

**ZHEN DING TECHNOLOGY HOLDING  
LIMITED AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS AND  
REVIEW REPORT OF INDEPENDENT ACCOUNTANTS  
FOR THE NINE-MONTH PERIODS ENDED  
SEPTEMBER 30, 2025 AND 2024**

---

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

## REVIEW REPORT OF INDEPENDENT ACCOUNTANTS

To the Board of Directors and Shareholders of Zhen Ding Technology Holding Limited

### Introduction

We have reviewed the accompanying consolidated balance sheets of Zhen Ding Technology Holding Limited and its subsidiaries as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month periods and nine-month periods ended September 30, 2025 and 2024; consolidated statements of changes in equity and of cash flows for the nine-month periods then ended September 30, 2025 and 2024; and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting”, as endorsed and issued into effect by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### Scope of Review

We conducted our reviews in accordance with the TWSRE No. 2410 “Review of Financial Information Performed by the Independent Auditor of the Entity” in the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Zhen Ding Technology Holding Limited and its subsidiaries as at September 30, 2025 and 2024, and of its consolidated financial performance for the three-month and nine-month periods then ended September 30, 2025 and 2024 and its consolidated cash flows for the nine-month period then ended September 30, 2025 and 2024 in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and issued into effect by the Financial Supervisory Commission.

Sheng-Chung Hsu

Chieh-Ju Hsu

For and on behalf of PricewaterhouseCoopers, Taiwan  
November 11, 2025

---

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

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2025; DECEMBER 31, 2024 AND SEPTEMBER 30, 2024**

(Expressed in thousands of New Taiwan dollars)

			September 30, 2025		December 31, 2024		September 30, 2024	
Assets		Notes	Amount	%	Amount	%	Amount	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 76,608,120	28	\$ 79,502,013	30	\$ 64,714,432	25
1136	Current financial assets at amortised cost	6(3)	-	-	327,850	-	-	-
1170	Accounts receivable, net	6(4)	25,791,385	9	26,920,233	10	31,543,690	12
1180	Accounts receivable due from related parties, net	6(4) and 7	4,401,097	2	3,262,888	1	3,601,577	1
1200	Other receivables	6(5)	416,493	-	775,487	-	529,910	-
130X	Inventories	6(6)	22,419,666	8	17,989,585	7	24,798,843	10
1410	Prepayments	6(5)	3,859,666	2	3,725,689	2	3,180,190	1
1470	Other current assets	8	4,303	-	4,879	-	4,743	-
11XX	Total current assets		133,500,730	49	132,508,624	50	128,373,385	49
Non-current assets								
1510	Non-current financial assets at fair value through profit or loss	6(2)	2,302,049	1	1,753,687	1	1,729,616	1
1517	Non-current financial assets at fair value through other comprehensive income	6(7)	3,804,477	1	1,768,742	1	1,742,622	1
1550	Investments accounted for using equity method		3,408	-	22,444	-	5,985	-
1600	Property, plant and equipment	6(8)	115,754,263	42	110,172,595	41	106,737,352	41
1755	Right-of-use assets	6(9)	9,278,196	3	9,229,121	3	9,172,404	3
1760	Investment property, net	6(10)	2,987,827	1	3,289,200	1	4,288,904	2
1780	Intangible assets	6(11)	1,794,531	1	2,096,679	1	2,119,310	1
1840	Deferred income tax assets		3,082,605	1	3,105,262	1	3,611,313	1
1990	Other non-current assets	6(12) and 8	2,279,682	1	2,046,938	1	1,904,605	1
15XX	Total non-current assets		141,287,038	51	133,484,668	50	131,312,111	51
1XXX	Total assets		\$ 274,787,768	100	\$ 265,993,292	100	\$ 259,685,496	100

(Continued)

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2025; DECEMBER 31, 2024 AND SEPTEMBER 30, 2024**

