u>\$ 139</u>	<u>\$ 284</u>	<u>\$ 646</u>
<u>Non-performing receivables</u>			
Measured at amortized cost			
Total carrying amount	\$ 11,807	\$ 2,626	\$ 5,032
Less: Loss allowance	<u>(11,807)</u>	<u>(2,626)</u>	<u>(5,032)</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Accounts Receivable

The consolidated company's average credit period for sales of goods is 60 days to 120 days. When determining the recoverability of accounts receivable, the consolidated company considers any changes in credit quality of the accounts receivable from the original credit date to the balance sheet date. To mitigate credit risk, the consolidated company's management has assigned a dedicated team responsible for determining credit limits, credit approvals, and other monitoring procedures to ensure appropriate actions are taken for the collection of overdue receivables. Furthermore, the consolidated company reviews the recoverable amount of each receivable on the balance sheet date to ensure that appropriate impairment losses have been recognized for irrecoverable receivables. Accordingly, the Company's management believes that the consolidated company's credit risk has been significantly reduced.

The consolidated company adopts the simplified approach of IFRS 9 to recognize the allowance for losses on accounts receivable based on lifetime expected credit losses. Lifetime expected credit losses are calculated using a provision matrix, which considers the customer's past default records, current financial condition, and industry economic conditions. Since the consolidated company's credit loss historical experience shows that there are no significant differences in loss patterns among different customer groups, the provision matrix does not further differentiate customer groups, but only establishes expected credit loss rates based on the number of days past due for notes receivable and the number of days since initial recognition for accounts receivable.

If there is evidence indicating that the counterparty is facing severe financial difficulties and the consolidated company cannot reasonably expect to recover the amount, such as when the counterparty is undergoing liquidation or the debt has been overdue for more than 365 days, the consolidated company directly reclassifies it as collection accounts and continues collection activities. Any amounts recovered from these collection efforts are offset against the related collection accounts.

The consolidated company measures the allowance for losses on notes receivable and accounts receivable according to the provision matrix as follows:

Notes Receivable

September 30, 2025

	<u>Not past due</u>
Expected credit loss rate	0%
Total carrying amount	\$ 12,671
Allowance for losses (lifetime expected credit losses)	-
Amortized cost	<u>\$ 12,671</u>

December 31, 2024

	<u>Not past due</u>
Expected credit loss rate	0%
Total carrying amount	\$ 23,306
Allowance for losses (lifetime expected credit losses)	-
Amortized cost	<u>\$ 23,306</u>

September 30, 2024

	<u>Not past due</u>
Expected credit loss rate	0%
Total carrying amount	\$ 2,949
Allowance for losses (lifetime expected credit losses)	-
Amortized cost	<u>\$ 2,949</u>

Accounts Receivable

September 30, 2025

	<u>1~90 days</u>	<u>91~180 days</u>	<u>181~270 days</u>	<u>271~365 days</u>	<u>Total</u>
Expected credit loss rate	0.20%	1.23%	6.35%	3.21%	
Total carrying amount	\$ 1,266,812	\$ 115,289	\$ 4,363	\$ 27,389	\$ 1,413,853
Allowance for losses (lifetime expected credit losses)	(<u>2,568</u>)	(<u>1,420</u>)	(<u>277</u>)	(<u>880</u>)	(<u>5,145</u>)
Amortized cost	<u>\$ 1,264,244</u>	<u>\$ 113,869</u>	<u>\$ 4,086</u>	<u>\$ 26,509</u>	<u>\$ 1,408,708</u>

December 31, 2024

	<u>1~90 days</u>	<u>91~180 days</u>	<u>181~270 days</u>	<u>271~365 days</u>	<u>Total</u>
Expected credit loss rate	0.13%	1.35%	3.48%	1.87%	
Total carrying amount	\$ 1,331,725	\$ 175,196	\$ 24,230	\$ 5,293	\$ 1,536,444
Allowance for losses (lifetime expected credit losses)	(<u>1,760</u>)	(<u>2,367</u>)	(<u>843</u>)	(<u>99</u>)	(<u>5,069</u>)
Amortized cost	<u>\$ 1,329,965</u>	<u>\$ 172,829</u>	<u>\$ 23,387</u>	<u>\$ 5,194</u>	<u>\$ 1,531,375</u>

September 30, 2024

	<u>1~90 days</u>	<u>91~180 days</u>	<u>181~270 days</u>	<u>271~365 days</u>	<u>More than 365 years</u>	<u>Total</u>
Expected credit loss rate	0.16%	1.92%	2.54%	0.20%	-	
Total carrying amount	\$1,316,928	\$ 159,825	\$ 21,087	\$ 497	\$ 15,464	\$1,513,801
Allowance for losses (lifetime expected credit losses)	(<u>2,130</u>)	(<u>3,070</u>)	(<u>536</u>)	(<u>1</u>)	-	(<u>5,737</u>)
Amortized cost	<u>\$1,314,798</u>	<u>\$ 156,755</u>	<u>\$ 20,551</u>	<u>\$ 496</u>	<u>\$ 15,464</u>	<u>\$1,508,064</u>

The above is an aging analysis based on the booking date.

The changes in allowance for loss on accounts receivable are as follows:

	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Beginning Balance	\$ 5,069	\$ 11,900
Add: Impairment loss recognized for the period	11,661	-
Less: Reversal on impairment loss for the period	-	(4,052)
Less: Reclassification out for the period	(10,568)	(2,176)
Less: Write-off for the period	(990)	-
Foreign currency translation difference	(<u>27</u>)	<u>65</u>
Ending Balance	<u>\$ 5,145</u>	<u>\$ 5,737</u>

The movement information of allowance for loss on nonperforming loans is as follows:

	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Beginning Balance	\$ 2,626	\$ 20,203
Add: Reclassification in for the year	10,568	2,176
Less: Reversal on impairment loss for the period	(1,387)	(9,671)
Less: Write-off for the period	-	(7,727)
Foreign currency translation difference	-	51
Ending Balance	<u>\$ 11,807</u>	<u>\$ 5,032</u>

11. Inventories

	September 30, 2025	December 31, 2024	September 30, 2024
Raw materials	\$ 527,604	\$ 554,094	\$ 558,395
Semi-finished products	377,605	422,895	453,960
Work in progress	550,107	615,011	530,701
Finished products	415,018	333,628	328,806
Merchandise inventory	<u>43,858</u>	<u>8,268</u>	<u>6,374</u>
	1,914,192	1,933,896	1,878,236
<u>Construction land</u>			
New Taipei City, Sanxia District	145,072	139,905	132,263
<u>Construction in progress</u>			
New Taipei City, Sanxia District	<u>207,509</u>	<u>55,169</u>	<u>55,169</u>
	<u>\$ 2,266,773</u>	<u>\$ 2,128,970</u>	<u>\$ 2,065,668</u>

The nature of cost of goods sold is as follows:

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Cost of inventory sold	\$ 1,002,871	\$ 976,033	\$ 2,955,822	\$ 2,663,797
Inventory Valuation and Obsolescence (Reversal)				
Loss	(1,310)	923	20,907	70,411
Inventory (Profit) shortage	-	(157)	(19)	3,467
Income from selling scrap materials	(1,028)	(2,108)	(4,425)	(6,057)
Inventory obsolescence loss	11,227	2,492	11,715	2,492
Others	(<u>2</u>)	-	(<u>2</u>)	(<u>65</u>)
	<u>\$ 1,011,758</u>	<u>\$ 977,183</u>	<u>\$ 2,983,998</u>	<u>\$ 2,734,045</u>

The recovery in net realizable value of inventory was due to an increase in the selling price of the inventory in that market.

12. Subsidiaries

Subsidiaries included in the consolidated financial statements

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

Name of investing company	Name of subsidiary	Nature of business	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Gudeng Precision Industrial Co., Ltd. (hereinafter referred to as the Company)	Gudeng Venture Capital Co., Ltd. (hereinafter referred to as Gudeng Venture)	Venture capital investment and management consulting services	100%	100%	100%	-
	Guchi Technology Co., Ltd. (hereinafter referred to as Guchi Technology)	Manufacturing and trading of various semiconductor components	51.43%	54.38%	55.28%	Notes 1 and 16
	Gudeng Equipment Co., Ltd. (hereinafter referred to as Gudeng Equipment)	Manufacturing, trading, maintenance, and servicing of various precision instruments	45.48%	45.44%	45.44%	Notes 1 and 4
	Rich Point Global Corp. (hereinafter referred to as Rich Point)	Investment business operations	100%	100%	100%	-
	Partner one Ltd.	Investment business operations	-	-	-	Note 2
	Gudeng Inc.(USA)	Operation of various electronic component businesses	51%	51%	51%	-
	Gudeng Aerospace Technologies Corporation (hereinafter referred to as Gudeng Aerospace)	Aircraft and parts retail, wholesale, and manufacturing	100%	100%	100%	-
	Gudeng Japan Co., LTD	Operation of various electronic component businesses	100%	100%	100%	Note 6
	Jia Shuo Construction, Inc. (hereinafter referred to as Jia Shuo Construction)	Industrial plant, residential and building development, rental and sales business, real estate buying, selling, and leasing business	100%	100%	-	Note 8
	Gu Chance Venture Capital Co., Ltd. (hereinafter referred to as Gu Chance Venture Capital)	Investment and management consulting business	100%	100%	-	Note 9
	Jia Rui Verture Capital Co.,Ltd. (Formerly Fu Rui Sheng) (hereinafter referred to Jia Rui Company)	Investment and management consulting business	100%	100%	-	Notes 11 and 14
	GUDENG KOREA CO., LTD.	Operation of various electronic component businesses	100%	-	-	Note 15
	Gudeng Aerospace Technologies Corporation	JYR Aviation Components Co., Ltd. (hereinafter referred to as JYR Aviation)	Aircraft and parts retail, wholesale, and manufacturing	51%	51%	51%
Gudeng Aerospace Inc. (hereinafter referred to as Gudeng Aerospace Inc.)		Aircraft and parts retail, wholesale, and manufacturing	100%	100%	100%	Note 7
Gudeng Venture	Jia Shuo Construction	Industrial plant, residential and building development, rental and sales business, real estate buying, selling, and leasing business	-	-	100%	Note 8
	Hengyang Green Energy Co., Ltd. (hereinafter referred to as Hengyang)	Piping engineering and electrical installation	45%	45%	45%	-
Rich Point	Sun Park Development Limited (hereinafter referred to as Sun Park)	Investment business operations	100%	100%	100%	-
	Gudeng Investment Co., Ltd. (hereinafter referred to as Gudeng Investment)	Investment business operations	100%	100%	100%	-
Sun Park	Jiaqian Technology (Shanghai) (formerly: Jiaqian Shanghai) Co., Ltd., (hereinafter referred to as Jiaqian Shanghai)	Sales of plastic and electronic products	100%	100%	100%	Note 13
Jiaqian Shanghai	Kawaguchi Plastic Industry (Kunshan) Co., Ltd. (hereinafter referred to as Kunshan Kawaguchi)	Sales of plastic and electronic products	100%	100%	100%	-
Kunshan Kawaguchi	Dachuan Plastic Industrial (Kunshan) Co., Ltd. (hereinafter referred to as Kunshan Dachuan)	Sales of plastic and electronic products	100%	100%	100%	-
Partner one Ltd.	Gudeng Investment (HK)	Investment business operations	-	-	-	Note 2

(Continued on the next page)

(Continued from the previous page)

Name of investing company	Name of subsidiary	Nature of business	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Gudeng Investment (HK)	Welton Technology Limited (hereinafter referred to as Welton)	Operating in the manufacturing of plastic products, electronic and communication equipment, and electrical machinery and apparatus	-	-	-	Note 3
Gudeng Equipment	Showa Precision Co., Ltd. (hereinafter referred to as Showa)	Manufacturing, trading, maintenance, and servicing of various precision instruments	100%	100%	100%	-
	Gudeng Inc. (USA)	Operation of various electronic component businesses	4%	4%	4%	-
	Gdauto Equipment Capital Ltd.	Investment business operations	-	-	-	Note 17
Guchi Technology	Jia Rui Company	Investment and management consulting business	-	-	75.19%	Notes 1 and 11
	Suting Precision Industry Co., Ltd. (hereinafter referred to as Suting)	Mold manufacturing industry, wholesale and mechanical equipment manufacturing	-	-	85.54%	Notes 1 and 10
	Cypress Precision Industrial CO., LTD. (hereinafter "Cypress Precision")	Mold manufacturing industry, wholesale and mechanical equipment manufacturing	-	-	0.5%	Note 12
Jia Rui Company	Cypress Precision	Mold manufacturing industry, wholesale and mechanical equipment manufacturing	95.38%	93.5%	93%	Notes 1 and 12
	Efount international Co., Ltd. (hereinafter "Efount Company")	Wholesale and retail trade	68%	-	-	Note 18
Gu Chance Venture Capital CO., LTD.	Suting	Mold manufacturing industry, wholesale and mechanical equipment manufacturing	100%	100%	-	Note 10
Efount Company	EWKTOOL INC.	Wholesale and retail trade	100%	-	-	Note 18

Note 1: For changes in the percentage of shares held by the consolidated company, please refer to Note 34.

Note 2: Registration was completed in 2017, but capital has not yet been invested.

Note 3: Welton is currently in the name pre-screening stage and has not yet been fully established.

Note 4: The consolidated company holds 45.48% of the shares of Gudeng Equipment, which is a domestic OTC listed company, with the remaining 54.52% of shares held by hundreds of shareholders who are not related parties to the consolidated company. After considering the absolute quantity, relative size, and distribution of voting rights held by the consolidated company compared to other shareholders, it has been determined that the consolidated company has the substantive ability to direct the relevant activities of Gudeng Equipment, and therefore Gudeng Equipment is listed as a subsidiary.

Note 5: Gudeng Aerospace invested NT\$260,685 thousand on January 12, 2024, to acquire 51% equity of JYR Aviation, please refer to Note 33.

Note 6: The consolidated company invested JPY 9,900 thousand on March 1, 2024, to acquire 100% equity of Gudeng Japan Co., Ltd.

Note 7: Gudeng Aerospace invested USD 500 thousand on June 25, 2024, to acquire 100% equity of Gudeng Aerospace Inc.

- Note 8: The consolidated company paid NT\$210,285 thousand on October 3, 2024, to acquire 100% equity of Jia Shuo Construction, Inc. from Gudeng Venture.
- Note 9: The consolidated company invested NT\$280,000 thousand on November 6, 2024, to acquire 100% equity of Gu Chance Venture Capital.
- Note 10: Guchi Technology acquired 100% equity of Suting on October 3, 2024, and disposed of all the shares to Gu Chance Venture Capital on the same day for NT\$80,751 thousand.
- Note 11: Guchi Technology acquired 100% equity of Jia Rui Company on October 3, 2024, and disposed of all the shares to the consolidated company on November 30, 2024, for NT\$167,476 thousand.
- Note 12: Guchi Technology disposed of 0.5% of shares of Cypress Precision fo0.5%r NT\$446 thousand to Jia Rui Company on November 15, 2024.
- Note 13: Shanghai Gudeng Trading Co., Ltd. was renamed to Jiaqian Technology (Shanghai) Co., Ltd. in December 2024.
- Note 14: This refers to " Fu Rui Sheng Industrial Co., Ltd.." which was renamed to Jia Rui Verture Capital Co.,Ltd. in April 2025.
- Note 15: On January 16, 2025, the consolidated company invested KRW 3,721,360 thousand to acquire 100% equity interest in GUDENG KOREA CO., LTD.
- Note 16: Employees of Guchi Technology exercised employee stock options in January 2025, reducing the consolidated company's shareholding ratio to 51.43%.
- Note 17: Gudeng Equipment established Gdauto Equipment Capital Ltd. in August 2025, and as of September 30, 2025, the capital injection had not yet been completed.
- Note 18: On September 30, 2025, Jia Rui Company invested NT\$30,000 thousand to acquire 68% equity interest in Efount Company and 100% equity interest in its subsidiaries. Please refer to Note 33.

13. Investments accounted for using the equity method

Investment in associates

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Individually Immaterial Associates	<u>\$ 325,671</u>	<u>\$ 325,365</u>	<u>\$ 327,704</u>

The consolidated company did not participate in YAHOO System Technology Co., Ltd.'s (hereinafter referred to as YAHOO) cash capital increase in proportion to its shareholding ratio on June 30, 2024. It acquired 447 thousand ordinary shares of YAHOO at NT\$42 per share in cash, totaling NT\$18,789 thousand. The shareholding ratio decreased from 21.05% to 20.05%.

The consolidated company invested in Global Magic Electronic Co., Ltd. (hereinafter referred to as Global Magic) on February 4, 2024, acquiring 12,500 thousand ordinary shares of Global Magic at NT\$12 per share in cash, totaling NT\$150,000 thousand, with a shareholding ratio of 33.47%. Additionally, in June 2024, the company waived its right to participate in Global Magic's cash capital increase, resulting in a decrease of shareholding ratio to 29.98%.

For some individually insignificant investments accounted for using equity method that are not performing as expected, the management of the consolidated company has conducted impairment tests on these investments as of September 30, 2025, comparing their carrying amounts with their recoverable amounts. The value in use is calculated based on the consolidated company's estimated share of the present value of cash flows generated from the operations of associates, discounted at an annual rate of 22.3%. Based on the assessment, as of September 30, 2025, the recoverable amounts of some individually insignificant associates, calculated based on value in use, were lower than their carrying amounts, resulting in the recognition of impairment losses of NT\$11,961 thousand.

For information regarding the business nature, main operating locations, and countries of registration of the aforementioned associates, please refer to Table 6 "Information of Investee Companies, Locations... and Other Related Information" in the appendix.

The share of profit or loss and other comprehensive income of associates accounted for using the equity method and enjoyed by the consolidated company is calculated based on financial reports that have not been reviewed by other certified public accountants.

