

TAIMIDE TECH. INC.
and Subsidiaries

Consolidated Financial Statements
for the Six Months Ended June 30, 2026 and 2025
and Independent Auditors' Review Report

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Notice to Readers

The English consolidated financial statements are not reviewed nor audited by independent auditors. They have been translated into English from the original Chinese version which are 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 version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors and Shareholders of TAIMIDE TECH. INC.:

Preface

We have reviewed the accompanying consolidated balance sheets of TAIMIDE TECH, Inc. and subsidiaries as of June 30, 2026 and 2025 and the related consolidated statements of comprehensive income from April 1 to June 30, 2026 and 2025 and from January 1 to June 30, 2026 and 2025, consolidated statements of changes in equity and consolidated statements of cash flows from January 1 to June 30, 2025 and 2024, and the related notes to the consolidated financial statements, which include a summary of significant accounting policies. It is the responsibility of management to prepare the consolidated financial statements as approved and expressed in accordance with the Financial Reporting Standards for securities issuers and International Accounting Standards No. 34 "Interim Financial Reporting" approved and issued by the Financial Supervisory Commission. It is the responsibility of this accountant to draw conclusions on the consolidated financial statements based on the results of the review.

Scope

Except as stated in the basic paragraph of the retained conclusions, the accountant performs the audit in accordance with the audit Standard No. 2410, "Review of Financial Statements". The procedures performed in the review of the consolidated financial statements include inquiries (primarily from financial and accounting personnel), analytical procedures and other review procedures. The scope of the review is significantly smaller than the scope of the audit, so the accountant may not be aware of all material matters that can be identified by the audit and is therefore unable to express an audit opinion.

Retain the basis of the conclusion

As stated in Note 12 to the consolidated financial statements, the financial statements of the non-significant subsidiaries included in the above consolidated financial statements for the same period have not been reviewed by CPAs. The total assets of the subsidiaries as of June 30, 2025 NT\$492,387 thousand, representing 9.39% of the consolidated total assets; total liabilities amounted to NT\$14,697 thousand, representing 0.71 % of the consolidated total liabilities; the total consolidated profit and loss for the period from April 1 to June 30, 2025 and from January 1 to June 30, 2025 NT\$(5,019) thousand, NT\$3,040 thousand, representing (42.33)%, and 5.77%, respectively, of the consolidated profit or loss.

Reserve the conclusion

Based on the results of our reviews, except for the impact of possible adjustments to the consolidated financial statements if the financial statements of the non-significant subsidiaries described in the basic paragraph of the retained conclusion are reviewed by us, it has not been found that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reporting by Securities Issuers and International Accounting Standards No. 34 "Interim Financial Reporting" approved and issued by the Financial Supervisory Commission. It is impossible to adequately express the consolidated financial position of TAIMIDE TECH. INC. and its subsidiaries as of June 30, 2026 and 2025, and the consolidated financial performance from April 1 to June 30, 2026 and 2025, and consolidated financial performance and cash flows from January 1 to June 30, 2026 and 2025.

Deloitte Taiwan

CPA Chang Ya-Yun

CPA Fang Su-Li

Approval document No. of the Financial
Supervisory Commission

Financial Management Certificate Audit Zi
No. 1110348898

Approval document No. of the Financial
Supervisory Commission

Financial Management Certificate VI Zi
No. 0940161384

August 11, 2026

TAIMIDE TECH. INC. and Subsidiaries
Consolidated Balance Sheets
June 30, 2026, December 31, 2025 and June 30, 2025

Unit: Thousands of NTD

Code	Assets	June 30, 2026		December 31, 2025		June 30, 2025		Code	Liabilities and equity	June 30, 2026		December 31, 2025		June 30, 2025	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
	Current assets								Current liabilities						
1100	Cash and cash equivalents (Notes 6 and 31)	\$ 614,735	12	\$ 575,168	11	\$ 731,054	14	2100	Short-term loans (Notes 17, 31 and 33)	\$ 215,000	4	\$ 105,000	2	\$ 355,000	7
1110	Current financial assets at fair value through profit or loss (Notes 4 and 7)	-	-	-	-	160	-	2130	Contract liabilities - current (Note 24)	2,016	-	1,667	-	124	-
1136	Current financial assets measured at amortized cost (Notes 9 and 31)	11,980	-	11,980	-	11,980	-	2170	Notes and accounts payable (Notes 31 and 32)	129,882	2	71,657	1	90,512	2
1150	Notes receivable (Notes 10 and 31)	127,363	2	179,283	4	241,340	5	2206	Remuneration payable to employees and directors (Note 25)	79,515	2	37,959	1	45,254	1
1170	Accounts receivable (Notes 10, 25, 31and 32)	569,665	11	502,806	10	554,781	11	2213	Payables for equipment (Note 31)	40,083	1	35,687	1	18,699	-
1220	Current tax assets (Notes 4 and 26)	30	-	710	-	1,336	-	2216	Cash dividends payable (Note 22)	164,105	3	-	-	163,411	3
130X	Inventories(Note 11)	431,080	8	331,854	7	357,531	7	2219	Other payables (Notes 19 and 31)	179,775	3	192,491	4	177,574	3
1470	Other current assets (Notes 16, 31 and 32)	<u>97,010</u>	<u>2</u>	<u>81,041</u>	<u>2</u>	<u>81,076</u>	<u>1</u>	2230	Current tax liabilities (Notes 4 and 26)	82,664	2	33,280	1	9,548	-
11XX	Total current assets	<u>1,851,863</u>	<u>35</u>	<u>1,682,842</u>	<u>34</u>	<u>1,979,258</u>	<u>38</u>	2250	Current provisions (Notes 20)	1,213	-	3,477	-	1,214	-
	Non-Current assets							2280	Lease liabilities - current (Notes 14 and 31)	23,263	-	23,334	-	22,751	1
1517	Financial assets at fair value through other comprehensive income - non-current (Notes 8 and 31)	490	-	489	-	478	-	2322	Long-term loans due within one year or one business cycle (Notes 17, 31 and 33)	307,481	6	273,089	6	325,770	6
1535	Financial assets at amortized cost - non-current (Notes 9, 31 and 33)	16,923	1	16,923	-	16,923	-	2399	Other current liabilities (Notes 19, 31and 32)	<u>9,808</u>	<u>-</u>	<u>5,643</u>	<u>-</u>	<u>6,243</u>	<u>-</u>
1600	Property, plant and equipment (Notes 13 and 33)	3,037,909	58	2,916,378	59	2,969,895	57	21XX	Total current liabilities	<u>1,234,805</u>	<u>23</u>	<u>783,284</u>	<u>16</u>	<u>1,216,100</u>	<u>23</u>
1755	Right-of-use assets (Note 14)	115,535	2	127,183	3	134,260	3		Non-current liabilities						
1780	Intangible assets (Note 15)	14,398	-	17,421	-	18,475	-	2540	Long-term loans (Notes 17 ,31 and 33)	562,813	11	742,967	15	739,201	14
1915	Prepayments for equipment	206,735	4	183,223	4	116,513	2	2580	Lease liabilities - non-current (Notes 14 and 31)	100,593	2	112,184	2	119,791	3
1920	Refundable deposits	5,104	-	5,097	-	5,059	-	2645	Deposits received	<u>19</u>	<u>-</u>	<u>19</u>	<u>-</u>	<u>19</u>	<u>-</u>
1975	Net defined benefit assets (Notes 4 and 21)	4,989	-	4,992	-	3,144	-	25XX	Total non-current liabilities	<u>663,425</u>	<u>13</u>	<u>855,170</u>	<u>17</u>	<u>859,011</u>	<u>17</u>
15XX	Total non-current assets	<u>3,402,083</u>	<u>65</u>	<u>3,271,706</u>	<u>66</u>	<u>3,264,747</u>	<u>62</u>	2XXX	Total liabilities	<u>1,898,230</u>	<u>36</u>	<u>1,638,454</u>	<u>33</u>	<u>2,075,111</u>	<u>40</u>
									Equity attributable to owners of the Company (Notes 22, 23 and 28)						
								3110	Common stock capital	<u>1,367,542</u>	<u>26</u>	<u>1,367,542</u>	<u>28</u>	<u>1,367,542</u>	<u>26</u>
								3200	Capital surplus	<u>792,941</u>	<u>15</u>	<u>792,934</u>	<u>16</u>	<u>792,934</u>	<u>15</u>
									Retained earnings						
								3310	Legal reserve	324,727	6	303,642	6	303,642	6
								3320	Special reserve	8	-	579	-	579	-
								3350	Undistributed earnings	<u>856,778</u>	<u>17</u>	<u>833,025</u>	<u>17</u>	<u>686,003</u>	<u>13</u>
								3300	Total retained earnings	<u>1,181,513</u>	<u>23</u>	<u>1,137,246</u>	<u>23</u>	<u>990,224</u>	<u>19</u>
								3400	Other equity	<u>2,870</u>	<u>-</u>	<u>(8)</u>	<u>-</u>	<u>(6,821)</u>	<u>-</u>
								31XX	Total owners' equity of the Company	3,344,866	64	3,297,714	67	3,143,879	60
								36XX	Non-controlling interests (Notes 22 and 28)	<u>10,850</u>	<u>-</u>	<u>18,380</u>	<u>-</u>	<u>25,015</u>	<u>-</u>
								3XXX	Total equity	<u>3,355,716</u>	<u>64</u>	<u>3,316,094</u>	<u>67</u>	<u>3,168,894</u>	<u>60</u>
1XXX	Total assets	<u>\$ 5,253,946</u>	<u>100</u>	<u>\$ 4,954,548</u>	<u>100</u>	<u>\$ 5,244,005</u>	<u>100</u>		Total liabilities and equity	<u>\$ 5,253,946</u>	<u>100</u>	<u>\$ 4,954,548</u>	<u>100</u>	<u>\$ 5,244,005</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements
(Please refer to the Deloitte & Touche auditors' review report dated August 11, 2026)

Chairperson: Sheng-Chang Wu

Managerial Officer: Chen-Ying Huang

Accounting Officer: Tai-Tsun Chen

TAIMIDE TECH. INC. and Subsidiaries
Consolidated Statements of Comprehensive Income
April 1 to June 30, 2026 and 2025 and January 1 to June 30, 2026 and 2025