(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	September 30, 2025		December 31, 2024		September 30, 2024	
			Amount	%	Amount	%	Amount	%
	<b>Current liabilities</b>							
2100	Short-term borrowings	6(13)	\$ 27,278,441	10	\$ 21,706,441	8	\$ 22,159,728	9
2170	Accounts payable		22,935,921	9	20,654,870	8	23,309,819	9
2180	Accounts payable to related parties	7	920,881	-	1,061,617	-	1,543,160	1
2200	Other payables	6(14)	19,653,267	7	19,141,301	7	18,922,825	7
2230	Current income tax liabilities		1,129,337	1	1,193,279	1	783,940	-
2280	Current lease liabilities		240,287	-	246,902	-	216,114	-
2320	Long-term liabilities, current portion	6(16)	8,791,545	3	1,333,125	1	1,112,766	-
2399	Other current liabilities		2,938,136	1	3,866,715	1	3,951,504	2
21XX	<b>Total current liabilities</b>		<u>83,887,815</u>	<u>31</u>	<u>69,204,250</u>	<u>26</u>	<u>71,999,856</u>	<u>28</u>
	<b>Non-current liabilities</b>							
2530	Bonds payable	6(15)	13,697,332	5	11,601,604	4	11,043,801	4
2540	Long-term borrowings	6(16)	14,231,941	5	22,410,057	9	21,943,478	9
2570	Deferred income tax liabilities		3,035,031	1	2,896,003	1	2,875,811	1
2580	Non-current lease liabilities		669,248	-	872,602	-	845,023	-
2600	Other non-current liabilities		5,457,299	2	6,985,166	3	6,890,675	3
25XX	<b>Total non-current liabilities</b>		<u>37,090,851</u>	<u>13</u>	<u>44,765,432</u>	<u>17</u>	<u>43,598,788</u>	<u>17</u>
2XXX	<b>Total liabilities</b>		<u>120,978,666</u>	<u>44</u>	<u>113,969,682</u>	<u>43</u>	<u>115,598,644</u>	<u>45</u>
	<b>Equity</b>							
	<b>Equity attributable to owners of parent</b>							
	Share capital	6(19)						
3110	Ordinary shares		10,406,230	4	9,566,525	4	9,566,525	4
	Capital surplus	6(20)						
3200	Capital surplus		49,837,756	18	40,540,212	15	40,473,763	15
	Retained earnings	6(21)						
3310	Legal reserve		9,957,354	4	9,036,250	3	9,036,250	4
3320	Special reserve		189,408	-	5,120,220	2	5,120,220	2
3350	Unappropriated retained earnings		48,104,974	17	45,001,928	17	40,607,361	16
	Other equity interest	6(22)						
3400	Other equity interest		( 5,456,369)	( 2)	( 189,408)	-	( 1,312,756)	( 1)
3500	Treasury shares	6(19)	( 52,202)	-	( 257,489)	-	( 257,489)	-
31XX	<b>Equity attributable to owners of parent</b>		<u>112,987,151</u>	<u>41</u>	<u>108,818,238</u>	<u>41</u>	<u>103,233,874</u>	<u>40</u>
36XX	<b>Non-controlling interests</b>		<u>40,821,951</u>	<u>15</u>	<u>43,205,372</u>	<u>16</u>	<u>40,852,978</u>	<u>15</u>
3XXX	<b>Total equity</b>		<u>153,809,102</u>	<u>56</u>	<u>152,023,610</u>	<u>57</u>	<u>144,086,852</u>	<u>55</u>
	Significant contingent liabilities and unrecognised contract commitments	9						
	Significant disaster loss	10						
	Significant events after the balance sheet date	11						
3X2X	<b>Total liabilities and equity</b>		<u>\$ 274,787,768</u>	<u>100</u>	<u>\$ 265,993,292</u>	<u>100</u>	<u>\$ 259,685,496</u>	<u>100</u>