14. Property, Plant and Equipment

For Own Use

	<u>Owned Land</u>	<u>Buildings and structures</u>	<u>Machinery Equipment</u>	<u>Leasehold Improvements</u>	<u>Other Equipment</u>	<u>Property Under Construction</u>	<u>Total</u>
<u>Cost</u>							
Balance as of January 1, 2025	\$ 3,146,419	\$ 1,139,563	\$ 1,954,333	\$ 257,222	\$ 1,664,152	\$ 1,765,030	\$ 9,926,719
Acquired from Business Combination (Note 33)	-	-	-	-	500	-	500
Additions	55,761	116,408	247,920	16,499	186,919	609,721	1,233,228
Disposals	(7,559)	(22,054)	(13,949)	-	(14,464)	-	(58,026)
Reclassification	(10,232)	1,382,780	61,099	6,380	108,224	(1,217,440)	330,811
Net Exchange Differences	(4,956)	(19,709)	(11,373)	(7,842)	(2,462)	(3,367)	(49,709)
Balance as of September 30, 2025	<u>\$ 3,179,433</u>	<u>\$ 2,596,988</u>	<u>\$ 2,238,030</u>	<u>\$ 272,259</u>	<u>\$ 1,942,869</u>	<u>\$ 1,153,944</u>	<u>\$ 11,383,523</u>
<u>Accumulated Depreciation and Impairment</u>							
Balance as of January 1, 2025	\$ -	\$ 185,692	\$ 941,122	\$ 96,398	\$ 992,653	\$ -	\$ 2,215,865
Acquired from Business Combination (Note 33)	-	-	-	-	71	-	71
Disposals	-	-	(13,794)	-	(10,434)	-	(24,228)
Depreciation Expense	-	32,032	150,412	25,099	168,858	-	376,401
Net Exchange Differences	-	(4,349)	(6,151)	(1,743)	(954)	-	(13,197)
Balance as of September 30, 2025	<u>\$ -</u>	<u>\$ 213,375</u>	<u>\$ 1,071,589</u>	<u>\$ 119,754</u>	<u>\$ 1,150,194</u>	<u>\$ -</u>	<u>\$ 2,554,912</u>
Net Amount as of September 30, 2025	<u>\$ 3,179,433</u>	<u>\$ 2,383,613</u>	<u>\$ 1,166,441</u>	<u>\$ 152,505</u>	<u>\$ 792,675</u>	<u>\$ 1,153,944</u>	<u>\$ 8,828,611</u>
Net balance as of December 31, 2024 and January 1, 2025	<u>\$ 3,146,419</u>	<u>\$ 953,871</u>	<u>\$ 1,013,211</u>	<u>\$ 160,824</u>	<u>\$ 671,499</u>	<u>\$ 1,765,030</u>	<u>\$ 7,710,854</u>
<u>Cost</u>							
Balance as of January 1, 2024	\$ 2,853,930	\$ 829,572	\$ 1,528,776	\$ 112,499	\$ 1,378,494	\$ 1,004,767	\$ 7,708,038
Acquired from Business Combination (Note 33)	-	-	201,987	40,176	121,332	-	363,495
Additions	234,079	179,249	119,322	13,280	142,268	585,805	1,274,003
Disposals	(24,630)	-	(97,761)	-	(39,519)	-	(161,910)
Reclassification	36,088	39,963	108,528	5,314	24,870	-	214,763
Transferred to Investment Properties	(7,677)	(2,958)	-	-	-	-	(10,635)
Net Exchange Differences	9,083	9,658	8,691	1,650	1,765	857	31,704
Balance as of September 30, 2024	<u>\$ 3,100,873</u>	<u>\$ 1,055,484</u>	<u>\$ 1,869,543</u>	<u>\$ 172,919</u>	<u>\$ 1,629,210</u>	<u>\$ 1,591,429</u>	<u>\$ 9,419,458</u>
<u>Accumulated Depreciation and Impairment</u>							
Balance as of January 1, 2024	\$ -	\$ 158,796	\$ 713,352	\$ 44,373	\$ 711,890	\$ -	\$ 1,628,411
Acquired from Business Combination (Note 33)	-	-	114,361	33,324	105,004	-	252,689
Disposals	-	-	(88,547)	-	(29,983)	-	(118,530)
Depreciation Expense	-	16,654	121,545	12,958	148,810	-	299,967
Transferred to Investment Properties	-	(551)	-	-	-	-	(551)
Net Exchange Differences	-	3,194	4,380	41	992	-	8,607
Balance as of September 30, 2024	<u>\$ -</u>	<u>\$ 178,093</u>	<u>\$ 865,091</u>	<u>\$ 90,696</u>	<u>\$ 936,713</u>	<u>\$ -</u>	<u>\$ 2,070,593</u>
Net Amount as of September 30, 2024	<u>\$ 3,100,873</u>	<u>\$ 877,391</u>	<u>\$ 1,004,452</u>	<u>\$ 82,223</u>	<u>\$ 692,497</u>	<u>\$ 1,591,429</u>	<u>\$ 7,348,865</u>

The construction of the consolidated company's Guchi Technology Building was completed in the third quarter of 2025 and was reclassified from properties under construction to buildings and structures.

Depreciation expense is calculated on a straight-line basis over the following useful lives:

Buildings and structures	6 to 51 years
Machinery Equipment	1 to 15 years
Leasehold Improvements	2 to 11 years
Other Equipment	1 to 21 years

The consolidated company's significant components of buildings mainly include the main factory building, main building improvements, roads, and fencing, etc., and are depreciated according to their useful lives of 51 years, 21 years, and 20 years.

As of September 30, 2025, December 31, 2024, and September 30, 2024, the consolidated company's owned land included agricultural land amounting to NT\$305,424 thousand, NT\$304,803 thousand, and NT\$218,105 thousand, respectively, which was temporarily registered under the name of third parties, and the trustees have issued commitment letters.

For the amounts of self-used property, plant and equipment set as collateral for loans, please refer to Note 39.

15. Lease Agreements

(1) Right-of-use assets

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	
Right-of-use assets carrying amount				
Land	\$ 131,666	\$ 137,721	\$ 139,636	
Buildings	83,213	112,396	120,786	
Machinery Equipment	1,886	-	-	
Transportation equipment	<u>12,531</u>	<u>14,534</u>	<u>16,017</u>	
	<u>\$ 229,296</u>	<u>\$ 264,651</u>	<u>\$ 276,439</u>	
	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Additions to right-of-use assets			<u>\$ 11,019</u>	<u>\$ 147,157</u>
Depreciation expense of right-of-use assets				
Land	\$ 1,699	\$ 1,738	\$ 5,109	\$ 2,010
Buildings	13,994	10,379	35,835	31,075
Machinery Equipment	90	-	90	-
Transportation equipment	<u>2,071</u>	<u>1,423</u>	<u>5,223</u>	<u>4,248</u>
	<u>\$ 17,854</u>	<u>\$ 13,540</u>	<u>\$ 46,257</u>	<u>\$ 37,333</u>

In addition to the additions and recognition of depreciation expenses listed above, the consolidated company's right-of-use assets did not experience significant subleasing and impairment situations for the nine months ended September 30, 2025 and 2024

(2) Lease liabilities

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Carrying amount of lease liabilities			
Current	<u>\$ 44,573</u>	<u>\$ 51,528</u>	<u>\$ 50,320</u>
Non-current	<u>\$ 169,778</u>	<u>\$ 195,129</u>	<u>\$ 207,172</u>

The discount rate range for lease liabilities is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Land	2.33% ~ 2.58%	2.33%	2.33%
Buildings	1.03% ~ 5.33%	1.03% ~ 5.33%	1.03% ~ 5.33%
Machinery Equipment	2.58%	-	-
Transportation equipment	1.46% ~ 2.99%	1.46% ~ 2.99%	1.50% ~ 2.99%

(3) Significant leasing activities and terms

The consolidated company leases several transportation equipment for operational use, with lease terms ranging from 3 to 5 years. Upon expiration of the lease term, the consolidated company may choose to purchase the equipment at the nominal amount at that time.

The consolidated company also leases several parcels of land for factory use, with lease terms ranging from 5 to 20 years. At the end of the lease term, the consolidated company has no preferential purchase options for the leased land, buildings, and transportation equipment, and it is stipulated that the consolidated company shall not sublease or transfer all or part of the leased items without the lessor's consent.

(4) Other lease information

	<u>For the three months ended September 30, 2025</u>	<u>For the three months ended September 30, 2024</u>	<u>For the nine months ended September 30, 2025</u>	<u>For the nine months ended September 30, 2024</u>
Short-term lease expenses	<u>\$ 6,194</u>	<u>\$ 5,248</u>	<u>\$ 17,782</u>	<u>\$ 15,555</u>
Low-value asset lease expenses	<u>\$ 215</u>	<u>\$ 25</u>	<u>\$ 1,046</u>	<u>\$ 225</u>
Total cash (outflow) for leases			<u>(\$ 61,066)</u>	<u>(\$ 54,930)</u>

The consolidated company elects to apply the recognition exemption to short-term leases of buildings and low-value asset leases of office equipment, and does not recognize the related right-of-use assets and lease liabilities for these leases.

All lease commitments with lease terms commencing after the balance sheet date are as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Lease commitments	<u>\$ -</u>	<u>\$ 1,109</u>	<u>\$ 8,542</u>

16. Investment Property

	<u>Completed investment property</u>
<u>Cost</u>	
Balance as of January 1, 2025	\$ 715,280
Disposals	(31,222)
Balance as of September 30, 2025	<u>\$ 684,058</u>
<u>Accumulated Depreciation and Impairment</u>	
Balance as of January 1, 2025	\$ 57,770
Disposals	(3,933)
Depreciation Expense	<u>5,213</u>
Balance as of September 30, 2025	<u>\$ 59,050</u>
Net Amount as of September 30, 2025	<u>\$ 625,008</u>
Net balance as of December 31, 2024 and January 1, 2025	<u>\$ 657,510</u>
<u>Cost</u>	
Balance as of January 1, 2024	\$ 704,645
Additions	41,337
Transfer from property, plant and equipment	<u>10,635</u>
Balance as of September 30, 2024	<u>\$ 756,617</u>
<u>Accumulated Depreciation and Impairment</u>	
Balance as of January 1, 2024	\$ 50,270
Transfer from property, plant and equipment	551
Depreciation Expense	<u>5,410</u>
Balance as of September 30, 2024	<u>\$ 56,231</u>
Net Amount as of September 30, 2024	<u>\$ 700,386</u>

The total amount of future lease payments to be collected for investment property leased under operating leases is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
1st year	\$ 765	\$ 6,511	\$ 14,898
2nd year	-	1,200	3,100
3rd year	-	<u>400</u>	<u>-</u>
	<u>\$ 765</u>	<u>\$ 8,111</u>	<u>\$ 17,998</u>

Depreciation for investment property is calculated on a straight-line basis over the following useful lives:

Main building	51 years
---------------	----------

The fair values of investment properties are measured using Level 3 inputs by an independent valuation company. The valuation adopts cash flow method and comparison method, with key unobservable inputs including discount rate. The fair value obtained from the valuation is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Fair value	<u>\$ 1,106,357</u>	<u>\$ 1,158,468</u>	<u>\$ 1,198,400</u>

All investment properties of the consolidated company are proprietary equity. For the amount of investment property set as loan collateral, please refer to Note 39.

The consolidated company has no lease commitments that begin after the balance sheet date.

17. Goodwill

	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
<u>Cost</u>		
Beginning Balance	\$ 205,949	\$ 200,951
Acquisition through business combination for the current period (Note 33)	14,356	46,801
Reclassification	(23,049)	(41,935)
Ending Balance	<u>\$ 197,256</u>	<u>\$ 205,817</u>
<u>Accumulated impairment losses</u>		
Beginning Balance	(\$ 26,708)	(\$ 24,201)
Impairment losses recognized for the period	(9,821)	-
Ending Balance	<u>(\$ 36,529)</u>	<u>(\$ 24,201)</u>
Net Beginning balance	<u>\$ 179,241</u>	<u>\$ 176,750</u>
New ending balance	<u>\$ 160,727</u>	<u>\$ 181,616</u>

The consolidated company acquired Efount Company and JYR Aviation on September 30, 2025 and January 12, 2024, respectively, resulting in goodwill of NT\$14,356 thousand and NT\$46,801 thousand, mainly arising from control premium, including expected synergies, revenue growth and future development. After assessment, no impairment loss was recognized.

The fair value of inventory, property, plant and equipment, and other intangible assets of subsidiary JYR Aviation on the acquisition date of January 12, 2024, was NT\$259,553 thousand. The consolidated company obtained a valuation report in January 2025, according to which the fair value of inventory, property, plant and equipment, and other intangible assets was NT\$304,748 thousand. The consolidated company has adjusted the differences between the original accounting treatment and provisional amounts.

The recoverable amounts of Showa Precision Technology Company and JYR Aviation are determined based on value in use, estimated using cash flows from the five-year financial budget approved by the consolidated company's management, and calculated using discount rates of 14.83% and 11.45% respectively as of September 30, 2025.

Based on the assessment as of September 30, 2025, the recoverable amounts of Showa Precision and JYR Aviation were lower than their carrying amounts, resulting in the recognition of goodwill impairment losses of NT\$3,347 thousand and NT\$6,474 thousand respectively. Based on the assessment as of September 30, 2024, the recoverable amounts of Shenghe Precision Technology Company and JYR Aviation were higher than their carrying amounts, therefore no impairment losses were recognized.

18. Other Intangible Assets

	<u>Patent rights</u>	<u>Computer software</u>	<u>Golf membership certificate</u>	<u>Technology</u>	<u>Customer relationships</u>	<u>Product agency rights</u>	<u>Total</u>
<u>Cost</u>							
Balance as of January 1, 2025	\$ 99,925	\$ 180,611	\$ 8,763	\$ 5,900	\$ 35,652	\$ -	\$ 330,851
Acquired from Business Combination (Note 33)	-	-	-	-	39,167	-	39,167
Acquired separately	-	47,531	-	-	-	52,381	99,912
Reclassification	-	3,223	-	-	-	-	3,223
Balance as of September 30, 2025	<u>\$ 99,925</u>	<u>\$ 231,365</u>	<u>\$ 8,763</u>	<u>\$ 5,900</u>	<u>\$ 74,819</u>	<u>\$ 52,381</u>	<u>\$ 473,153</u>
<u>Accumulated amortization and impairment</u>							
Balance as of January 1, 2025	\$ 48,214	\$ 95,883	\$ -	\$ 3,371	\$ 8,555	\$ -	\$ 156,023
Amortization Expense	6,572	23,458	-	633	2,377	5,238	38,278
Net Exchange Differences	-	118	-	-	11	-	129
Balance as of September 30, 2025	<u>\$ 54,786</u>	<u>\$ 119,459</u>	<u>\$ -</u>	<u>\$ 4,004</u>	<u>\$ 10,943</u>	<u>\$ 5,238</u>	<u>\$ 194,430</u>
Net Amount as of September 30, 2025	<u>\$ 45,139</u>	<u>\$ 111,906</u>	<u>\$ 8,763</u>	<u>\$ 1,896</u>	<u>\$ 63,876</u>	<u>\$ 47,143</u>	<u>\$ 278,723</u>
Net balance as of December 31, 2024 and January 1, 2025	<u>\$ 51,711</u>	<u>\$ 84,728</u>	<u>\$ 8,763</u>	<u>\$ 2,529</u>	<u>\$ 27,097</u>	<u>\$ -</u>	<u>\$ 174,828</u>
<u>Cost</u>							
Balance as of January 1, 2024	\$ 99,925	\$ 124,438	\$ 8,763	\$ 5,900	\$ 25,204	\$ -	\$ 264,230
Acquired from Business Combination (Note 33)	-	22,675	-	-	-	-	22,675
Reclassification (Note 17)	-	-	-	-	10,566	-	10,566
Acquired separately	-	29,061	-	-	-	-	29,061
Disposal during the period	-	(1,134)	-	-	-	-	(1,134)
Net Exchange Differences	-	-	-	-	14	-	14
Balance as of September 30, 2024	<u>\$ 99,925</u>	<u>\$ 175,040</u>	<u>\$ 8,763</u>	<u>\$ 5,900</u>	<u>\$ 35,784</u>	<u>\$ -</u>	<u>\$ 325,412</u>
<u>Accumulated amortization and impairment</u>							
Balance as of January 1, 2024	\$ 39,450	\$ 54,917	\$ -	\$ 2,528	\$ 5,300	-	102,195
Acquired from Business Combination (Note 33)	-	20,839	-	-	-	-	20,839
Amortization Expense	6,573	14,792	-	632	2,463	-	24,460
Disposal during the period	-	(367)	-	-	-	-	(367)
Net Exchange Differences	-	(138)	-	-	-	-	(138)
Balance as of September 30, 2024	<u>\$ 46,023</u>	<u>\$ 90,043</u>	<u>\$ -</u>	<u>\$ 3,160</u>	<u>\$ 7,763</u>	<u>\$ -</u>	<u>\$ 146,989</u>
Net Amount as of September 30, 2024	<u>\$ 53,902</u>	<u>\$ 84,997</u>	<u>\$ 8,763</u>	<u>\$ 2,740</u>	<u>\$ 28,021</u>	<u>\$ -</u>	<u>\$ 178,423</u>

The consolidated company's golf membership certificate represents a right of use, and the management of the consolidated company believes that the consolidated company has the intention and ability to continuously extend the useful life, so it is an intangible asset with an indefinite useful life. However, regardless of whether there are any indications of impairment, impairment tests are conducted regularly every year. The golf club membership deposit of NT\$12,000 thousand is recorded as refundable deposits.