Unit: In thousands of NTD; except earnings per share in NTD

Code		April 1 to June 30, 2026		April 1 to June 30, 2025		January 1 to June 30, 2026		January 1 to June 30, 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
4110	Total operating revenue	\$ 690,454	101	\$ 646,468	101	\$ 1,255,107	101	\$ 1,202,053	100
4170	Returns and discounts on sales	<u>9,893</u>	<u>1</u>	<u>4,271</u>	<u>1</u>	<u>10,408</u>	<u>1</u>	<u>4,841</u>	<u>-</u>
4100	Net operating revenue (Notes 24 and 32)	680,561	100	642,197	100	1,244,699	100	1,197,212	100
5000	Operating cost (Notes 11, 25 and 32)	<u>408,604</u>	<u>60</u>	<u>456,329</u>	<u>71</u>	<u>774,591</u>	<u>62</u>	<u>887,815</u>	<u>74</u>
5900	Operating gross profit	<u>271,957</u>	<u>40</u>	<u>185,868</u>	<u>29</u>	<u>470,108</u>	<u>38</u>	<u>309,397</u>	<u>26</u>
	Operating expense (Notes 10 and 25)								
6100	Selling expense	15,906	2	14,172	2	29,777	2	26,764	2
6200	Administrative expense	37,311	6	27,422	5	70,186	6	55,614	5
6300	Research and development expense	60,195	9	46,190	7	105,776	9	85,688	7
6450	Expected credit (recovery benefits) impairment losses	<u>147</u>	<u>-</u>	<u>56</u>	<u>-</u>	<u>(257)</u>	<u>-</u>	<u>(315)</u>	<u>-</u>
6000	Total operating expense	<u>113,559</u>	<u>17</u>	<u>87,840</u>	<u>14</u>	<u>205,482</u>	<u>17</u>	<u>167,751</u>	<u>14</u>
6900	Net operating profit	<u>158,398</u>	<u>23</u>	<u>98,028</u>	<u>15</u>	<u>264,626</u>	<u>21</u>	<u>141,646</u>	<u>12</u>
	Non-operating income and expenses								
7100	Interest income (Note 25)	1,456	1	1,067	-	2,177	-	1,531	-
7010	Other income (Notes 25, 29 and 30)	1,131	-	11,112	2	4,699	-	11,980	1
7020	Other gain and loss (Note 25)	6,232	1	(83,759)	(13)	21,086	2	(67,952)	(6)
7050	Financial costs (Note 25)	<u>(6,151)</u>	<u>(1)</u>	<u>(6,918)</u>	<u>(1)</u>	<u>(12,279)</u>	<u>(1)</u>	<u>(13,921)</u>	<u>(1)</u>
7000	Total non-operating income and expense	<u>2,668</u>	<u>1</u>	<u>(78,498)</u>	<u>(12)</u>	<u>15,683</u>	<u>1</u>	<u>(68,362)</u>	<u>(6)</u>
7900	Net profit before tax	161,066	24	19,530	3	280,309	22	73,284	6
7950	Income tax expense (benefit) (Notes 4 and 26)	<u>47,772</u>	<u>7</u>	<u>(40)</u>	<u>-</u>	<u>79,467</u>	<u>6</u>	<u>14,378</u>	<u>1</u>
8200	Net profit for the period	<u>113,294</u>	<u>17</u>	<u>19,570</u>	<u>3</u>	<u>200,842</u>	<u>16</u>	<u>58,906</u>	<u>5</u>
	Other comprehensive income								
8310	Items not reclassified subsequently to profit or loss:								
8316	Unrealized valuation gain or loss on investments in equity instruments at fair value through other comprehensive income (Note 22)	16	-	1	-	1	-	3	-
8360	Items that may be reclassified subsequently to profit or loss:								
8361	Exchange differences on translation of the financial statements of foreign operations (Note 22)	<u>721</u>	<u>-</u>	<u>(7,715)</u>	<u>(1)</u>	<u>2,877</u>	<u>-</u>	<u>(6,246)</u>	<u>(1)</u>
8300	Other comprehensive income for the period	<u>737</u>	<u>-</u>	<u>(7,714)</u>	<u>(1)</u>	<u>2,878</u>	<u>-</u>	<u>(6,243)</u>	<u>(1)</u>
8500	Total comprehensive income for the period	<u>\$ 114,031</u>	<u>17</u>	<u>\$ 11,856</u>	<u>2</u>	<u>\$ 203,720</u>	<u>16</u>	<u>\$ 52,663</u>	<u>4</u>

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Code		April 1 to June 30, 2026		April 1 to June 30, 2025		January 1 to June 30, 2026		January 1 to June 30, 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
	Net profit attributable to:								
8610	Owners of the Company	\$ 117,103	17	\$ 22,199	3	\$ 208,372	17	\$ 63,825	5
8620	Non-controlling interests	(3,809)	-	(2,629)	-	(7,530)	(1)	(4,919)	-
8600		<u>\$ 113,294</u>	<u>17</u>	<u>\$ 19,570</u>	<u>3</u>	<u>\$ 200,842</u>	<u>16</u>	<u>\$ 58,906</u>	<u>5</u>
	Total comprehensive income attributable to:								
8710	Owners of the Company	\$ 117,840	17	\$ 14,485	2	\$ 211,250	17	\$ 57,582	4
8720	Non-controlling interests	(3,809)	-	(2,629)	-	(7,530)	(1)	(4,919)	-
8700		<u>\$ 114,031</u>	<u>17</u>	<u>\$ 11,856</u>	<u>2</u>	<u>\$ 203,720</u>	<u>16</u>	<u>\$ 52,663</u>	<u>4</u>
	Earnings per share (Note 27)								
9750	Basic	<u>\$ 0.86</u>		<u>\$ 0.16</u>		<u>\$ 1.52</u>		<u>\$ 0.47</u>	
9850	Diluted	<u>\$ 0.85</u>		<u>\$ 0.16</u>		<u>\$ 1.52</u>		<u>\$ 0.47</u>	

The accompanying notes are an integral part of the consolidated financial statements
(Please refer to the Deloitte & Touche auditors' review report dated August 11, 2026)

Chairperson: Sheng-Chang Wu

Managerial Officer: Chen-Ying Huang

Accounting Officer: Tai-Tsun Chen

TAIMIDE TECH. INC. and Subsidiaries
Consolidated Statements of Changes in Equity
From January 1 to June 30, 2026 and 2025

Unit: Thousands of NTD

Equity attributable to owners of the Company														
Code		Stock capital				Retained earnings				Other equity		Total	Non-controlling interests	Total equity
		Number of shares (in thousands)	Amount	Certificate of entitlement to new shares from convertible bond	Total	Capital surplus	Legal reserve	Special reserve	Undistributed earnings	Exchange differences on translation of the financial statements of foreign operations	Unrealized gain or loss on financial assets at fair value through other comprehensive income			
A1	Balance as of January 1, 2025	132,205	\$ 1,322,053	\$ -	\$ 1,322,053	\$ 591,329	\$ 279,983	\$ 2,635	\$ 807,192	(\$ 583)	\$ 5	\$ 3,002,614	\$ 3,073	\$ 3,005,687
Distribution of earnings for 2024														
B1	Legal reserve	-	-	-	-	-	23,659	-	(23,659)	-	-	-	-	-
B17	Reversal of special reserve	-	-	-	-	-	-	(2,056)	2,056	-	-	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	-	-	-	-	(163,411)	-	-	(163,411)	-	(163,411)
Changes in other capital surplus:														
C17	Unclaimed dividends to shareholders after the statute of limitations	-	-	-	-	38	-	-	-	-	-	38	-	38
D1	Net profit (loss) from January 1 to June 30, 2025	-	-	-	-	-	-	-	63,825	-	-	63,825	(4,919)	58,906
D3	Other comprehensive income from January 1 to June 30, 2025	-	-	-	-	-	-	-	-	(6,246)	3	(6,243)	-	(6,243)
D5	Total comprehensive income from January 1 to June 30, 2025	-	-	-	-	-	-	-	63,825	(6,246)	3	57,582	(4,919)	52,663
I1	Conversion of convertible bonds	-	-	45,489	45,489	198,837	-	-	-	-	-	244,326	-	244,326
I3	Conversion of certificates of bonds-to-share	4,549	45,489	(45,489)	-	-	-	-	-	-	-	-	-	-
M7	Changes in ownership interests in subsidiaries	-	-	-	-	1,950	-	-	-	-	-	1,950	(1,950)	-
N1	Share-based payment transaction	-	-	-	-	780	-	-	-	-	-	780	900	1,680
O1	Non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	27,911	27,911
Z1	Balance at June 30, 2025	136,754	\$ 1,367,542	\$ -	\$ 1,367,542	\$ 792,934	\$ 303,642	\$ 579	\$ 686,003	(\$ 6,829)	\$ 8	\$ 3,143,879	\$ 25,015	\$ 3,168,894
A1	Balance as of January 1, 2026	136,754	\$ 1,367,542	\$ -	\$ 1,367,542	\$ 792,934	\$ 303,642	\$ 579	\$ 833,025	(\$ 27)	\$ 19	\$ 3,297,714	\$ 18,380	\$ 3,316,094
Distribution of earnings for 2025														
B1	Legal reserve	-	-	-	-	-	21,085	-	(21,085)	-	-	-	-	-
B17	Reversal of special reserve	-	-	-	-	-	-	(571)	571	-	-	-	-	-
B5	Cash dividends to shareholders of the Company	-	-	-	-	-	-	-	(164,105)	-	-	(164,105)	-	(164,105)
Changes in other capital surplus:														
C17	Unclaimed dividends to shareholders after the statute of limitations	-	-	-	-	7	-	-	-	-	-	7	-	7
D1	Net profit (loss) from January 1 to June 30, 2026	-	-	-	-	-	-	-	208,372	-	-	208,372	(7,530)	200,842
D3	Other comprehensive income from January 1 to June 30, 2026	-	-	-	-	-	-	-	-	2,877	1	2,878	-	2,878
D5	Total comprehensive income from January 1 to June 30, 2026	-	-	-	-	-	-	-	208,372	2,877	1	211,250	(7,530)	203,720
Z1	Balance at June 30, 2026	136,754	\$ 1,367,542	\$ -	\$ 1,367,542	\$ 792,941	\$ 324,727	\$ 8	\$ 856,778	\$ 2,850	\$ 20	\$ 3,344,866	\$ 10,850	\$ 3,355,716

The accompanying notes are an integral part of the consolidated financial statements
(Please refer to the Deloitte & Touche auditors’ review report dated August 11, 2026)

Chairperson: Sheng-Chang Wu

Managerial Officer: Chen-Ying Huang

Accounting Officer: Tai-Tsun Chen

TAIMIDE TECH. INC. and Subsidiaries
Consolidated Statement of Cash Flows
From January 1 to June 30, 2026 and 2025

Unit: Thousands of NTD

Code		January 1 to June 30, 2026	January 1 to June 30, 2025
	Cash flows from operating activities		
A10000	Net profit before tax for the period	\$ 280,309	\$ 73,284
A20010	Income and expense items		
A20100	Depreciation expense	183,476	185,036
A20200	Amortization expense	3,023	3,078
A20300	Expected credit recovery benefits		
	impairment losses	(257)	(315)
A20400	Net profit on financial assests and liabilities at fair value through profit	-	(264)
A20900	Financial cost	12,279	13,921
A21200	Interest income	(2,177)	(1,531)
A21900	Share-based payment remuneration cost	-	1,680
A22500	Loss on disposal of property, plan and equipment	1,239	-
A23700	Loss on decline in value of inventories (recovery benefits)	12,019	(8,051)
A24100	Net loss on foreign exchange	15,934	52,569
A24200	Loss on buyback or redemption of corporate bonds	-	14
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	51,920	(35,227)
A31150	Accounts receivable	(83,134)	(82,365)
A31200	Inventories	(111,614)	90,035
A31240	Other current assets	(16,401)	(12,467)
A31990	Net defined benefit assets	3	(2)
A32125	Contract liabilities	349	(3,522)
A32150	Notes and accounts payable	58,137	(15,896)
A32180	Other payables	(12,671)	(12,354)
A32200	Provisions for liabilities	(2,264)	1,214
A32230	Other current liabilities	4,165	(8,955)
A32990	Remuneration payable to employees and directors	<u>41,556</u>	<u>9,650</u>
A33000	Net cash inflows from operations	435,891	249,532
A33100	Interest received	2,133	1,770
A33300	Interest paid	(12,340)	(13,220)
A33500	Income tax paid	(<u>29,181</u>)	(<u>900</u>)
AAAA	Net cash inflows from operating activities	<u>396,503</u>	<u>237,182</u>

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Code		January 1 to June 30, 2026	January 1 to June 30, 2025
	Cash flows from investing activities		
B02700	Purchase of property, plant and equipment	(\$ 289,746)	(\$ 55,358)
B02800	Proceeds from disposal of property, plant and equipment	254	-
B03700	Increase in refundable deposits	(7)	-
B03800	Decrease in refundable deposits	-	13
B04500	Purchase of intangible asset	-	(1,668)
B07100	Increase in prepayments for equipment	(<u>23,512</u>)	(<u>110,365</u>)
BBBB	Net cash outflows from investing activities	(<u>313,011</u>)	(<u>167,378</u>)
	Cash flows from financing activities		
C00100	Increase in short-term loans	325,000	695,000
C00200	Decrease in short-term loans	(215,000)	(460,000)
C01300	Repayment of corporate bonds	-	(4,200)
C01600	Borrowing of long-term loans	30,000	220,000
C01700	Repayment of long-term loans	(175,762)	(213,572)
C04020	Repayment of principal for lease liabilities	(11,666)	(11,262)
C05800	Changes in non-controlling interests	-	27,911
C09900	Unclaimed dividends to shareholders after the statute of limitations	<u>7</u>	<u>38</u>
CCCC	Net cash (outflows) inflows from financing activities	(<u>47,421</u>)	<u>253,915</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>3,496</u>	(<u>20,048</u>)
EEEE	Net increase in cash and cash equivalents	39,567	303,671
E00100	Balance of cash and cash equivalents at the beginning of the period	<u>575,168</u>	<u>427,383</u>
E00200	Balance of cash and cash equivalents at the end of the period	<u>\$ 614,735</u>	<u>\$ 731,054</u>

The accompanying notes are an integral part of the consolidated financial statements
(Please refer to the Deloitte & Touche auditors' review report dated August 11, 2026)

Chairperson: Sheng-Chang Wu

Managerial Officer: Chen-Ying Huang

Accounting Officer: Tai-Tsun Chen

TAIMIDE TECH. INC. and Subsidiaries
Notes to consolidated financial statements
From January 1 to June 30, 2026 and 2025
(Amounts in thousands of NTD unless otherwise specified)

I. Company History

TAIMIDE TECH. INC. (hereinafter referred to as the Company) was established on June 22, 2000 with the approval of the Ministry of Economic Affairs and was listed for trading on the Taiwan Stock Exchange on October 5, 2011.

