

Silitech Technology Corporation and Subsidiaries

**Consolidated Financial Statements for the
Six Months Ended June 30, 2025 and 2024 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Silitech Technology Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Silitech Technology Corporation and its subsidiaries (collectively, the “Group”) as of June 30, 2025 and 2024 the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2025 and 2024, and the related notes to the consolidated financial statements, including material accounting policies (collectively referred to as the “consolidated financial statements”). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 “Review of Financial Information Performed by the Independent Auditor of the Entity”. A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 12 to the consolidated financial statements, the total carrying amounts of investments accounted for using the equity method was NT\$1,426,931 thousand as of June 30, 2025. The share of loss of associates accounted for using the equity method was NT\$(10,691) thousand for the three months ended June 30, 2025, and NT\$(7,985) thousand for the six months ended June 30, 2025. The amounts of the related equity-method investments, as well as the additional disclosures in Note 30 to the consolidated financial statements, were based on the investees’ financial statements for the same periods, which had not been reviewed by independent auditors.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the equity-method investees as described in the preceding paragraph been reviewed, the nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2025 and 2024, its consolidated financial performance for the three months ended June 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the six months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Yen-Chun Chen and Meng-Chieh Chiu.

Deloitte & Touché
Taipei, Taiwan
Republic of China
August 7, 2025

Notice to Readers

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

For the convenience of readers, the independent auditors’ review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors’ review report and consolidated financial statements shall prevail.

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2025		December 31, 2024		June 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 702,989	15	\$ 777,477	22	\$ 734,207	21
Financial assets at fair value through profit or loss (FVTPL) - current (Note 7)	90,042	2	-	-	6,858	-
Financial assets at amortized cost - current (Note 9)	248,101	5	167,783	5	133,778	4
Trade receivables, net (Note 10)	439,403	9	517,332	14	502,360	14
Trade receivables from related parties, net (Notes 10 and 28)	969	-	712	-	381	-
Other receivables	63,879	2	49,410	1	31,317	1
Other receivables from related parties (Note 28)	1,450	-	9,468	-	1,903	-
Current tax assets	272	-	153	-	148	-
Inventories (Note 11)	236,089	5	255,925	7	288,524	8
Other current assets (Notes 16 and 28)	<u>55,408</u>	<u>1</u>	<u>42,473</u>	<u>1</u>	<u>48,705</u>	<u>1</u>
Total current assets	<u>1,838,602</u>	<u>39</u>	<u>1,820,733</u>	<u>50</u>	<u>1,748,181</u>	<u>49</u>
NON-CURRENT ASSETS						
Financial assets at FVTPL - non-current (Note 7)	54,545	1	56,003	2	37,093	1
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	142,164	3	143,887	4	143,692	4
Financial assets at amortized cost - non-current (Note 9)	689,469	14	1,011,430	28	1,032,479	29
Investments accounted for using the equity method (Note 12)	1,470,256	31	46,370	1	45,486	1
Property, plant and equipment (Note 14)	406,494	9	445,623	12	395,988	11
Right-of-use assets (Note 15)	-	-	54,173	2	67,304	2
Intangible assets	2,126	-	1,875	-	2,487	-
Deferred tax assets	92,750	2	38,784	1	55,242	2
Refundable deposits	7,061	-	6,899	-	6,994	-
Other non-current assets (Note 16)	<u>38,571</u>	<u>1</u>	<u>1,922</u>	<u>-</u>	<u>43,507</u>	<u>1</u>
Total non-current assets	<u>2,903,436</u>	<u>61</u>	<u>1,806,966</u>	<u>50</u>	<u>1,830,272</u>	<u>51</u>
TOTAL	<u>\$ 4,742,038</u>	<u>100</u>	<u>\$ 3,627,699</u>	<u>100</u>	<u>\$ 3,578,453</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 17)	\$ 1,392,859	30	\$ 15,475	-	\$ 40,269	1
Financial liabilities at fair value through profit or loss (FVTPL) - current (Note 7)	-	-	-	-	-	-
Trade payables	332,510	7	350,939	10	323,589	9
Trade payables to related parties (Note 28)	8,153	-	26,560	1	9,147	-
Other payables (Note 18)	339,790	7	318,076	9	346,375	10
Other payables to related parties (Note 28)	113	-	559	-	112	-
Current tax liabilities	13,918	-	11,360	-	20,372	1
Provisions - current (Note 19)	15,677	-	16,200	-	15,938	-
Lease liabilities - current (Note 15)	-	-	27,046	1	26,328	1
Other current liabilities	<u>38,954</u>	<u>1</u>	<u>36,426</u>	<u>1</u>	<u>23,014</u>	<u>1</u>
Total current liabilities	<u>2,141,974</u>	<u>45</u>	<u>802,641</u>	<u>22</u>	<u>805,144</u>	<u>23</u>
NON-CURRENT LIABILITIES						
Lease liabilities - non-current (Note 15)	-	-	28,265	1	41,682	1
Net defined benefit liabilities - non-current (Notes 4 and 20)	30,734	1	34,111	1	34,172	1
Guarantee deposits	1,561	-	1,206	-	1,233	-
Deferred tax liabilities	<u>37,008</u>	<u>1</u>	<u>36,169</u>	<u>1</u>	<u>36,053</u>	<u>1</u>
Total non-current liabilities	<u>69,303</u>	<u>2</u>	<u>99,751</u>	<u>3</u>	<u>113,140</u>	<u>3</u>
Total liabilities	<u>2,211,277</u>	<u>47</u>	<u>902,392</u>	<u>25</u>	<u>918,284</u>	<u>26</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 21)						
Share capital						
Ordinary shares	<u>680,000</u>	<u>14</u>	<u>680,000</u>	<u>19</u>	<u>680,000</u>	<u>19</u>
Capital surplus	<u>630,074</u>	<u>13</u>	<u>630,074</u>	<u>17</u>	<u>630,074</u>	<u>18</u>
Retained earnings						
Legal reserve	1,126,107	24	1,120,368	31	1,120,368	31
Special reserve	173,591	4	306,131	8	306,131	9
Unappropriated earnings	<u>306,369</u>	<u>6</u>	<u>162,325</u>	<u>5</u>	<u>154,860</u>	<u>4</u>
Total retained earnings	<u>1,606,067</u>	<u>34</u>	<u>1,588,824</u>	<u>44</u>	<u>1,581,359</u>	<u>44</u>
Other equity	(<u>385,380</u>)	(<u>8</u>)	(<u>173,591</u>)	(<u>5</u>)	(<u>231,264</u>)	(<u>7</u>)
Total equity	<u>2,530,761</u>	<u>53</u>	<u>2,725,307</u>	<u>75</u>	<u>2,660,169</u>	<u>74</u>
TOTAL	<u>\$ 4,742,038</u>	<u>100</u>	<u>\$ 3,627,699</u>	<u>100</u>	<u>\$ 3,578,453</u>	<u>100</u>

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

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 22 and 28)	\$ 592,112	100	\$ 593,207	100	\$ 1,199,624	100	\$ 1,125,182	100
COST OF GOODS SOLD (Notes 11, 26 and 28)	(518,714)	(88)	(512,738)	(86)	(1,048,671)	(88)	(973,078)	(86)
GROSS PROFIT	73,398	12	80,469	14	150,953	12	152,104	14
OPERATING EXPENSES (Notes 26 and 28)								
Selling and marketing expenses	(14,712)	(2)	(15,215)	(3)	(28,915)	(2)	(29,189)	(3)
General and administrative expenses	(35,289)	(6)	(40,681)	(7)	(74,235)	(6)	(78,379)	(7)
Research and development expenses	(9,126)	(2)	(8,519)	(1)	(18,406)	(2)	(17,321)	(2)
Expected credit reversal (loss)	360	-	(29)	-	303	-	(9)	-
Total operating expenses	(58,767)	(10)	(64,444)	(11)	(121,253)	(10)	(124,898)	(12)
PROFIT FROM OPERATIONS	14,631	2	16,025	3	29,700	2	27,206	2
NON-OPERATING INCOME AND EXPENSES (Notes 23)								
Gain (loss) arising from derecognition of financial assets at amortized cost	-	-	-	-	-	-	11	-
Expected credit reversal (loss)	19	-	(32)	-	5	-	27	-
Interest income	15,325	3	16,041	3	31,634	3	31,224	3
Other income	929	-	3,476	1	3,382	1	6,632	-
Other gains and losses	(667)	-	2,300	-	2,571	-	9,255	1
Finance costs	(6,855)	(1)	(761)	-	(10,261)	(1)	(1,569)	-
Share of (loss) profit of associates accounted for using the equity method	(11,532)	(2)	1,704	-	(9,235)	(1)	1,704	-
Total non-operating income and expenses	(2,781)	-	22,728	4	18,096	2	47,284	4
PROFIT BEFORE INCOME TAX	11,850	2	38,753	7	47,796	4	74,490	6
INCOME TAX EXPENSE (Notes 4 and 24)	(3,486)	(1)	(11,655)	(2)	(10,153)	(1)	(24,569)	(2)
NET PROFIT FOR THE PERIOD	8,364	1	27,098	5	37,643	3	49,921	4
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(1,653)	-	17	-	(1,723)	-	(368)	-
	(1,653)	-	17	-	(1,723)	-	(368)	-
Items that may be reclassified subsequently to profit or loss:								