Amortization expenses are calculated on a straight-line basis according to the following useful lives:

Computer software	1 to 9 years
Patent rights	5 to 10 years
Technology	7 years
Customer relationships	2 to 8 years
Product agency rights	5 years

Amortization expenses summarized by function:

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Operating costs	\$ 1,854	\$ 1,570	\$ 5,634	\$ 4,245
Selling and Marketing Expenses	3,455	609	7,754	614
General and Administrative Expenses	5,519	4,488	16,093	12,248
Research and development expenses	3,059	2,530	8,797	7,353
	<u>\$ 13,887</u>	<u>\$ 9,197</u>	<u>\$ 38,278</u>	<u>\$ 24,460</u>

19. Prepayments

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Current</u>			
Prepaid inventory	\$ 18,805	\$ 15,188	\$ 21,309
Tax offset	37,551	34,735	52,003
Other prepaid expenses	59,629	54,730	73,783
	<u>\$ 115,985</u>	<u>\$ 104,653</u>	<u>\$ 147,095</u>

20. Other assets

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Current</u>			
Other Current Assets			
Temporary payment	\$ 5,972	\$ 4,844	\$ 4,008
Payment on behalf	36,187	77,151	77,136
	<u>\$ 42,159</u>	<u>\$ 81,995</u>	<u>\$ 81,144</u>
<u>Non-current</u>			
Other non-current assets			
Net defined benefit asset	\$ 1,086	\$ 965	\$ 875
Others	890	652	-
	<u>\$ 1,976</u>	<u>\$ 1,617</u>	<u>\$ 875</u>

21. Borrowings

(1) Short-term borrowings

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Unsecured borrowings</u>			
- Bank loans	<u>\$ 577,170</u>	<u>\$ 780,545</u>	<u>\$ 300,000</u>

The interest rates on bank revolving credit facilities were 1.93%~3.15%, 1.83%~3.10%, and 1.99%~3.05% as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

(2) Long-term borrowings

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Secured borrowings</u>	\$ 4,213,556	\$ 3,781,420	\$ 3,487,215
(Note 39)			
<u>Unsecured borrowings</u>	3,954,717	1,897,101	1,404,754
Less: Portion due within 1 year	(441,536)	(322,550)	(306,026)
	<u>\$ 7,726,737</u>	<u>\$ 5,355,971</u>	<u>\$ 4,585,943</u>
<u>Borrowing details</u>			
Annual interest rate	1.41%~3.40%	1.03%~3.50%	1.025%~3.850%
Maturity date	Maturing successively before January 2042	Maturing successively before January 2042	Maturing successively before January 2042

22. Corporate bonds payable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Domestic unsecured convertible corporate bonds	\$ 357,677	\$ 384,182	\$ 579,210
Less: Portion due within 1 year	(357,677)	(384,182)	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 579,210</u>

The 4th domestic unsecured convertible corporate bonds

The consolidated company issued 10 thousand units of Taiwan dollar-denominated unsecured convertible corporate bonds in Taiwan on October 18, 2023, with a three-year term and a coupon rate of 0%, for a total principal amount of NT\$1,000,000 thousand.

Each unit of corporate bond holder has the right to convert into common shares of the consolidated company at NT\$374.9 per share. After the conversion price is determined, if there is an increase in the number of issued common shares, the conversion price should be adjusted according to the conversion price adjustment formula.

From the day after three months from the issuance of these convertible bonds to 40 days before the maturity date, if the closing price of the consolidated company's common shares exceeds 30% of the conversion price for 30 consecutive business days, the consolidated company may, within the following 30 business days, send a "Notice to call back bonds" with a 30-day maturity by registered mail, and upon expiration of that period, redeem all bonds in cash at the face value of the bonds; from the day after three months from the issuance of these convertible bonds to 40 days before the maturity date, if the outstanding balance of these convertible bonds is less than 10% of the original total issuance amount, the consolidated company may, at any time thereafter, send a "Notice to call back bonds" with a 30-day maturity by registered mail, and redeem all bonds in cash at the face value of the bonds.

The day after two years from the issuance of these convertible bonds is the base date for bondholders to early redeem these convertible bonds. The consolidated company should, 40 business days prior to this date, send a "Notice of Exercise of Put-back Option" with a 5-day maturity by registered mail, and redeem all bonds in cash at the face value of the bonds.

These convertible corporate bonds include liability and equity components, with the equity component presented under equity as capital surplus - stock options. The original effective interest rate for the liability component is 2.14%.

As of September 30, 2025, the Consolidated company has executed full conversion at the request of bondholders, with conversion details as follows:

	For the nine months ended September 30, 2025
Total amount of bonds requested for conversion	\$ 33,400
Less: Ordinary share capital to be issued at the conversion price stipulated in the issuance regulations for the aforementioned bonds requested for conversion	(926)
Conversion premium	32,474
Add: Capital surplus - stock options	1,885
Financial liabilities at fair value through profit or loss	10
Less: Corporate bonds payable discount	(1,186)
Financial assets at fair value through profit or loss	(79)
Part of issued ordinary shares included in capital surplus - corporate bond conversion premium	<u>\$ 33,104</u>

The changes in the debt master contract from the issuance date to September 30, 2025 are as follows:

	<u>Amount</u>
Issuance proceeds on October 18, 2023 (less transaction costs of NT\$2,715 thousand)	\$ 997,285
Equity component (less transaction costs allocated to equity of NT\$154 thousand)	(56,446)
Derivative component - put option	(3,700)
Derivative component - redemption right	<u>1,200</u>
Liability component at issuance date (derivative component - redemption right)	938,339
Interest calculated at effective interest rate of 2.14%	21,303
Conversion of corporate bonds into common shares	(<u>575,460</u>)
Liability component as of December 31, 2024	<u>\$ 384,182</u>
Liability component as of January 1, 2025	\$ 384,182
Interest calculated at effective interest rate of 2.14%	5,709
Conversion of corporate bonds into common shares	(<u>32,214</u>)
Liability component as of September 30, 2025	<u>\$ 357,677</u>

The changes in the debt master contract from the issuance date to September 30, 2024 are as follows:

	<u>Amount</u>
Issuance proceeds on October 18, 2023 (less transaction costs of NT\$2,715 thousand)	\$ 997,285
Equity component (less transaction costs allocated to equity of NT\$154 thousand)	(56,446)
Derivative component - put option	(3,700)
Derivative component - redemption right	<u>1,200</u>
Liability component at issuance date (derivative component - redemption right)	938,339
Interest calculated at effective interest rate of 2.14%	<u>4,076</u>
Liability component as of December 31, 2023	<u>\$ 942,415</u>
Liability component as of January 1, 2024	\$ 942,415
Interest calculated at effective interest rate of 2.14%	14,810
Conversion of corporate bonds into common shares	(<u>378,015</u>)
Liability component as of September 30, 2024	<u>\$ 579,210</u>

23. Notes Payable and Accounts Payable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Notes Payable</u>			
Arising from operations - Non-related parties	<u>\$ 286</u>	<u>\$ 114</u>	<u>\$ 150</u>
<u>Accounts Payable</u>			
Arising from operations - Non-related parties	<u>\$ 561,125</u>	<u>\$ 621,229</u>	<u>\$ 593,482</u>
Arising from operations - Related parties (Note 38)	<u>\$ 46,184</u>	<u>\$ 76,309</u>	<u>\$ 34,321</u>

The consolidated company has an average credit period of 1-3 months for the purchase of certain goods, and no interest is charged on accounts payable. The consolidated company has established financial risk management policies to ensure that all payables are paid within pre-agreed credit terms.

24. Other Liabilities

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Current</u>			
Other Payables			
Payables for equipment	\$ 120,998	\$ 152,574	\$ 187,395
Payables for salaries and bonuses	236,850	294,244	215,872
Payables for employee compensation	43,535	85,962	63,537
Payables for directors' compensation	23,518	57,239	45,961
Payables for vacation benefits	21,097	16,790	18,226
Payables for interest	5,292	3,436	3,043
Payables for dividends	-	364,232	-
Payables for investments (Note 35)	-	27,545	24,311
Others	<u>241,341</u>	<u>239,623</u>	<u>216,654</u>
	<u>\$ 692,631</u>	<u>\$ 1,241,645</u>	<u>\$ 774,999</u>
Other payables - related parties (Note 38)	<u>\$ 1,199</u>	<u>\$ 1,725</u>	<u>\$ 10</u>
Other liabilities			
Temporary receipts	\$ 1,331	\$ 424	\$ 2,210
Collections for others	44,078	84,719	84,643
Others	-	-	327
	<u>\$ 45,409</u>	<u>\$ 85,143</u>	<u>\$ 87,180</u>

25. Provisions

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Current</u> Warranties	<u>\$ 31,129</u>	<u>\$ 32,834</u>	<u>\$ 29,896</u>

The provision for warranty liabilities is based on the contractual obligations for product sales, representing the present value of the best estimate by the consolidated company's management regarding the outflow of future economic benefits due to warranty obligations. This estimate is based on historical warranty experience and adjusted for events affecting product quality, such as new materials, manufacturing process changes, or other factors.

26. Post-employment Benefit Plans

The pension expenses related to defined benefit plans recognized for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024 were calculated using pension cost rates determined by actuarial calculations as of December 31, 2024 and 2023, amounting to NT\$342 thousand, NT\$237 thousand, NT\$1,024 thousand, and NT\$711 thousand, respectively.

27. Equity

(1) Common stock capital and stock subscriptions received in advance

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Authorized shares (thousand shares)	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>
Authorized capital	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>
Number of issued and fully paid shares (thousand shares)	<u>96,041</u>	<u>95,850</u>	<u>94,437</u>
Issued capital	<u>\$ 960,415</u>	<u>\$ 958,505</u>	<u>\$ 944,374</u>
Stock Subscriptions Received in Advance	<u>\$ -</u>	<u>\$ 984</u>	<u>\$ 9,458</u>

For the nine months ended June 30, 2025, the year ended December 31, 2024, and the six months ended June 30, 2024, convertible bonds were converted into 93, 1,652, and 1,086 thousand shares of common stock, respectively, with a par value of NT\$10 per share, amounting to NT\$925, NT\$16,517, and NT\$10,860 thousand, respectively.

As of December 31, 2024 and September 30, 2024, the bondholders of the Company's corporate bonds have requested to convert unsecured corporate bonds into 98 thousand and 946 thousand ordinary shares, respectively, which are recorded as advance receipts for share capital of NT\$984 thousand and NT\$9,458 thousand, respectively. The Company will process the registration of changes after issuing new shares on the capital increase record date according to law.

(2) Capital Surplus

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Can be used to offset losses, distribute cash or transfer to capital (1)</u>			
Share premium	\$ 4,412,831	\$ 4,412,831	\$ 4,412,831
Convertible bond premium	1,855,476	1,822,372	1,619,644
Treasury stock transactions	200,461	200,461	200,461
Changes in equity of associates and joint ventures accounted for using equity method	1,170	1,172	1,082
Difference between the actual acquisition or disposal value of subsidiaries' shares and their book value	118,410	122,868	122,839
<u>Can only be used to offset losses</u>			
Recognition of changes in ownership equity of subsidiaries (2)	301,551	302,824	282,933
Changes in equity of associates and joint ventures accounted for using equity method	3,450	3,450	3,450
<u>Cannot be used for any purpose</u>			
Stock warrants	20,643	22,528	34,144
	<u>\$ 6,913,992</u>	<u>\$ 6,888,506</u>	<u>\$ 6,677,384</u>

1. This type of capital reserve can be used to offset losses, and can also be used to distribute cash or to be capitalized when the company has no losses. However, when being capitalized, it is limited to a certain percentage of the paid-in capital each year.
2. This type of capital reserve represents the impact of equity transactions recognized from changes in subsidiaries' equity when the Company has not actually acquired or disposed of subsidiaries' shares, or the adjustment amount from the Company's recognition of subsidiaries' capital reserve under the equity method.

(3) Retained Earnings and Dividend Policy

According to the dividend distribution policy stipulated in the Company's Articles of Incorporation, the Company may distribute profits or make up losses after the end of each half fiscal year. When the distribution is made by issuing new shares, it shall be submitted to the shareholders' meeting for resolution and then distributed; when it is made in cash, it shall be resolved by the Board of Directors and reported to the shareholders' meeting.

According to the dividend distribution policy stipulated in the Company's Articles of Incorporation, if there is a profit in the annual financial statement, after paying taxes in accordance with the law and offsetting accumulated losses, 10% shall be set aside as legal reserve, followed by the appropriation or reversal of special reserve as required by law; if there is still a balance, it shall be combined with the accumulated undistributed earnings, and the Board of Directors shall propose a profit distribution plan and submit it to the shareholders' meeting for resolution on the distribution of shareholders' dividends. Please

refer to Note 29 (7) Employee Compensation and Directors' Remuneration for the employee and director remuneration distribution policy stipulated in the Company's Articles of Incorporation.

The legal reserve must be set aside until its balance reaches the total amount of the Company's paid-in capital. The legal reserve may be used to offset losses. When the company has no losses, the portion of the legal reserve that exceeds 25% of the total paid-in capital may be capitalized or distributed in cash.

The Company appropriates and reverses special reserve in accordance with the Financial Supervisory Commission's Letters No. 1010012865 and No. 1090150022. When there is a subsequent reversal of the net amount of other equity deduction items, the special reserve may be reversed for the distribution of earnings to the extent of the reversal.

The Company has resolved the distribution of 2023 earnings at the Board of Directors meeting as follows:

	For the three months ended December 31, 2023	For the nine months ended June 30, 2023
Board resolution date	March 6, 2024	November 8, 2023
Legal Reserve	<u>\$ 42,317</u>	<u>\$ 48,184</u>
Special Reserve	<u>\$ -</u>	<u>(\$ 146,666)</u>
Cash dividend	<u>\$ 330,040</u>	<u>\$ 377,883</u>
Cash dividend per share (NT\$)	<u>\$ 3.5</u>	<u>\$ 4.27</u>

The aforementioned cash dividend has been allocated by resolution of the Board of Directors, and the remaining distribution items were also resolved at the Annual General Meeting of Shareholders held on May 24, 2024.

The Company has resolved the distribution of 2024 earnings at the Board of Directors meeting as follows:

	For the six months ended December 31, 2024	For the six months ended June 30, 2024
Board resolution date	March 5, 2025	November 6, 2024
Legal Reserve	<u>\$ 67,392</u>	<u>\$ 49,386</u>
Cash dividend	<u>\$ 489,800</u>	<u>\$ 364,232</u>
Cash dividend per share (NT\$)	<u>\$ 5.1</u>	<u>\$ 3.8</u>

The aforementioned cash dividend has been allocated by resolution of the Board of Directors, and the remaining distribution items were also resolved at the Annual General Meeting of Shareholders held on May 23, 2025.

The Company's interim earnings distribution for 2025 as resolved by the Board of Directors is as follows:

	For the six months ended June 30, 2025
Board resolution date	November 6, 2025
Legal Reserve	<u>\$ 25,336</u>
Special Reserve	<u>\$ -</u>
Cash dividend	<u>\$ 182,479</u>
Cash dividend per share (NT\$)	<u>\$ 1.9</u>

(4) Non-controlling interests

	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Beginning Balance	\$ 1,513,277	\$ 791,527
Net income for the period	58,627	72,922
Earnings distribution for the period	(115,252)	(69,869)
Other comprehensive income for the period		
Exchange Differences on Translating the Financial Statements of Foreign Operations	(6,959)	2,679
Unrealized Gain or Loss on Financial Assets at Fair Value through Other Comprehensive Income	(1,362)	-
Acquisition of partial interests in subsidiaries (Note 34)	(478)	(74,301)
Acquisition of non-controlling interests from subsidiaries (Note 33)	29,508	205,496
Disposal of partial interests in Guchi Technology subsidiaries (Note 34)	-	87,161
Non-controlling interests participating in subsidiaries' cash capital increase (Note 34)	-	462,396
Non-proportional acquisition of non-controlling interests from subsidiaries (Note 34)	18,390	-
Non-controlling interests related to outstanding vested stock options held by subsidiary employees (Note 32)	24,073	-
Share-based payment transactions	65	14,528
Ending Balance	<u>\$ 1,519,889</u>	<u>\$ 1,492,539</u>

28. Revenue

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Revenue from contracts with customers				
Sales revenue of commodities	\$1,334,633	\$1,530,993	\$4,107,586	\$4,302,147
Other operating revenue	<u>325,746</u>	<u>362,886</u>	<u>971,598</u>	<u>768,319</u>
	<u>\$1,660,379</u>	<u>\$1,893,879</u>	<u>\$5,079,184</u>	<u>\$5,070,466</u>

(1) Description of contracts with customers

Sales revenue of commodities

Sales revenue of commodities is derived from the manufacture of mask packages, their design services, and sales of semiconductor-related products. Since customers have the right to set prices and use the goods at the time of shipment of mask package products, and bear the primary responsibility for resale and the risk of product obsolescence, and for the sales of semiconductor equipment, the performance obligation is satisfied when the customer accepts the equipment, at which point the customer obtains control of the product, the consolidated company recognizes revenue and accounts receivable at the aforementioned point in time.

(2) Contract balance

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Accounts receivable (Note 10)	<u>\$1,388,301</u>	<u>\$1,518,929</u>	<u>\$1,502,314</u>	<u>\$ 885,391</u>
Accounts receivable - related parties (Note 10)	<u>\$ 20,407</u>	<u>\$ 12,446</u>	<u>\$ 5,750</u>	<u>\$ 147</u>
Contract liabilities - advance receipts				
Sales of commodities	\$ 441,701	\$ 489,626	\$ 455,317	\$ 817,764
Others	<u>18,423</u>	<u>9,471</u>	<u>13,786</u>	<u>19,341</u>
	<u>\$ 460,124</u>	<u>\$ 499,097</u>	<u>\$ 469,103</u>	<u>\$ 837,105</u>

(3) Disaggregation of revenue from contracts with customers

For disaggregation of revenue information, please refer to Note 43.