The Company's business scope mainly covers international trade and wholesale, manufacturing and sales of electronic components and materials.

The consolidated financial statements were expressed in New Taiwan Dollars, which is the Company's functional currency.

II. Date and Procedure for Approval of Financial Statements

These consolidated financial statements were approved by the Board of Directors on August 11, 2026.

III. Application of New and Revised Standards and Interpretations

(I) Initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (FSC).

Application of aforementioned amendments will not have a significant effect on the Company and controlled entities (referred to as the "Consolidated Company")'s accounting policies.

(II) The IFRS Accounting Standards endorsed by the FSC for application starting from 2027

New, Revised or Amended Standards and Interpretations		Effective Date Announced by IASB
IFRS 18	"Presentation and Disclosure in Financial Statement"	January 1, 2027 (Note 1)
IFRS 19	"Subsidiaries without Public Accountability: Disclosure" (included the amendments of 2025)	January 1, 2027
Amendments to IAS 21	"Translation to a Hyperinflationary Presentation Currency"	January 1, 2027
Amendments to IAS 28	"Fair Value Option for Investments in Associates and Joint Ventures"	January 1, 2027 (Note 2)

Note 1: Enterprises in Taiwan shall adopt IFRS 18 from January 1, 2028, and may elect early adoption.

Note 2: The amendments shall be applied concurrently with the application of IFRS 18.

IFRS 18 "Presentation and Disclosure in Financial Statements" and Related Consequential Amendments, and the Amendments to IAS 28 "Fair Value Option for Investments in Associates and Joint Ventures"

IFRS 18 will replace IAS 1 "Presentation of Financial Statements" and the key changes to the standard include:

- The Consolidated Company shall assess whether it has specific main business activities involving investments in certain types of assets and providing financing to customers, and based thereon classify income and expense items in the statement of comprehensive income into operating, investing, financing, income taxes, and discontinued operations categories.
- The statements of comprehensive income should show operating profit or loss, pre-tax profit or loss before financing, and the subtotal and grand total of profit or loss.
- Provide guidelines to enhance aggregation and segmentation requirements: The Company is required to identify assets, liabilities, equity, revenues, expenses, and cash flows arising from individual transactions or other matters and to classify and aggregate them on the basis of a common characteristic so that each line item presented in the primary financial statements has at least one similar characteristic. Items with dissimilar characteristics should be broken down in the primary financial statements and notes. The Company labels these items as "Others" only when a more informative label could not be identified.
- Add disclosure of management-defined performance measures: The Company should disclose information about management-defined performance measures in a single note to the financial statements when the Company engages in public communications outside of the financial statements and when the Company communicates to users of the financial statements management's viewpoints on a particular aspect of the Company's overall financial performance, including a description of the measures, how they are calculated, a reconciliation of the measures to the subtotal or grand total of the measure as specified in IFRSs, and effect of income tax and non-controlling interests of the reconciling items.

In addition, IAS 7 "Statement of Cash Flows," is amended correspondingly as follows:

- When the Consolidated Company prepares cash flows from operating activities using the indirect method, operating profit or loss shall be the starting point for the reconciliation.

- Interest and dividends received by the Consolidated Company shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. If the consolidated company, upon assessment, is determined to have specific main business activities, the classification of dividend income, interest income, and interest expense presented in the statement of profit or loss shall be considered in determining the classification of dividends received, interest received, and interest paid in the statement of cash flows. However, each of the above cash flows may be classified only within a single category of activities in the statement of cash flows.

Upon the initial application of IFRS 18, venture capital organizations or investment entities such as mutual funds, unit trusts, and similar entities (or indirectly through such entities) may change their choice of measuring investments in associates or joint ventures from the equity method to fair value through profit or loss. The amendments to IAS 28 clarify that the aforementioned “similar entities” included investments in certain types of assets as their primary operating activity under IFRS 18. If the consolidated company meets the above conditions, it may elect to make this change on the date of initial application.

The Consolidated Company does not plan to early adopt IFRS 18 and the related amendments.

In addition to the above effects, till the date of publication of the consolidated financial statements, the Consolidated Company will continue to evaluate other effects of the above-mentioned amendments to various standards and interpretations on its financial position and financial performance, which will be disclosed when the evaluation is completed.

(III) IFRSs have been issued by the IASB but have not been approved and issued in force by the FSC

New, Revised or Amended Standards and Interpretations	Effective Date Announced by IASB (Note)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Affiliate or Joint Ventur”	Undecided
IFRS 20 “Regulatory Assets and Regulatory Liabilities”	January 1, 2029

Note: Unless stated otherwise, the above New, Revised or Amended Standards and Interpretations are effective for annual reporting periods beginning on or after their respective effective dates.

As of the date of approval and issuance of this consolidated financial report, the consolidated company is still evaluating the impact of the amendment on its financial condition and performance. The related impact will be disclosed upon completion of the assessment.

IV. Summary of Significant Accounting Policies

(I) Compliance Statement

The preparation of the consolidated financial statements is in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and IAS 34 "Interim Financial Reporting" accepted and effectively published by FSC. This consolidated financial report does not contain all IFRSs disclosures required in the entire annual financial report.

(II) Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments and the present value of the defined benefit obligation deducting the net defined benefit assets/liabilities of the fair value of any plan assets which are measured at fair value.

The fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value measurement input values are observable and the significance of the input values to the fair value measurement in its entirety, which are described as follows:

1. Level 1 input values: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
2. Level 2 input values are input values 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 input values are unobservable input values for the asset or liability.

(III) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e. its subsidiaries). Adjustments have been made to the financial statements of subsidiaries to allow their accounting policies to be consistent with those used by the Consolidated Company. During the preparation of the consolidated financial statements, the transaction, account balance, revenue and expense among entities have been eliminated completely. The total comprehensive income/loss of the subsidiaries are attributed to the owner's and non-controlling interests of the Company, and the same is true when the non-controlling interests consequently become loss balance.

Changes in the Consolidated Company's ownership interests in subsidiaries that do not result in the Consolidated Company losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Consolidated Company's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value paid or received is recognized directly in equity and attributed to shareholders of the Company.

Please see Note 12 and Table 5 for details of subsidiaries, percentage of ownership and business.

(IV) Other significant accounting policies

In addition to the following, please refer to the summary description of significant accounting policies in the consolidated financial report for the year 2025.

1. Define benefits post-retirement benefits

The pension cost for the interim period is calculated on a year-to-period basis using the actuarially determined pension cost rate at the end of the previous year, adjusted for significant market fluctuations in the current period, major plan amendments, liquidations or other significant one-time events.

2. Income tax

Income tax expense is the sum of current income tax and deferred tax. The income tax for the interim period is assessed on an annual basis and the interim pre-tax benefit is calculated at the tax rate applicable to the expected annual total surplus.

V. Significant Accounting Assumptions and Judgments, and Major Sources of Estimation Uncertainty

The accounting policies, estimates, and fundamental assumptions adopted by the Consolidated Company have been evaluated by its management, and no significant accounting judgment or assumptions with uncertainty have been identified.

VI. Cash and Cash Equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and revolving funds	\$ 198	\$ 219	\$ 205
Bank demand deposits	337,598	266,685	503,878
Cash equivalents (investments with original maturity of less than 3 months)			
Bank time deposits	30,484	29,980	40,647
Bonds with repurchase agreements	<u>246,455</u>	<u>278,284</u>	<u>186,324</u>
	<u>\$ 614,735</u>	<u>\$ 575,168</u>	<u>\$ 731,054</u>

The market interest rate range of bank deposits and bonds with repurchase agreements at the balance sheet date is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Bank deposits	0.01%~2.85%	0.01%~2.85%	0.001%~4.20%
Bonds with repurchase agreements	1.32%~3.70%	1.30%~3.95%	1.30%~4.40%

VII. Financial Instruments at Fair Value through Profit or Loss

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assests - current</u>			
Held for trading			
Derivative instruments (not designated as hedges)			
-Foreign exchange forward contract	\$ <u>-</u>	\$ <u>-</u>	\$ <u>160</u>

The Consolidated Company's purpose in engaging in forward foreign exchange transactions is primarily to hedge against the risks arising from exchange rate fluctuations on its foreign currency assets and liabilities.

VIII. Financial Assets at Fair Value through Other Comprehensive Income

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Non-current</u>			
Domestic investments			
Unlisted stocks			
Common stock of POMIRAN TECHNOLOGY, LIMITED	\$ <u>490</u>	\$ <u>489</u>	\$ <u>478</u>

The Consolidated Company invests in the aforementioned common stocks in accordance with the medium and long-term strategic objectives and expects to profit from the long-term investments. The management of the Consolidated Company considers that if the short-term volatility at fair value of such investments recognized in profit or loss is not consistent with the aforementioned long-term investment plan, it will be determined that such investments are measured through other comprehensive income at fair value.

IX. Financial Assets at Amortized Cost

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Time deposits with original maturity over 3 months	\$ <u>11,980</u>	\$ <u>11,980</u>	\$ <u>11,980</u>
<u>Non-current</u>			
Pledged time deposits	\$ <u>16,923</u>	\$ <u>16,923</u>	\$ <u>16,923</u>

(I) For information on credit risk management and impairment assessment related to financial assets at amortized cost, please refer to Note 31.

(II) For information on pledges of financial assets at amortized cost, refer to Note 33.

X. Notes and Accounts Receivable

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Notes receivable</u>			
Incurred as a result of operations	\$ <u>127,363</u>	\$ <u>179,283</u>	\$ <u>241,340</u>

The Consolidated Company considered any change in the credit quality of the notes receivable at the balance sheet date and assessed that there was no material change in the credit quality and the related amounts were still recoverable, therefore, no impairment was suspected.

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Accounts receivable</u>			
Accounts receivable - non-related parties			
Measure at amortized cost			
Total carrying amount	\$ 569,650	\$ 503,136	\$ 554,906
Less: Allowance for loss	(<u>167</u>)	(<u>414</u>)	(<u>125</u>)
	569,483	502,722	554,781
Accounts receivable - related parties			
Measure at amortized cost			
Total carrying amount	<u>182</u>	<u>84</u>	<u>-</u>
	\$ <u>569,665</u>	\$ <u>502,806</u>	\$ <u>554,781</u>

The average collection period for selling products of the Consolidated Company is 10 to 100 days, excluding accounts receivable are not interest-bearing. To mitigate credit risk, the management of the Consolidate Company has designated functional working Consolidated Company responsible for decision on line of credit, credit approval and other supervision to ensure proper action has been taken to collect overdue receivables. In addition, the collectible amount of accounts receivable of the Consolidated Company shall be reviewed individually at the date of balance sheet to ensure the uncollectible receivables has been listed to appropriate impairment loss. Accordingly, the management of the Company considers the Company's credit risk has significantly decreased.

The allowance for loss on accounts receivable of the Consolidated Company is measured at an amount equal to useful lives expected credit losses. The expected credit losses over the duration are calculated using an allowance matrix, which takes into account the customer's past default history, current financial condition, and the economic conditions of the industry. Since the Consolidated Company's credit loss history shows that there is no significant difference in loss patterns among different customer groups, the allowance matrix does not further differentiate between customer groups and only uses the number of days overdue on accounts receivable to determine the expected credit loss rate.

If any evidence shows the counterparty faces significant financial difficulty and the collectible amount cannot be reasonably expected, for example, if the counterparty is in liquidation, the Consolidated Company will directly offset the relevant accounts receivable but keep track of the receivables. The recovered amount is recognized in profit or loss.