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

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024**

(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Item	Notes	Three-month period ended September 30, 2025		Three-month period ended September 30, 2024		Nine-month period ended September 30, 2025		Nine-month period ended September 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue	6(23), 7 and 14	\$ 47,366,168	100	\$ 50,608,998	100	\$ 125,651,516	100	\$ 115,530,587	100
5000 Operating costs	6(6) and 7	( 36,955,763)	( 78)	( 39,203,350)	( 77)	( 102,345,189)	( 81)	( 94,540,582)	( 82)
5950 Gross profit from operations		<u>10,410,405</u>	<u>22</u>	<u>11,405,648</u>	<u>23</u>	<u>23,306,327</u>	<u>19</u>	<u>20,990,005</u>	<u>18</u>
Operating expenses	6(24)								
6100 Selling expenses		( 629,548)	( 1)	( 614,837)	( 1)	( 1,607,981)	( 1)	( 1,528,902)	( 1)
6200 Administrative expenses		( 2,236,067)	( 5)	( 1,641,848)	( 3)	( 5,529,700)	( 4)	( 4,763,530)	( 4)
6300 Research and development expenses		( 2,980,667)	( 6)	( 3,175,054)	( 7)	( 8,153,832)	( 7)	( 8,667,759)	( 8)
6450 (Expected credit loss) reversal of impairment loss in accordance with IFRS 9	12	( 34,172)	-	( 40,845)	-	( 4,145)	-	2,271	-
6000 Total operating expenses		<u>( 5,880,454)</u>	<u>( 12)</u>	<u>( 5,472,584)</u>	<u>( 11)</u>	<u>( 15,295,658)</u>	<u>( 12)</u>	<u>( 14,957,920)</u>	<u>( 13)</u>
6900 Net operating income		<u>4,529,951</u>	<u>10</u>	<u>5,933,064</u>	<u>12</u>	<u>8,010,669</u>	<u>7</u>	<u>6,032,085</u>	<u>5</u>
Non-operating income and expenses									
7100 Interest income	6(26)	549,448	1	722,581	1	1,886,438	1	2,230,758	2
7010 Other income	6(27)	361,059	1	263,344	-	896,341	1	798,324	1
7020 Other gains and losses	6(28)	( 273,321)	( 1)	( 1,053,084)	( 2)	( 749,724)	( 1)	( 14,805)	-
7050 Finance costs	6(29)	( 502,793)	( 1)	( 581,597)	( 1)	( 1,635,323)	( 1)	( 1,747,898)	( 2)
7060 Share of loss of associates and joint ventures accounted for using equity method		( 3,137)	-	( 6,474)	-	( 18,556)	-	( 13,197)	-
7000 Total non-operating income and expenses		<u>131,256</u>	<u>-</u>	<u>( 655,230)</u>	<u>( 2)</u>	<u>379,176</u>	<u>-</u>	<u>1,253,182</u>	<u>1</u>
7900 Profit before income tax		<u>4,661,207</u>	<u>10</u>	<u>5,277,834</u>	<u>10</u>	<u>8,389,845</u>	<u>7</u>	<u>7,285,267</u>	<u>6</u>
7950 Income tax expense	6(30)	( 1,071,981)	( 2)	( 526,538)	( 1)	( 2,388,037)	( 2)	( 430,592)	-
8200 Profit		<u>\$ 3,589,226</u>	<u>8</u>	<u>\$ 4,751,296</u>	<u>9</u>	<u>\$ 6,001,808</u>	<u>5</u>	<u>\$ 6,854,675</u>	<u>6</u>

(Continued)

ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

			Three-month period ended September 30, 2025		Three-month period ended September 30, 2024		Nine-month period ended September 30, 2025		Nine-month period ended September 30, 2024	
Item		Notes	Amount	%	Amount	%	Amount	%	Amount	%
<b>Other comprehensive income</b>										
<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>										
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	6(7)(22)	\$ 1,250,760	3	\$ 62,640	-	\$ 1,717,935	1	( \$ 205,615 )	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(30)	( 232,639 )	( 1 )	( 9,593 )	-	( 306,404 )	-	40,605	-
8310	Other comprehensive income (loss) that will not be reclassified to profit or loss		1,018,121	2	53,047	-	1,411,531	1	( 165,010 )	-
<b>Components of other comprehensive income that will be reclassified to profit or loss</b>										
8361	Exchange differences on translation of foreign financial statements	6(22)	5,721,692	12	( 1,058,512 )	( 2 )	( 8,892,892 )	( 7 )	5,549,854	5
8300	<b>Other comprehensive income (loss)</b>		\$ 6,739,813	14	(\$ 1,005,465 )	( 2 )	(\$ 7,481,361 )	( 6 )	\$ 5,384,844	5
8500	<b>Total comprehensive income (loss)</b>		\$ 10,329,039	22	\$ 3,745,831	7	(\$ 1,479,553 )	( 1 )	\$ 12,239,519	11
Profit attributable to:										
8610	Owners of the parent		\$ 2,391,742	5	\$ 3,353,189	6	\$ 3,629,226	3	\$ 4,816,482	4
8620	Non-controlling interests		1,197,484	3	1,398,107	3	2,372,582	2	2,038,193	2
			\$ 3,589,226	8	\$ 4,751,296	9	\$ 6,001,808	5	\$ 6,854,675	6
Comprehensive income (loss) attributable to:										
8710	Owners of the parent		\$ 7,097,423	15	\$ 2,609,880	5	( \$ 1,581,691 )	( 1 )	\$ 8,623,946	8
8720	Non-controlling interests		3,231,616	7	1,135,951	2	102,138	-	3,615,573	3
			\$ 10,329,039	22	\$ 3,745,831	7	(\$ 1,479,553 )	( 1 )	\$ 12,239,519	11
Basic earnings per share										
9750	Basic earnings per share	6(31)	\$ 2.46		\$ 3.52		\$ 3.79		\$ 5.08	
Diluted earnings per share										
9850	Diluted earnings per share	6(31)	\$ 2.34		\$ 3.31		\$ 3.79		\$ 4.99	