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SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
Exchange differences on translation of the financial statements of foreign operations	(341,966)	(58)	31,720	5	(262,583)	(22)	94,044	9
Income tax relating to items that may be reclassified subsequently to profit or loss (Note 24)	<u>68,394</u> <u>(273,572)</u>	<u>12</u> <u>(46)</u>	<u>(6,344)</u> <u>25,376</u>	<u>(1)</u> <u>4</u>	<u>52,517</u> <u>(210,066)</u>	<u>4</u> <u>(18)</u>	<u>(18,809)</u> <u>75,235</u>	<u>(2)</u> <u>7</u>
Other comprehensive (loss) income for the period, net of income tax	<u>(275,225)</u>	<u>(46)</u>	<u>25,393</u>	<u>4</u>	<u>(211,789)</u>	<u>(18)</u>	<u>74,867</u>	<u>7</u>
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	<u>\$ (266,861)</u>	<u>(45)</u>	<u>\$ 52,491</u>	<u>9</u>	<u>\$ (174,146)</u>	<u>(15)</u>	<u>\$ 124,788</u>	<u>11</u>
EARNINGS PER SHARE (IN NEW TAIWAN DOLLARS; Note 25)								
Basic	<u>\$ 0.12</u>		<u>\$ 0.40</u>		<u>\$ 0.55</u>		<u>\$ 0.73</u>	
Diluted	<u>\$ 0.12</u>		<u>\$ 0.40</u>		<u>\$ 0.55</u>		<u>\$ 0.73</u>	

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

(Concluded)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (In Thousands of New Taiwan Dollars)

	Share Capital		Capital Surplus	Retained Earnings			Other Equity		Total Equity
	Ordinary Shares (In Thousands)	Amount		Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Loss on Financial Asset at FVTOCI	
BALANCE AT JANUARY 1, 2024	68,000	\$ 680,000	\$ 630,074	\$ 1,120,368	\$ 206,863	\$ 285,807	\$ (157,326)	\$ (148,805)	\$ 2,616,981
Appropriation of the 2023 earnings									
Special reserve	-	-	-	-	99,268	(99,268)	-	-	-
Cash dividends	-	-	-	-	-	(81,600)	-	-	(81,600)
Net profit for the six months ended June 30, 2024	-	-	-	-	-	49,921	-	-	49,921
Other comprehensive income (loss) for the six months ended June 30, 2024, net of income tax	-	-	-	-	-	-	75,235	(368)	74,867
Total comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	-	49,921	75,235	(368)	124,788
BALANCE AT JUNE 30, 2024	<u>68,000</u>	<u>\$ 680,000</u>	<u>\$ 630,074</u>	<u>\$ 1,120,368</u>	<u>\$ 306,131</u>	<u>\$ 154,860</u>	<u>\$ (82,091)</u>	<u>\$ (149,173)</u>	<u>\$ 2,660,169</u>
BALANCE AT JANUARY 1, 2025	68,000	\$ 680,000	\$ 630,074	\$ 1,120,368	\$ 306,131	\$ 162,325	\$ (24,613)	\$ (148,978)	\$ 2,725,307
Appropriation of the 2024 earnings									
Legal reserve	-	-	-	5,739	-	(5,739)	-	-	-
Special reserve reversed	-	-	-	-	(132,540)	132,540	-	-	-
Cash dividends	-	-	-	-	-	(20,400)	-	-	(20,400)
Net profit for the six months ended June 30, 2025	-	-	-	-	-	37,643	-	-	37,643
Other comprehensive loss for the six months ended June 30, 2025, net of income tax	-	-	-	-	-	-	(210,066)	(1,723)	(211,789)
Total comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	-	37,643	(210,066)	(1,723)	(174,146)
BALANCE AT JUNE 30, 2025	<u>68,000</u>	<u>\$ 680,000</u>	<u>\$ 630,074</u>	<u>\$ 1,126,107</u>	<u>\$ 173,591</u>	<u>\$ 306,369</u>	<u>\$ (234,679)</u>	<u>\$ (150,701)</u>	<u>\$ 2,530,761</u>

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

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 47,796	\$ 74,490
Adjustments for:		
Depreciation expenses	28,667	38,642
Amortization expenses	812	1,773
Expected credit reversal	(308)	(18)
Net loss on financial assets at FVTPL	869	456
Finance costs	10,261	1,569
Gain arising from derecognition of financial assets at amortized cost	-	(11)
Interest income	(31,634)	(31,224)
Dividend income	(139)	-
Share of loss (profit) of associates for using the equity method	9,235	(1,704)
Net loss (gain) on disposal of property, plant and equipment	227	(166)
Write-downs of inventories	736	2,607
Gain on lease modification	(1,186)	-
Changes in operating assets and liabilities		
Financial assets at FVTPL	-	224
Trade receivables	78,232	(23,033)
Trade receivables from related parties	(257)	110
Other receivables	(19,678)	(2,612)
Other receivables from related parties	8,018	1,628
Inventories	19,100	(17,382)
Other current assets	(12,935)	(8,178)
Trade payables	(18,429)	18,060
Trade payables to related parties	(18,407)	(4,322)
Other payables	(1,035)	21,293
Other payables to related parties	(446)	(423)
Provisions	(523)	(3,299)
Other current liabilities	2,528	(8,058)
Net defined benefit liabilities-non current	(3,377)	1,795
Cash generated from operations	98,127	62,217
Interest received	35,461	30,684
Interest paid	(9,374)	(1,569)
Income tax paid	(9,867)	(13,562)
Net cash generated from operating activities	114,347	77,770

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SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at FVTPL	\$ (98,247)	\$ (11,805)
Proceeds from financial assets at FVTPL	-	8,175
Purchase of financial assets at amortized cost	-	(45,714)
Proceeds from financial assets at amortized cost	131,716	133,718
Acquisition of long-term investment for using the equity method	(1,504,418)	(46,797)
Payments for property, plant and equipment	(13,497)	(9,305)
Proceeds from disposal of property, plant and equipment	2,037	166
Increase in refundable deposits	(162)	(76)
Payments for intangible assets	(905)	-
Increase in other non-current assets	<u>(36,649)</u>	<u>(10,453)</u>
Net cash (used in) generated from investing activities	<u>(1,520,125)</u>	<u>17,909</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	1,377,384	-
Increase in guarantee deposits received	355	38
Repayment of the principal portion of lease liabilities	<u>(2,214)</u>	<u>(12,617)</u>
Net cash generated from (used in) financing activities	<u>1,375,525</u>	<u>(12,579)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES		
	<u>(44,235)</u>	<u>22,271</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(74,488)	105,371
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>777,477</u>	<u>628,836</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 702,989</u>	<u>\$ 734,207</u>

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

(Concluded)

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Silitech Technology Corporation (the “Company”) was established in October 2001 and listed on the Taiwan Stock Exchange in March 2004, and is mainly engaged in the manufacture and sale of modules and rubber (plastic) products.

The consolidated financial statements of the Company and its subsidiaries, hereinafter collectively referred to as the Group, are presented in the Company’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors and authorized for issue on August 7, 2025.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The initial application of the IFRSs endorsed and issued into effect by the FSC did not have any material impact on the Group’s accounting policies:

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023

As the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note1)</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

IFRS 18 “Presentation and Disclosures in Financial Statements”

IFRS 18 will supersede IAS 1” Presentation of Financial Statements”. The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discounted operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as ‘other’ only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

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

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

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. 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). Income and expenses of the subsidiaries acquired or disposed of during the period are included in the consolidated statements of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group'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 of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 13 and Table 4 for detailed information on the subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policies

Except for the following, refer to the summary of other significant accounting policies section of the consolidated financial statements for the year ended December 31, 2024.

1) Retirement benefits

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

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The consolidated financial statements adopt the critical accounting judgments and key sources of estimation uncertainty are the same as those in the consolidated financial statements for the year ended December 31, 2024.

6. CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	\$ 198	\$ 151	\$ 113
Checking accounts and demand deposits	187,932	242,084	172,795
Cash equivalents			
Time deposits	<u>514,859</u>	<u>535,242</u>	<u>561,299</u>
	<u>\$ 702,989</u>	<u>\$ 777,477</u>	<u>\$ 734,207</u>

The market rate intervals of cash in the bank at the end of the reporting period were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Time deposits	1.17%-4.39%	1.225%-4.694%	1.23%-5.05%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds	<u>\$ 90,042</u>	<u>\$ -</u>	<u>\$ 6,858</u>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds	\$ 4,728	\$ 6,777	\$ 12,529
Limited partnership	<u>49,817</u>	<u>49,226</u>	<u>24,564</u>
	<u>\$ 54,545</u>	<u>\$ 56,003</u>	<u>\$ 37,093</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVTOCI")

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Non-current</u>			
Domestic investments			
Listed preferred shares	\$ 128,920	\$ 130,448	\$ 129,904

(Continued)

	June 30, 2025	December 31, 2024	June 30, 2024
Unlisted ordinary shares	<u>13,244</u>	<u>13,439</u>	<u>13,788</u>
	<u>\$142,164</u>	<u>\$143,887</u>	<u>\$143,692</u>

These investments in equity instruments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI.

9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Foreign corporate bond (b)	\$ 248,161	\$ 167,898	\$ 133,870
Less: Allowance for impairment loss	<u>(60)</u>	<u>(115)</u>	<u>(92)</u>
	<u>\$ 248,101</u>	<u>\$ 167,783</u>	<u>\$ 133,778</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 3 months (a)	\$ 40,961	\$ 44,912	\$ 44,647
Foreign corporate bond (b)	649,507	967,590	988,500
Less: Allowance for impairment loss	<u>(999)</u>	<u>(1,072)</u>	<u>(668)</u>
	<u>\$ 689,469</u>	<u>\$1,011,430</u>	<u>\$1,032,479</u>

- As of June 30, 2025 and December 31, 2024 and June 30, 2024, the interest rate intervals of time deposits with original maturity dates of more than 3 months both were 3.1%.
- The Group purchased 2~10 year corporate bonds, with the maturity period from 2025 to 2034, the coupon rate was 1.25% to 6.02%, and the effective interest rate was 1.08% to 5.80%.

The Group's exposure and the external credit ratings are continuously monitored. The Group reviews changes in bond yields and other public information and makes an assessment whether there has been a significant increase in credit risk since the last period to the reporting date.

In determining the expected credit losses for debt instrument investments, the Group considers the historical probability of default and loss given default of each credit rating supplied by external rating agencies, the current financial condition of the debtors and the future prospects of the industries.