The Consolidated Company measures the allowance for loss on accounts receivable based on the allowance matrix as follows:

June 30, 2026

	Not past due	1 to 60 days overdue	61 to 90 days overdue	91 to 180 days overdue	Over 180 days overdue	Total
Expected credit loss rate	-	1%	-	-	-	
Total carrying amount	\$ 553,189	\$ 16,643	\$ -	\$ -	\$ -	\$ 569,832
Allowance for loss (expected credit losses during the duration)	-	(167)	-	-	-	(167)
Amortized cost	<u>\$ 553,189</u>	<u>\$ 16,476</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 569,665</u>

December 31, 2025

	Not past due	1 to 60 days overdue	61 to 90 days overdue	91 to 180 days overdue	Over 180 days overdue	Total
Expected credit loss rate	-	1%	5%	-	-	
Total carrying amount	\$ 474,908	\$ 24,577	\$ 3,331	\$ -	\$ 404	\$ 503,220
Allowance for loss (expected credit losses during the duration)	-	(247)	(167)	-	-	(414)
Amortized cost	<u>\$ 474,908</u>	<u>\$ 24,330</u>	<u>\$ 3,164</u>	<u>\$ -</u>	<u>\$ 404</u>	<u>\$ 502,806</u>

June 30, 2025

	Not past due	1 to 60 days overdue	61 to 90 days overdue	91 to 180 days overdue	Over 180 days overdue	Total
Expected credit loss rate	-	1.5%	-	-	-	
Total carrying amount	\$ 546,720	\$ 8,186	\$ -	\$ -	\$ -	\$ 554,906
Allowance for loss (expected credit losses during the duration)	-	(125)	-	-	-	(125)
Amortized cost	<u>\$ 546,720</u>	<u>\$ 8,061</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 554,781</u>

Changes on allowance for accounts receivable loss are as below:

	January 1 to June 30, 2026	January 1 to June 30, 2025
Balance at the beginning of the year	\$ 414	\$ 458
Less: Rotary impairment loss for the current period	(257)	(315)
Exchange differences on translation	<u>10</u>	(<u>18</u>)
Balance at end of the period	<u>\$ 167</u>	<u>\$ 125</u>

XI. Inventories

	June 30, 2026	December 31, 2025	June 30, 2025
Finished goods	\$ 151,704	\$ 158,593	\$ 174,379
Work in process	145,054	90,475	91,436
Raw materials	<u>134,322</u>	<u>82,786</u>	<u>91,716</u>
	<u>\$ 431,080</u>	<u>\$ 331,854</u>	<u>\$ 357,531</u>

The cost of goods sold related to inventories from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025 was \$408,604 thousand, \$456,329 thousand, \$774,591 thousand and \$887,815 thousand, respectively. The cost of goods sold from April 1 to June 30, 2026 and 2025 and from January 1 to June 30, 2026 and 2025 included loss on inventory depreciation (gain on reversal of inventory write-down) of \$14,245 thousand, \$4,086 thousand, \$12,019 thousand and \$(8,051) thousand respectively. Inventory write-downs were reversed as a result of the selling price in specific markets that had been increased.

The increase in net realizable value of inventories was due to the increase in selling price of the inventories in specific markets.

XII. Subsidiary

Subsidiaries incorporated in the consolidated financial statements

The basis for the consolidated financial statements is as follows:

Investor name	Subsidiary name	Business nature	Percentage of shareholding		
			June 30, 2026	December 31, 2025	June 30, 2025
The Company	POMIRAN METALIZATION RESEARCH CO., LTD.	Manufacturing of electronic components, wholesale and surface treatment of electronic materials	91%	91%	91%
	TAIMIDE INTERNATIONAL INC. (TAIMIDE INTERNATIONAL)	Investee business	100%	100%	100%
TAIMIDE INTERNATIONAL	KUNSHAN TAIMIDE TECH. INC.	Wholesale of electronic equipment, parts and components, chemical products and chemical materials	100%	100%	100%

XIII. Property, plant and equipment

For the use of the Consolidated Company

	Land owned by the Company	Houses and buildings	Machinery and equipment	Facility equipment	Transportation equipment	Office equipment	Other equipment	Leasehold improvements	Construction in progress and equipment pending inspection	Total
<u>Cost</u>										
Balance at January 1, 2025	\$ 291,073	\$1,769,272	\$2,118,628	\$ 907,837	\$ 6,152	\$ 17,379	\$ 2,353	\$ 40,373	\$ 57,782	\$5,210,849
Increase in the current period	-	-	23,112	5,339	565	1,704	-	640	21,578	52,938
Decrease in the current period	-	-	(108,704)	(46,109)	(762)	(3,335)	-	(400)	-	(159,310)
This issue is reclassified	-	-	43,778	14,398	-	-	-	-	(58,176)	-
Effect of exchange rate	-	-	-	-	(147)	(19)	-	-	-	(166)
Balance at June 30, 2025	<u>\$ 291,073</u>	<u>\$1,769,272</u>	<u>\$2,076,814</u>	<u>\$ 881,465</u>	<u>\$ 5,808</u>	<u>\$ 15,729</u>	<u>\$ 2,353</u>	<u>\$ 40,613</u>	<u>\$ 21,184</u>	<u>\$5,104,311</u>
<u>Accumulated depreciation</u>										
Balance at January 1, 2025	\$ -	\$ 444,180	\$1,175,157	\$ 471,793	\$ 3,315	\$ 10,328	\$ 772	\$ 14,594	\$ -	\$2,120,139
Increase in the current period	-	16,028	105,308	46,841	423	1,580	187	3,343	-	173,710
Decrease in the current period	-	-	(108,704)	(46,109)	(762)	(3,335)	-	(400)	-	(159,310)
Effect of exchange rate	-	-	-	-	(114)	(9)	-	-	-	(123)
Balance at June 30, 2025	<u>\$ -</u>	<u>\$ 460,208</u>	<u>\$1,171,761</u>	<u>\$ 472,525</u>	<u>\$ 2,862</u>	<u>\$ 8,564</u>	<u>\$ 959</u>	<u>\$ 17,537</u>	<u>\$ -</u>	<u>\$2,134,416</u>
Net at June 30, 2025	<u>\$ 291,073</u>	<u>\$1,309,064</u>	<u>\$ 905,053</u>	<u>\$ 408,940</u>	<u>\$ 2,946</u>	<u>\$ 7,165</u>	<u>\$ 1,394</u>	<u>\$ 23,076</u>	<u>\$ 21,184</u>	<u>\$2,969,895</u>
Net at December 31, 2024 and January 1, 2025	<u>\$ 291,073</u>	<u>\$1,293,175</u>	<u>\$ 842,106</u>	<u>\$ 378,579</u>	<u>\$ 5,503</u>	<u>\$ 9,625</u>	<u>\$ 1,206</u>	<u>\$ 19,883</u>	<u>\$ 75,228</u>	<u>\$2,916,378</u>
<u>Cost</u>										
Balance as of January 1, 2026	\$ 291,073	\$1,769,272	\$2,040,790	\$ 890,478	\$ 8,929	\$ 17,828	\$ 2,353	\$ 40,550	\$ 75,228	\$5,136,501
Increase in the current period	-	-	31,281	14,792	-	3,188	70	42,278	202,974	294,583
Decrease in the current period	-	-	(37,836)	(14,231)	-	(906)	-	(3,145)	-	(56,118)
This issue is reclassified	-	-	29,870	1,959	-	-	77	-	(31,906)	-
Effect of exchange rate	-	-	-	-	73	9	-	-	-	82
Balance at June 30, 2026	<u>\$ 291,073</u>	<u>\$1,769,272</u>	<u>\$2,064,105</u>	<u>\$ 892,998</u>	<u>\$ 9,002</u>	<u>\$ 20,119</u>	<u>\$ 2,500</u>	<u>\$ 79,683</u>	<u>\$ 246,296</u>	<u>\$5,375,048</u>
<u>Accumulated depreciation</u>										
Balance as of January 1, 2026	\$ -	\$ 476,097	\$1,198,684	\$ 511,899	\$ 3,426	\$ 8,203	\$ 1,147	\$ 20,667	\$ -	\$2,220,123
Increase in the current period	-	15,889	102,484	48,015	606	1,439	189	3,202	-	171,824
Decrease in the current period	-	-	(37,836)	(14,231)	-	(906)	-	(1,906)	-	(54,879)
Effect of exchange rate	-	-	-	-	66	5	-	-	-	71
Balance at June 30, 2026	<u>\$ -</u>	<u>\$ 491,986</u>	<u>\$1,263,332</u>	<u>\$ 545,683</u>	<u>\$ 4,098</u>	<u>\$ 8,741</u>	<u>\$ 1,336</u>	<u>\$ 21,963</u>	<u>\$ -</u>	<u>\$2,337,139</u>
Net at June 30, 2026	<u>\$ 291,073</u>	<u>\$1,277,286</u>	<u>\$ 800,773</u>	<u>\$ 347,315</u>	<u>\$ 4,904</u>	<u>\$ 11,378</u>	<u>\$ 1,164</u>	<u>\$ 57,720</u>	<u>\$ 246,296</u>	<u>\$3,037,909</u>

No impairment losses were recognized or reversed during the periods from January 1 to June 30, 2026 and 2025.

Depreciation is computed on a straight-line basis over the following estimated useful life:

Houses and buildings	10 to 50 years
Machinery and equipment	1 to 20 years
Facility equipment	2 to 15 years
Transportation equipment	3 to 15 years
Office equipment	3 to 10 years
Other equipment	5 to 10 years
Leasehold improvements	6 years

For the amount of property, plant and equipment pledged as collateral for loans by the Consolidated Company, please refer to Note 33.

XIV. Lease Agreements

(I) Right-of-use assets

	December 31,				
	June 30, 2026		2025		June 30, 2025
Carrying amount of right-of-use assets					
Land	\$	67,189	\$	74,651	\$ 82,072
Buildings		48,202		52,173	51,613
Transportation equipment		<u>144</u>		<u>359</u>	<u>575</u>
	\$	<u>115,535</u>	\$	<u>127,183</u>	<u>\$ 134,260</u>
	April 1	April 1	January 1	January 1	
	to June 30, 2026	to June 30, 2025	to June 30, 2026	to June 30, 2025	
Depreciation expense of right-of-use assets					
Land	\$	3,731	\$	3,727	\$ 7,453
Buildings		1,987		1,828	3,658
Transportation equipment		<u>108</u>		<u>107</u>	<u>215</u>
	\$	<u>5,826</u>	\$	<u>5,662</u>	<u>\$ 11,326</u>
			</		

Other than the additions and the depreciation expense recognized above, there were no significant subleases or impairments of the Consolidated company's use-right assets from January 1 to June 30, 2026 and 2025.

(II) Lease liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount of lease liabilities			
Current	\$ <u>23,263</u>	\$ <u>23,334</u>	\$ <u>22,751</u>
Non-current	\$ <u>100,593</u>	\$ <u>112,184</u>	\$ <u>119,791</u>

Ranges of discount rates for lease liabilities are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Land	1.50%~1.79%	1.50%~1.79%	1.50%~1.79%
Buildings	2.32%~4.75%	2.32%~4.75%	2.32%~4.75%
Transportation equipment	2.20%	2.20%	2.20%

(III) Material leases and terms

The Consolidated Company leases certain land and buildings for use for a period of 11 to 14 years. Upon the termination of the lease period, the Consolidated Company has no bargain purchase option for leased lands and buildings.

(IV) Information on other leases

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Short-term lease expense	\$ 301	\$ 287	\$ 599	\$ 582
Lease expense for low-value assets	\$ 46	\$ 51	\$ 92	\$ 102
Variable lease payment expense not included in the measurement of lease liabilities	\$ 348	\$ 452	\$ 596	\$ 692
Total cash (outflows) from leases	(\$ 7,176)	(\$ 7,153)	(\$ 14,247)	(\$ 14,106)

The Consolidated Company leases certain computer software, houses and buildings and office equipment which qualify as short-term leases. The Consolidated Company has elected to apply the recognition exemption and thus did not recognize right-of-use assets and lease liabilities for these leases.