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

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024**

(Expressed in thousands of New Taiwan dollars)

Equity attributable to owners of parent												
		Retained earnings					Other equity interest					
	Notes	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statement translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares	Total	Non-controlling interests	Total equity
Nine-month period ended September 30, 2024												
Balance at January 1, 2024		\$ 9,470,492	\$ 38,555,914	\$ 8,417,315	\$ 2,882,437	\$ 41,749,184	( \$ 5,609,453)	\$ 489,233	( \$ 257,489)	\$ 95,697,633	\$ 38,628,215	\$ 134,325,848
Profit for the period		-	-	-	-	4,816,482	-	-	-	4,816,482	2,038,193	6,854,675
Other comprehensive income (loss) for the period	6(22)	-	-	-	-	-	3,912,080	( 104,616)	-	3,807,464	1,577,380	5,384,844
Total comprehensive income (loss)		-	-	-	-	4,816,482	3,912,080	( 104,616)	-	8,623,946	3,615,573	12,239,519
Appropriations of 2023 earnings:	6(21)											
Legal reserve		-	-	618,935	-	( 618,935)	-	-	-	-	-	-
Special reserve		-	-	-	2,237,783	( 2,237,783)	-	-	-	-	-	-
Cash dividends		-	-	-	-	( 3,101,587)	-	-	-	( 3,101,587)	-	( 3,101,587)
Issuance of overseas convertible bonds recognized as warrants	6(15)	-	1,015,416	-	-	-	-	-	-	1,015,416	-	1,015,416
Conversion of convertible bonds		96,033	866,806	-	-	-	-	-	-	962,839	-	962,839
Compensation cost of employee restricted stock	6(20)	-	28,771	-	-	-	-	-	-	28,771	11,045	39,816
Adjustments of capital surplus for company's cash dividends received by subsidiaries	6(20)	-	6,856	-	-	-	-	-	-	6,856	-	6,856
Change in non-controlling interests - acquisition of shares of the subsidiary	6(32)	-	-	-	-	-	-	-	-	-	91,885	91,885
Change in non-controlling interests - distribution of retained earnings by subsidiaries		-	-	-	-	-	-	-	-	-	( 1,493,740)	( 1,493,740)
Balance at September 30, 2024		\$ 9,566,525	\$ 40,473,763	\$ 9,036,250	\$ 5,120,220	\$ 40,607,361	( \$ 1,697,373)	\$ 384,617	( \$ 257,489)	\$ 103,233,874	\$ 40,852,978	\$ 144,086,852
Nine-month period ended September 30, 2025												
Balance at January 1, 2025		\$ 9,566,525	\$ 40,540,212	\$ 9,036,250	\$ 5,120,220	\$ 45,001,928	( \$ 584,774)	\$ 395,366	( \$ 257,489)	\$ 108,818,238	\$ 43,205,372	\$ 152,023,610
Profit for the period		-	-	-	-	3,629,226	-	-	-	3,629,226	2,372,582	6,001,808
Other comprehensive income (loss) for the period	6(22)	-	-	-	-	-	( 6,235,208)	1,024,291	-	( 5,210,917)	( 2,270,444)	( 7,481,361)
Total comprehensive income (loss)		-	-	-	-	3,629,226	( 6,235,208)	1,024,291	-	( 1,581,691)	102,138	( 1,479,553)
Appropriations of 2024 earnings:	6(21)											
Legal reserve		-	-	921,104	-	( 921,104)	-	-	-	-	-	-
Special reserve		-	-	-	( 4,930,812)	4,930,812	-	-	-	-	-	-
Cash dividends		-	-	-	-	( 4,591,932)	-	-	-	( 4,591,932)	-	( 4,591,932)
Issuance of overseas convertible bonds recognized as warrants	6(15)	-	1,522,717	-	-	-	-	-	-	1,522,717	-	1,522,717
Conversion of convertible bonds	6(15)	839,705	7,514,958	-	-	-	-	-	-	8,354,663	-	8,354,663
Compensation cost of employee restricted stock	6(20)	-	165,301	-	-	-	-	-	-	165,301	62,386	227,687
Recognition of changes in ownership interests in subsidiaries	6(32)	-	11,862	-	-	-	-	-	-	11,862	81,552	93,414
Change in non-controlling interests - distribution of retained earnings by subsidiaries		-	-	-	-	-	-	-	-	-	( 2,629,497)	( 2,629,497)
Disposal of equity instruments at fair value through other comprehensive income	6(7)	-	-	-	-	56,044	-	( 56,044)	-	-	-	-
Subsidiary's sale of parent company's stocks	6(19)	-	82,706	-	-	-	-	-	205,287	287,993	-	287,993
Balance at September 30, 2025		\$ 10,406,230	\$ 49,837,756	\$ 9,957,354	\$ 189,408	\$ 48,104,974	( \$ 6,819,982)	\$ 1,363,613	( \$ 52,202)	\$ 112,987,151	\$ 40,821,951	\$ 153,809,102