10. TRADE RECEIVABLES

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 440,395	\$ 518,378	\$ 502,772
Less: Allowance for impairment loss	<u>(23)</u>	<u>(334)</u>	<u>(31)</u>
	<u>\$ 440,372</u>	<u>\$ 518,044</u>	<u>\$ 502,741</u>

The average credit period of sales of goods was 60-90 days and no interest was charged on trade receivables. In order to minimize credit risk, the management of the Company has regularly evaluated credit approvals and performed other monitoring procedures to ensure that follow-up action is taken to

recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group estimates expected credit losses according to the prescribed approach, which permits the recognition of lifetime expected losses for all trade receivables. The expected credit losses on trade receivables are estimated using an allowance matrix, which takes into consideration the historical credit loss experience with the respective debtor, the current financial position of the debtor, economic condition of the industry in which the customer operates and industry outlooks. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

The Group writes off a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or when the trade receivables are over 240 days past due, whichever occurs earlier. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

June 30, 2025

	Not Past Due	Up to 60 Days	61 to 210 Days	Total
Expected credit loss rate	-	0.76%	40%	
Gross carrying amount	\$ 437,891	\$ 2,494	\$ 10	\$ 440,395
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(19)</u>	<u>(4)</u>	<u>(23)</u>
Amortized cost	<u>\$ 437,891</u>	<u>\$ 2,475</u>	<u>\$ 6</u>	<u>\$ 440,372</u>

December 31, 2024

	Not Past Due	Up to 60 Days	61 to 210 Days	Total
Expected credit loss rate	-	0.41%	68.50%	
Gross carrying amount	\$ 515,493	\$ 2,412	\$ 473	\$ 518,378
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(10)</u>	<u>(324)</u>	<u>(334)</u>
Amortized cost	<u>\$ 515,493</u>	<u>\$ 2,402</u>	<u>\$ 149</u>	<u>\$ 518,044</u>

June 30, 2024

	Not Past Due	Up to 60 Days	61 to 210 Days	Total
Expected credit loss rate	-	0.16%	40%	
Gross carrying amount	\$ 497,641	\$ 5,073	\$ 58	\$ 502,772
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(8)</u>	<u>(23)</u>	<u>(31)</u>
Amortized cost	<u>\$ 497,641</u>	<u>\$ 5,065</u>	<u>\$ 35</u>	<u>\$ 502,741</u>

The movements of the loss allowance of trade receivables are as follows:

	For the Six Months Ended June 30	
	2025	2024
Balance at January 1	\$ 334	\$ 21
Expected credit (reversal) loss	(303)	9
Difference on foreign exchange translation	(8)	1
Balance at June 30	<u>\$ 23</u>	<u>\$ 31</u>

11. INVENTORIES, NET

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	\$ 131,483	\$ 121,755	\$ 139,843
Finished goods	31,161	47,886	58,063
Work in progress	69,468	76,045	86,115
Supplies	3,562	2,935	4,503
Merchandise	415	-	-
Inventory in transit	-	7,304	-
	<u>\$ 236,089</u>	<u>\$ 255,925</u>	<u>\$ 288,524</u>

The cost of inventories recognized as cost of goods sold included the inventory write-downs.

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Inventory reversals (write-downs)	\$ 542	\$ (839)	\$ (736)	\$ (2,607)

12. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Investment in associates</u>			
Significant associates	\$1,426,931	\$ -	\$ -
FDK Corporation			
Associates that are not individually material			
PSA Japan Investment G.K.	43,325	46,370	45,486
	<u>\$1,470,256</u>	<u>\$ 46,370</u>	<u>\$ 45,486</u>

Significant associates was as follows :

Name of Associate	Main Business	Business Location	Percentage of Ownership & Voting Rights (%)		
			June 30, 2025	December 31, 2024	June 30, 2024
FDK Corporation	Manufacture and sale of various batteries and electronic devices	Japan	45	-	-

Fair values (Level 1) of investments in associates with available published price quotations were summarized as follows:

Name of Associate	June 30, 2025	December 31, 2024	June 30, 2024
FDK Corporation	\$ 1,153,453	\$ -	\$ -

In March 2025, the Group acquired 45% equity of FDK Corporation, a significant associate, for JPY 6,754,419,000, and accounts for the investment using the equity method.

The Group acquired 3% equity of PSA Japan Investment G.K., an associates that are not individually material, for JPY 217,500,000 in April 2024. The Group holds less than 20% of PSA Japan Investment G.K., but the equity method was used because of the Group's significant influence on it.

13. SUBSIDIARIES

Subsidiaries Included in the Consolidated Financial Statements

Investor	Investee	Main Business	Percentage of Ownership (%)			Remark
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	Silitech (BVI) Holding Ltd.	Investment activities	100	100	100	
The Company	Silitech Technology Corp. Sdn. Bhd.	Manufacture of plastic and computer peripheral	100	100	100	
The Company	Silitech Electronics Sdn. Bhd. (Formerly Iwatsu (Malaysia) Sdn. Bhd.)	Manufacture of telecommunications and communications equipment	100	100	100	a
The Company	Silitech Japan Investment G.K.	Investment activities	100	-	-	b
Silitech (BVI) Holding Ltd	Silitech (Bermuda) Holding Ltd.	Investment activities	100	100	100	
Silitech (Bermuda) Holding Ltd.	Silitech Technology Corporation Limited	Manufacture of plastic and computer peripheral products	100	100	100	
Silitech Technology Corporation Limited	Xurong Electronic (Shenzhen) Co., Ltd.	Sale of touch panels and plastic and rubber assembly	100	100	100	

Remark:

- Iwatsu (Malaysia) Sdn. Bhd. changed the company name to Silitech Electronics Sdn. Bhd. on April 08, 2024.
- The parent company established Silitech Japan Investment G.K. in March 2025, holding 100% of the equity.

Subsidiaries Excluded from the Consolidated Financial Statements: None.

14. PROPERTY, PLANT AND EQUIPMENT, NET

	Freehold Land	Buildings	Machinery Equipment	Testing Equipment	Transportation Equipment	Leasehold Improvements	Office Equipment	Other Equipment	Total
Cost									
Balance at January 1, 2025	\$ 241,600	\$ 462,408	\$ 558,846	\$ 81,071	\$ 17,707	\$ 26,143	\$ 117,698	\$ 18,420	\$ 1,523,893
Additions	-	1,338	9,869	946	-	-	2,606	-	14,759
Disposals	-	-	(30,904)	(19,946)	-	(25,644)	(14,823)	(762)	(92,079)
Effects of foreign currency exchange differences	(13,856)	(23,056)	(27,791)	(1,797)	(946)	(499)	(3,356)	(479)	(71,780)
Balance at June 30, 2025	\$ 227,744	\$ 440,690	\$ 510,020	\$ 60,274	\$ 16,761	\$ -	\$ 102,125	\$ 17,179	\$ 1,374,793
Accumulated depreciation									
Balance at January 1, 2025	\$ -	\$ 370,348	\$ 441,346	\$ 70,452	\$ 12,127	\$ 25,327	\$ 103,494	\$ 15,480	\$ 1,038,574
Depreciation expenses	-	6,979	13,717	875	794	77	3,255	711	26,408
Disposals	-	-	(24,315)	(16,885)	-	(24,920)	(14,800)	(762)	(81,682)
Transfers from accumulated impairment	-	-	53	22	-	-	-	-	75
Effects of foreign currency exchange differences	-	(17,181)	(21,763)	(1,585)	(704)	(484)	(2,930)	(342)	(44,989)
Balance at June 30, 2025	\$ -	\$ 360,146	\$ 409,038	\$ 52,879	\$ 12,217	\$ -	\$ 89,019	\$ 15,087	\$ 938,386
Accumulated impairment									
Balance at January 1, 2025	\$ -	\$ 13,836	\$ 18,396	\$ 7,278	\$ -	\$ -	\$ 186	\$ -	\$ 39,696
Disposals	-	-	(5,324)	(2,786)	-	-	(22)	-	(8,132)
Transfer to accumulated depreciation	-	-	(53)	(22)	-	-	-	-	(75)
Effects of foreign currency exchange differences	-	(1,445)	(78)	(53)	-	-	-	-	(1,576)
Balance at June 30, 2025	\$ -	\$ 12,391	\$ 12,941	\$ 4,417	\$ -	\$ -	\$ 164	\$ -	\$ 29,913
Net Balance at June 30, 2025	\$ 227,744	\$ 68,153	\$ 88,041	\$ 2,978	\$ 4,544	\$ -	\$ 12,942	\$ 2,092	\$ 406,494

(Continued)