XV. Intangible Assets

	Computer software cost	Power circuit subsidy cost	Royalty payment	Total
<u>Cost</u>				
Balance at January 1, 2025	\$ 41,246	\$ 15,719	\$ 1,500	\$ 58,465
Acquired separately	1,668	-	-	1,668
Balance at June 30, 2025	\$ 42,914	\$ 15,719	\$ 1,500	\$ 60,133
<u>Accumulated amortization</u>				
Balance at January 1, 2025	\$ 23,397	\$ 14,501	\$ 682	\$ 38,580
Amortization expense	2,417	615	46	3,078
Balance at June 30, 2025	\$ 25,814	\$ 15,116	\$ 728	\$ 41,658
Net at June 30, 2025	\$ 17,100	\$ 603	\$ 772	\$ 18,475
Net at December 31, 2025 and January 1, 2026	\$ 16,186	\$ 508	\$ 727	\$ 17,421

	Computer software cost	Power circuit subsidy cost	Royalty payment	Total
<u>Cost</u>				
Balance at January 1, 2026	\$ 44,766	\$ 15,719	\$ 1,500	\$ 61,985
Acquired separately	-	-	-	-
Balance at June 30, 2026	<u>\$ 44,766</u>	<u>\$ 15,719</u>	<u>\$ 1,500</u>	<u>\$ 61,985</u>
<u>Accumulated amortization</u>				
Balance at January 1, 2026	\$ 28,580	\$ 15,211	\$ 773	\$ 44,564
Amortization expense	<u>2,883</u>	<u>95</u>	<u>45</u>	<u>3,023</u>
Balance at June 30, 2026	<u>\$ 31,463</u>	<u>\$ 15,306</u>	<u>\$ 818</u>	<u>\$ 47,587</u>
Net at June 30, 2026	<u>\$ 13,303</u>	<u>\$ 413</u>	<u>\$ 682</u>	<u>\$ 14,398</u>

Amortization is computed on a straight-line basis over the following estimated useful life:

Computer software cost	1 to 8 years
Power circuit subsidy cost	5 years
Royalty payment	16.5 years

	January 1 to June 30, 2026	January 1 to June 30, 2025
Summary of amortization expense by function		
Operating costs	\$ 1,649	\$ 2,175
Administrative expense	1,198	675
Research and development expense	<u>176</u>	<u>228</u>
	<u>\$ 3,023</u>	<u>\$ 3,078</u>

XVI. Other Current Assets

	June 30, 2026	December 31, 2025	June 30, 2025
Tax overpaid retained	\$ 48,620	\$ 36,663	\$ 24,973
Supplies inventory	17,954	14,204	14,001
Input tax	8,970	9,361	13,649
Prepayment for goods	2,666	2,073	7,141
Others	<u>18,800</u>	<u>18,740</u>	<u>21,312</u>
	<u>\$ 97,010</u>	<u>\$ 81,041</u>	<u>\$ 81,076</u>

XVII. Loans

(I) Short-term loans

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Unsecured loans</u>			
Line of credit loans	\$ 150,000	\$ 40,000	\$ 290,000
<u>Secured loans</u>			
Line of credit loans	<u>65,000</u>	<u>65,000</u>	<u>65,000</u>
	<u>\$ 215,000</u>	<u>\$ 105,000</u>	<u>\$ 355,000</u>

The interest rates on revolving bank loans ranged from 2.39%~2.75%, 2.38%~2.75% and 0.50%~2.75% as of June 30, 2026, December 31, 2025 and June 30, 2025, respectively.

(II) Long-term loans

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Unsecured loans</u>			
Bank credit loans (1)	\$ 192,959	\$ 226,695	\$ 276,870
<u>Secured loans</u>			
Bank loans (2)	<u>677,335</u>	<u>789,361</u>	<u>788,101</u>
	870,294	1,016,056	1,064,971
Portion due within one year	(<u>307,481</u>)	(<u>273,089</u>)	(<u>325,770</u>)
	<u>\$ 562,813</u>	<u>\$ 742,967</u>	<u>\$ 739,201</u>

1. As of June 30, 2026, December 31, 2025 and June 30, 2025, the maturity dates of the bank credit loans were due for repayment by the end of December 31, 2030, December 31, 2030 and April 2028, respectively, and the interest rates ranged from 1.43%~1.93%, 1.43% and 1.43%~2.33% as of June 30, 2026, December 31, 2025 and June 30, 2025.
2. The bank borrowings are secured by collateral on land, buildings and equipment owned by the Consolidated Company (see Note 33). As of June 30, 2026, December 31, 2025 and June 30, 2025, the borrowings were all due for repayment by the end of November 2030, November 2030 and June 2030, respectively, with interest rates all ranging from 1.43%~3.10% as of June 30, 2026, December 31, 2025 and June 30, 2025.

In accordance with the restrictions on current ratio, debt ratio, interest coverage multiplier, and tangible net worth in the Consolidated Company's half-year and annual consolidated financial statements in accordance with the relevant loan agreements. The Consolidated Company's financial ratios were in compliance with the requirements as of June 30, 2026.

XVIII. Other Payables

	June 30, 2026	December 31, 2025	June 30, 2025
Wages and bonuses payable	\$ 41,031	\$ 55,177	\$ 36,739
Utilities payable	27,424	21,761	28,513
Waste disposals payable	15,228	14,099	14,427
Others	<u>96,092</u>	<u>101,454</u>	<u>97,895</u>
	<u>\$ 179,775</u>	<u>\$ 192,491</u>	<u>\$ 177,574</u>

XIX. Other Current Liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Temporary receipts	5,450	1,296	2,157
Receipts under custody	4,358	4,347	4,086
	<u>\$ 9,808</u>	<u>\$ 5,643</u>	<u>\$ 6,243</u>

XX. Provisions

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Carbon fee	<u>\$ 1,213</u>	<u>\$ 3,477</u>	<u>\$ 1,214</u>

The Consolidated Company has recognized a provision for carbon fee starting from the year 2025, in accordance with Taiwan's carbon fee charging regulations and related laws. The provision for carbon fee liabilities is calculated based on the general fee rate.

XXI. Post-employment Benefit Plans

The pension expenses related to the defined benefit plan recognized from April 1 to June 30, 2026 and 2025 and from January 1 to June 30, 2026 and 2025 were \$117 thousand, \$110 thousand, \$228 thousand and \$224 thousand, respectively, based on the actuarial pension cost rate as at December 31, 2025 and 2024.

XXII. Equity

(I) Common stock capital

	June 30, 2026	December 31, 2025	June 30, 2025
Authorized number of shares (in thousands)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Authorized capital	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>
Issued and fully paid shares (in thousands)	<u>136,754</u>	<u>136,754</u>	<u>136,754</u>
Public offering of ordinary shares	\$ 1,367,542	\$ 1,367,542	\$ 1,327,852
Private equity	<u>-</u>	<u>-</u>	<u>39,690</u>
Issued capital	<u>\$ 1,367,542</u>	<u>\$ 1,367,542</u>	<u>\$ 1,367,542</u>

Of the authorized capital, 30,000 thousand shares are reserved for issuance of employee stock options, preferred shares with warrants or corporate bonds with warrants.

On June 25, 2024, the shareholders' meeting of the Company resolved to increase capital by cash through a private placement of up to 10 million shares with specific

parties. The above private placement was canceled on May 9, 2025 by resolution of the Board of Directors.

The rights and obligations of the company's private common shares listed above are the same as those of the Company's issued common shares, except that the company's private common shares are subject to restrictions on circulation and transfer in accordance with the Securities Exchange Law and can only apply for listing and trading after 3 years from the date of delivery and a public offering. The aforementioned private common shares were declared for public offering on September 18, 2025 and were listed for trading on October 9, 2025.

From January to April 2025, the Company's first domestic unsecured convertible bonds were converted into 4,549 thousand common shares.

(II) Convertible Bond Conversion Rights Certificates

During the period from January to April, 2025, holders of the Company's first domestic unsecured convertible bonds converted bonds with a par value totaling NT\$246,100 thousand into 4,549 thousand shares of the Company's common stock. The Board of Directors resolved that the capital increase base date was May 9, 2025, and the registration of the change has been completed on June 2, 2025.

(III) Capital surplus

	June 30, 2026	December 31, 2025	June 30, 2025
<u>For loss make-up,</u>			
<u>distribution in cash or</u>			
<u>capitalization as equity</u>			
Stock issue premium (1)	\$ 766,842	\$ 766,842	\$ 766,842
<u>Only for loss make-up</u>			
Recognition of changes in			
ownership interests in			
subsidiaries (2)	25,502	25,502	25,502
Unclaimed dividends to			
shareholders after the			
statute of limitations	597	590	590
	<u>\$ 792,941</u>	<u>\$ 792,934</u>	<u>\$ 792,934</u>

1. This type of capital surplus may be used to make up for losses or, in the absence of losses, to distribute cash or to capitalize as equity, provided that the capitalization is limited to a certain percentage of the paid-in capital each year.
2. This type of capital surplus represents the effect of equity transactions recognized for changes in the Company's equity when the Company has not actually

acquired or disposed of the subsidiary's shares, or adjustments to the capital surplus of the Company's subsidiaries recognized under the equity method.

(IV) Retained earnings and dividend policy

In accordance with the Company's earnings distribution policy as stipulated in the Articles of Incorporation, if there is any surplus earnings as indicated by the Company's final accounts, 10% of the annual earnings shall be set aside as legal reserve after paying taxes and making up for accumulated losses in accordance with the law. But if the legal reserve has reached the Company's paid-in capital, no further provision shall be made, and the remainder shall be set aside as or reversed from special reserve as provided by law. If there are still remaining earnings, the Board of Directors shall prepare a proposal to appropriate at least 40% of the remaining earnings for distribution as dividends to shareholders, and submit it to the shareholders' meeting for resolution on the distribution. The accumulated undistributed earnings of prior years may also be included in the distribution of earnings in the preceding paragraph. For the Company's policy on the distribution of remuneration to employees and directors, please refer to Note 25 (7) Remuneration to Employees and Directors.

The Company's dividend policy is to cater to the current and future development plans with consideration of the investment environment, capital requirements and domestic and international competition, and the interests of shareholders; dividends to shareholders may be distributed in cash or in stocks, with cash dividends not less than 10% of the total dividends.

Legal capital reserve shall be set aside until its balance equals to full amount of the paid-in capital. The reserve may be used to make up for losses. When the Company has no losses, the portion in excess of 25% of the paid-in capital may be used to distributed as dividends in stocks or cash.

The shareholders' meetings of the Company held on June 26, 2026 and June 26, 2025 resolved to distribute the earnings of 2025 and 2024 as follows:

	Earnings distribution proposal	
	2025	2024
Legal reserve	\$ 21,085	\$ 23,659
Reversal of special reserve	(571)	(2,056)
Cash dividends	164,105	163,411
Cash dividends per share (NTD)	1.20	1.20

(V) Other equity

1. Exchange differences on translation of the financial statements of foreign operations

	January 1 to June 30, 2026	January 1 to June 30, 2025
Balance at the beginning of the year	(\$ 27)	(\$ 583)
Generated in the current period		
Exchange differences arising from translation of the financial statements of foreign operations	<u>2,877</u>	(<u>6,246</u>)
Balance at end of the period	<u>\$ 2,850</u>	(<u>\$ 6,829</u>)

2. Unrealized gain or loss on financial assets at fair value through other comprehensive income

	January 1 to June 30, 2026	January 1 to June 30, 2025
Balance at the beginning of the year	<u>\$ 19</u>	<u>\$ 5</u>
Generated in the current period		
Unrealized profit or loss		
Equity instruments	<u>1</u>	<u>3</u>
Other comprehensive income for the period	<u>1</u>	<u>3</u>
Balance at end of the period	<u>\$ 20</u>	<u>\$ 8</u>

(VI) Non-controlling interests

	January 1 to June 30, 2026	January 1 to June 30, 2025
Balance at the beginning of the year	<u>\$ 18,380</u>	<u>\$ 3,073</u>
Share attributable to non-controlling interests		
Net loss for the period	(7,530)	(4,919)
Increase in non-controlling interest in POMIRAN METALIZATION RESEARCH CO., LTD. (Note 28)	-	25,961
Non-controlling interests related to outstanding vested stock options held by employees of POMIRAN METALIZATION RESEARCH CO., LTD. (Note 23)	<u>-</u>	<u>900</u>
Balance at end of the period	<u>\$ 10,850</u>	<u>\$ 25,015</u>

XXIII. Employee Stock Options

The Board of Directors resolved to increase capital of POMIRAN METALIZATION RESEARCH CO., LTD. by cash with issuance of new shares. On April 21, 2025, the Board of Directors resolved to adjust the final number of shares to be issued and the amount to be raised, and to reserve 10% of the total number of new shares (3,000 thousand shares) to be subscribed by employees in accordance with the Company Act. For fractional shares or stock options renounced by employees for subscription, the Chairperson of the Board of Directors is authorized to negotiate with specific persons to subscribe for the shares.