29. Profit before tax

(1) Interest income

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Bank deposits	\$ 7,078	\$ 8,991	\$ 39,722	\$ 34,835
Imputed interest on deposits	<u>54</u>	<u>24</u>	<u>95</u>	<u>68</u>
	<u>\$ 7,132</u>	<u>\$ 9,015</u>	<u>\$ 39,817</u>	<u>\$ 34,903</u>

(2) Other income

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Rental income				
Investment property	\$ 9,877	\$ 8,758	\$ 28,290	\$ 26,127
Other rental	<u>3,599</u>	<u>2,863</u>	<u>11,488</u>	<u>8,823</u>
	<u>13,476</u>	<u>11,621</u>	<u>39,778</u>	<u>34,950</u>
Sample revenue	<u>-</u>	<u>-</u>	<u>25,801</u>	<u>-</u>
Dividend Income				
Financial assets at fair value through profit or loss	-	3,874	8,516	3,874
Investments in equity instruments at fair value through other comprehensive income	<u>1,596</u>	<u>14,490</u>	<u>35,938</u>	<u>16,354</u>
	<u>1,596</u>	<u>18,364</u>	<u>44,454</u>	<u>20,228</u>
Others	<u>14,091</u>	<u>9,534</u>	<u>34,007</u>	<u>20,553</u>
	<u>\$ 29,163</u>	<u>\$ 39,519</u>	<u>\$ 144,040</u>	<u>\$ 75,731</u>

(3) Other gains and (losses)

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Gains and losses on financial assets and financial liabilities				
Financial assets and liabilities mandatorily measured at fair value through profit or loss	\$ 22,734	\$ 79,617	(\$ 78,723)	\$ 102,093
Net Foreign Currency Exchange Gains (Losses)	25,657	(21,587)	(92,369)	36,485
Net gain on disposal of property, plant and equipment/investment property/intangible assets	27,638	7,448	32,269	8,260
Impairment losses on investments accounted for using equity method	-	-	(11,961)	-
Goodwill impairment loss	-	-	(9,821)	-
Others	<u>(325)</u>	<u>(81)</u>	<u>(995)</u>	<u>(697)</u>
	<u>\$ 75,704</u>	<u>\$ 65,397</u>	<u>(\$ 161,600)</u>	<u>\$ 146,141</u>

(4) Finance costs

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Bank borrowing interest	\$ 46,311	\$ 25,203	\$ 123,666	\$ 67,494
Convertible corporate bond interest	1,892	4,762	5,709	14,810
Interest on lease liabilities	1,175	1,160	3,453	2,261
Imputed interest on deposits	17	14	51	43
Other interest expenses	-	-	120	-
Interest on loans from related parties	-	-	-	26
Less: Amount included in cost of qualifying assets	<u>(2,140)</u>	<u>(2,267)</u>	<u>(6,786)</u>	<u>(6,913)</u>
	<u>\$ 47,255</u>	<u>\$ 28,872</u>	<u>\$ 126,213</u>	<u>\$ 77,721</u>

Information related to interest capitalization is as follows:

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Capitalized interest amount	\$ 2,140	\$ 2,267	\$ 6,786	\$ 6,913
Interest capitalization rate	1.52% ~ 2.78%	2.26%	1.52% ~ 2.78%	2.26%

(5) Depreciation and amortization

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Depreciation expense by function				
Operating costs	\$ 91,217	\$ 73,831	\$ 253,912	\$ 214,523
Operating expenses	<u>56,087</u>	<u>46,519</u>	<u>173,959</u>	<u>128,187</u>
	<u>\$ 147,304</u>	<u>\$ 120,350</u>	<u>\$ 427,871</u>	<u>\$ 342,710</u>
Amortization expense by function				
Operating costs	\$ 1,854	\$ 1,570	\$ 5,634	\$ 4,245
Operating expenses	<u>12,033</u>	<u>7,627</u>	<u>32,644</u>	<u>20,215</u>
	<u>\$ 13,887</u>	<u>\$ 9,197</u>	<u>\$ 38,278</u>	<u>\$ 24,460</u>

(6) Employee benefit expenses

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Post-employment benefits				
Defined contribution plans	\$ 12,037	\$ 10,512	\$ 34,309	\$ 28,905
Defined benefit plans (Note 26)	<u>342</u>	<u>237</u>	<u>1,024</u>	<u>711</u>
	12,379	10,749	35,333	29,616
Share-based payment Equity-settled (Note 32)	-	804	134	26,146
Other employee benefits	<u>415,261</u>	<u>380,911</u>	<u>1,155,067</u>	<u>1,043,161</u>
Total employee benefit expenses	<u>\$ 427,640</u>	<u>\$ 392,464</u>	<u>\$ 1,190,534</u>	<u>\$ 1,098,923</u>
Summarized by function				
Operating costs	\$ 157,207	\$ 168,111	\$ 488,691	\$ 463,495
Operating expenses	<u>270,433</u>	<u>224,353</u>	<u>701,843</u>	<u>635,428</u>
	<u>\$ 427,640</u>	<u>\$ 392,464</u>	<u>\$ 1,190,534</u>	<u>\$ 1,098,923</u>

(7) Employee compensation and directors' compensation

The Company's Articles of Incorporation stipulate that employee compensation and directors' compensation shall be appropriated at no less than 3% and no more than 3%, respectively, from the profit before tax prior to deducting employee and directors' compensation for the period.

The estimated employees' compensation and directors' compensation for the periods from January 1 to September 30, 2025 and 2024 are as follows:

Estimated percentage

	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Employees' compensation	3%	3%
Directors' compensation	3%	3%

Amount

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Employees' compensation	<u>\$ 5,273</u>	<u>\$ 15,163</u>	<u>\$ 15,529</u>	<u>\$ 33,989</u>
Directors' compensation	<u>\$ 5,273</u>	<u>\$ 15,163</u>	<u>\$ 15,528</u>	<u>\$ 33,988</u>

If there are still changes in the amount after the approval and issuance of the annual consolidated financial statements, it will be treated as a change in accounting estimate and adjusted in the following year.

The estimated employees' compensation and directors and supervisors' compensation for 2024 and 2023 were resolved by the Board of Directors on March 5, 2025, and March 6, 2024, respectively, as follows:

Amount

	<u>2024</u>		<u>2023</u>	
	<u>Cash</u>	<u>Stock</u>	<u>Cash</u>	<u>Stock</u>
Employees' compensation	\$ 41,827	\$ -	\$ 31,429	\$ -
Remuneration of directors and supervisors	40,713	-	31,428	-

There is no difference between the actual distribution amount of employee compensation and directors and supervisors' compensation for 2024 and 2023, and the recognized amount in the consolidated financial statements for 2024 and 2023.

For information on employee compensation and directors and supervisors' compensation resolved by the Company's Board of Directors, please refer to the "Market Observation Post System" of the Taiwan Stock Exchange.

30. Income Tax

(1) Income tax recognized in profit or loss

The main components of income tax expense are as follows:

	<u>For the three months ended September 30, 2025</u>	<u>For the three months ended September 30, 2024</u>	<u>For the nine months ended September 30, 2025</u>	<u>For the nine months ended September 30, 2024</u>
Current income tax				
Incurred for the period	\$ 22,146	\$ 99,474	\$ 141,807	\$ 282,702
Additional levy on undistributed earnings	-	835	1,108	4,714
Adjustments from previous years	(3,116)	1,980	(15,392)	2,632
Non-deductible foreign-source income	<u>-</u>	<u>-</u>	<u>1,170</u>	<u>-</u>
	<u>19,030</u>	<u>102,289</u>	<u>128,693</u>	<u>290,048</u>
Deferred income tax				
Incurred for the period	<u>16,245</u>	<u>3,053</u>	<u>4,463</u>	(<u>16,399</u>)
Income tax expense recognized in profit or loss	<u>\$ 35,275</u>	<u>\$ 105,342</u>	<u>\$ 133,156</u>	<u>\$ 273,649</u>

(2) Income Tax Assessment Status

The Company's income tax returns have been assessed by the tax authorities for up to 2022, except for the 2023 tax year.

31. Earnings Per Share

The earnings and weighted average number of common shares used to calculate earnings per share are as follows:

Net income for the period

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Net income used to calculate basic earnings per share	\$ 150,019	\$ 415,110	\$ 403,384	\$ 908,968
Effects of dilutive potential common shares:				
Interest on convertible corporate bonds and valuation gains/losses on conversion options	-	1,431	-	6,270
Net income used to calculate diluted earnings per share	<u>\$ 150,019</u>	<u>\$ 416,541</u>	<u>\$ 403,384</u>	<u>\$ 915,238</u>

Number of Shares

	Unit: Thousand shares			
	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Weighted average number of common shares used to calculate basic earnings per share	96,041	94,632	96,038	94,406
Effects of dilutive potential common shares:				
Employees' compensation	45	60	66	77
Convertible corporate bonds	-	2,403	-	2,617
Weighted average number of common shares used to calculate diluted earnings per share	<u>96,086</u>	<u>97,095</u>	<u>96,104</u>	<u>97,100</u>

If the consolidated company has the option to distribute employee compensation in stocks or cash, then when calculating diluted earnings per share, it is assumed that employee compensation will be distributed in the form of stocks, and these potential common shares are included in the weighted average number of outstanding shares when they have a dilutive effect, in order to calculate diluted earnings per share. When calculating diluted earnings per share before resolving the number of shares for employee compensation in the following year, the dilutive effect of these potential common shares continues to be considered.

The Company's outstanding convertible bonds, if converted, would have an exercise price higher than the average market price of shares for the three months ended September 30, 2025 and for the nine months ended September 30, 2025. Due to the anti-dilutive effect, they were not included in the calculation of diluted earnings per share.

32. Share-based Payment Agreements

(1) Employee Share Options Issued By The Subsidiary Plan

The Company's subsidiary, Gudeng Equipment Co., Ltd. (hereinafter referred to as "Gudeng Equipment"), granted 407 thousand shares of employee stock options in April 2024, with Gudeng Equipment employees as the recipients.

Information on employee share options is as follows:

<u>Employee share Options</u>	<u>For the nine months ended September 30, 2024</u>	
	<u>Units (thousands)</u>	<u>Weighted Average Exercise Price (NT\$)</u>
Outstanding at beginning of period	-	\$ -
Granted during the period	407	216.8
Exercised during the period	(345)	216.8
Expired and forfeited during the period	(<u>62</u>)	
Outstanding at end of period	<u>-</u>	
Exercisable at end of period	<u>-</u>	
Weighted average fair value of stock options granted during the period (in dollars)	<u>\$ 71.9</u>	

For employee stock options exercised for the nine months ended September 30, 2024, the weighted average stock price on the exercise date was \$284.64.

The employee share options granted by Gudeng Equipment in April 2024 all used the Black-Scholes valuation model, with the following inputs used in the valuation model:

Grant date market price	<u>April 2024</u> NT\$284.64
Exercise price	NT\$216.8
Expected volatility	165.687%
Duration	8 days
Expected dividend yield	0%
Risk-free interest rate	0.03626%

For the nine months ended September 30, 2024, Gudeng Equipment recognized compensation costs of NT\$24,805 thousand.

(2) Employee Share Options Issued By The Subsidiary Plan

The Company's subsidiary Guchi Technology Co., Ltd. (hereinafter referred to as "Guchi Technology") granted 1,900 thousand employee stock options in April 2024, with the recipients being employees of Guchi Technology.

Information on employee share options is as follows:

<u>Employee share Options</u>	<u>For the nine months ended September 30, 2025</u>	
	<u>Units (thousands)</u>	<u>Weighted Average Exercise Price (NT\$)</u>
Outstanding at beginning of period	1,900	\$ 12.67
Exercised during the period	(1,900)	12.67
Outstanding at end of period	<u>-</u>	
Exercisable at end of period	<u>-</u>	
Weighted average fair value of stock options granted during the period (in dollars)	<u>\$ 1.2</u>	

For employee stock options exercised from January 1 to September 30, 2025, the weighted average stock price on the exercise date was \$12.75.

The employee share options granted by Guchi Technology in April 2024 all used the Black-Scholes valuation model, with the following inputs used in the valuation model:

	<u>April 2024</u>
Grant date market price	NT\$12.75
Exercise price	NT\$12.67
Expected volatility	26.20%
Duration	9 months
Expected dividend yield	0%
Risk-free interest rate	1.3846%

For the nine months ended September 30, 2025 and 2024, Guchi Technology recognized compensation costs of NT\$134 thousand and NT\$1,341 thousand respectively.

33. Business Combinations

(1) Acquisition of Subsidiaries

	<u>Main Operating Activities</u>	<u>Acquisition Date</u>	<u>Voting Ownership Interest/Acquisition Percentage (%)</u>	<u>Transfer Consideration</u>
JYR Aviation Components Co., Ltd.	Aircraft and parts retail, wholesale, and manufacturing	January 12, 2024	51%	<u>\$ 260,685</u>
Efount and its subsidiary EWKTOOL INC.	Wholesale and retail trade	September 30, 2025	68%	<u>\$ 30,000</u>

The consolidated company acquired JYR Aviation Components Co., Ltd. on September 30, 2025 and Efount International Co., Ltd. on January 12, 2024, respectively, to continue expanding the consolidated company's operations.

(2) Transfer Consideration

	JYR Aviation Components Co., Ltd.
Cash	<u>\$ 260,685</u>
	Efount and its subsidiary EWKTOOL INC.
Cash	<u>\$ 30,000</u>

(3) Assets Acquired and Liabilities Assumed on Acquisition Date

	JYR Aviation Components Co., Ltd.
Current Assets	
Cash and cash equivalents	\$ 269,787
Accounts receivable and other receivables	43,257
Current tax assets	25
Inventories	146,911
Prepayments	29,768
Other Current Assets	4,040
Non-current Assets	
Property, plant and equipment	110,806
Other intangible assets	1,836
Deferred tax assets	22,562
Prepayment for equipment	2,178
Other non-current assets	658
Current Liabilities	
Short-term borrowings	(79,970)
Notes Payable	(6,126)
Accounts payable and other payables	(68,383)
Current portion of long-term borrowings	(10,861)
Non-current Liabilities	
Long-term borrowings	(47,006)
Deferred income tax liabilities	(102)
	<u>\$ 419,380</u>

	Efount and its subsidiary EWKTOOL INC.
Current Assets	
Cash and cash equivalents	\$ 19,185
Accounts receivable and other receivables	61,426
Inventories	33,745
Prepayments	458
Other Current Assets	1,159
Non-current Assets	
Property, plant and equipment	429
Other intangible assets	39,167
Other non-current assets	1,565
Current Liabilities	
Short-term borrowings	(29,700)
Accounts payable and other payables	(74,746)
Other Current Liabilities	(3,202)
Non-current Liabilities	
Long-term borrowings	(26,475)
Other Non-current Liabilities	(5)
	<u>\$ 23,006</u>

If the measurement of identifiable assets acquired and liabilities assumed in a business combination is not yet complete, they are recognized at provisional amounts on the balance sheet date. During the measurement period, retrospective adjustments are made or additional assets or liabilities are recognized to reflect new information obtained about facts and circumstances that existed as of the acquisition date.

(4) Goodwill arising from acquisition

For the nine months ended September 30, 2024

	JYR Aviation Components Co., Ltd.
Transfer Consideration	\$ 260,685
Add: Non-controlling interests	205,496
Less: Fair value of identifiable net assets acquired	(419,380)
Goodwill arising from acquisition	<u>\$ 46,801</u>

For the nine months ended September 30, 2025

	Efount and its subsidiary EWKTOOL INC.
Transfer Consideration	\$ 30,000
Add: Non-controlling interests	7,362
Less: Fair value of identifiable net assets acquired	(23,006)
Goodwill arising from acquisition	<u>\$ 14,356</u>

34. Equity transactions with non-controlling interests

In March and August 2025, the consolidated company acquired shares in Cypress Precision not proportionate to its ownership, resulting in an increase in ownership percentage to 95.38%.

	(March and August 2025)
	Cypress Precision
	<hr/>
Cash consideration (paid)	(\$ 2,800)
The amount of non-controlling interests to be transferred in based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	(549)
Difference in equity transactions	<u>(\$ 3,349)</u>
 <u>Adjustment items for equity transaction differences</u>	
Capital surplus - Difference between the actual price of acquisition or disposal of subsidiary shares and their carrying value	(\$ 3,349)

In April 2025, the consolidated company acquired shares of Gudeng Equipment not in proportion to its shareholding ratio, resulting in an increase in ownership percentage to 45.48%.

	April 2025
	Gudeng Equipment
	<hr/>
Cash consideration (paid)	(\$ 1,587)
The amount of non-controlling interests to be transferred based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	478
Difference in equity transactions	<u>(\$ 1,109)</u>
 <u>Adjustment items for equity transaction differences</u>	
Capital surplus - Difference between the actual price of acquisition or disposal of subsidiary shares and their carrying value	(\$ 1,109)

In January 2025, employees of Guchi Technology, a subsidiary of the consolidated company, exercised employee stock options, causing the consolidated company's ownership percentage to decrease to 51.43%.

	(January 2025)
	Guchi Technology
	<hr/>
Cash consideration received	\$ 24,073
The amount of non-controlling interests to be transferred in based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	(25,346)
Difference in equity transactions	<u>(\$ 1,273)</u>
 <u>Adjustment items for equity transaction differences</u>	
Capital surplus - Recognition of changes in ownership interests in subsidiaries	(\$ 1,273)

In September 2024, the consolidated company disposed of 21.50% of its shareholding in Guchi Technology, reducing its ownership percentage from 76.78% to 55.28%.

	(September 2, 2024)
	<u>Guchi Technology</u>
Cash consideration received	\$ 210,000
The amount of non-controlling interests to be transferred in based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	(<u>87,161</u>)
Difference in equity transactions	<u>\$ 122,839</u>
 <u>Adjustment items for equity transaction differences</u>	
Capital surplus - Difference between the actual price of acquisition or disposal of subsidiary shares and their carrying value	<u>\$ 122,839</u>

During the period from January 1 to September 30, 2024, the consolidated company acquired shares of Jia Shuo Technology Company not in proportion to its shareholding ratio on various occasions, resulting in an increase in ownership percentage to 45.44%.

	<u>Gudeng Equipment</u>
Cash consideration (paid)	(\$ 230,106)
The amount of non-controlling interests to be transferred based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	<u>38,466</u>
Difference in equity transactions	(<u>\$ 191,640</u>)
 <u>Adjustment items for equity transaction differences</u>	
Capital surplus - Difference between the actual price of acquisition or disposal of subsidiary shares and their carrying value	(\$ 86,856)
Unappropriated Retained Earnings	(<u>104,784</u>)
	<u>(\$ 191,640)</u>

The consolidated company did not participate in the cash capital increase of Gudeng Equipment and Guchi Technology, resulting in a decrease in ownership percentages to 42.92% and 76.78%, respectively.

	(May 9, 2024)	(April 30, 2024)
	<u>Gudeng Equipment</u>	<u>Guchi Technology</u>
Cash consideration received	\$ 694,612	\$ 4,682
Equity consideration received	-	27,786
Amount of subsidiary's net asset carrying value to be transferred (in) to non-controlling interests based on relative equity changes	(<u>425,820</u>)	(<u>31,076</u>)
Difference in equity transactions	<u>\$ 268,792</u>	<u>\$ 1,392</u>
 <u>Adjustment items for equity transaction differences</u>		
Capital surplus - Recognition of changes in ownership interests in subsidiaries	<u>\$ 268,792</u>	<u>\$ 1,392</u>

The consolidated company's subsidiary, Guchi Technology, exchanged shares with Jia Rui Company and Suting in April 2024, resulting in an increase in ownership percentages to 75.19% and 85.54%, respectively.