	Freehold Land	Buildings	Machinery Equipment	Testing Equipment	Transportation Equipment	Leasehold Improvements	Office Equipment	Other Equipment	Total
<u>Cost</u>									
Balance at January 1, 2024	\$ 222,141	\$ 440,646	\$ 768,369	\$ 93,489	\$ 13,495	\$ 138,159	\$ 121,036	\$ 23,489	\$ 1,820,824
Additions	-	-	3,518	1,074	1,780	-	1,618	676	8,666
Disposals	-	-	(11,698)	(223)	-	(39,081)	(1,072)	(306)	(52,380)
Effects of foreign currency exchange differences	6,826	11,564	21,726	1,633	445	4,022	2,341	621	49,178
Balance at June 30, 2024	<u>\$ 228,967</u>	<u>\$ 452,210</u>	<u>\$ 781,915</u>	<u>\$ 95,973</u>	<u>\$ 15,720</u>	<u>\$ 103,100</u>	<u>\$ 123,923</u>	<u>\$ 24,480</u>	<u>\$ 1,826,288</u>
<u>Accumulated depreciation</u>									
Balance at January 1, 2024	\$ -	\$ 340,491	\$ 606,319	\$ 78,288	\$ 10,253	\$ 92,846	\$ 110,697	\$ 20,811	\$ 1,259,705
Depreciation expenses	-	6,625	14,076	960	589	230	2,441	415	25,336
Disposals	-	-	(11,698)	(223)	-	(36,395)	(1,072)	(306)	(49,694)
Transfers from accumulated impairment	-	-	3,511	120	-	1,881	-	1	5,513
Effects of foreign currency exchange differences	-	8,151	17,828	1,291	281	2,615	2,122	507	32,795
Balance at June 30, 2024	<u>\$ -</u>	<u>\$ 355,267</u>	<u>\$ 630,036</u>	<u>\$ 80,436</u>	<u>\$ 11,123</u>	<u>\$ 61,177</u>	<u>\$ 114,188</u>	<u>\$ 21,428</u>	<u>\$ 1,273,655</u>
<u>Accumulated impairment</u>									
Balance at January 1, 2024	\$ -	\$ 13,364	\$ 88,808	\$ 13,138	\$ -	\$ 44,074	\$ 670	\$ 11	\$ 160,065
Disposals	-	-	-	-	-	(2,686)	-	-	(2,686)
Transfer to accumulated depreciation	-	-	(3,511)	(120)	-	(1,881)	-	(1)	(5,513)
Effects of foreign currency exchange differences	-	757	2,360	276	-	1,370	16	-	4,779
Balance at June 30, 2024	<u>\$ -</u>	<u>\$ 14,121</u>	<u>\$ 87,657</u>	<u>\$ 13,294</u>	<u>\$ -</u>	<u>\$ 40,877</u>	<u>\$ 686</u>	<u>\$ 10</u>	<u>\$ 156,645</u>
Net Balance at June 30, 2024	<u>\$ 228,967</u>	<u>\$ 82,822</u>	<u>\$ 64,222</u>	<u>\$ 2,243</u>	<u>\$ 4,597</u>	<u>\$ 1,046</u>	<u>\$ 9,049</u>	<u>\$ 3,042</u>	<u>\$ 395,988</u>

(Concluded)

As a result of the life cycle of some products, the estimated future cash flows expected to arise from the related equipment decreased due to equipment idling caused by insufficient capacity. The Group carried out a review of the recoverable amount of the related equipment and determined that the carrying amount had exceeded the recoverable amount. As of June 30, 2025, December 31, 2024 and June 30, 2024, the impairment losses recognized were \$29,913 thousand, \$39,696 thousand and \$156,645 thousand, respectively. For the six months ended June 30, 2025 and June 30, 2024, the impairment loss decreased due to the disposal of equipment amounting were \$8,132 thousand, and \$2,686 thousand .

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Plant structures	24-45 years
Electricity and building accessories	5-10 years
Machinery equipment	5-10 years
Testing equipment	3-10 years
Transportation equipment	5 years
Leasehold Improvements	3 years
Office equipment	3 years
Other equipment	2 years

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Carrying amounts</u>			
Buildings	\$ -	\$ 53,999	\$ 67,100
Machinery equipment	-	174	204
	<u>\$ -</u>	<u>\$ 54,173</u>	<u>\$ 67,304</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Depreciation charge for <u>right-of-use assets</u>				
Buildings	\$ -	\$ 6,711	\$ 2,259	\$ 13,275
Machinery equipment	<u>-</u>	<u>16</u>	<u>-</u>	<u>31</u>
	<u>\$ -</u>	<u>\$ 6,727</u>	<u>\$ 2,259</u>	<u>\$ 13,306</u>
Additions for right-of-use assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 78,767</u>

b. Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Carrying amounts</u>			
Current	\$ -	\$ 27,046	\$ 26,328
Non-current	\$ -	\$ 28,265	\$ 41,682

Range of discount rate for lease liabilities was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Buildings	-	4.20%	4.20%
Machinery equipment	-	5.00%	5.00%

c. Material lease activities and terms

The Group leases certain buildings for product manufacturing and for dormitories with lease terms of 3 years. The Group agreed with the lessor to terminate the lease contract early in January 2025.

d. Other lease information

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Expenses relating to short-term leases and low-value asset leases	<u>\$ 738</u>	<u>\$ 694</u>	<u>\$ 1,484</u>	<u>\$ 1,382</u>
Total cash outflow for leases	<u>\$ 738</u>	<u>\$ 7,866</u>	<u>\$ 3,892</u>	<u>\$ 15,567</u>

The Group's lease of certain office equipment qualify as short-term leases and low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

16. OTHER ASSETS

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Prepayments for tax	\$ 19,156	\$ 21,402	\$ 21,183
Input tax	4,208	5,030	4,407
Payment in advance	2,314	1,005	2,036
Others	<u>29,730</u>	<u>15,036</u>	<u>21,079</u>
	<u>\$ 55,408</u>	<u>\$ 42,473</u>	<u>\$ 48,705</u>
<u>Non-current</u>			
Prepayments for equipment	\$ 38,571	\$ 1,204	\$ 42,797
Others	<u>-</u>	<u>718</u>	<u>710</u>
	<u>\$ 38,571</u>	<u>\$ 1,922</u>	<u>\$ 43,507</u>

17. BORROWINGS

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Short-term borrowings</u>			
Unsecured borrowings	<u>\$1,392,859</u>	<u>\$ 15,475</u>	<u>\$ 40,269</u>

As of June 30, 2025, December 31, 2024 and June 30, 2024, the interest rates on bank revolving loans were 1.03% to 2.15% and 0.70% and 0%, respectively.

18. OTHER PAYABLES

	June 30, 2025	December 31, 2024	June 30, 2024
Payroll and Bonus	\$ 152,959	\$ 157,472	\$ 109,454
Dividend	20,400	-	81,600
Employees' leave	21,069	21,278	20,565
Tooling	21,672	20,718	21,411
Utilities/postal fees and telecommunications	7,013	8,077	8,939
Services	13,944	9,182	6,342
Insurance	6,020	5,994	5,617
Equipment	7,456	3,929	5,683
Others	<u>89,257</u>	<u>91,426</u>	<u>86,764</u>
	<u>\$ 339,790</u>	<u>\$ 318,076</u>	<u>\$ 346,375</u>

19. PROVISIONS

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Returns, allowances and warranties	<u>\$ 15,677</u>	<u>\$ 16,200</u>	<u>\$ 15,938</u>

The provision of customer returns, allowances and warranties was based on historical experience, management's judgments and other known reasons estimated product returns, allowances and warranties

may occur in the year. The provision was recognized as cost of goods sold and a reduction of operating income in the year when the related goods were sold.

20. RETIREMENT BENEFIT PLANS

Employee benefits expense in respect of the Group's defined retirement benefit plans were \$700 thousand, \$654 thousand, \$1,401 thousand and \$1,294 thousand for the three and six months ended June 30, 2025 and 2024, respectively, and were calculated using the respective year's actuarially determined pension cost discount rate as of December 31, 2024 and 2023.

21. EQUITY

a. Share capital

Ordinary shares

	June 30, 2025	December 31, 2024	June 30, 2024
Number of shares authorized (in thousands)	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>
Amount of shares authorized	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>68,000</u>	<u>68,000</u>	<u>68,000</u>
Amount of shares issued	<u>\$ 680,000</u>	<u>\$ 680,000</u>	<u>\$ 680,000</u>

On April 18, 2025, the Board of Directors of the Company resolved to issue 32,000,000 common shares through cash capital increase, with each share having a par value of NT\$10. The cash capital increase plan was approved by the Financial Supervisory Commission (FSC) on May 19, 2025 (Approval No. 1140342125). The issue price is NT\$27.50 per share, with 10% of the new shares reserved for subscription by the Company's employees. In accordance with Article 28-1 of the Securities and Exchange Act, 10% of the newly issued shares will be publicly offered. The remaining 80% will be allocated to existing shareholders in proportion to their holdings as recorded on the shareholder register as of the record date of the capital increase. If any shares remain unsubscribed by existing shareholders or employees, or fractional shares arise, the Chairman is authorized to arrange for specific parties to subscribe for these at the issue price. The record date for the capital increase and share subscription shall be determined by the Chairman in accordance with relevant regulations, as authorized by the Board of Directors.

b. Capital surplus

	June 30, 2025	December 31, 2024	June 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital			
Additional paid-in capital in excess of par-common stock	<u>\$ 630,074</u>	<u>\$ 630,074</u>	<u>\$ 630,074</u>

Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's paid-in capital).

c. Retained earnings and dividend policy

According to the Company's dividend policy, if there is a net profit after tax upon the final settlement of accounts of each fiscal year, the Company shall first offset any previous accumulated losses

(including adjustment of unappropriated earnings, if any) and set aside a legal reserve at 10% of the net profit, unless the accumulated legal reserve is equal to the total paid-in capital of the Company; then, it shall set aside or reverse a special reserve in accordance with the relevant laws or regulations or as requested by the authorities in charge. The remaining net profit, plus the beginning unappropriated earnings (including adjustment of unappropriated earnings, if any), shall be distributed as dividends to shareholders according to the distribution plan proposed by the board of directors and submitted to the shareholders in the shareholders' meeting for approval. For the policies on the distribution of compensation of employees and remuneration of directors, refer to Note 26 (b) Employee benefits expenses.

According to the Company's dividend policy of the Company's Articles, the Company cooperates with present and future development plans in mind and simultaneously takes into consideration the investment environment, international or domestic competition, and shareholders' interests. When there is no cumulative loss, the Company shall distribute dividends to shareholders at a percentage of no less than 30% of the net profit after tax. Dividends could be distributed either through cash or shares, and cash dividends distributed shall not be less than 50% of the total dividends distributed for the year.

In case there are no earnings for distribution in a certain year, or the earnings of a certain year are significantly less than the earnings actually distributed by the Company in the previous year, or considering the financial, business or operational factors of the Company, the Company may allocate a portion or all of its reserves for distribution in accordance with relevant laws or regulations or the orders of the authorities in charge.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

With respect to the book net amount of other deductions from equity for the period in which it arises, the Company shall allocate an equivalent amount of special reserve shall be allocated from the amount of the after-tax net profit for the period, plus items other than after-tax net profit for the period, that are included in the undistributed earnings of the period. If there remains any insufficiency, it shall be allocated from the undistributed earnings of the previous period.