The fair value of the employee stock options granted by POMIRAN METALIZATION RESEARCH CO., LTD. in April 2025 is based on the Black-Scholes valuation model, and the parameters used in the valuation model were as follows:

	<u>April 2025</u>
Stock price at the grant date	NT\$9.73
Exercise price	NT\$10.00
Expected volatility	49.40%
Expected duration	0.12 years
Expected dividend yield	-
Risk-free interest rate	1.30%
Fair value of stock options	NT\$0.56

From January 1 to December 31, 2025, the Company and its subsidiaries recognized total remuneration amount was \$1,680 thousand.

XXIV. Revenue

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Revenue from contracts with customers				
Revenue from				
merchandise sales	\$ 680,355	\$ 640,686	\$ 1,243,706	\$ 1,194,532
Other income	<u>206</u>	<u>1,511</u>	<u>993</u>	<u>2,680</u>
	<u>\$ 680,561</u>	<u>\$ 642,197</u>	<u>\$ 1,244,699</u>	<u>\$ 1,197,212</u>
(I) Contract balance				
	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Accounts receivable				
(Note 10)	<u>\$ 569,665</u>	<u>\$ 502,806</u>	<u>\$ 554,781</u>	<u>\$ 513,957</u>
Contract liabilities				
- current				
Merchandise sales	<u>\$ 2,016</u>	<u>\$ 1,667</u>	<u>\$ 124</u>	<u>\$ 3,646</u>

(II) Breakdown of revenue from contracts with customers

	January 1 to June 30, 2026	January 1 to June 30, 2025
<u>Region</u>		
Taiwan (where the Company is located)	\$ 560,359	\$ 428,829
Mainland China	459,946	622,608
South Korea	195,108	114,894
U.S.A.	12,869	6,678
Japan	6,172	6,600
Others	<u>10,245</u>	<u>17,603</u>
	<u>\$ 1,244,699</u>	<u>\$ 1,197,212</u>

XXV. Net Profit

(I) Interest income

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Bank deposits	<u>\$ 1,456</u>	<u>\$ 1,067</u>	<u>\$ 2,177</u>	<u>\$ 1,531</u>

(II) Other income

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Government grant income (Note 29)	\$ 726	\$ 10,706	\$ 3,534	\$ 10,949
Lease income (operating lease)	153	127	284	254
Others	<u>252</u>	<u>279</u>	<u>881</u>	<u>777</u>
	<u>\$ 1,131</u>	<u>\$ 11,112</u>	<u>\$ 4,699</u>	<u>\$ 11,980</u>

(III) Other gain and loss

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Net (loss) gain on foreign currency exchange	\$ 6,232	(83,905)	\$ 22,325	(68,202)
Loss on repurchase or redemption of corporate bonds	-	(14)	-	(14)
Loss on disposal of property, plant and equipment	-	-	(1,239)	-
Gain on financial instruments at fair value through profit or loss	<u>-</u>	<u>\$ 160</u>	<u>-</u>	<u>\$ 264</u>
	<u>\$ 6,232</u>	<u>(\$ 83,759)</u>	<u>\$ 21,086</u>	<u>(\$ 67,952)</u>

(IV) Financial cost

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Interest on bank loans	\$ 5,518	\$ 6,194	\$ 10,985	\$ 11,888
Interest on lease liabilities	633	720	1,294	1,468
Interest on convertible bonds	<u>-</u>	<u>4</u>	<u>-</u>	<u>565</u>
	<u>\$ 6,151</u>	<u>\$ 6,918</u>	<u>\$ 12,279</u>	<u>\$ 13,921</u>

(V) Depreciation and amortization

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Summary of depreciation expense by function				
Operating costs	\$ 76,191	\$ 76,216	\$ 152,758	\$ 154,621
Operating expenses	<u>15,737</u>	<u>16,388</u>	<u>30,718</u>	<u>30,415</u>
	<u>\$ 91,928</u>	<u>\$ 92,604</u>	<u>\$ 183,476</u>	<u>\$ 185,036</u>
	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Summary of amortization expense by function				
Operating costs	\$ 826	\$ 1,032	\$ 1,649	\$ 2,175
Operating expenses	<u>684</u>	<u>493</u>	<u>1,374</u>	<u>903</u>
	<u>\$ 1,510</u>	<u>\$ 1,525</u>	<u>\$ 3,023</u>	<u>\$ 3,078</u>

See Note 15 for information on the amortization expenses of intangible assets allocated to individual line items.

(VI) Employee benefit expense

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Post-employment benefits				
Defined contribution plans	\$ 4,143	\$ 3,988	\$ 8,245	\$ 7,950
Defined benefit plan (Note 21)	<u>117</u>	<u>110</u>	<u>228</u>	<u>224</u>
	4,260	4,098	8,473	8,174
Share-based payment (Note 23)				
Equity settlement	-	1,680	-	1,680
Other employee benefits	<u>142,294</u>	<u>105,214</u>	<u>265,509</u>	<u>218,823</u>
	<u>\$ 146,554</u>	<u>\$ 110,992</u>	<u>\$ 273,982</u>	<u>\$ 228,677</u>
Summary by function				
Operating costs	\$ 95,920	\$ 76,477	\$ 181,789	\$ 157,992
Operating expenses	<u>50,634</u>	<u>34,515</u>	<u>92,193</u>	<u>70,685</u>
	<u>\$ 146,554</u>	<u>\$ 110,992</u>	<u>\$ 273,982</u>	<u>\$ 228,677</u>

(VII) Profit-sharing remuneration for employees and directors

If the Company makes a profit in a year, the Company shall set aside 6% to 15% of the profit as profit-sharing remuneration for employees, in stock or cash as resolved by the Board of Directors in the form of stock or cash, including employees of the Company's subsidiaries who meet certain criteria; the Company may set aside not more than 3% of the above profit as remuneration to directors as resolved by the Board of Directors. Proposal for profit-sharing remuneration for employees and profit-sharing remuneration for directors should be reported to the shareholders' meeting. However, if the Company still has accumulated losses, the amount of loss make-up shall be reserved first, and then the profit-sharing remuneration for employees and directors can be appropriated in accordance with the aforementioned percentages. According to the amendment to the Securities and Exchange Act in August 2024, the Company plans to pass a resolution at the 2025 shareholders' meeting to revise the articles of incorporation, stipulating that no less than 10% of the annual allocated employee compensation will be distributed to rank-and-file employees.

The estimated amount of employee compensation (including rank-and-file employees' compensation) and director remuneration for the period from January 1 to June 30, 2026 and 2025 are as follows:

Estimated percentage

	January 1 to June 30, 2026	January 1 to June 30, 2025
Profit-sharing remuneration for employees	9.70%	8.72%
Profit-sharing remuneration for directors	2.91%	2.61%

Amount

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Profit-sharing remuneration for employees	\$ 20,283	\$ 909	\$ 31,966	\$ 7,423
Profit-sharing remuneration for directors	\$ 6,085	\$ 343	\$ 9,590	\$ 2,227

If there is a change in the amounts after the standalone financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate and adjusted in the next year.

The Board of Directors resolved the following on March 6, 2026 and March 7, 2025 for the profit-sharing remuneration for employees and directors of 2025 and 2024:

	2025	2024
	Cash	Cash
Profit-sharing remuneration for employees	\$ 29,199	\$ 27,388
Profit-sharing remuneration for directors	8,760	8,216

There was no difference between the actual amount of profit-sharing remuneration for employees and profit-sharing remuneration for directors for 2025 and 2024 and the amounts recognized in the consolidated financial statements for 2025 and 2024.

Please see “Market Observation Post System” (MOPS) under the Taiwan Stock Exchange for the information on the profit-sharing remuneration for employees and profit-sharing remuneration for directors resolved by the Board of Directors.

XXVI. Income Tax

(I) Income tax expense recognized in profit or loss

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

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Current income tax				
Generated in the current period	\$ 47,772	(\$ 4,595)	\$ 79,467	\$ 9,823
Adjustments for prior years	-	4,555	-	4,555
Income tax (benefit) expense recognized in profit or loss	<u>\$ 47,772</u>	<u>(\$ 40)</u>	<u>\$ 79,467</u>	<u>\$ 14,378</u>

(II) Income tax assessment

The Company's income tax returns have been assessed by the tax authorities through 2024.

XXVII. Earnings per Share

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
	Unit: NTD per share			
Basic earnings per share	<u>\$ 0.86</u>	<u>\$ 0.16</u>	<u>\$ 1.52</u>	<u>\$ 0.47</u>
Diluted earnings per share	<u>\$ 0.85</u>	<u>\$ 0.16</u>	<u>\$ 1.52</u>	<u>\$ 0.47</u>

The net profit and weighted average number of shares of common stock used to calculate earnings per share were as follows:

Net profit for the period

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Net profit attributed to owners of the Company	\$ 117,103	\$ 22,199	\$ 208,372	\$ 63,825
Net profit used to calculate basic earnings per share	\$ 117,103	\$ 22,199	\$ 208,372	\$ 63,825
Effect of potentially dilutive common stock:				
Convertible bonds	-	-	-	359
Net profit used to calculate diluted earnings per share	\$ 117,103	\$ 22,199	\$ 208,372	\$ 64,184

Number of shares

Units: In thousands

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Weighted average number of shares of common stock used to calculate basic earnings per share	136,754	136,753	136,754	135,699
Effect of potentially dilutive common stock:				
Convertible bonds	-	-	-	1,103
Profit-sharing remuneration for employees	350	119	517	258
Weighted average number of shares of common stock used to calculate diluted earnings per share	137,104	136,872	137,271	137,060

Since the Company offered to settle compensation paid to employees in cash or shares, the Company assumed the entire amount of the compensation would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares was included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

XXVIII. Equity Transactions with Non-controlling Interests

On June 6, 2025, the Consolidated Company did not recognize the new shares issued by POMIRAN METALIZATION RESEARCH CO., LTD. in cash capital increase in proportion to shareholding, resulting in a decrease in shareholding ratio from 93% to 91%.

Since the above transaction did not change the Consolidated Company's control over the subsidiary, the Consolidated Company treated it as an equity transaction.

	POMIRAN METALIZATION RESEARCH CO., LTD.
<u>From January 1 to June 30, 2025</u>	
Cash consideration received	\$ 27,911
The carrying amount of net assets of subsidiaries should be transferred to non-controlling interests based on the relative changes in equity.	(<u>25,961</u>)
Equity transaction difference	<u>\$ 1,950</u>
Adjustment for equity transaction difference:	
	POMIRAN METALIZATION RESEARCH CO., LTD.
<u>From January 1 to June 30, 2025</u>	
Capital surplus - recognition of changes in ownership interests in subsidiaries	<u>\$ 1,950</u>

XXIX. Government Grants

The Consolidated Company's application for the "Energy Performance Guarantee Demonstration and Promotion Subsidy Project" of the Ministry of Economic Affairs has been reviewed and approved with a grant amount of \$3,938 thousand. As of June 30, 2026, the accumulated amount granted was \$3,938 thousand.

The Consolidated Company applied for the Ministry of Labor's "Job Redesign Promotion Service Program", "Employment Incentives for Middle-aged and Elderly Workers" and "Labor Employment Program - Employment Incentive Subsidy", and have successfully passed the review. As of the end of June 30, 2026, it has received the government grant of NT\$778 thousand.

XXX. Capital Risk Management

The Consolidated Company manages its capital to ensure that it will be able to maximize shareholders return as a going concern through the optimization of the debt and equity balance.

The Consolidated Company's capital structure consists of net debt of the Consolidated Company (loan less cash and cash equivalent) and equity (stock capital, capital surplus, retained earnings, other equity and non-controlling interests).

XXXI. Financial Instruments

(I) Information on fair value - Financial instruments at fair value on a recurring basis

1. Fair value hierarchy

June 30, 2026

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Investments in equity instruments				
Unlisted stocks	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 490</u>	<u>\$ 490</u>

December 31, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Investments in equity instruments				
Unlisted stocks	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 489</u>	<u>\$ 489</u>

June 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>				
Derivative instruments	<u>\$ -</u>	<u>\$ 160</u>	<u>\$ -</u>	<u>\$ 160</u>

Financial assets at fair value through other comprehensive income

Investments in equity instruments				
Unlisted stocks	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 478</u>	<u>\$ 478</u>

There was no transfer of fair value measurements between Level 1 and Level 2 from January 1 to June 30, 2026 and 2025.