	<u>(April 30, 2024)</u> <u>Jia Rui Company</u>	<u>(April 30, 2024)</u> <u>Suting</u>
Equity consideration (paid)	(\$ 20,369)	(\$ 7,417)
The amount of non-controlling interests to be transferred based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	<u>20,396</u>	<u>8,368</u>
Difference in equity transactions	<u>\$ 27</u>	<u>\$ 951</u>
<u>Adjustment items for equity transaction differences</u>		
Unappropriated Retained Earnings	<u>\$ 27</u>	<u>\$ 951</u>

In January 2024, the consolidated company's subsidiary, Guchi Technology, acquired shares of Jia Rui Company and Suting not in proportion to its shareholding ratio, resulting in an increase in ownership percentages to 58.18% and 74.37%, respectively.

	<u>(January 17, 2024)</u> <u>Jia Rui Company</u>	<u>(January 17, 2024)</u> <u>Suting</u>
Cash consideration (paid)	(\$ 6,258)	(\$ 4,704)
The amount of non-controlling interests to be transferred based on the relative change in equity calculated from the carrying amount of the subsidiary's net assets	<u>3,807</u>	<u>2,758</u>
Difference in equity transactions	<u>(\$ 2,451)</u>	<u>(\$ 1,946)</u>
<u>Adjustment items for equity transaction differences</u>		
Unappropriated Retained Earnings	<u>(\$ 2,451)</u>	<u>(\$ 1,946)</u>

Since the aforementioned transactions did not change the Company's control over these subsidiaries, the Company treats them as equity transactions.

35. Cash Flow Information

Non-cash transactions

Except as disclosed in other notes, the consolidated company engaged in the following non-cash investment and financing activities for the nine months ended September 30, 2025 and 2024:

- (1) During the period from January 1 to September 30, 2024, the consolidated company sold its own land, and as of September 30, 2024, NT\$32,022 thousand had not yet been received, which was recorded under other receivables.
- (2) Gudeng Venture, a subsidiary of the Company, made additional investments in Symtek on December 30 and 31, 2024, with NT\$27,545 thousand still unpaid as of December 31, 2024; furthermore, the consolidated company acquired equity in Kunshan Kawaguchi in 2023, with NT\$24,311 thousand still unpaid as of September 30, 2024, both of which were recorded under other payables.

(3) On April 30, 2024, Guchi Technology, a subsidiary of the Company, exchanged shares with Jia Rui and Suting (see Note 34).

36. Capital Risk Management

The consolidated company is currently operating stably, and its capital risk management objective is to ensure that, on the premise of continuing operations and growth, it can maximize shareholder returns by optimizing the balance between debt and equity.

The consolidated company adopts prudent risk management strategies and conducts regular reviews, making comprehensive plans according to business development strategies and operational needs, to determine an appropriate capital structure for the consolidated company.

37. Financial Instruments

(1) Fair Value Information - Financial Instruments Not Measured at Fair Value

The management of the consolidated company believes that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values.

(2) Fair Value Information - Financial Instruments Measured at Fair Value on a Recurring Basis

1. Fair Value Hierarchy

September 30, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial Assets at Fair Value through Profit or Loss</u>				
Derivatives	\$ -	\$ 110	\$ -	\$ 110
Domestic publicly traded shares	465,372	-	-	465,372
Domestic Emerging Stocks	28,722	-	-	28,722
Domestic Limited Partnerships	-	-	144,944	144,944
Total	<u>\$ 494,094</u>	<u>\$ 110</u>	<u>\$ 144,944</u>	<u>\$ 639,148</u>
<u>Financial Assets at Fair Value through Other Comprehensive Income</u>				
Equity Instrument Investments				
- Domestic publicly traded shares	\$1,132,531	\$ -	\$ -	\$ 1,132,531
- Domestic Emerging Stocks	-	425,246	-	425,246
- Non-publicly traded shares	-	-	502,535	502,535
Total	<u>\$1,132,531</u>	<u>\$ 425,246</u>	<u>\$ 502,535</u>	<u>\$ 2,060,312</u>
<u>Financial liabilities at fair value through profit or loss</u>				
Derivatives	<u>\$ -</u>	<u>\$ 1,063</u>	<u>\$ -</u>	<u>\$ 1,063</u>

December 31, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial Assets at Fair Value through Profit or Loss</u>				
Derivatives	\$ -	\$ 958	\$ -	\$ 958
Domestic publicly traded shares	519,303	-	-	519,303
Domestic Emerging Stocks	43,350	-	-	43,350
Domestic Limited Partnerships	-	-	44,212	44,212
Total	<u>\$ 562,653</u>	<u>\$ 958</u>	<u>\$ 44,212</u>	<u>\$ 607,823</u>
<u>Financial Assets at Fair Value through Other Comprehensive Income</u>				
Equity Instrument Investments				
- Domestic publicly traded shares	\$ 1,085,005	\$ -	\$ -	\$ 1,085,005
- Domestic Emerging Stocks	-	224,147	-	224,147
- Non-publicly traded shares	-	-	368,525	368,525
Total	<u>\$ 1,085,005</u>	<u>\$ 224,147</u>	<u>\$ 368,525</u>	<u>\$ 1,677,677</u>
<u>Financial liabilities at fair value through profit or loss</u>				
Derivatives	\$ -	\$ 120	\$ -	\$ 120

September 30, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial Assets at Fair Value through Profit or Loss</u>				
Derivatives	\$ -	\$ 2,178	\$ -	\$ 2,178
Domestic publicly traded shares	342,611	-	-	342,611
- Non-publicly traded shares	-	-	36,000	36,000
Domestic Limited Partnerships	-	-	45,780	45,780
Total	<u>\$ 342,611</u>	<u>\$ 2,178</u>	<u>\$ 81,780</u>	<u>\$ 426,569</u>
<u>Financial Assets at Fair Value through Other Comprehensive Income</u>				
Equity Instrument Investments				
- Domestic publicly traded shares	\$ 858,010	\$ -	\$ -	\$ 858,010
- Non-publicly traded shares	-	-	134,014	134,014
Total	<u>\$ 858,010</u>	<u>\$ -</u>	<u>\$ 134,014</u>	<u>\$ 992,024</u>
<u>Financial liabilities at fair value through profit or loss</u>				
Derivatives	\$ -	\$ 181	\$ -	\$ 181

There were no transfers between Level 1 and Level 2 fair value measurements from January 1 to September 30, 2025 and 2024.

2. Reconciliation of Financial Instruments Measured at Level 3 Fair Value

For the nine months ended September 30, 2025

Financial Assets	Fair Value through Profit or Loss Equity Instruments	Financial Assets at Fair Value through Other Comprehensive Income Equity Instruments	Total
Beginning Balance	\$ 44,212	\$ 368,525	\$ 412,737
Recognized in profit or loss	11,512	-	11,512
Recognized in other comprehensive income	-	19,775	19,775
Purchase	89,220	272,475	361,695
Transfer Out of Level 3	-	(158,240)	(158,240)
Ending Balance	<u>144,944</u>	<u>502,535</u>	<u>647,479</u>

For the nine months ended September 30, 2024

Financial Assets	Fair Value through Profit or Loss Equity Instruments	Financial Assets at Fair Value through Other Comprehensive Income Equity Instruments	Total
Beginning Balance	\$ -	\$ 87,965	\$ 87,965
Additions for the period	<u>81,780</u>	<u>46,049</u>	<u>127,829</u>
Ending Balance	<u>81,780</u>	<u>134,014</u>	<u>215,794</u>

3. Valuation Techniques and Inputs for Level 2 Fair Value Measurement

Financial Instrument Categories	Valuation Techniques and Inputs
Derivatives - Forward exchange contracts	Discounted cash flow method: Future cash flows are estimated based on observable forward exchange rates at the end of the period and the exchange rates stipulated in the contracts, and are discounted using discount rates that reflect the credit risk of each counterparty.
Derivatives - Convertible Corporate Bond Redemption Options	The fair value is estimated using a binomial tree convertible bond valuation model, with stock price volatility being the significant unobservable input used. When stock price volatility increases, the fair value of these derivatives will increase.
Emerging stock market securities	The consolidated company's holdings of general and privately placed common stock investments, due to limited trading volume or lock-up period restrictions, do not possess active market characteristics. The consolidated company determines the fair value of these financial instruments based on relevant market prices and considering liquidity discounts.

4. Valuation Techniques and Inputs for Level 3 Fair Value Measurement

- (1) The fair value of non-publicly quoted stocks is based on the market valuation method - using the price-earnings ratio method and price-to-book ratio method as the basis to evaluate a reasonable fair value.
- (2) The fair value of limited partnerships is evaluated using the asset-based approach, referring to the net asset value and operating conditions from the recently published financial statements of the investment targets.

(3) Types of Financial Instruments

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Financial Assets</u>			
Fair Value through Profit or Loss			
Mandatorily measured at fair value through profit or loss	\$ 639,148	\$ 607,823	\$ 426,569
Financial assets measured at amortized cost (Note 1)	6,425,442	6,852,028	6,103,406
Financial Assets at Fair Value through Other Comprehensive Income			
Equity Instrument Investments	2,060,312	1,677,677	992,024
<u>Financial liabilities</u>			
Fair Value through Profit or Loss			
Held for trading	1,063	120	181
Measured at amortized cost (Note 2)	10,409,186	8,794,626	7,183,831

Note 1: The balance includes cash and cash equivalents, notes receivable, accounts receivable (including related parties), financial assets measured at amortized cost, other receivables (including related parties), and refundable deposits, which are financial assets measured at amortized cost.

Note 2: The balance includes short-term borrowings, notes payable, accounts payable (including related parties), other payables, guarantee deposits received, current portion of long-term liabilities, corporate bonds payable, and long-term borrowings, which are financial liabilities measured at amortized cost.

(4) Financial Risk Management Objectives and Policies

The consolidated company's major financial instruments include investments in equity instruments, accounts receivable, accounts payable, corporate bonds payable, and borrowings. The financial risks related to operations (including foreign exchange rate risk, interest rate risk and other price risks), credit risk and liquidity risk of the above financial instruments.

1. Market Risk

The consolidated company's operating activities expose it to major financial risks, including foreign currency exchange rate fluctuation risk (see (1) below) and interest rate fluctuation risk (see (2) below).

The consolidated company's exposure to market risks related to financial instruments and its methods of managing and measuring these exposures have not changed.

(1) Exchange Rate Risk

Several subsidiaries of the Company engage in sales and purchase transactions denominated in foreign currencies, thus exposing the consolidated company to exchange rate fluctuation risks. The consolidated company manages its exchange rate exposure by using forward foreign exchange contracts and options within policy-approved limits.

The carrying amounts of the consolidated company's monetary assets and monetary liabilities denominated in non-functional currencies at the balance sheet date (including monetary items denominated in non-functional currencies that have been eliminated in the consolidated financial statements) are referred to in Note 41.

Sensitivity Analysis

The consolidated company is mainly affected by fluctuations in the US dollar, Japanese yen.

The table below provides a detailed explanation of the consolidated company's sensitivity analysis when the New Taiwan Dollar (functional currency) increases and decreases by 1% against each relevant foreign currency. 1% is the sensitivity ratio used when reporting exchange rate risks to key management personnel within the group, and also represents management's assessment of the reasonably possible range of foreign currency exchange rate fluctuations.

	Impact of US Dollar Currency		Impact of Japanese Yen Currency		Impact of Chinese Yuan Currency	
	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Profit and Loss	\$4,546	\$10,638 (i)	\$ 10	\$ 191 (ii)	(\$ 217)	(\$ 448) (iii)

(I) This mainly arises from the consolidated company's outstanding US dollar-denominated bank deposits, receivables and payables that have not been hedged for cash flow at the balance sheet date.

(II) This mainly arises from the consolidated company's outstanding Japanese yen-denominated bank deposits, receivables and payables that have not been hedged for cash flow at the balance sheet date.

(III) This mainly arises from the consolidated company's outstanding Chinese yuan-denominated receivables and payables that have not been hedged for cash flow at the balance sheet date.

(2) Interest Rate Risk

As entities within the consolidated company borrow funds at both fixed and floating interest rates, this creates interest rate exposure.

The carrying amounts of financial assets and financial liabilities exposed to interest rate risk at the consolidated company's balance sheet date are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
- Financial assets	\$ 1,243,044	\$ 1,223,245	\$ 1,087,597
- Financial liabilities	572,028	630,839	836,702
Cash flow interest rate risk			
- Financial assets	3,686,006	4,004,520	3,424,869
- Financial liabilities	8,750,735	6,462,502	5,195,012

Sensitivity Analysis

The following sensitivity analysis is determined based on the interest rate exposure of derivative and non-derivative instruments at the balance sheet date. For floating rate liabilities, the analysis assumes that the amount of liabilities outstanding at the balance sheet date was outstanding throughout the reporting period. The rate of change used by the Group when reporting interest rates to key management internally is an increase or decrease of 25 basis points, which also represents management's assessment of the reasonable possible range of interest rate fluctuations.

If interest rates increase/decrease by 25 basis points, with all other variables remaining constant, the consolidated company's pre-tax net income for the nine months ended September 30, 2025 and 2024 would decrease/increase by NT\$9,496 thousand and NT\$3,319 thousand respectively.

(3) Other price risks

The consolidated company has equity price exposure arising from equity securities and domestic limited partnership investments. The consolidated company's management manages risk by holding diversified risk investment portfolios.

Sensitivity Analysis

The following sensitivity analysis is conducted based on the equity price exposure at the balance sheet date.

If equity prices increased/decreased by 10%, pre-tax profit or loss for the nine months ended September 30, 2025 and 2024 would increase/decrease by NT\$63,904 thousand and NT\$42,439 thousand, respectively, due to the

increase/decrease in fair value of financial assets at fair value through profit or loss. Pre-tax other comprehensive income for the nine months ended September 30, 2025 and 2024 would increase/decrease by NT\$206,031 thousand and NT\$99,202 thousand, respectively, due to the increase/decrease in fair value of financial assets at fair value through other comprehensive income.

The consolidated company's sensitivity to price risk increased during the period, mainly due to the purchase of domestic listed (OTC) stocks and domestic limited partnerships.

2. Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in financial loss to the group. As of the balance sheet date, the maximum credit risk exposure that may cause financial loss to the consolidated company due to counterparty failure to fulfill obligations and financial guarantees provided by the consolidated company mainly comes from:

- (1) The carrying amount of financial assets recognized in the consolidated balance sheet.
- (2) The amount of contingent liabilities arising from financial guarantees provided by the consolidated company.

The policy adopted by the consolidated company is to only transact with creditworthy counterparties and obtain sufficient collateral, where appropriate, to mitigate the risk of financial loss from defaults. To mitigate credit risk, the consolidated company's management has assigned a dedicated team responsible for determining credit limits, credit approvals, and other monitoring procedures to ensure appropriate actions are taken for the collection of overdue receivables. Furthermore, the consolidated company reviews the recoverable amount of each receivable on the balance sheet date to ensure that appropriate impairment losses have been recognized for irrecoverable receivables. Accordingly, the Company's management believes that the consolidated company's credit risk has been significantly reduced. Therefore, the credit risk is limited.

The consolidated company's credit risk is primarily concentrated in the consolidated company's largest customer. As of September 30, 2025, and December 30 and September 30, 2024, the percentages of total accounts receivable from the aforementioned customer were 39%, 16%, and 23%, respectively.

3. Liquidity Risk

The consolidated company manages and maintains sufficient positions of cash and cash equivalents to support the group's operations and mitigate the impact of cash flow fluctuations. The management of the consolidated company monitors the use of bank financing facilities and ensures compliance with loan agreement terms.

Bank loans are an important source of liquidity for the consolidated company. As of September 30, 2025, and December 30 and September 30, 2024, the consolidated company's unused short-term bank credit facilities are described in (2) Credit Facilities below.

(1) Liquidity of Non-derivative Financial Liabilities

The remaining contractual maturity analysis of non-derivative financial liabilities is prepared based on the earliest date on which the consolidated company may be required to pay, using undiscounted cash flows of financial liabilities (including principal and estimated interest). Therefore, bank loans that the consolidated company may be required to repay immediately are included in the earliest period in the table below, regardless of the probability of the banks immediately exercising this right; the maturity analysis of other non-derivative financial liabilities is prepared based on the scheduled repayment dates.