With respect to the cumulative net amount of other deductions from equity in a preceding period, the Company shall allocate an amount of special reserve equal to the amount allocated to undistributed earnings for the preceding period.

The appropriation of earnings for 2024 and 2023 resolved in the shareholders' meetings on June 18, 2025 and June 4, 2024 were as follows:

	Appropriation of Earnings	
	2024	2023
Legal reserve	\$ 5,739	\$ -
Special reserve	(\$ 132,540)	\$ 99,268
Cash dividends	\$ 20,400	\$ 81,600
Cash dividends per share (NT\$)	\$ 0.30	\$ 1.20

22. REVENUE

According to IFRS 15, the type of customer contract revenue is identified as "product sales revenue". The Company's core technology is to integrate rubber, plastic, optical and other components, which are widely used in industries and products such as mechanical integration components and automotive components.

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Customer contract revenue				
Product operating revenue	\$ 592,112	\$ 593,207	\$ 1,199,624	\$ 1,125,182

23. NON-OPERATING INCOME AND EXPENSES

a. Interest income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Bank deposits	\$ 7,117	\$ 6,183	\$ 10,415	\$ 8,862
Financial assets at amortized cost	<u>8,208</u>	<u>9,858</u>	<u>21,219</u>	<u>22,362</u>
	<u>\$ 15,325</u>	<u>\$ 16,041</u>	<u>\$ 31,634</u>	<u>\$ 31,224</u>

b. Other income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Rental income	\$ -	\$ 702	\$ 236	\$ 1,389
Gain on Lease modification	-	-	1,186	-
Dividends	139	-	139	-
Others	<u>790</u>	<u>2,774</u>	<u>1,821</u>	<u>5,243</u>
	<u>\$ 929</u>	<u>\$ 3,476</u>	<u>\$ 3,382</u>	<u>\$ 6,632</u>

c. Other gains and losses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Foreign currency exchange gain	\$ 1,012	\$ 3,634	\$ 4,649	\$ 10,490
(Loss) gain on disposal of property, plant and equipment	80	76	(227)	166
Net loss on financial assets as at FVTPL	(1,782)	(465)	(869)	(456)
Others	<u>23</u>	<u>(945)</u>	<u>(982)</u>	<u>(945)</u>
	<u>\$ (667)</u>	<u>\$ 2,300</u>	<u>\$ 2,571</u>	<u>\$ 9,255</u>

d. Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Interest on lease liabilities	\$ -	\$ 760	\$ 194	\$ 1,568
Interest on borrowings	<u>6,855</u>	<u>1</u>	<u>10,067</u>	<u>1</u>
	<u>\$ 6,855</u>	<u>\$ 761</u>	<u>\$ 10,261</u>	<u>\$ 1,569</u>

e. Gain or loss on foreign currency exchange

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Foreign exchange gain	\$ 23,362	\$ 4,672	\$ 31,786	\$ 12,579
Foreign exchange loss	<u>(22,350)</u>	<u>(1,038)</u>	<u>(27,137)</u>	<u>(2,089)</u>
Net foreign exchange gain	<u>\$ 1,012</u>	<u>\$ 3,634</u>	<u>\$ 4,649</u>	<u>\$ 10,490</u>

24. INCOME TAX

a. Income tax recognized in profit or loss

The major components of tax expense are as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Current tax				
In respect of the current period	\$ 6,082	\$ 10,735	\$ 10,625	\$ 19,462
Surtax on unappropriated earnings	1,562	-	1,562	-
Deferred tax				
In respect of the current period	<u>(4,158)</u>	<u>920</u>	<u>(2,034)</u>	<u>5,107</u>
Income tax expense recognized in profit or loss	<u>\$ 3,486</u>	<u>\$ 11,655</u>	<u>\$ 10,153</u>	<u>\$ 24,569</u>

b. Income tax recognized in other comprehensive income (loss)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
<u>Deferred tax</u>				
In respect of the current period:				
Translation of foreign operations	<u>\$ 68,394</u>	<u>\$ (6,344)</u>	<u>\$ 52,517</u>	<u>\$(18,809)</u>

c. Income tax assessments

The income tax returns of the Company through 2022 have been assessed by the tax authorities.

25. EARNINGS PER SHARE

Unit: NT\$ Per Share

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Basic earnings per share	<u>\$ 0.12</u>	<u>\$ 0.40</u>	<u>\$ 0.55</u>	<u>\$ 0.73</u>
Diluted earnings per share	<u>\$ 0.12</u>	<u>\$ 0.40</u>	<u>\$ 0.55</u>	<u>\$ 0.73</u>

The net profit and weighted average number of ordinary shares outstanding used in the computation of earnings per share are as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
<u>Net profit for the period</u>	<u>\$ 8,364</u>	<u>\$ 27,098</u>	<u>\$ 37,643</u>	<u>\$ 49,921</u>
<u>Number of shares</u>	Unit: In Thousand Shares			
Weighted average number of ordinary shares used in the computation of basic earnings per share	68,000	68,000	68,000	68,000
Effect of potentially dilutive ordinary shares:				
Employees' compensation	<u>39</u>	<u>45</u>	<u>55</u>	<u>73</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>68,039</u>	<u>68,045</u>	<u>68,055</u>	<u>68,073</u>

If the Company settles the bonuses or remuneration paid to employees in cash or shares, the Company presumed that the entire amount of the bonuses or remuneration 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, if the effect is dilutive. The dilutive effect of the potential shares is 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.

26. ADDITIONAL INFORMATION ON EXPENSES

a. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Recognized in operating costs	\$ 9,867	\$ 17,447	\$ 22,650	\$ 35,039
Recognized in operating expenses	<u>3,204</u>	<u>1,792</u>	<u>6,017</u>	<u>3,603</u>
	<u>\$ 13,071</u>	<u>\$ 19,239</u>	<u>\$ 28,667</u>	<u>\$ 38,642</u>
	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
An analysis of amortization by function				
Recognized in operating costs	\$ 112	\$ 94	\$ 220	\$ 187
Recognized in operating expenses	<u>295</u>	<u>624</u>	<u>592</u>	<u>1,586</u>
	<u>\$ 407</u>	<u>\$ 718</u>	<u>\$ 812</u>	<u>\$ 1,773</u>

b. Employee benefits expense

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Post-employment benefits (Note 20)				
Defined contribution plans	\$ 9,748	\$ 9,184	\$ 19,294	\$ 17,623
Defined benefit plans	<u>700</u>	<u>654</u>	<u>1,401</u>	<u>1,294</u>
	10,448	9,838	20,695	18,917
Other employee benefits	<u>185,756</u>	<u>194,012</u>	<u>373,825</u>	<u>371,911</u>
	<u>\$ 196,204</u>	<u>\$ 203,850</u>	<u>\$ 394,520</u>	<u>\$ 390,828</u>
Employee benefits expense summarized by function				
Recognized in operating costs	\$ 160,533	\$ 164,602	\$ 320,760	\$ 313,336
Recognized in operating expenses	<u>35,671</u>	<u>39,248</u>	<u>73,760</u>	<u>77,492</u>
	<u>\$ 196,204</u>	<u>\$ 203,850</u>	<u>\$ 394,520</u>	<u>\$ 390,828</u>

In compliance with the Articles, the Company accrues the distribution of employees' compensation and remuneration of directors at rates of 2% to 10% and no higher than 3%, respectively, of net profit before income tax, employees' compensation and remuneration of directors. In accordance with the amendment to the Securities and Exchange Act in August 2024, the Company plans to adopt an amendment to its Articles of Incorporation at the 2025 shareholders' meeting, stipulating that no less than 50% of the employee compensation allocated for the year shall be distributed to non-executive employees. The compensation of employees and the remuneration of directors for the three months and six months ended June 30, 2025 and 2024 were as follows:

Estimation ratio

	For the Six Months Ended June 30, 2025	For the Six Months End June 30, 2024
Employees' compensation	3%	3%
Remuneration of directors	2%	2%

Amount

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Employees' compensation	<u>\$ 298</u>	<u>\$ 990</u>	<u>\$ 1,240</u>	<u>\$ 1,782</u>
Remuneration of directors	<u>\$ 199</u>	<u>\$ 660</u>	<u>\$ 827</u>	<u>\$ 1,188</u>

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

The appropriations of compensation of employees and remuneration of directors for 2024 and 2023, which were approved by the Company's board of directors on February 20, 2025 and February 22, 2024, respectively, are as follows:

<u>Amount</u>	<u>For the Year Ended December 31</u>	
	<u>2024</u>	<u>2023</u>
	<u>Cash</u>	<u>Cash</u>
Employees' compensation	<u>\$ 2,106</u>	<u>\$ 4,117</u>
Remuneration of directors	<u>\$ 1,404</u>	<u>\$ 2,744</u>

There was no difference between the actual amounts of the compensation of employees and the remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

Information on compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

27. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

The management considers that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values or their fair values cannot be measured reliably.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	\$ 90,042	\$ 4,728	\$ -	\$ 94,770
Limited partnership	<u>-</u>	<u>-</u>	<u>49,817</u>	<u>49,817</u>
	<u>\$ 90,042</u>	<u>\$ 4,728</u>	<u>\$ 49,817</u>	<u>\$144,587</u>
Financial assets at FVTOCI				
Investments in equity instruments				
- domestic listed preferred shares	\$128,920	\$ -	\$ -	\$128,920
- domestic unlisted ordinary shares	<u>-</u>	<u>-</u>	<u>13,244</u>	<u>13,244</u>
	<u>\$128,920</u>	<u>\$ -</u>	<u>\$ 13,244</u>	<u>\$142,164</u>

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	\$ -	\$ 6,777	\$ -	\$ 6,777
Limited partnership	<u>-</u>	<u>-</u>	<u>49,226</u>	<u>49,226</u>
	<u>\$ -</u>	<u>\$ 6,777</u>	<u>\$ 49,226</u>	<u>\$ 56,003</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
- domestic listed preferred shares	\$ 130,448	\$ -	\$ -	\$ 130,448
- domestic unlisted ordinary shares	-	-	13,439	13,439
	<u>\$ 130,448</u>	<u>\$ -</u>	<u>\$ 13,439</u>	<u>\$ 143,887</u>