2. Reconciliation of Level 3 fair value measurements on financial instruments
January 1 to June 30, 2026

	Financial assets at fair value through other comprehensive income Equity instruments
Balance at the beginning of the year	\$ 489
Recognized in other comprehensive income	<u>1</u>
Balance at end of the period	<u>\$ 490</u>

January 1 to June 30, 2025

	Financial assets at fair value through other comprehensive income Equity instruments
Balance at the beginning of the year	\$ 475
Recognized in other comprehensive income	<u>3</u>
Balance at end of the period	<u>\$ 478</u>

3. Valuation techniques and input value used in Level 3 fair value measurement

Domestic unlisted equity investments are valued using the asset method, and the total value of individual assets and liabilities covered by the underlying asset is assessed to reflect the overall value of the enterprise or business.

(II) Type of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets</u>			
Measured at fair value through profit or loss - held-for- trading	\$ -	\$ -	\$ 160
Financial assets at amortized cost (Note 1)	1,343,930	1,289,581	1,558,777
Financial assets at fair value through other comprehensive income - investments in equity instruments	490	489	478
<u>Financial liabilities</u>			
Measure at amortized cost (Note 2)	1,342,380	1,318,249	1,611,675

Note 1: The balance includes cash and cash equivalents, financial assets at amortized cost such as notes receivable, accounts receivable, other receivables (included related parties) and other current assets at amortized cost.

Note 2: The balance includes short-term loans, notes payable and accounts payable, other payables, corporate bonds due within one year, payables for equipment, other current liabilities, long-term loans due within one year and long-term loans and other financial liabilities at amortized cost.

(III) Financial risk management objectives and policies

The Consolidated Company's major financial instruments include equity, accounts receivable, accounts payable, corporate bonds payable and loans. The Consolidated Company's financial management department provides services to each business unit, coordinates access to financial markets, and monitors and manages the financial risks associated with the Consolidated Company's operations through internal risk reporting that analyzes the exposure based on the level and breadth of risk. Such risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

The Consolidated Company mitigates the impact of these risks by hedging the exposure through derivative financial instruments. The use of derivative financial instruments is governed by the policies approved by the Consolidated Company's Board of Directors, which are the written principles for exchange rate risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of surplus liquidity. Internal auditors review compliance with the policies and the exposure limits on an ongoing basis. The Consolidated Company does not trade in financial instruments (including derivative financial instruments) for speculative purposes.

1. Market risk

The main financial risks to which the Consolidated Company is exposed as a result of its operating activities are the risk of changes in foreign currency exchange rates (see (1) below) and the risk of changes in interest rates (see (2) below).

The Consolidated Company engages in derivative financial instruments (including forward exchange contracts) to manage its exposure to risk of foreign currency exchange rate and interest rate.

(1) Exchange rate risk

A portion of the Consolidated Company's cash inflows and outflows are denominated in foreign currencies, and therefore have a natural hedging effect. The Consolidated Company's management of exchange rate risk is for hedging purposes and not for profit-making purposes.

The carrying amounts of the Consolidated Company's monetary assets and monetary liabilities denominated in non-functional currencies

as of the balance sheet date (including monetary items denominated in non-functional currencies that have been eliminated in the Consolidated Financial Statements) are described in Note 35.

Sensitivity analysis

The Consolidated Company is mainly affected by fluctuations in USD and RMB.

The following table details the Consolidated Company's sensitivity analysis when the functional currency appreciates and depreciates by 5% against each of the relevant foreign currencies. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translations at year end by a 5% change in exchange rates. The sensitivity analysis covers cash and cash equivalents, accounts receivable, other receivables, accounts payable, other payables and short-term loans. The following table represents the increase or decrease in net profit before tax if NTD appreciates by 5% against each of the relevant currencies.

	Effect of USD		Effect of RMB		Effect of JPY	
	January 1 to June 30, 2026	January 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Profit or loss	(\$ 5,292)	(\$ 7,011)	(\$ 17,641)	(\$ 34,459)	\$ 87	\$ 78

(2) Interest rate risk

Interest rate risk arises because the Consolidated Company holds both fixed and floating rate assets and liabilities.

The carrying accounts of financial assets and liabilities exposed to interest rate risk at the date of balance sheet are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
With fair value interest rate risk			
- Financial assets	\$ 290,272	\$ 321,597	\$ 240,303
- Financial liabilities	153,856	165,518	257,542
With cash flow interest rate risk			
- Financial assets	353,168	282,255	519,449
- Financial liabilities	1,055,294	1,091,056	1,304,971

Sensitivity analysis

The following sensitivity analysis is determined in accordance with interest rate risk of non-derivative instruments at the date of balance

sheet. For the floating rate assets and liabilities, the analysis is to assume that the amount of assets and liabilities outstanding at the date of balance sheet is all outstanding for the reporting period.

If the annual interest rate increases/decreases by 0.1%, with all other variables held constant, the Consolidated Company's net profit before tax would have decreased/increased by \$351 thousand and \$393 thousand from January 1 to June 30, 2026 and 2025, respectively, mainly due to the interest rate exposure on the Consolidated Company's variable-rate net liabilities and loans.

2. Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Consolidated Company. As of the balance sheet date, the Consolidated Company's maximum exposure to credit risk that may result in financial losses due to non-performance of counterparties' obligations mainly arises from the carrying amount of financial assets recognized in the consolidated balance sheets.

As of June 30, 2026, December 31, 2025 and June 30, 2025, the percentages of receivables from the top ten customers to the Consolidated Company's receivables were 88%, 89% and 87%, respectively.

3. Liquidity risk

The Consolidated Company manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Consolidated Company's operations and mitigate the effects of fluctuations in cash flows. In addition, the management of the Consolidated Company monitors the utilization of financing lines and ensures compliance with terms of loan contracts.

Bank loans are a material source of liquidity to the Consolidated Company. As of June 30, 2026, December 31, 2025 and June 30, 2025, the Consolidated Company had undrawn financing lines as described in (2) Description of Financing Facilities below.

(1) Liquidity and interest rate risk table

The following table details the analysis of the remaining contract maturities of the Consolidated Company's non-derivative financial liabilities with agreed repayment periods, which are based on the earliest possible date on which the Consolidated Company could be required to make repayments, and is prepared using the undiscounted cash flows of financial liabilities, including cash flows of interests and principals.

The Consolidated Company's bank loans that are repayable on demand immediately are listed in the table below with the earliest possible date, regardless of the probability that banks will immediately

enforce the rights; the maturity analysis of other non-derivative financial liabilities is prepared based on the agreed repayment dates.

June 30, 2026

	Repayable on demand or less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
<u>Non-derivative financial liabilities</u>					
Non-interest-bearing liabilities	\$ 142,542	\$ 78,674	\$ 25,371	\$ 19	\$ -
Lease liabilities	2,159	4,319	19,026	85,751	19,607
Floating interest rate instruments	231,740	67,238	207,859	575,710	-
Fixed interest rate instruments	-	30,118	-	-	-
	<u>\$ 376,441</u>	<u>\$ 180,349</u>	<u>\$ 252,256</u>	<u>\$ 661,480</u>	<u>\$ 19,607</u>

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

	Less than 1 year	1 to 5 years	5 to 10 years
Lease liabilities	<u>\$ 25,504</u>	<u>\$ 85,751</u>	<u>\$ 19,607</u>

December 31, 2025

	Repayable on demand or less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
<u>Non-derivative financial liabilities</u>					
Non-interest-bearing liabilities	\$ 80,644	\$ 86,845	\$ 23,369	\$ 19	\$ -
Lease liabilities	2,160	4,319	19,326	90,806	27,207
Floating interest rate instruments	117,418	59,222	188,640	763,232	-
Fixed interest rate instruments	-	30,144	-	-	-
	<u>\$ 200,222</u>	<u>\$ 180,530</u>	<u>\$ 231,335</u>	<u>\$ 854,057</u>	<u>\$ 27,207</u>

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

	Less than 1 year	1 to 5 years	5 to 10 years
Lease liabilities	<u>\$ 25,805</u>	<u>\$ 90,806</u>	<u>\$ 27,207</u>

June 30, 2025

	Repayable on demand or less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
<u>Non-derivative financial liabilities</u>					
Non-interest-bearing liabilities	\$ 85,584	\$ 79,442	\$ 19,587	\$ 19	\$ -
Lease liabilities	2,121	4,273	19,323	96,009	34,806
Floating interest rate instruments	186,092	183,145	214,995	757,024	-
Fixed interest rate instruments	100,145	15,092	-	-	-
	<u>\$ 373,942</u>	<u>\$ 281,952</u>	<u>\$ 253,905</u>	<u>\$ 853,052</u>	<u>\$ 34,806</u>

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

	Less than 1 year	1 to 5 years	5 to 10 years
Lease liabilities	\$ 25,717	\$ 96,009	\$ 34,806
Floating interest rate instruments	584,232	757,024	-
Fixed interest rate instruments	<u>115,237</u>	<u>-</u>	<u>-</u>
	<u>\$ 725,186</u>	<u>\$ 853,033</u>	<u>\$ 34,806</u>

(2) Financing lines

	June 30, 2026	December 31, 2025	June 30, 2025
The unsecured bank loan lines may be extended by mutual consent			
- Amount drawn	\$ 387,572	\$ 332,354	\$ 618,703
- Amount undrawn	<u>1,430,562</u>	<u>1,567,205</u>	<u>1,274,667</u>
	<u>\$ 1,818,134</u>	<u>\$ 1,899,559</u>	<u>\$ 1,893,370</u>
The secured bank loan lines may be extended by mutual consent			
- Amount drawn	\$ 753,471	\$ 861,594	\$ 854,859
- Amount undrawn	<u>564,865</u>	<u>598,767</u>	<u>513,242</u>
	<u>\$ 1,318,336</u>	<u>\$ 1,460,361</u>	<u>\$ 1,368,101</u>

XXXII. Related Party Transactions

Transactions, balances, income and expenses between the Company and subsidiaries (related parties of the Company) may be all eliminated in consolidation, which are thus not disclosed in the note. Transactions between the Consolidated Company and other related parties as follows:

(I) Related party name and relationship

Related party name	Relationship with the Consolidated Company
POMIRAN TECHNOLOGY, LIMITED	De facto related party

(II) Operating revenue

Type of related party	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
De facto related party	<u>\$ 355</u>	<u>\$ 362</u>	<u>\$ 528</u>	<u>\$ 656</u>

(III) Purchases

Type of related party	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
De facto related party	<u>\$ 915</u>	<u>\$ 464</u>	<u>\$ 1,192</u>	<u>\$ 464</u>

(IV) Lease income (operating lease)

Type of related party	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
De facto related party	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 11</u>	<u>\$ 11</u>

(V) Accounts receivable - related parties

Type of related party	June 30, 2026	December 31, 2025	June 30, 2025
De facto related party	<u>\$ 182</u>	<u>\$ 84</u>	<u>\$ -</u>

(VI) Other receivables - related parties (posted as other current assets)

Type of related party	June 30, 2026	December 31, 2025	June 30, 2025
De facto related party	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ 2</u>

(VII) Accounts payable - related parties

Type of related party	June 30, 2026	December 31, 2025	June 30, 2025
De facto related party	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 320</u>

(VIII) Temporary receipts (posted as other current liabilities)

Type of related party	June 30, 2026	December 31, 2025	June 30, 2025
De facto related party	<u>\$ 948</u>	<u>\$ 1,145</u>	<u>\$ 1,159</u>

The purchase and sale transactions between the Consolidated Company and its related parties are based on mutually agreed prices and terms, and there are no other counterparties for comparison.

Rentals under lease contracts between the Consolidated Company and its related parties are determined and collected in accordance with contractual provisions.

(IX) Remuneration of key management

	April 1 to June 30, 2026	April 1 to June 30, 2025	January 1 to June 30, 2026	January 1 to June 30, 2025
Short-term employee benefits	\$ 12,232	\$ 4,083	\$ 20,540	\$ 10,031
Post-employment benefits	<u>103</u>	<u>103</u>	<u>205</u>	<u>205</u>
	<u>\$ 12,335</u>	<u>\$ 4,186</u>	<u>\$ 20,745</u>	<u>\$ 10,236</u>

The remuneration of directors and other key management is determined by the Remuneration Committee based on the value of the individual's participation in and contribution to the operations of the Consolidated Company and with reference to the usual industry standards.