September 30, 2025

	<u>Less than 1 year</u>	<u>1 to 2 years</u>	<u>2 to 3 years</u>	<u>3 to 5 years</u>	<u>More than 5 years</u>	<u>Total</u>
<u>Non-derivative financial liabilities</u>						
Notes Payable	\$ 286	\$ -	\$ -	\$ -	\$ -	\$ 286
Accounts Payable	607,309	-	-	-	-	607,309
Other Payables	688,538	-	-	-	-	688,538
Lease liabilities	68,381	54,753	32,769	20,533	98,528	274,964
Guarantee deposits received	-	4,641	-	-	-	4,641
Other Current Liabilities	45,409	-	-	-	-	45,409
Borrowings	1,040,952	2,732,619	1,379,662	3,597,502	-	8,750,735
Convertible bonds	365,700	-	-	-	-	365,700
	<u>\$2,816,575</u>	<u>\$2,792,013</u>	<u>\$1,412,431</u>	<u>\$3,618,035</u>	<u>\$ 98,528</u>	<u>\$10,737,582</u>

Further information on the maturity analysis of lease liabilities is as follows:

	<u>Less than 1 year</u>	<u>1~2 years</u>	<u>2~3 year</u>	<u>3~5 years</u>	<u>More than 5 years</u>
Lease liabilities	<u>\$ 68,381</u>	<u>\$ 54,753</u>	<u>\$ 32,769</u>	<u>\$ 20,533</u>	<u>\$ 98,528</u>

December 31, 2024

	<u>Less than 1 year</u>	<u>1 to 2 years</u>	<u>2 to 3 years</u>	<u>3 to 5 years</u>	<u>More than 5 years</u>	<u>Total</u>
<u>Non-derivative financial liabilities</u>						
Notes Payable	\$ 114	\$ -	\$ -	\$ -	\$ -	\$ 114
Accounts Payable	697,538	-	-	-	-	697,538
Other Payables	1,239,934	-	-	-	-	1,239,934
Lease liabilities	60,662	46,621	40,593	37,198	104,324	289,398
Guarantee deposits received	-	10,356	-	-	-	10,356
Other Current Liabilities	85,143	-	-	-	-	85,143
Borrowings	1,106,530	710,720	303,130	4,342,122	-	6,462,502
Convertible bonds	-	399,100	-	-	-	399,100
	<u>\$ 3,189,921</u>	<u>\$ 1,166,797</u>	<u>\$ 343,723</u>	<u>\$ 4,379,320</u>	<u>\$ 104,324</u>	<u>\$ 9,184,085</u>

Further information on the maturity analysis of lease liabilities is as follows:

	<u>Less than 1 year</u>	<u>1~2 years</u>	<u>2~3 year</u>	<u>3~5 years</u>	<u>More than 5 years</u>
Lease liabilities	<u>\$ 60,662</u>	<u>\$ 46,621</u>	<u>\$ 40,593</u>	<u>\$ 37,198</u>	<u>\$ 104,324</u>

September 30, 2024

	Less than 1 year	1 to 2 years	2 to 3 years	3 to 5 years	More than 5 years	Total
Non-derivative financial liabilities						
Notes Payable	\$ 150	\$ -	\$ -	\$ -	\$ -	\$ 150
Accounts Payable	627,803	-	-	-	-	627,803
Other Payables	771,966	-	-	-	-	771,966
Lease liabilities	59,282	50,755	40,612	44,648	106,256	301,553
Guarantee deposits received	-	9,690	-	-	-	9,690
Other Current Liabilities	87,180	-	-	-	-	87,180
Borrowings	690,480	551,729	1,665,655	2,287,148	-	5,195,012
Convertible bonds	-	-	604,900	-	-	604,900
	<u>\$ 2,236,861</u>	<u>\$ 612,174</u>	<u>\$ 2,311,167</u>	<u>\$ 2,331,796</u>	<u>\$ 106,256</u>	<u>\$ 7,598,254</u>

Further information on the maturity analysis of lease liabilities is as follows:

	Less than 1 year	1~2 years	2~3 year	3~5 years	More than 5 years
Lease liabilities	<u>\$ 59,282</u>	<u>\$ 50,755</u>	<u>\$ 40,612</u>	<u>\$ 44,648</u>	<u>\$ 106,256</u>

(2) Financing Facilities

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured bank loan facilities (renewable upon mutual agreement)			
Amount utilized	\$ 4,467,822	\$ 2,677,646	\$ 1,704,754
Unused amount	<u>2,168,599</u>	<u>920,000</u>	<u>1,642,110</u>
	<u>\$ 6,636,421</u>	<u>\$ 3,597,646</u>	<u>\$ 3,346,864</u>
Secured bank loan facilities (renewable upon mutual agreement)			
Amount utilized	\$ 4,277,621	\$ 3,781,420	\$ 3,487,215
Unused amount	<u>1,922,658</u>	<u>1,420,097</u>	<u>1,816,559</u>
	<u>\$ 6,200,279</u>	<u>\$ 5,201,517</u>	<u>\$ 5,303,774</u>

38. Related Party Transactions

Transactions, account balances, revenues, and expenses between the Company and its subsidiaries (which are related parties of the Company) are fully eliminated upon consolidation and are therefore not disclosed in this note. Apart from those disclosed in other notes, transactions between the consolidated company and other related parties are as follows.

(1) Names of Related Parties and Their Relationships

<u>Names of Related Parties</u>	<u>Relationship with the Consolidated Company</u>
Jin Peng Investment Co., Ltd. (hereinafter referred to as Jin Peng)	Substantial related party
Sheng Jie Investment Co., Ltd. (hereinafter referred to as Sheng Jie)	Substantial related party
Yun Sheng Investment Co., Ltd. (hereinafter referred to as Yun Sheng)	Substantial related party
Onore King Taiwan International Marketing Co., Ltd. (hereinafter referred to as Onore King)	Substantial related party
Laien Parts Technology Co., Ltd. (hereinafter referred to as Laien Parts)	Substantial related party
Sun Bright Technology Co., Ltd. (hereinafter referred to as Sun Bright)	Substantial related party
Symtek Automation Asia Co., Ltd. (hereinafter referred to as Symtek)	Substantial related party
Symtek Automation Asia (DongGuan) Co., Ltd. (hereinafter referred to as Symtek (DongGuan))	Substantial related party
Jau Yeou Industry Co., Ltd. (hereinafter referred to as Jau Yeou)	Substantial related party
Lo, Tsai-Fang	Substantial related party
Shou Wei Investment Co., Ltd.	Substantial related party
Chongqing Huanmei Electronic Co., Ltd. (hereinafter referred to as Chongqing Huanmei)	Associates
Shenzhen Huanmei Electronic Co., Ltd. (hereinafter referred to as Shenzhen Huanmei)	Associates
Jin Hui Technology Co., Ltd. (hereinafter referred to as Jin Hui)	Associates
YAHOO System Technology Co., Ltd. (hereinafter referred to as YAHOO)	Associates
i Analyzer Incorporation (hereinafter referred to as i Analyzer Company)	Associates

(2) Operating Revenue

<u>Items Listed in Account</u>	<u>Related Party Categories</u>	<u>For the three months ended September 30, 2025</u>	<u>For the three months ended September 30, 2024</u>	<u>For the nine months ended September 30, 2025</u>	<u>For the nine months ended September 30, 2024</u>
Sales Revenue	Substantial related party	\$ 1,313	\$ 8,297	\$ 8,553	\$ 15,093
	Associates	<u>8,952</u>	<u>3,994</u>	<u>47,224</u>	<u>5,788</u>
		<u>\$ 10,265</u>	<u>\$ 12,291</u>	<u>\$ 55,777</u>	<u>\$ 20,881</u>

The consolidated company's selling prices to related parties are comparable to those of general customers.

(3) Purchases

Items Listed in Account	Related Party Categories	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Cost of Goods Sold	Substantial related party Associates	\$ -	\$ 6,923	\$ -	\$ 62,770
		<u>67,613</u>	<u>11,081</u>	<u>149,668</u>	<u>48,995</u>
		<u>\$ 67,613</u>	<u>\$ 18,004</u>	<u>\$ 149,668</u>	<u>\$ 111,765</u>

Purchases are made based on market prices with discounts, reflecting the quantity purchased and the relationship with the related party.

(4) Receivables from Related Parties (Excluding Loans to Related Parties)

Items Listed in Account	Names of Related Parties	September 30, 2025	December 31, 2024	September 30, 2024
Accounts Receivable - Related Parties	Symtek	\$ 460	\$ 496	\$ 1,899
	Chongqing Huanmei	<u>19,947</u>	<u>11,950</u>	<u>3,851</u>
		<u>\$ 20,407</u>	<u>\$ 12,446</u>	<u>\$ 5,750</u>
Other Receivables - Related Parties	Laien Parts	\$ -	\$ 10	\$ 13
	Symtek	-	206	621
	Jin Hui	9	1	4
	YAHOO	<u>130</u>	<u>67</u>	<u>8</u>
		<u>\$ 139</u>	<u>\$ 284</u>	<u>\$ 646</u>

No collateral is held for outstanding receivables from related parties. No allowance for bad debts was provided for receivables from related parties for the nine months ended September 30, 2025 and 2024.

(5) Payables to Related Parties (Excluding Loans from Related Parties)

Items Listed in Account	Names of Related Parties	September 30, 2025	December 31, 2024	September 30, 2024
Accounts Payable - Related Parties	Laien Parts	\$ -	\$ 956	\$ 10,743
	Symtek	3,418	5,654	5,654
	Jau Yeou	-	-	11
	Chongqing Huanmei	24,512	21,151	5,752
	Jin Hui	12,957	6,713	5,592
	YAHOO	4,706	41,835	6,569
	i Analyzer Company	<u>591</u>	<u>-</u>	<u>--</u>
		<u>\$ 46,184</u>	<u>\$ 76,309</u>	<u>\$ 34,321</u>

(Continued on the next page)

(Continued from the previous page)

Items Listed in Account	Names of Related Parties	September 30, 2025	December 31, 2024	September 30, 2024
Other Payables - Related Parties	Laien Parts	\$ 10	\$ 10	\$ 10
	Symtek	7	-	-
	Chongqing Huanmei	45	1,715	-
	YAHOO	129	-	-
	i Analyzer Company	<u>1,008</u>	<u>-</u>	<u>-</u>
		<u>\$ 1,199</u>	<u>\$ 1,725</u>	<u>\$ 10</u>

Outstanding payables to related parties are not secured by collateral.

(6) Prepayments

Names of Related Parties	September 30, 2025	December 31, 2024	September 30, 2024
Symtek	\$ 1,395	\$ -	\$ -
YAHOO	<u>6,746</u>	<u>6,746</u>	<u>4,949</u>
	<u>\$ 8,141</u>	<u>\$ 6,746</u>	<u>\$ 4,949</u>

(7) Property, Plant and Equipment Acquired

Names of Related Parties	Acquisition Cost	
	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
YAHOO	<u>\$ 32,085</u>	<u>\$ 21,390</u>

(8) Lease Agreements

Related Party Categories / Names of Related Parties	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
<u>Acquisition of Right-of-use Assets</u>		
Substantial related party		
Lo, Tsai-Fang	<u>\$ -</u>	<u>\$ 1,754</u>

Items Listed in Account	Related Party Categories	September 30, 2025	December 31, 2024	September 30, 2024
Lease liabilities	Substantial related party	<u>\$ 979</u>	<u>\$ 1,386</u>	<u>\$ 1,527</u>

Lease Expenses

<u>Lessor categories</u>	<u>Subject Matter</u>	<u>Leasing Method and Rental Payment Terms</u>	<u>Lease Expenses</u>			
			<u>For the three months ended September 30, 2025</u>	<u>For the three months ended September 30, 2024</u>	<u>For the nine months ended September 30, 2025</u>	<u>For the nine months ended September 30, 2024</u>
Substantial related party	Employee Dormitory	Monthly rent of NT\$235 thousand, paid monthly.	<u>\$ 651</u>	<u>\$ 1,579</u>	<u>\$ 2,058</u>	<u>\$ 2,642</u>
Substantial related party	Warehouse	Monthly rent of NT\$150 thousand, paid monthly.	<u>\$ 450</u>	<u>\$ 1,350</u>	<u>\$ 1,350</u>	<u>\$ 2,250</u>
Substantial related party	Factory Building	Monthly rent of NT\$245 thousand, paid monthly.	<u>\$ 736</u>	<u>\$ 736</u>	<u>\$ 2,209</u>	<u>\$ 2,209</u>
Associates	Factory Building	Monthly rent of RMB 250 thousand, paid monthly.	<u>\$ 3,137</u>	<u>\$ 3,332</u>	<u>\$ 9,716</u>	<u>\$ 3,332</u>
Associates	Office	Monthly rent of RMB 25 thousand, paid monthly.	<u>\$ 973</u>	<u>\$ -</u>	<u>\$ 973</u>	<u>\$ -</u>

(9) Lease Agreements (as lessor)

- Other advance receipts (listed as contract liabilities) are summarized as follows:

<u>Names of Related Parties</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Sheng Jie	\$ 11	\$ 8	\$ -
Yun Sheng	11	8	-
Jin Peng	11	8	-
Onore King	3	-	3
Symtek	212	-	-
	<u>\$ 248</u>	<u>\$ 24</u>	<u>\$ 3</u>

- The total amount of future lease payments to be received is summarized as follows:

<u>Related Party Categories</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Substantial related party	<u>\$ 173</u>	<u>\$ 12</u>	<u>\$ 3</u>

- Guarantee deposits are summarized as follows:

<u>Names of Related Parties</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Sheng Jie	\$ 2	\$ 2	\$ 2
Yun Sheng	2	2	2
Jin Peng	2	2	2
Onore King	2	2	2
YAH0	122	616	-
	<u>\$ 130</u>	<u>\$ 624</u>	<u>\$ 8</u>

4. Lease income is summarized as follows:

Lessee categories	Subject Matter	Leasing Method and Rental Payment Terms	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Substantial related party	Office	Monthly rent of 1 thousand dollars, paid monthly.	\$ 12	\$ 9	\$ 36	\$ 33
	Employee Dormitory	Monthly rent of US\$1.85 thousand, paid monthly.	-	1	-	178
Associates	Office	Monthly rent of US\$12 thousand, paid monthly.	419	-	2,714	-
	Employee Dormitory	Monthly rent of US\$16 thousand, paid monthly.	<u>1,415</u>	<u>-</u>	<u>4,426</u>	<u>-</u>
			<u>\$ 1,846</u>	<u>\$ 10</u>	<u>\$ 7,176</u>	<u>\$ 211</u>

(10) Transactions with Other Related Parties

1. Other Assets and Liabilities

Items Listed in Account	Names of Related Parties	September 30, 2025	December 31, 2024	September 30, 2024
Refundable Deposits	Sheng Jie	\$ 103	\$ 103	\$ 103
	Yun Sheng	<u>300</u>	<u>300</u>	<u>300</u>
		<u>\$ 403</u>	<u>\$ 403</u>	<u>\$ 403</u>
Collections for others	Sun Bright	<u>\$ 36,686</u>	<u>\$ 78,190</u>	<u>\$ 78,190</u>
Temporary receipts	YAHOO	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>

2. Other Income

Items Listed in Account	Related Party Categories	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Other Income	Substantial related party	\$ 739	\$ 145	\$ 1,488	\$ 1,486
	Associates	<u>48</u>	<u>769</u>	<u>130</u>	<u>816</u>
		<u>\$ 787</u>	<u>\$ 914</u>	<u>\$ 1,618</u>	<u>\$ 2,302</u>

3. Manufacturing Expenses and Operating Expenses

Items Listed in Account	Related Party Categories	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Manufacturing Expenses	Substantial related party	\$ 416	\$ 1,064	\$ 1,976	\$ 3,241
	Associates	<u>-</u>	<u>15</u>	<u>-</u>	<u>15</u>
		<u>\$ 416</u>	<u>\$ 1,079</u>	<u>\$ 1,976</u>	<u>\$ 3,256</u>
Operating expenses	Associates	<u>\$ -</u>	<u>\$ 1,932</u>	<u>\$ -</u>	<u>\$ 1,932</u>

4. Interest Expenses

Related Party Categories	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Substantial related party	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ 26

(11) Compensation of Key Management Personnel

	For the three months ended September 30, 2025	For the three months ended September 30, 2024	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
Short-term Employee Benefits	\$ 27,485	\$ 22,197	\$ 81,402	\$ 68,956
Share-based payment	-	-	-	5,536
	<u>\$ 27,485</u>	<u>\$ 22,197</u>	<u>\$ 81,402</u>	<u>\$ 74,492</u>

Compensation for directors and other key management personnel is determined by the Compensation Committee based on individual performance and market trends.

39. Pledged Assets

The following assets have been pledged as collateral for financing borrowings and land use rights:

	September 30, 2025	December 31, 2024	September 30, 2024
Pledged time deposits (recognized under financial assets measured at amortized cost)	\$ 133,302	\$ 133,302	\$ 133,302
Pledged deposits (recognized under financial assets measured at amortized cost)	47,434	285,092	230,685
Owned Land	2,361,177	2,369,621	2,804,140
Buildings - net	534,181	543,617	527,494
Investment property	625,008	657,510	700,386
Construction in progress	198,420	-	-
	<u>\$ 3,899,522</u>	<u>\$ 3,989,142</u>	<u>\$ 4,396,007</u>

40. Significant Contingent Liabilities and Unrecognized Contractual Commitments

In addition to those mentioned in other notes, the consolidated company has the following significant commitments and contingencies as of the balance sheet date:

(1) Significant Commitments

- As of September 30, 2025, the consolidated company issued guarantee notes totaling NT\$365,340 thousand (including long-term and short-term borrowings) for applying credit facilities from financial institutions.
- The consolidated company has contractual commitments with various manufacturers to purchase equipment and construct residential complex with a total contract value of

NT\$6,233,775 thousand. As of September 30, 2025, NT\$758,571 thousand has been paid, which is recorded as prepaid equipment of NT\$416,544 thousand, properties under construction of NT\$136,000 thousand, and construction in progress of NT\$206,027 thousand. The remaining NT\$5,475,204 thousand has not yet been paid.

3. As of September 30, 2025, the consolidated company's remaining committed investment amount for signed limited partnership fund contracts that has not yet been invested is NT\$165,000 thousand.

(2) Contingent Matters

The Company's R.O.C. Invention Patent No. I238804 was infringed upon without authorization by Entegris Inc. (hereinafter referred to as "Entegris") and others, causing damages to the Company. The Company filed a damage compensation lawsuit with the Intellectual Property and Commercial Court, requesting that the aforementioned parties jointly and severally compensate the Company in the amount of NT\$100 million. After hearing by the first and second instance courts, the claim was dismissed as groundless. The Company appealed the judgment to the Supreme Court and retained attorneys at Formosa Transnational Attorneys at Law to represent and handle the case. On November 5, 2025, the Supreme Court dismissed the appeal, and the case became final.

Entegris Inc. filed a damages lawsuit with the Intellectual Property and Commercial Court alleging that the Company infringed its Republic of China Invention Patent No. I830642, seeking NT\$30 million in compensation from the Company. The Company received a copy of the complaint on May 15, 2024, and the case is currently undergoing first-instance proceedings at the Intellectual Property Court.

After evaluation, the cases still under review are not expected to have a significant impact on the Company's financial and business operations.