June 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	\$ 6,858	\$ 12,529	\$ -	\$ 19,387
Limited partnership	-	-	24,564	24,564
	<u>\$ 6,858</u>	<u>\$ 12,529</u>	<u>\$ 24,564</u>	<u>\$ 43,951</u>

Financial assets at FVTOCI				
Investments in equity instruments				
- domestic listed preferred shares	\$ 129,904	\$ -	\$ -	\$ 129,904
- domestic unlisted ordinary shares	-	-	13,788	13,788
	<u>\$ 129,904</u>	<u>\$ -</u>	<u>\$ 13,788</u>	<u>\$ 143,692</u>

There were no transfers between Levels 1 and 2 as of the six months ended June 30, 2025 and 2024

2) Reconciliation of Level 3 fair value measurements of financial instruments:

For the six months ended June 30, 2025

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
Balance at January 1	\$ 49,226	\$ 13,439	\$ 62,665
Recognized in income (loss)	591	-	591
Recognized in other comprehensive income (loss)	-	(195)	(195)
Balance at June 30	<u>\$ 49,817</u>	<u>\$ 13,244</u>	<u>\$ 63,061</u>

For the six months ended June 30, 2024

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
Balance at January 1	\$ 24,805	\$ 13,960	\$ 38,765
Recognized in income (loss)	(241)	-	(241)
Recognized in other comprehensive income (loss)	-	(172)	(172)
Balance at June 30	<u>\$ 24,564</u>	<u>\$ 13,788</u>	<u>\$ 38,352</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Mutual funds	Using the median price of observable similar market transactions or the price of similar tools provided by the mutual fund management company.

- 4) Valuation techniques and inputs applied for the purpose of Level 3 fair value measurement

The fair values of unlisted equity securities and limited partnership - ROC were based on the fair value of net assets to determine the expected present value of the investment expectably.

c. Categories of financial instruments

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial assets</u>			
Financial assets at FVTPL	\$ 144,587	\$ 56,003	\$ 43,951
Financial assets at amortized cost (1)	2,153,321	2,540,511	2,443,419
Financial assets at FVTOCI			
Equity instruments	142,164	143,887	143,692
<u>Financial liabilities</u>			
Amortized cost (2)	2,074,986	712,815	720,725

- 1) The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, investments in debt instruments, trade receivables, other receivables and guarantee deposits.
- 2) The balances include financial liabilities measured at amortized cost, which comprise short-term borrowings, trade payables, other payables and guarantee deposits.

d. Financial risk management objectives and policies

The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include currency risk, interest rate risk, credit risk and liquidity risk. In order to reduce financial risk, the Group is committed to identify, assess and avoid the uncertainty of the market and reduce the potential downside effects against the Group's financial performance due to market fluctuations.

The corporate treasury function is reviewed by the Group's board of directors and audit committee in accordance with related rules and internal control systems. The Group should implement the overall financial management objective as well as observe the levels of delegated authority and ensure that those with delegated authority carry out their duties.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk.

a) Foreign currency risk

The Group's primary operating activities and foreign operations were in foreign currencies, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing derivative financial instruments (including forward exchange contracts and currency swap contracts). The Group could reduce but would be unable to eliminate the effect caused by foreign currency risks under the use of derivative financial products.

The Group's derivative financial instruments did not qualify under hedged items due to the fact that such products were due within one year of the initial transaction.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting period and carrying amount of derivatives with foreign currency risk exposure are set out in Note 29.

Sensitivity analysis

The following table details the Group's sensitivity to a 5% increase and decrease in the NTD against each relevant currency. The sensitivity analysis included only outstanding foreign currency denominated monetary items at the end of reporting period, and the impact on pre-tax profit and the equity.

	USD Impact (i)		EUR Impact (ii)	
	For the Six Months Ended		For the Six Months Ended	
	June 30		June 30	
	2025	2024	2025	2024
Profit or loss	\$ 10,483	\$ 12,002	\$ 2,383	\$ 2,756
	MYR Impact (iii)		JPY Impact (iv)	
	For the Six Months Ended		For the Six Months Ended	
	June 30		June 30	
	2025	2024	2025	2024
Profit or loss	\$ (4,203)	\$ (257)	\$ (2,726)	\$ (2,013)

- i. This was mainly attributable to the exposure on outstanding receivables and payables in USD which were not in cash flow hedges at the end of the reporting period.
- ii. This was mainly attributable to the exposure on outstanding receivables and payables in EUR which were not in cash flow hedges at the end of the reporting period.
- iii. This was mainly attributable to the exposure on outstanding receivables and payables in MYR which were not in cash flow hedges at the end of the reporting period.
- iv. This was mainly attributable to the exposure on outstanding receivables and bank loans in JPY which were not in cash flow hedges at the end of the reporting period.

b) Interest rate risk

Interest rate risk refers to the risk of the changes in the fair value of financial instruments and cash flow as a result of changes in the market rate.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rate at the end of the reporting period are as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Fair value interest rate risk			
Financial assets	\$ 1,452,429	\$ 1,714,455	\$ 1,727,556
Financial liabilities	1,392,859	70,786	108,279
Cash flow interest rate risk			
Financial assets	135,813	212,771	114,882

Sensitivity analysis

The sensitivity analyses were determined based on the Group's exposure to interest rates for both derivative and non-derivative instruments held for a quarter at the end of the reporting period. If interest rates had been 10 basis points higher and all other variables were held constant, the Group's profit or loss would have been as follows:

	Market Rate Change Impact For the Six Months Ended June 30	
	2025	2024
Profit or loss	\$ 68	\$ 57

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. The Group is exposed to credit risk from trade receivables, deposits and other financial instruments. Business-related credit risk is managed separately from financial-related credit risk.

a) Business-related credit risk

To maintain the quality of receivables, the Group has established operating procedures to manage credit risk.

For individual customers, risk factors considered include the customer's financial position, credit agency rating, the Group's internal credit rating and transaction history as well as current economic conditions that may affect the customer's ability to pay. The Group also has the right to use some credit protection enhancement tools, such as requiring advance payments, to reduce the credit risks involving certain customers.

As of June 30, 2025, December 31, 2024 and June 30, 2024 the Group's top ten customers collectively accounted for 91%, 85% and 87% of total trade receivables, respectively. The credit concentration risk of the remaining accounts receivable is relatively insignificant.

b) Financial-related credit risk

Credit risk from bank deposits and other financial instruments are measured and monitored by the Group's finance department. However, since the Group's counterparties are all reputable financial institutions and government agencies, there are no significant financial-related credit risks.

3) Liquidity risk

The objective of liquidity risk management is to maintain sufficient operating cash and cash equivalents in order to ensure that the Group has financial flexibility.

Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

June 30, 2025

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 681,840	\$ -	\$ -	\$ 287	\$ 682,127
Fixed interest rate instruments	<u>1,392,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,392,859</u>
	<u>\$2,074,699</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 287</u>	<u>\$2,074,986</u>

December 31, 2024

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 696,134	\$ 442	\$ -	\$ 764	\$ 697,340
Fixed interest rate instruments	15,475	-	-	-	15,475
Lease liabilities	<u>28,853</u>	<u>28,916</u>	<u>-</u>	<u>-</u>	<u>57,769</u>
	<u>\$ 740,462</u>	<u>\$ 29,358</u>	<u>\$ -</u>	<u>\$ 764</u>	<u>\$ 770,584</u>

June 30, 2024

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	Over 5 Years	Total
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 679,223	\$ 440	\$ -	\$ 793	\$ 680,456
Fixed interest rate instruments	40,269	-	-	-	40,269
Lease liabilities	<u>28,683</u>	<u>43,086</u>	<u>-</u>	<u>-</u>	<u>71,769</u>
	<u>\$ 748,175</u>	<u>\$ 43,526</u>	<u>\$ -</u>	<u>\$ 793</u>	<u>\$ 792,494</u>

28. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, had been eliminated on consolidation and are not disclosed in this note. The details of transactions between the Group and other related parties are disclosed below.

a. Related parties and their relationships

Related Party	Relationship with the Group
Walsin Technology Corporation	The Company's major institutional shareholder
INFO-TEK Corporation	Other related party
VVG INC.	Other related party
Lite-On Technology Corporation	The Company's major institutional shareholder
PSA Charitable Foundation	Other related party

b. Sales of goods

Item	Related Party Category	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2025	2024	2025	2024
Sales of goods	The Company's major institutional shareholder	\$ 688	\$ 363	\$ 1,317	\$ 363

The sales of goods to related parties were made at the Company's usual conditions which had no significant difference with other non-related parties.

c. Purchases

Related Party Category	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Other related party	\$ 6,048	\$ 7,578	\$ 10,849	\$ 12,812

The purchases from related parties were made at the Company's usual conditions which had no significant difference with other non-related parties.

d. Other income and operating expenses

Item	Related Party Category	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2025	2024	2025	2024
Operating expenses	The Company's major institutional shareholder	\$ 323	\$ 329	\$ 1,699	\$ 2,435
	Other related parties (Note)	-	436	-	731
		\$ 323	\$ 765	\$ 1,699	\$ 3,166
Other income (Recognized as operating expenses deductions)	Other related party	\$ 130	\$ 345	\$ 365	\$ 875

Note: For charity and community participation, the Company's board of directors held on February 20, 2025 and February 22, 2024 resolved to donate the PSA Charitable Foundation with a limit amount of NT\$1 million and NT\$7 hundred thousand for 2025 and 2024, respectively. It is for the foundation to handle various charitable public welfare activities.

e. Receivables from related parties (excluding loans to related parties)

Item	Related Party Category	June 30, 2025	December 31, 2024	June 30, 2024
Trade receivables	The Company's major institutional shareholder	<u>\$ 969</u>	<u>\$ 712</u>	<u>\$ 381</u>
Other receivables	Other related party-INFO-TEK Corporation	<u>\$ 1,450</u>	<u>\$ 9,468</u>	<u>\$ 1,903</u>

The outstanding trade receivables from related parties are unsecured.

f. Payables to related parties (excluding borrowings from related parties)

Item	Related Party Category	June 30, 2025	December 31, 2024	June 30, 2024
Trade payables	Other related party	<u>\$ 8,153</u>	<u>\$ 26,560</u>	<u>\$ 9,147</u>
Other payables	Other related party	<u>\$ -</u>	<u>\$ 25</u>	<u>\$ -</u>
	The Company's major institutional shareholder	<u>113</u>	<u>534</u>	<u>112</u>
		<u>\$ 113</u>	<u>\$ 559</u>	<u>\$ 112</u>

The outstanding trade payables to related parties are unsecured.

g. Prepayments

Item	Related Party Category	June 30, 2025	December 31, 2024	June 30, 2024
Other current assets	Other related party	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,446</u>

h. Compensation of key management personnel

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 1,723	\$ 1,776	\$ 3,372	\$ 4,335
Termination benefits	<u>22</u>	<u>27</u>	<u>44</u>	<u>54</u>
	<u>\$ 1,745</u>	<u>\$ 1,803</u>	<u>\$ 3,416</u>	<u>\$ 4,389</u>

The remuneration of directors and key executives was determined by the remuneration committee with regard to the performance of individuals and market trends.

29. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies are as follows:

June 30, 2025

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 1,807	29.3000 (USD:NTD)	\$ 52,957
USD	1,214	7.1529 (USD:RMB)	35,559
USD	6,074	4.2090 (USD:MYR)	177,960
EUR	852	34.2210 (EUR:NTD)	29,141
EUR	541	4.9157 (EUR:MYR)	18,586
JPY	45,451	0.2075 (JPY:NTD)	9,431
JPY	260,937	0.0069 (JPY:USD)	54,144
MYR	2,841	0.2376 (MYR:USD)	19,779
Non-monetary items			
Associates accounted for using the equity method			
JPY	6,876,775	0.2075 (JPY:NTD)	1,426,931
JPY	214,300	0.0069 (JPY:USD)	43,325

Financial liabilities

Monetary items			
USD	170	29.3000 (USD:NTD)	4,998
USD	1,768	4.2090 (USD:MYR)	51,816
JPY	309,048	0.2075 (JPY:NTD)	64,127
JPY	260,103	0.0069 (JPY:USD)	53,971
MYR	14,915	0.2376 (MYR:USD)	103,833

December 31, 2024

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 1,794	32.7350 (USD:NTD)	\$ 58,717
USD	1,757	7.2881 (USD:RMB)	57,528
USD	5,409	4.4570 (USD:MYR)	177,049
EUR	1,646	34.0313 (EUR:NTD)	56,029
EUR	467	4.6335 (EUR:MYR)	15,896
MYR	1,188	0.2244 (MYR:USD)	8,727
Non-monetary items			
Associates accounted for using the equity method			
JPY	217,928	0.0065 (JPY:USD)	46,370

(Continued)

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial liabilities</u>			
Monetary items			
USD	397	32.7350 (USD:NTD)	12,982
USD	236	7.2881 (USD:RMB)	7,722
USD	1,960	4.4570 (USD:MYR)	64,164
EUR	44	34.0313 (EUR:NTD)	1,492
EUR	45	4.6335 (EUR:MYR)	1,524
MYR	5,896	0.2244 (MYR:USD)	43,303
JPY	73,065	0.0065 (JPY:USD)	15,490

June 30, 2024

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 1,996	32.4000 (USD:NTD)	\$ 64,671
USD	2,240	7.2552 (USD:RMB)	72,584
USD	5,402	4.7020 (USD:MYR)	175,023
EUR	1,030	34.6194 (EUR:NTD)	35,665
EUR	599	5.0241 (EUR:MYR)	20,751
MYR	1,523	0.2127 (MYR:USD)	10,496
Non-monetary items			
Associates accounted for using the equity method			
JPY	226,434	0.0062 (JPY:USD)	45,486

Financial liabilities

Monetary items			
USD	289	32.4000 (USD:NTD)	9,380
USD	209	7.2552 (USD:RMB)	6,768
USD	1,731	4.7020 (USD:MYR)	56,092
EUR	38	5.0241 (EUR:MYR)	1,302
JPY	200,000	0.0062 (JPY:USD)	40,269
MYR	2,270	0.2127 (MYR:USD)	15,639

The Group is mainly exposed to the USD, EUR, MYR and JPY. The following information was aggregated by the functional currencies of the entities in the Group, and the exchange rates between the respective functional currencies and the presentation currency are disclosed. The significant realized and unrealized foreign exchange gain (loss) are as follows:

For the Three Months Ended June 30				
Functional Currency	2025		2024	
	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
NTD	1 (NTD:NTD)	\$ 5,161	1 (NTD:NTD)	\$ 800
USD	31.9700 (USD:NTD)	1,085	31.7728 (USD:NTD)	2,584
RMB	4.4055 (RMB:NTD)	(429)	4.4164 (RMB:NTD)	589
MYR	7.3115 (MYR:NTD)	<u>(4,805)</u>	6.7517 (MYR:NTD)	<u>(339)</u>
		<u>\$ 1,012</u>		<u>\$ 3,634</u>

For the Six Months Ended June 30				
Functional Currency	2025		2024	
	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
NTD	1 (NTD:NTD)	\$ 9,345	1 (NTD:NTD)	\$ 2,546
USD	31.9700 (USD:NTD)	1,179	31.7728 (USD:NTD)	2,291
RMB	4.4055 (RMB:NTD)	(800)	4.4164 (RMB:NTD)	2,060
MYR	7.3115 (MYR:NTD)	<u>(5,075)</u>	6.7517 (MYR:NTD)	<u>3,593</u>
		<u>\$ 4,649</u>		<u>\$ 10,490</u>

30. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

- 1) Financing provided: See Table 1 attached.
- 2) Endorsements/guarantees provided: None.
- 3) Significant marketable securities held (excluding investment in subsidiaries, associates and jointly controlled entities): See Table 2 attached.
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: None.
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: None.
- 6) Intercompany relationships and significant intercompany transactions: See Table 3 attached.

b. Information on investees: See Table 4 attached.

c. Information on investments in mainland China:

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investments at the end of the period, repatriations of investment income, and limit on the amount of investments in the mainland China area: See Table 5 attached.
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: See Table 6 attached.

- a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
- b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
- c) The amount of property transactions and the amount of the resultant gains or losses.
- d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purpose.
- e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds.
- f) 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 receipt of services.

31. SEGMENT INFORMATION

The Group is organized and managed as a single reportable business segment. The Group's main operations are the manufacture and sale of rubber (plastic) products, and is considered as a single segment. The basis of information reported to the chief operating decision maker is the same as the consolidated financial statements. Because the basis of segment information reported to the chief operating decision maker is the same as the consolidated financial statements, the segment revenue and results for the six months ended June 30, 2025 and 2024 can be referred to in the consolidated statements of comprehensive income and the segment assets and liabilities as of June 30, 2025 and 2024 can be referred to in the consolidated balance sheets.

TABLE 1

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

NO.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Balance as of June 30, 2025	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limit	Note
													Item	Value			
0	Silitech Technology Corporation	Silitech Electronics Sdn. Bhd.	Other Receivables from Related Parties	Yes	\$ 74,755 (US\$ 2,500)	\$ -	\$ -			\$ -	-	\$ -	None	-	\$ 1,012,304	\$ 1,012,304	Note 5
1	Silitech Technology Corporation Sdn. Bhd.	Silitech Electronics Sdn. Bhd.	Other Receivables from Related Parties	Yes	78,147 (MYR 11,000)	78,147 (MYR 11,000)	78,147 (MYR 11,000)	Not exceeding 5.5%	Short-Term Financing	-	capital expenditure and operational turnover	-	None	-	548,071	548,071	
2	Silitech (Bermuda) Holding Ltd.	Silitech Technology Corporation	Other Receivables from Related Parties	Yes	523,285 (US\$ 17,500)	523,285 (US\$ 17,500)	53,950 (JPY 260,000)	Not exceeding 5.0%	Short-Term Financing	-	operational turnover	-	None	-	712,186	712,186	

Note: According to the Company's Procedures for Regulations Governing Loaning of Funds:

1. The total amount available for loan to others shall not exceed 40% of the net worth of the Company as stated in the most recent financial statement.
2. In loaning funds to a subsidiary where the Company holds less than 50% of its common shares directly or indirectly, the aggregate amount of loans and the maximum amount permitted to such a single subsidiary shall not exceed 5% of the net worth of the Company as stated in the most recent financial statement. For a subsidiary where the Company holds more than 50% of its common shares directly or indirectly, the aforementioned restriction shall not be applicable; however, the aggregate amount of loans and the maximum amount permitted to such a single subsidiary shall not exceed 40% of the net worth of the Company as stated in the most recent financial statement.
3. Unless otherwise specified in the previous section, in loaning funds to a company or proprietor where the Company has business transactions, the aggregate amount of loans and the maximum amount permitted to such a single company shall not exceed 5% of the Company’s net worth as stated in the most recent financial statement, and the maximum amount permitted to such a single company shall not exceed the total amount of business transactions with such a borrower in one year. In loaning funds to a company or proprietor where short-term financing is needed, the aggregate amount of loans and the maximum amount permitted to such a single company shall not exceed 5% of the Company’s net worth as stated in the most recent financial statement.
4. Loaning funds between overseas companies in which the Company’s directly and indirectly holds 100% of the voting shares or loaning funds to the Company from a foreign company in which the Company’s directly and indirectly holds 100% of the voting shares is not limited to 40% of lender’s net worth as stated in its most recent financial statements. Silitech (Bermuda) Holding Ltd. and Silitech Technology Corporation Sdn. Bhd. loan funds to a foreign company in which the Company’s directly and indirectly holds 100% of the voting shares, the aggregate amount of loans and the maximum amount permitted to such a single company shall not exceed 60% of the net worth of each company as stated in the most recent financial statement.
5. The Board of Directors resolved to cancel the loaning of funds to Silitech Electronics Sdn. Bhd. by the Company on January 17, 2025.