XXXIII. Pledged Assets

The following assets of the Consolidated Company were pledged as collaterals for bank loans, post release duty payment to customs, and security deposits for the land leased from the Science Park Administration and for issuing letters of credit.

	June 30, 2026	December 31, 2025	June 30, 2025
Property, plant and equipment	\$ 1,429,921	\$ 1,448,495	\$ 1,467,070
Pledged time deposits (posted as financial assets at amortized cost)	16,923	16,923	16,923
	<u>\$ 1,446,844</u>	<u>\$ 1,465,418</u>	<u>\$ 1,483,993</u>

XXXIV. Significant Contingent Liabilities and Unrecognized Commitments

- (I) As of June 30, 2026, December 31, 2025 and June 30, 2025, the amounts of letters of credit issued by the Consolidated Company that are not in use are set out below:

Unit: In thousands of each foreign currency

	June 30, 2026	December 31, 2025	June 30, 2025
USD	\$ -	\$ 100	\$ 15
RMB	\$ 3,777	\$ 3,679	\$ 1,336
JYP	\$ -	\$ 33,500	\$ -
EUR	\$ -	\$ 560	\$ 1,120

- (II) Unrecognized contract commitments of the Consolidated Company were as follow:

	June 30, 2026	December 31, 2025	June 30, 2025
Property, plant and equipment	\$ 402,900	\$ 358,200	\$ 280,000

XXXV. Information on Foreign-currency-denominated Assets and Liabilities with Significant Effect

The following information is summarized according to the foreign currencies other than the functional currency of the Consolidated Company. The exchange rates disclosed are used to translate the foreign currencies into the functional currency. Assets and liabilities denominated in foreign currencies with significant effect were as follows:

June 30, 2026

	Foreign currency	Exchange rate	Carrying value
Financial assets			
Monetary items			
USD	\$ 4,523	31.85	\$ 144,058
RMB	88,855	4.69	416,730
JPY	115,678	0.1963	22,708
			<u>\$ 583,496</u>

	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying value</u>
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	1,200	31.85	\$ 38,220
RMB	13,625	4.69	63,901
JPY	124,590	0.1963	<u>24,457</u>
			<u>\$ 126,578</u>

December 31, 2025

	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying value</u>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 3,829	31.43	\$ 120,345
RMB	106,357	4.496	478,181
JPY	91,489	0.2008	<u>18,371</u>
			<u>\$ 616,897</u>

<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	506	31.43	\$ 15,904
RMB	8,382	4.496	37,685
JPY	104,550	0.2008	<u>20,994</u>
			<u>\$ 74,583</u>

June 30, 2025

	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying value</u>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 5,874	29.30	\$ 172,108
RMB	178,344	4.091	729,605
JPY	2,997	0.2034	<u>610</u>
			<u>\$ 902,323</u>
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	1,088	29.30	\$ 31,878
RMB	9,882	4.091	40,427
JPY	10,678	0.2034	<u>2,172</u>
			<u>\$ 74,477</u>

The foreign currency exchange gains and losses (realized and unrealized) of the combined company from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025 were a net gain (loss) of \$6,232 thousand, \$(83,905) thousand, \$22,325 thousand and \$(68,202) thousand respectively. Due to the wide variety of foreign currency transactions and the functional currencies of the Group individuals, it is not possible to disclose the foreign currency exchange gains and losses by foreign currency with significant impact.

XXXVI. Other Disclosures

- (I) Significant transactions: There are no other disclosures than those listed below:
1. Endorsements and guarantees for others: Table 1.
 2. Marketable securities held at the end of the period (excluding investments in subsidiaries, affiliates and joint ventures under control): Table 2.
 3. Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 3.
 4. Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 4.
 5. The business relationship between the parent and the subsidiaries and significant transactions between them: Table 8.
- (I) Information on Investees: Table 5.
- (II) Information on Investment in Mainland China:
1. The name of the investee in Mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, investment gain or loss, ending balance, amount received as dividends from the investee, and the limitation on investee: Table 6.
 2. Significant direct or indirect transactions through a third area with the investee in the Mainland Area, and its prices and terms of payment, unrealized gain or loss are as follows: Table 7.
 - (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - (3) The amount of property transactions and the amount of the resultant gains or losses.
 - (4) The balance of negotiable instrument endorsements and guarantees or pledges of collateral at the end of the period and the purposes.
 - (5) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financial accommodation.
 - (6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services.

XXXVII. Segment Information

The operating decision makers of the Consolidated Company allocate resources and evaluate segment performance with emphasis on the overall consolidated financial information. While individual companies have similar economic characteristics and use similar manufacturing processes to produce similar products and sell them by the same sales methods. Therefore, the Consolidated Company is reported as a single operating segment. In addition, the segment information provided by the consolidated company to the operating decision makers for review shall be measured on the same basis as the financial statements, and the profit and loss, assets and liabilities of the operating segments shall be measured on the same basis as the preparation of this consolidated financial report. Therefore, the segment revenue and operating results that should be reported for January 1 to June 30, 2026 and 2025 can be referred to the consolidated income statement for January 1 to June 30, 2026 and 2025; reportable segment assets as of June 30, 2026, December 31, 2025 and June 30, 2025 can be referred to the consolidated balance sheet as of June 30, 2026, December 31, 2025 and June 30, 2025.

TAIMIDE TECH. INC. and Subsidiaries
Endorsements and guarantees for others
From January 1 to June 30, 2026

Table 1

Unit: Thousands of NTD, unless otherwise specified

No.	The company providing endorsement and guarantee	The party receiving endorsement and guarantee		Limit of endorsement and guarantee to a single enterprise (Note 2)	Maximum balance of endorsement and guarantee for the period	Balance of endorsement and guarantee at the end of the period	Actual amount drawn	Amount of endorsement and guarantee collateralized by properties	Ratio of accumulated guarantees to net worth of the most recent financial statements (%)	Maximum limit of endorsement and guarantee (Note 2)	Endorsement and guarantee by parent company for subsidiary	Endorsement and guarantee by subsidiary for parent company	Endorsement and guarantee for party in Mainland China	Remark
		Company name	Relationship											
0	The Company	POMIRAN METALIZATION RESEARCH CO., LTD.	Note 1	\$ 1,337,946	\$ 805,000	\$ 625,000	\$ 525,000	\$ -	19	\$ 2,675,892	Yes	—	—	—

Note 1: Subsidiaries directly held

Note 2: The limit of the Company's endorsement and guarantee obligations for a single enterprise and subsidiary and the total amount of external endorsement and guarantee are limited to 40% and 80% of the Company's net worth, respectively.

TAIMIDE TECH. INC. and Subsidiaries
Marketable securities held at the end of the period
June 30, 2026

Table 2

Unit: Thousands of NTD, unless otherwise specified

Company held	Type of marketable securities	Name of marketable securities	Relationship with the issuers of the marketable securities	Account on the financial statements	The end of the period				Remark
					Number of shares	Carrying amount	Shareholding percentage (%)	Fair value	
The Company	Stocks	POMIRAN TECHNOLOGY, LIMITED	—	Financial assets at fair value through other comprehensive income- non-current	110,000	\$ 490	10	\$ 490	Note 1

Note 1: Presented at book value.

Note 2: As of June 30, 2026, there were no guarantees, collateral loans or other contractually restriction on the use of the marketable securities listed above.

Note 3: The above table presents the securities that the company has identified for disclosure based on the materiality principle.

TAIMIDE TECH. INC. and Subsidiaries
Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital
From January 1 to June 30, 2026

Table 3 Unit: Thousands of NTD, unless otherwise specified

Purchase (sales) company	Name of counterparty	Relationship	Transaction details				Circumstances and reasons why the terms of the transaction differ from those of general transactions.		Notes and accounts receivable (payable)		Remark
			Purchase (sales)	Amount	As a percentage of total purchases (sales)	Credit period	Unit price	Credit period	Balance	As a percentage of total notes and accounts receivable (payable)	
The Company	KUNSHAN TAIMIDE TECH. INC.	Subsidiary indirectly held	Sales	\$ 142,185	12%	In accordance with the mutually agreed terms	\$ -	-	\$ 199,757	27%	—

TAIMIDE TECH. INC. and Subsidiaries
Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital
June 30, 2026

Table 4

Unit In Thousands of NTD, unless stated otherwise

The company recorded the transaction as accounts receivable	Name of counterparty	Relationship	Balance of receivables from related parties (Note)	Turnover rate	Past due receivables from related parties		Amount of receivables from related parties collected in the subsequent period	Provision of allowance for loss
					Amount	Handling method		
The Company	KUNSHAN TAIMIDE TECH. INC.	Subsidiary indirectly held	\$ 199,757	1.13	\$ -	—	\$ 38,942	\$ -

Note : The transactions between the investment companies have been written off when preparing the consolidated financial reports.

Table 5

Note 1: The foreign currency portion is converted at the US dollar exchange rate as of June 30, 2026.
Note 2: Including the elimination of unrealized profit or loss on intercompany transactions.

TAIMIDE TECH. INC. and Subsidiaries
Information on Investment in Mainland China
From January 1 to June 30, 2026

Table 6

Unit: Thousands of NTD, unless otherwise specified.

Name of Investee in Mainland China	Main business	Paid-in capital	Investment method	Accumulated investment amount remitted from Taiwan at the beginning of the year	Investment amount remitted or repatriated during the period		Accumulated investment amount remitted from Taiwan at the end of the year	Profit for the period of investee	Shareholding percentage of the Company's direct or indirect investment	Investment gain recognized in the period (Note 2)	Carrying amount of investment at the end of the period	Investment income repatriated as of the end of the period
					Outward remittance	Repatriation						
KUNSHAN TAIMIDE TECH. INC.	Wholesale of electronic equipment, parts and components, chemical products and chemical materials	\$ 6,370 (USD 200 thousand)	Note 1	\$ 6,370 (USD 200 thousand)	\$ -	\$ -	\$ 6,370 (USD200 thousand)	(\$ 16,036)	100%	(\$ 14,706)	\$ 38,895	\$ -

Accumulated investment amount remitted from Taiwan to Mainland China at the end of the period	Investment amount approved by Investment Commission, MOEA	60% of the net investment limit in Mainland China as stipulated by the Investment Commission, MOEA
\$ 6,370 (USD 200 thousand)	\$ 6,370 (USD 200 thousand)	\$ 2,006,919

Note 1: The Company invested in TAIMIDE INTERNATIONAL INC. and then invested in Mainland China through this company. The investment was approved by the Investment Commission, MOEA and the approved investment amount was USD 200 thousand.

Note 2: The foreign currency portion is converted at the US dollar exchange rate as of June 30, 2026.

TAIMIDE TECH. INC. and Subsidiaries

Significant direct or indirect transactions through a third region with the investee in the Mainland China, and its prices and terms of payment, unrealized gain or loss and other related information.

From January 1 to June 30, 2026

Table 7

Unit: Thousands of NTD, unless otherwise specified

Name of the trading party	Counterparty	Relationship between the Company and the counterparty	Type of transaction	Sales		Price	Trading terms		Notes and accounts receivable (payable)		Unrealized gain	Remark
				Amount	Percentage		Payment terms	Comparison with general transactions	Amount	Percentage		
The Company	KUNSHAN TAIMIDE TECH. INC.	Subsidiary indirectly held	Sales	\$ 142,185	12%	In accordance with the mutually agreed price	In accordance with the mutually agreed terms	No other comparable counterparty	\$ 199,757	27%	\$ 21,387	—

TAIMIDE TECH. INC. and Subsidiaries
The business relationship and significant transactions between the parent and the subsidiaries
From January 1 to June 30, 2026

Table 8Unit: Thousands of NTD

No.	Name of the trading party	Counterparty	Relationship with the trading party (Note 1)	Transaction details			
				Account on the financial statements	Amount	Trading terms (Note 2)	As a percentage of consolidated total revenue or total assets
0	The Company	KUNSHAN TAIMIDE TECH. INC.	1	Sales revenue	\$ 142,185	—	11%
				Accounts receivable	199,757	—	4%

Note 1: 1. Representing parent company's transactions to subsidiary.
Note 2: The transactions between the Company and its subsidiaries are based on the prices and terms agreed by both parties, and there is no other comparable counterparties.
Note 3: The table presents the details of significant transactions and related party transactions that the company has determined must be disclosed based on the materiality principl.