41. Information on Foreign Currency Assets and Liabilities with Significant Impact

The following information is presented as a summary of foreign currencies other than the functional currency of each entity within the consolidated company. The exchange rates disclosed refer to the rates used to convert these foreign currencies into the functional currency. Foreign currency assets and liabilities with significant impact are as follows:

September 30, 2025

Foreign Currency	Foreign Currency	Exchange Rate	Carrying Amount
Foreign Currency Assets			
<u>Monetary Items</u>			
USD	\$ 19,578	30.445 (USD: NTD)	\$ 596,052
JPY	10,952	0.206 (JPY: NTD)	2,254
EUR	200	35.77 (EUR: NTD)	7,154
RMB	3,097	4.271 (RMB: NTD)	13,227
			\$ 618,687

(Continued on the next page)

(Continued from the previous page)

	<u>Foreign Currency</u>	<u>Exchange Rate</u>		<u>Carrying Amount</u>
Foreign Currency Liabilities				
<u>Monetary Items</u>				
USD	\$ 4,647	30.445	(USD: NTD)	\$ 141,478
JPY	6,226	0.206	(JPY: NTD)	1,281
RMB	8,169	4.271	(RMB: NTD)	34,890
				<u>\$ 177,649</u>

December 31, 2024

	<u>Foreign Currency</u>	<u>Exchange Rate</u>		<u>Carrying Amount</u>
Foreign Currency Assets				
<u>Monetary Items</u>				
USD	\$ 34,727	32.785	(USD: NTD)	\$ 1,138,525
JPY	106,002	0.210	(JPY: NTD)	22,250
RMB	331	4.478	(RMB: NTD)	1,482
				<u>\$ 1,162,257</u>

Foreign Currency
Liabilities

<u>Monetary Items</u>				
USD	5,470	32.785	(USD: NTD)	\$ 179,334
JPY	3,393	0.210	(JPY: NTD)	712
RMB	4,455	4.478	(RMB: NTD)	19,949
				<u>\$ 199,995</u>

September 30, 2024

	<u>Foreign Currency</u>	<u>Exchange Rate</u>		<u>Carrying Amount</u>
Foreign Currency Assets				
<u>Monetary Items</u>				
USD	\$ 41,128	31.65	(USD: NTD)	\$ 1,301,701
JPY	88,197	0.2223	(JPY: NTD)	19,606
RMB	1	4.523	(RMB: NTD)	5
				<u>\$ 1,321,312</u>

Foreign Currency
Liabilities

<u>Monetary Items</u>				
USD	7,517	31.65	(USD: NTD)	\$ 237,913
JPY	2,372	0.2223	(JPY: NTD)	527
RMB	9,902	4.523	(RMB: NTD)	44,787
				<u>\$ 283,227</u>

The consolidated company's net foreign exchange gains and losses (realized and unrealized) for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024 were gains of NT\$25,657 thousand, losses of NT\$21,587 thousand, losses of NT\$92,369 thousand, and gains of NT\$36,485 thousand, respectively. Due to the variety of foreign currency transactions and functional currencies of group entities, it is not possible to disclose exchange gains and losses by each significantly influential foreign currency.

42. Supplementary Disclosures

(1) Information on Significant Transactions

Number	Item	Description
1	Loans to Others.	Table 1
2	Endorsements/Guarantees for Others.	Table 2
3	Significant securities held at period end. (Excluding Investments in Subsidiaries, Associates and Joint Ventures)	Table 3
4	Purchases or Sales with Related Parties Reaching NT\$100 Million or 20% of Paid-in Capital or More.	Table 4
5	Receivables from Related Parties Reaching NT\$100 Million or 20% of Paid-in Capital or More.	None
6	Others: Business Relationships and Significant Intercompany Transactions between the Parent Company and its Subsidiaries, and among Subsidiaries, and the Amounts thereof.	Table 5

(2) Information on Investee Companies (Table 6)

(3) Information on Investment in Mainland China:

Number	Item	Description
1	Names of investee companies in Mainland China, their main business activities, paid-in capital, investment method, inward and outward remittance of funds, ownership percentage, profit or loss for the period and recognized investment gain or loss, ending investment carrying amount, investment income remitted back to Taiwan, and limits on investment in Mainland China.	Table 7
2	Significant transactions that have occurred directly or indirectly through a third area with investee companies in Mainland China, including their prices, payment terms, and unrealized gains or losses:	
	(1) Purchase amount and percentage, and the ending balance and percentage of related accounts payable.	Table 8
	(2) Sales amount and percentage, and the ending balance and percentage of related accounts receivable.	Table 8
	(3) Amount of property transactions and the resulting gain or loss.	None
	(4) Ending balance of endorsements/guarantees or collateral provided and their purpose.	Table 2
	(5) Maximum balance of financing, ending balance, interest rate range, and total interest for the current period.	Table 1
	(6) Other transaction matters that have a significant impact on the current profit or loss or financial position, such as the provision or receipt of services, etc.	Table 8

(2) Segment Assets and Liabilities

		September 30, 2025				
		Semiconductor carriers	Semiconductor Equipment Manufacturing	Others	Reconciliation and Elimination	Total
Segment Assets		<u>\$ 21,977,021</u>	<u>\$ 2,697,551</u>	<u>\$ 4,052,524</u>	<u>(\$ 6,240,376)</u>	<u>\$ 22,486,720</u>
Segment Liabilities		<u>\$ 10,484,636</u>	<u>\$ 1,144,619</u>	<u>\$ 705,361</u>	<u>(\$ 1,125,302)</u>	<u>\$ 11,209,314</u>

		December 31, 2024				
		Semiconductor carriers	Semiconductor Equipment Manufacturing	Others	Reconciliation and Elimination	Total
Segment Assets		<u>\$ 20,635,906</u>	<u>\$ 2,651,040</u>	<u>\$ 3,319,598</u>	<u>(\$ 5,240,222)</u>	<u>\$ 21,366,322</u>
Segment Liabilities		<u>\$ 8,422,099</u>	<u>\$ 1,080,770</u>	<u>\$ 412,718</u>	<u>(\$ 77,339)</u>	<u>\$ 9,838,248</u>

		September 30, 2024				
		Semiconductor carriers	Semiconductor Equipment Manufacturing	Others	Reconciliation and Elimination	Total
Segment Assets		<u>\$ 19,478,012</u>	<u>\$ 2,459,949</u>	<u>\$ 2,332,190</u>	<u>(\$ 4,941,432)</u>	<u>\$ 19,328,719</u>
Segment Liabilities		<u>\$ 7,246,664</u>	<u>\$ 955,925</u>	<u>\$ 257,615</u>	<u>(\$ 255,534)</u>	<u>\$ 8,204,670</u>

For the purpose of monitoring segment performance and allocating resources to segments:

1. All assets, except for investments in associates accounted for using the equity method, other financial assets, and current and deferred tax assets, are allocated to the reportable segments. Goodwill has been allocated to the reportable segments. Assets used jointly by reportable segments are allocated on the basis of the revenue earned by individual reportable segments; and
2. All liabilities, except for borrowings, other financial liabilities, and current and deferred tax liabilities, are allocated to the reportable segments. Liabilities attributable jointly to reportable segments are allocated in proportion to segment assets.

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

LENDING FUNDS TO OTHERS

For the nine months ended September 30, 2025

Table 1

Unit: New Taiwan Dollar and foreign currency in thousands, unless otherwise stated

Number (Note 1)	Company lending funds	Borrowing entity	Nature of transaction	Whether related party	Maximum balance for the period	Ending Balance	Actual amount drawn	Interest rate range	Nature of fund lending (Note 2)	Business transaction amount	Reason for the necessity of short-term financing	Provision for bad debt	Collateral		Individual lending limit (Note 3)	Aggregate lending limit (Note 3)	Notes
													Name	Value			
1	Gudeng Venture Capital Co., Ltd.	Gudeng Japan Co., LTD	Other Receivables - Related Parties	Y	\$ 4,454 (JPY 20,000)	\$ -	\$ -	3%	2	\$ -	Operating turnover	\$ -	-	\$ -	\$ 660,162	\$ 660,162	
2	Kawaguchi Plastic Industry (Kunshan) Co., Ltd.	Dachuan Plastic Industrial (Kunshan) Co., Ltd.	Other Receivables - Related Parties	Y	68,595 (RMB 15,000)	-	-	3%	2	-	Operating turnover	-	-	-	162,288	162,288	

Note 1: The completion of the number field is as follows:

- (1) Issuer fills in 0.
- (2) Invested companies are numbered sequentially starting from Arabic numeral 1 according to company category.

Note 2: The nature of fund lending is explained as follows:

- (1) Fill in 1 for business transactions.
- (2) Fill in 2 for those with necessary short-term financing.

Note 3: The calculation method and amount of fund lending limit.

1. Individual fund lending limit:

- (1) The Company's fund lending limit to individual counterparties is regulated according to the Company's fund lending procedures, which stipulates that it shall not exceed 40% of the Company's current net worth (as of 2025.9.30).
- (2) The fund lending limit to individual counterparties by invested companies is regulated according to the Company's fund lending procedures, which stipulates that it shall not exceed 40% of the Company's current net worth (as of 2025.9.30).

2. Total fund lending limit:

- (1) The Company's accumulated fund lending limit to external parties is regulated according to the Company's fund lending procedures, which stipulates that it shall not exceed 40% of the Company's current net worth (as of 2025.9.30).
- (2) The accumulated fund lending limit to external parties by invested companies is regulated according to the Company's fund lending procedures, which stipulates that it shall not exceed 40% of the Company's current net worth (as of 2025.9.30).

3. The Company's fund lending limit is calculated based on the net worth in the financial statements audited by accountants; the fund lending limit for invested companies is calculated based on the net worth in the foreign currency financial statements of the Company audited by accountants.

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

ENDORSEMENT AND GUARANTEE FOR OTHERS

For the nine months ended September 30, 2025

Table 2

Unit: New Taiwan Dollar and foreign currency in thousands, unless otherwise stated

Number (Note 1)	Name of endorsing/ guaranteeing company	Entity being endorsed/guaranteed		Endorsement and guarantee limit for a single enterprise (Note 3)	Maximum balance of endorsement and guarantee for the current period	Ending balance of endorsement and guarantee	Actual amount drawn	Amount of endorsements and guarantees secured by collateral	Ratio of accumulated endorsement and guarantee amount to the net worth of the most recent financial statements (%)	Maximum Amount of Endorsement/ Guarantee (Note 3)	Endorsement and guarantee from parent company to subsidiaries	Endorsement and guarantee from subsidiaries to parent company	Endorsement and guarantee for Mainland China	Notes
		Company Name	Relationship (Note 2)											
0	Gudeng Precision Industrial Co., Ltd.	Jiaqian Technology (Shanghai) Co., Ltd.	(3)	\$ 1,951,503	\$ 848,256 (RMB 188,000)	\$ 531,740 (RMB 124,500)	\$ 371,449	\$	5.5%	\$ 4,878,758	Y	N	Y	
0	Gudeng Precision Industrial Co., Ltd.	Gudeng Japan Co., LTD	(3)	1,951,503	865,092 (JYP 4,155,100)	855,120 (JYP 4,155,100)	239,337		8.8%	4,878,758	Y	N	N	
0	Gudeng Precision Industrial Co., Ltd.	Suting Precision Industry Co., Ltd.	(3)	1,951,503	50,000	50,000	-		0.5%	4,878,758	Y	N	N	
0	Gudeng Precision Industrial Co., Ltd.	JYR Aviation Components Co., Ltd.	(3)	1,951,503	90,000	90,000	20,000		0.9%	4,878,758	Y	N	N	
0	Gudeng Precision Industrial Co., Ltd.	Dachuan Plastic Industrial (Kunshan) Co., Ltd.	(3)	1,951,503	515,040 (RMB 120,000)	512,520 (RMB 120,000)	193,150		5.3%	4,878,758	Y	N	Y	
1	Dachuan Plastic Industrial (Kunshan) Co., Ltd.	Jiaqian Technology (Shanghai) Co., Ltd.	(4)	58,176	21,355 (RMB 5,000)	21,355 (RMB 5,000)	21,355		7.3%	145,441	N	N	Y	

Note 1: The numbering column should be completed as follows:

- (1) Issuer fills in 0.
- (2) Invested companies are numbered sequentially starting from Arabic numeral 1 according to company category.

Note 2: The relationship between the endorser/guarantor and the endorsed/guaranteed party is as follows:

- (1) Companies with business relationships.
- (2) Subsidiaries in which the company directly holds more than 50% of ordinary shares.
- (3) Invested companies in which the parent company and subsidiaries jointly hold more than 50% of ordinary shares.
- (4) Parent companies that directly or indirectly hold more than 50% of ordinary shares in the company through subsidiaries.

Note 3: Calculation method and amount of endorsement/guarantee limits:

1. Endorsement and guarantee limit for a single enterprise:

- (1) According to the Company's endorsement/guarantee operating procedures, the endorsement/guarantee limit for a single enterprise shall not exceed 20% of the Company's current net worth (2025.9.30).
- (2) According to the Company's endorsement/guarantee operating procedures, the endorsement/guarantee limit for a single overseas affiliated company shall not exceed 20% of the Company's current net worth (2025.9.30).

2. Maximum limit of endorsement and guarantee:

- (1) According to the Company's endorsement/guarantee operating procedures, the cumulative limit for external endorsements/guarantees shall not exceed 50% of the Company's current net worth (2025.9.30).

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES
SIGNIFICANT SECURITIES HELD AT END OF PERIOD

September 30, 2025

Table 3

Unit: In Thousands of New Taiwan Dollars, except for number of shares

Holding Company	Types and Names of Securities (Note 1)	Relationship with the Securities Issuer	Account Classification	End of Period				Notes
				Number of Shares	Carrying Amount	Shareholding Ratio	Fair value	
Gudeng Precision Industrial Co., Ltd.	Listed Companies							
	Symtek Automation Asia Co., Ltd.	Substantial related party	Financial assets at fair value through other comprehensive income - non-current	5,142,851	\$ 910,285	6.26	\$ 910,285	—
	Emerging Stock Company MicroProgram Information Co., Ltd	—	"	4,000,000	<u>158,429</u>	7.22	<u>158,429</u>	Note 2
	Non-publicly traded company Graphen Drugomics, Inc.	—	"	5,000,000	<u>\$ 150,850</u>	9.03	<u>\$ 150,850</u>	—
	Domestic Limited Partnerships Oasis Ventures Fund I, L.P. Fund.	—	Financial assets at fair value through profit or loss - non-current	-	<u>\$ 144,944</u>	-	<u>\$ 144,944</u>	—
Gudeng Equipment Co., Ltd.	Listed Companies Symtek Automation Asia Co., Ltd.	Substantial related party	Financial assets at fair value through other comprehensive income - non-current	188,000	<u>\$ 33,276</u>	0.23	<u>\$ 33,276</u>	—
Gudeng Venture Capital Co., Ltd.	Listed Companies							
	Symtek Automation Asia Co., Ltd.	Substantial related party	Financial assets at fair value through profit or loss - current	2,508,713	\$ 444,042	3.05	\$ 444,042	—
	SynPower Co., Ltd.	—	"	364,000	21,330	1.00	21,330	—
	Symtek Automation Asia Co., Ltd.	Substantial related party	Financial assets at fair value through other comprehensive income - non-current	221,545	39,214	0.27	39,214	—
	Asia Neo Tech Industrial Co., Ltd.	—	"	2,443,000	149,756	7.56	149,756	—
	Emerging Stock Company Chyi Ding Technologies Co., Ltd.	—	Financial assets at fair value through profit or loss - current	600,000	28,722	1.72	28,722	—
	GMT GLOBAL INC.	—	Financial assets at fair value through other comprehensive income - non-current	401,519	<u>34,892</u>	0.96	<u>34,892</u>	—
					<u>\$ 717,956</u>		<u>\$ 717,956</u>	

(Continued on the next page)

(Continued from the previous page)

Holding Company	Types and Names of Securities (Note 1)	Relationship with the Securities Issuer	Account Classification	End of Period				Notes
				Number of Shares	Carrying Amount	Shareholding Ratio	Fair value	
Gu Chance Venture Capital CO., LTD.	Non-publicly traded company NanoClean Materials Co., LTD.	—	Financial assets at fair value through other comprehensive income - non-current	1,000,000	\$ 2,720	10.00	\$ 2,720	—
	Jiurun Precision Technology Co., Ltd.	—	"	932,000	43,813	16.00	43,813	—
	Origin Precision Technology Co., Ltd.	—	"	590,000	8,242	19.67	8,242	—
	Certain Micro Application Technology Inc.	—	"	1,595,495	97,389	7.42	97,389	—
	KoJem International Co., Ltd.	—	"	761,533	10,471	3.19	10,471	—
	Shun Jih Fa Co., Ltd.	Substantial related party	"	3,900,000	40,350	15.00	40,350	—
	Chung King Enterprise Co., Ltd.	—	"	799,000	79,900	4.00	79,900	—
	ShuChen AI Co., Ltd.	—	"	2,571,400	<u>8,800</u>	10.00	<u>8,800</u>	—
					<u>\$ 291,685</u>		<u>\$ 291,685</u>	
	Emerging Stock Company Nytex Composites Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	3,440,000	<u>\$ 231,925</u>	5.00	<u>\$ 231,925</u>	—
Non-publicly traded company SteadyBeat Technology Corporation.	—	"	428,571	30,000	3.92	30,000	—	
Santa phoenix technology co., ltd.	—	"	300,000	<u>30,000</u>	1.13	<u>30,000</u>	—	
				<u>\$ 60,000</u>		<u>\$ 60,000</u>		

Note 1: The term "securities" as used in this table refers to stocks, bonds, beneficiary certificates, and derivative securities that fall within the scope of IFRS 9 "Financial Instruments".

Note 2: These are private placement common shares, which are financial products that have an active market but cannot be sold due to lock-up period restrictions. The fair value of these financial products is determined based on relevant market prices.

Note 3: The securities held by the Consolidated company, except as disclosed in the remarks, are not provided as guarantees, pledged for loans, or restricted by other contractual arrangements.

Note 4: This table presents securities that the Company has determined should be disclosed based on the materiality principle.

Note 5: For information related to investments in subsidiaries, associates and joint venture interests, please refer to Schedule 6 and Schedule 7.

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

PURCHASES FROM AND SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

For the nine months ended September 30, 2025

Table 4

Unit: In Thousands of New Taiwan Dollars, unless otherwise stated

Purchasing (selling) company	Name of transaction counterparty	Relationship	Transaction status				Circumstances and reasons for transaction conditions differing from general transactions		Notes and accounts receivable (payable)		Notes
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit period	Unit price	Credit period	Balance	Percentage of total notes and accounts receivable (payable)	
Gudeng Precision Industrial Co., Ltd.	Jiaqian Technology (Shanghai) Co., Ltd.	Same affiliated company	Sales	\$ 126,979	4	120 days, monthly settlement	-	-	\$ 63,706	8	
Jiaqian Technology (Shanghai) Co., Ltd.	Dachuan Plastic Industrial (Kunshan) Co., Ltd.	//	Purchases	244,083	49	30 days, monthly settlement	-	-	(36,794)	(33)	

Note 1: If the terms of related party transactions differ from general transaction terms, differences and reasons should be explained in the unit price and credit period columns.