TABLE 2

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD

JUNE 30, 2025

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Name of Held Company	Type and Name of Marketable Securities	Relationship with the Held Company	Financial Statement Account	June 30, 2025				Note
				Shares/Units (In Thousands)	Carrying Value (Foreign Currencies in Thousands)	Percentage of Ownership (%)	Fair Value (Foreign Currencies in Thousands)	
Silitech Technology Corporation	<u>Ordinary shares</u> Hotai Finance Co., Ltd. Preferred Shares B	-	Financial assets at FVTOCI- non-current	1,000	\$ 95,000	1	\$ 95,000	
	<u>Limited partnership</u> NEXUS CVC Partners Fund LP	-	Financial assets at FVTPL- non-current	-	\$ 49,817	-	\$ 49,817	
Silitech (Bermuda) Holding Ltd.	<u>Fund</u> Ms Usd Liquid Qualif Acc Fund Lvnv (Lux Listing)	-	Financial assets at FVTPL- current	-	US\$ 2,811		US\$ 2,811	
	<u>Corporate bond</u> National Australia Bank Ltd	-	Financial assets at amortized cost- current	-	US\$ 2,502		-	
	HSBC Holdings Plc	-	Financial assets at amortized cost- non-current	-	US\$ 1,663		-	
	Prudential Funding Asia Plc	-	"	-	US\$ 2,324		-	
	BPCE SA	-	"	-	US\$ 2,400		-	
	Sumitomo Mitsui Trust Bank Ltd	-	"	-	US\$ 1,810		-	
	Saudi Arabian Oil	-	"	-	US\$ 1,781		-	
	Nestle Holdings Inc	-	"	-	US\$ 2,069		-	

Note: For information regarding investments in subsidiaries and related parties, please refer to Table 4 and 5.

TABLE 3

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transaction			
				Financial Statement Item	Amount	Terms	Percentage of Consolidated Net Revenue or Total Assets (%) (Note 3)
0	Silitech Technology Corporation	Silitech Technology Corporation Sdn. Bhd.	a.	Management service revenue	\$ 19,176	Determined by contract	2
1	Silitech (Bermuda) Holding Ltd.	Silitech Technology Corporation	b.	Other receivables	53,977	No significant difference	1
2	Silitech Technology Corp. Sdn. Bhd.	Silitech Electronics Sdn. Bhd.	c.	Other receivables	77,947	No significant difference	2

Note 1: The Parent Company and its subsidiaries are coded as follows:

- a. The Parent Company is coded “0”.
- b. The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Nature of relationships are coded as follows:

- a. From the Parent Company to its subsidiary.
- b. From a subsidiary to its Parent Company.
- c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenue or total assets. For balance sheet items, each item’s end-of-period balance is shown as a percentage to the consolidated total assets as of June 30, 2025. For profit or loss items, cumulative amounts are shown as percentages to consolidated total operating revenue for the six months ended June 30, 2025.

Note 4: The table above only discloses related-party transactions which are material.

TABLE 4

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of June 30, 2025			Net Income (Losses) of the Investee	Share of Profits/(Losses) of Investee	Note
				June 30, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Value			
Silitech Technology Corporation	Silitech (BVI) Holding Ltd.	British Virgin Islands	Investment activities	US\$ 29,028	US\$ 29,028	29,028,390	100	\$ 1,204,909	US\$ 523	\$ 16,940	Subsidiary (Note 1)
	Silitech Technology Corporation Sdn. Bhd.	Malaysia	Manufacture of computer peripheral products	US\$ 23,154	US\$ 23,154	21,400,000	100	913,452	MYR 3,623	26,487	Subsidiary (Note 1)
	Silitech Electronics Sdn. Bhd.	Malaysia	Manufacture of telecommunications and communications equipment	US\$ 3,018	US\$ 3,018	40,000,000	100	57,583	(US\$ 901)	(16,759)	Subsidiary (Note 1)
	Silitech Japan Investment G.K.	Japan	Investment activities	JPY 1,000	JPY -	-	100	144	(JPY 304)	(63)	Subsidiary (Note 1)
	FDK Corporation	Japan	Manufacture and sale of various batteries and electronic devices	JPY 6,754,419	JPY -	15,527,400	45	1,426,931	(JPY 86,017)	(7,985)	Associate
Silitech (BVI) Holding Ltd.	Silitech (Bermuda) Holding Ltd.	Bermuda	Investment activities	US\$ 28,978	US\$ 28,978	28,978,390	100	US\$ 40,511	US\$ 549	N/A	Sub-subsiidiary (Note 1)
Silitech (Bermuda) Holding Ltd.	Silitech Technology Corporation Limited	Hong Kong	Manufacture of plastic and computer peripheral products	US\$ 8,000	US\$ 8,000	62,400,000	100	US\$ 3,851	RMB 39	N/A	Sub-subsiidiary (Note 1)
	PSA Japan Investment G.K.	Japan	Investment activities	US\$ 1,437	US\$ 1,437	-	3	US\$ 1,479	(JPY 187,805)	N/A	Associate

Note 1: All amounts have been eliminated upon consolidation.

Note 2: Refer to Table 5 for information on investments in mainland China.

TABLE 5

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investments from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investments from Taiwan as of June 30, 2025	Net Income (Losses) of the Investee Company	Percentage of Ownership (%)	Share of Profits/(Losses) (Note 2)	Carrying Amount as of June 30, 2025	Accumulated Inward Remittance of Earnings as of June 30, 2025	Note
					Outflow	Inflow							
Xurong Electronic (Shenzhen) Co., Ltd.	Sale of touch panels and plastic and rubber assemblies	\$ 82,040 (US\$ 2,800)	Note 1	\$ 203,354	\$ -	\$ -	\$ 203,354	\$ (363) (RMB -82)	100	\$ (363) (RMB -82)	\$ 46,300 (RMB 11,303)	\$ 4,246,127 (US\$ 122,919) (RMB 71,822)	Note 6
Silitech Technology (Suzhou) Co., Ltd.	Manufacture and sale of automotive parts	-	Note 1	1,025,500 (US\$ 35,000)	-	-	1,025,500 (US\$ 35,000)	-	-	-	-	1,227,428 (US\$ 8,796) (RMB 214,783)	

Accumulated Investments in Mainland China as of June 30,2025	Investment Amounts Authorized by the Investment Commission, MOEA	Upper Limit on Investment
\$ 1,316,754 (Note 4) (US\$ 38,000) (NT\$ 203,354)	\$ 1,460,471 (Note 4) (US\$ 42,905) (NT\$ 203,354)	\$6,992,012 (Note 3)

- Note 1: Indirect investment in mainland China through holding companies located in a third country.
- Note 2: All the financial statements used as basis for calculating the investment amounts were not reviewed by the independent auditors.
- Note 3: The Company’s upper limit on investments in China (calculated based on the higher of 60% of Silitech Technology Corporation’s net worth or consolidated net worth of \$80 million, plus accumulated inward remittance of share capital or earnings from subsidiaries in mainland China): \$2,530,761 (net worth) × 60% + \$5,473,555 = \$6,992,012.
- Note 4: Investment amounts approved by the Ministry of Economic Affairs, R.O.C. are as follows:

Name of Investee	Order No.	Approved Amount
Xurong Electronic (Shenzhen) Co., Ltd.	091030841	NT\$ 203,354
Silitech Electronic (Changshu) Ltd. (liquidated in October 2010)	093032599	US\$ 3,000
Silitech Technology (Suzhou) Co., Ltd. (liquidated in January 2020)(Note 6)	10930007090	US\$ (43,000)
Silitech Technology (Suzhou) Co., Ltd. (liquidated in January 2020)(Note 6)	09600170390	US\$ 20,000
Silitech Technology (Suzhou) Co., Ltd. (liquidated in January 2020)(Note 6)	09600164790	US\$ 2,000
Silitech Technology (Suzhou) Co., Ltd. (liquidated in January 2020)(Note 6)	09500326290	US\$ 11,000
Silitech Technology (Suzhou) Co., Ltd. (liquidated in January 2020)(Note 6)	09700434630	US\$ 45,000
Silitech Plating (Shenzhen) Co., Ltd. (liquidated in September 2012)	09500004400	US\$ 605
Suzhou Xulong Mold Producing Co., Ltd. (liquidated in May 2018)(Notes 5 and 7)	09700063560	US\$ 1,200
Suzhou Xulong Mold Producing Co., Ltd. (liquidated in May 2018)(Notes 5 and 7)	10000321080	US\$ 1,500
Silitech Surface Treatment (Shenzhen) Co., Ltd. (liquidated in December 2012)	09900449200	US\$ 1,600

- Note 5: Including accumulated investments of US\$2,700 thousand which are not from Taiwan (R.O.C).
- Note 6: Silitech Technology (Suzhou) Co., Ltd. was dissolved after liquidation in January 2020. The share capital of RMB21,720 thousand was remitted to Silitech (Bermuda) Holding Ltd.
- Note 7: Suzhou Xulong Mold Producing Co., Ltd. was dissolved after liquidation in May 2018. The share capital of US\$58 thousand was remitted to Silitech Technology Corporation Limited and was approved on June 25, 2018 by Order No. 10730038150.
- Note 8: All intercompany investments have been eliminated upon consolidation.

SILITECH TECHNOLOGY CORPORATION AND SUBSIDIARIES

SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(Amounts in Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Transaction Type	Purchase/Sale		Price	Transaction Details		Notes/Accounts Receivable (Payable)		Unrealized
		Amount	Percentage (%)		Payment Terms	Comparison with Normal Transactions	Ending Balance	Percentage (%)	
Xurong Electronic (Shenzhen) Co., Ltd. (Note)	Purchase	\$ 3,212	1	No significant difference	90 days	90-120 days	\$ (691)	-	\$ -

Note: Eliminated upon consolidation.