Note 2: If there are advance receipts (payments), the reasons, contractual terms, amounts, and differences from general transaction patterns should be explained in the remarks column.

Note 3: The paid-in capital refers to the paid-in capital of the parent company. In the case of an issuer whose stocks have no par value or a par value other than NT\$10 per share, the transaction amount requirement of 20% of paid-in capital shall be calculated as 10% of equity attributable to owners of the parent as stated in the balance sheet.

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

BUSINESS RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS BETWEEN PARENT AND SUBSIDIARIES

For the nine months ended September 30, 2025

Table 5

Unit: In Thousands of New Taiwan Dollars, unless otherwise stated

No. (Note 1)	Transaction party name	Counterparty to transaction	Relationship with transaction party (Note 2)	Transaction situation			
				Classification	Amount	Transaction terms (Note 4)	Percentage of consolidated total revenue or total assets (Note 3)
0	Gudeng Precision Industrial Co., Ltd.	Gudeng Equipment Co., Ltd.	1	Sales	\$ 6,483	—	-
		Guchi Technology Co., Ltd.	1	Purchases	79,111	—	2
			1	Other expenses	13,540	—	-
			1	Accounts Payable - Related Parties	23,087	—	-
		Suting Precision Industry Co., Ltd.	1	Sales	15,841	—	-
			1	Purchases	13,440	—	-
			1	Accounts Receivable - Related Parties	7,060	—	-
		Jiaqian Technology (Shanghai) Co., Ltd.	1	Sales	126,979	—	2
			1	Service fees	20,951	—	-
			1	Accounts Receivable - Related Parties	63,706	—	-
		Gudeng Inc. (USA)	1	Sales	17,522	—	-
			1	Service fees	17,392	—	-
			1	Accounts Receivable - Related Parties	6,799	—	-
		Dachuan Plastic Industrial (Kunshan) Co., Ltd.	1	Sales	59,570	—	1
			1	Purchases	39,018	—	1
	1	Accounts Receivable - Related Parties	40,687	—	-		
	1	Accounts Payable - Related Parties	28,535	—	-		
1	Jiaqian Technology (Shanghai) Co., Ltd.	Gudeng Japan Co., LTD	1	Prepayment for long-term investments	840,704	—	4
		Gudeng Equipment Co., Ltd.	3	Purchases	20,503	—	-
		Dachuan Plastic Industrial (Kunshan) Co., Ltd.	3	Purchases	244,083	—	5
2	Kawaguchi Plastic Industry (Kunshan) Co., Ltd.		3	Accounts Payable - Related Parties	36,794	—	-
		Dachuan Plastic Industrial (Kunshan) Co., Ltd.	3	Accounts Receivable - Related Parties	6,395	—	-
3	Efont international Co., Ltd.	EWKTOOL INC.	3	Accounts Receivable - Related Parties	59,179	—	-

Note 1: Information about business transactions between the parent company and subsidiaries should be noted separately in the number column. The method for filling in the numbers is as follows:

1. Parent company fills in 0.
2. Subsidiaries are numbered sequentially starting from Arabic numeral 1 according to the company.

Note 2: The relationship with the transaction party has the following three types, just indicate the type:

1. Parent company to subsidiaries.
2. Subsidiaries to parent company.
3. Subsidiaries to subsidiaries.

Note 3: The calculation of the transaction amount as a percentage of consolidated total revenue or total assets is as follows: for balance sheet items, calculate using the ending balance as a percentage of consolidated total assets; for income statement items, calculate using the accumulated amount during the period as a percentage of consolidated total revenue.

Note 4: The purchase and sales transaction prices between parent and subsidiaries are according to contract provisions, with payment terms of 90 days monthly settlement, adjusted based on the affiliated companies' capital utilization. For the remaining transactions, due to lack of relevant similar transactions for reference, they are determined through mutual negotiation between both parties.

Note 5: This table's significant transaction activities may be determined by the Company based on the materiality principle as to whether disclosure is required.

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

INVESTEE COMPANY INFORMATION, LOCATION AND OTHER RELEVANT INFORMATION

For the nine months ended September 30, 2025

Table 6

Unit: Except for number of shares, in thousands of New Taiwan Dollars and foreign currency

Name of investing company	Name of Investee Company	Location	Main Business Activities	Original Investment Amount		End of Period Holdings			Current Period Profit (Loss) of Investee Company	Investment Profit (Loss) Recognized in Current Period	Notes
				End of Current Period	End of Last Year	Number of Shares	Ratio (%)	Carrying Amount			
Gudeng Precision Industrial Co., Ltd.	Rich Point Global Corp.	Equity Trust Chambers, P. O. Box 3269, Apia, Samoa	Investments in Various Business Operations	\$ 388,571	\$ 388,571	-	100	\$ 644,694	\$ 29,374	\$ 29,374	Notes 1 and 2
	Gudeng Venture Capital Co., Ltd.	8F.-5, No. 2, Sec. 4, Zhongyang Rd., Tucheng Dist., New Taipei City	Venture capital investment and management consulting services	1,377,000	1,077,000	61,700,000	100	1,650,406	(88,952)	(88,952)	Notes 1 and 2
	Guchi Technology Co., Ltd.	No. 9, Dongyuan 2nd Rd., Zhongli Dist., Taoyuan City	Trading, Maintenance, and Servicing of Various Precision Instruments	179,798	179,798	18,000,000	51.43	243,067	18,476	9,563	Note 2
	Gudeng Equipment Co., Ltd.	No. 106, Sec. 2, Fuxing 3rd Rd., Zhubei City, Hsinchu County	Manufacturing, trading, maintenance, and servicing of various precision instruments	318,260	316,673	13,649,268	45.48	701,453	165,837	75,896	Notes 1 and 2
	Gudeng Inc. (USA)	1798 Technology DR, #298 San Jose, CA, 95110	Operation of various electronic component businesses	USD 2,652	USD 2,652	2,652,000	51	90,506	(14,244)	(7,264)	Note 2
	Gudeng Aerospace Technologies Corporation	10F, No. 2, Sec. 4, Zhongyang Rd., Tucheng Dist., New Taipei City	Aircraft and parts retail, wholesale, and manufacturing	320,000	320,000	16,000,000	100	245,806	(40,149)	(40,149)	Note 2
	TSS Holdings Limited	4F, No. 172, Sec. 2, Minsheng E. Rd., Zhongshan Dist., Taipei City	Investment and management consulting business	40,000	20,000	4,132,483	12.5	43,049	(3,980)	(498)	-
	Gudeng Japan Co., LTD	2-5-19 Hakataeki Higashi, Hakata-ku, Fukuoka-shi, Fukuoka, 812-0013, Japan	Operation of various electronic component businesses	JPY 930,900	JPY 930,900	47,040	100	175,845	(8,736)	(8,736)	Note 2
	Jia Shuo Construction, Inc.	8F.-5, No. 2, Sec. 4, Zhongyang Rd., Tucheng Dist., New Taipei City	Industrial plant, residential and building development, rental and sales business, real estate buying, selling, and leasing business	389,465	210,285	25,000,000	100	388,989	291	291	Note 2
	Gu Chance Venture Capital CO., LTD.	10F, No. 2, Sec. 4, Zhongyang Rd., Tucheng Dist., New Taipei City	Investment and management consulting business	335,000	280,000	28,550,000	100	458,661	51,410	51,410	Note 2
Jia Rui Verture Capital Co.,Ltd.	10F, No. 2, Sec. 4, Zhongyang Rd., Tucheng Dist., New Taipei City	Investment and management consulting business	237,472	167,476	7,700,000	100	233,549	1,299	(567)	Note 2	
GUDENG KOREA CO., LTD.	경 기도 화성 시 동탄대로 23 길 121, 1708 호 (영 천동 , 우미뉴브)	Operation of various electronic component businesses	KWR 8,191,060	-	2,000,000	100	171,393	(8,223)	(8,223)	Note 2	
Rich Point Global Corp.	Sun Park Development Limited	Suite 2302-6 23/F Great Eagle CTR 23 Harbour RD Wanchai H.K.	Investments in Various Business Operations	RMB 89,672	RMB 63,920	-	100	RMB 147,612	RMB 6,784	RMB 6,784	Notes 1 and 2
	Gudeng Investment Co., Ltd.	TMF Chambers, P. O. Box 3269, Apia, Samoa	Investments in Various Business Operations	RMB 3,428	RMB 22,549	-	100	RMB 2,475	RMB 90	RMB 90	Notes 1 and 2

Name of investing company	Name of Investee Company	Location	Main Business Activities	Original Investment Amount		End of Period Holdings			Current Period Profit (Loss) of Investee Company	Investment Profit (Loss) Recognized in Current Period	Notes
				End of Current Period	End of Last Year	Number of Shares	Ratio (%)	Carrying Amount			
Gudeng Venture Capital Co., Ltd.	Jin Hui Technology Co., Ltd.	No. 43, Jingjian 4th Rd., Guanyin Dist., Taoyuan City	Surface treatment and heat treatment, wholesale of chemical materials, manufacturing of other chemical materials and other metals, wholesale of pollution prevention equipment, wholesale of recycling materials	36,050	36,050	3,570,000	34.76	54,671	8,823	3,069	-
Gudeng Venture Capital Co., Ltd.	i Analyzer Incorporation	No. 99, Lane 130, Section 1, Academia Road, Nangang District, Taipei City	Manufacturing, trading, maintenance, and servicing of various precision instruments	\$ 78,806	\$ 78,806	24,298,415	30.64	\$ 43,502	(\$ 10,379)	(\$ 2,257)	-
	Hengyang Green Energy Co., Ltd.	2F, No. 50, Yongkehuan Rd., Wangxing Vil., Yongkang Dist., Tainan City	Piping engineering and electrical installation	171,000	157,500	17,100,000	45	156,146	(6,367)	(2,865)	Note 2
	YAHOO System Technology Co., Ltd.	1F., No. 485, Section 1, Huanzhong Road, Beitun District, Taichung City	Equipment engineering industry, machinery equipment manufacturing industry	45,389	45,389	1,911,107	20.05	69,318	57,577	10,117	-
	Global Magic Electronic Co., Ltd.	17F.-2, No. 700, Zhongzheng Rd., Zhonghe Dist., New Taipei City	Operation of various electronic component businesses	135,969	135,969	12,500,000	29.98	115,131	(36,109)	(10,824)	-
Gudeng Equipment Co., Ltd.	Showa Precision Co., Ltd.	8F-6, No. 100, Sec. 1, Jiafeng 11th Rd., Zhubei City, Hsinchu County	Design and modification of PVD vacuum technology-related equipment for semiconductors and panels	70,000	70,000	3,773,236	100	52,480	(6,505)	(7,137)	Note 2
	Gudeng Inc. (USA)	1798 Technology DR, #298 San Jose, CA, 95110	Operation of various electronic component businesses	USD 208	USD 208	208,000	4	7,098	(14,244)	(570)	Note 2
Jia Rui Verture Capital Co.,Ltd.	Cypress Precision Industrial Co., Ltd.	No. 2, Ln. 146, Fuyi Rd., Yixin Vil., Taiping Dist., Taichung City	Mold manufacturing industry, wholesale and mechanical equipment manufacturing	67,986	17,186	2,480,000	95.38	136,949	1,794	1,812	Note 2
	Efount international Co., Ltd.	9F.-5, No. 213, Chaofu Rd., Chaoyang Li, Xitun Dist., Taichung City	Wholesale and retail trade	30,000	-	2,550,000	68	29,976	(19,020)	-	Note 2
Gu Chance Venture Capital CO., LTD.	Suting Precision Industry Co., Ltd.	1F, No. 8, Ln. 64, Sec. 2, Gansu Rd., Dahe Vil., Xitun Dist., Taichung City	Mold manufacturing industry, wholesale and mechanical equipment manufacturing	80,751	80,751	10,843,000	100	127,575	44,392	44,392	Note 2
Gudeng Aerospace Technologies Corporation	JYR Aviation Components Co., Ltd.	No. 3, Shengde Rd., Gangshan Dist., Kaohsiung City	Aircraft and parts retail, wholesale, and manufacturing	260,685	260,685	21,567,979	51	189,075	(45,326)	(32,951)	Note 2
	Gudeng Aerospace Inc.	131 Continental Drive, Suite 301 Newark, DE 19713-4323	Aircraft and parts retail, wholesale, and manufacturing	USD 500	USD 500	5	100	12,565	(996)	(996)	Note 2
Efount international Co., Ltd.	EWKTOOL INC.	150 N SANTA ANITA AVE., STE 300 ARCADIA, CA 91006	Wholesale and retail trade	USD 409	-	409,413	100	12,465	-	-	Note 2

Note 1: The (loss) profit of the invested company for the current period and the recognized investment (loss) profit for the current period are amounts audited by the CPA.

Note 2: Eliminated upon consolidation in the preparation of consolidated financial statements.

Note 3: For information regarding invested companies in Mainland China, please refer to Table 7.

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

MAINLAND CHINA INVESTMENT INFORMATION

For the nine months ended September 30, 2025

Table 7

Unit: New Taiwan Dollar and foreign currency in thousands, unless otherwise stated

Name of Invested Company in Mainland China	Main Business Activities	Paid-in Capital	Investment Method (Note 1)	Accumulated Investment Amount Remitted from Taiwan at the Beginning of the Period	Outward or Inward Remittance of Investment Amount for the Period		Accumulated Outward Remittance from Taiwan at the End of the Period	Current Period Profit (Loss) of Investee Company	Shareholding Ratio Directly or Indirectly Invested by the Company (%)	Investment Gain or Loss Recognized for the Period (Note 2)	Carrying Amount of Investment at the End of the Period	Investment Income Remitted as of the End of the Period	Notes
					Outward Remittance	Recovery							
Jiaqian Technology (Shanghai) Co., Ltd.	Wholesale, import and export, commission agency, and related supporting services for plastic products, electrical products, hardware and electrical appliances, etc.	USD 12,400	(2) Investment company: Sun Park Development Limited	\$ 242,038 (USD 7,950)	\$ -	\$ -	\$ 242,038 (USD 7,950)	\$ 28,944 (RMB 6,703)	100	\$ 28,944 (RMB 6,703) (2)B	\$ 628,550 (RMB 147,167)	\$ -	
Kawaguchi Plastic Industry (Kunshan) Co., Ltd.	Plastic and electronic product manufacturing	RMB 13,650	(1) Investing Company: Jiaqian Technology (Shanghai) Co., Ltd.	-	-	-	-	(1,874) (RMB -434)	100	(3,968) (RMB -919) (2)B	527,661 (RMB 123,545)	-	
Dachuan Plastic Industrial (Kunshan) Co., Ltd.	Plastic and electronic product manufacturing	RMB 15,500	(1) Investing Company: Kawaguchi Plastic Industry (Kunshan) Co., Ltd.	-	-	-	-	(1,809) (RMB -419)	100	(1,675) (RMB -388) (2)B	291,013 (RMB 68,137)	-	

Accumulated Investment Amount Remitted from Taiwan to Mainland China at the End of the Current Period	Investment Amount Approved by the Investment Commission, Ministry of Economic Affairs	Investment Limit in Mainland China as Approved by the Investment Commission, Ministry of Economic Affairs
NTD 242,038 (USD 7,950)	NTD 626,082 (USD 12,400) (RMB 58,198)	NTD 5,854,513 (USD 192,298)

Note 1: Investment methods are classified into the following five categories:

- (1) Directly investing in Mainland China.
- (2) Reinvesting in Mainland China through a third-area company (please specify the investment company in the third area).
- (3) Other methods.

Note 2: In the column of recognized investment income (loss) for the current period:

- (1) If the company is in preparation and has no investment income or loss yet, it should be specified.
- (2) The basis for recognizing investment income or loss is divided into the following three types, which should be specified.
 - A. Financial statements audited by international accounting firms that have cooperative relationships with accounting firms in the Republic of China.
 - B. Financial statements audited by the certifying accountant of the Taiwan parent company.
 - C. Others - based on financial statements not audited by accountants.

Note 3: The relevant amounts in this table are listed in New Taiwan Dollars. For amounts involving foreign currencies, they are converted to New Taiwan Dollars using the spot exchange rate on the financial report date (the USD spot exchange rate on 2025.9.30 was 30.445; the RMB spot exchange rate was 4.091; the RMB income and expense exchange rate was 4.318).

GUDENG PRECISION INDUSTRIAL CO., LTD. AND SUBSIDIARIES

MAJOR TRANSACTIONS WITH MAINLAND CHINA INVESTED COMPANIES DIRECTLY OR INDIRECTLY THROUGH THIRD REGIONS, INCLUDING PRICE, PAYMENT TERMS, UNREALIZED GAINS/LOSSES, AND OTHER RELEVANT INFORMATION

For the nine months ended September 30, 2025

Table 8

Unit: In Thousands of New Taiwan Dollars, unless otherwise stated

Name of Invested Company in Mainland China	Transaction type	Purchase, sales, and service expenses		Price	Transaction terms		Notes and accounts receivable (payable)		Unrealized gains/losses	Notes
		Amount	Percentage		Payment terms	Comparison with regular transactions	Amount	Percentage		
Jiaqian Technology (Shanghai) Co., Ltd.	Sales	\$ 147,904	3	Same as regular customers	Same as regular customers	Same as regular customers	\$ 65,663	4	\$	
"	Purchases	23	-	Same as regular customers	Same as regular customers	Same as regular customers	(2,031)	-		
"	Service fees	20,951	1	Same as regular customers	Same as regular customers	Same as regular customers	(2,031)	-		
Dachuan Plastic Industrial (Kunshan) Co., Ltd.	Sales	59,852	1	Same as regular customers	Same as regular customers	Same as regular customers	40,729	3		
"	Purchases	39,163	1	Same as regular customers	Same as regular customers	Same as regular customers	(28,535)	4		