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

ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars)

	Notes	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 8,389,845	\$ 7,285,267
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(24)	13,398,267	12,676,694
Amortisation	6(24)	378,998	416,924
(Gain) loss on financial assets or liabilities at fair value through profit or loss, net	6(2)	( 347,969 )	194,390
Expected credit loss (gain) in accordance with IFRS 9	12	4,145	( 2,271 )
Loss (gain) on disposal of property, plant and equipment	6(28)	184,402	( 23,927 )
Interest income	6(26)	( 1,886,438 )	( 2,230,758 )
Dividend income		( 89,000 )	( 47,921 )
Interest expenses	6(29)	1,635,323	1,747,898
Share of loss of associates and joint ventures accounted for using equity method		18,556	13,197
Share-based payment	6(18)	227,687	39,816
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable		( 205,184 )	( 194,079 )
Accounts receivable		( 259,359 )	( 4,928,331 )
Accounts receivable due from related parties		( 1,363,390 )	( 90,954 )
Other receivables		( 94,169 )	( 114,818 )
Inventories		( 6,304,461 )	( 9,827,389 )
Prepayments		13,966	( 26,935 )
Changes in operating liabilities			
Accounts payable		3,566,470	4,044,625
Accounts payable to related parties		( 77,748 )	435,687
Other payables		( 45,739 )	1,636,728
Other current liabilities		( 158,956 )	1,913
Cash inflow generated from operations		16,985,246	11,005,756
Income tax paid		( 1,578,531 )	( 1,602,055 )
Net cash flows from operating activities		15,406,715	9,403,701

(Continued)



**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024**

(Expressed in thousands of New Taiwan dollars)

	Notes	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>			
Acquisition of financial assets at fair value through profit or loss		( \$ 366,489 )	( \$ 187,069 )
Decrease in current financial assets at amortised cost		312,137	4,746,737
Acquisition of financial assets at fair value through other comprehensive income		( 592,383 )	( 135,500 )
Proceeds from disposal of financial assets at fair value through other comprehensive income		119,775	32,521
Acquisition of property, plant and equipment	6(32)	( 24,440,656 )	( 11,474,001 )
Proceeds from disposal of property, plant and equipment		244,427	152,432
Acquisition of intangible assets		( 57,739 )	( 753 )
Increase of other non-current assets		( 116,904 )	( 23,785 )
Increase in other non-current liabilities		125,879	481,801
Collected income distribution	6(2)	82,949	10,813
Interest received		1,909,757	2,111,724
Dividend received		89,000	47,921
Net cash flows used in investing activities		( 22,690,247 )	( 4,237,159 )
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>			
Increase in short-term borrowings	6(32)	51,335,169	3,610,278
Decrease in short-term borrowings	6(32)	( 45,203,633 )	( 16,170,914 )
Proceeds from long-term borrowings	6(32)	1,814,492	4,363,512
Repayments of long-term borrowings	6(32)	( 994,479 )	( 1,240,543 )
Decrease in guarantee deposits received	6(32)	( 1,813,823 )	( 2,322,081 )
Proceeds from issuance of convertible bonds	6(32)	12,106,854	12,468,383
Payments of lease liabilities	6(32)	( 232,825 )	( 242,795 )
Cash dividends paid	6(21)	( 4,591,932 )	( 3,101,587 )
Interest paid		( 1,192,274 )	( 1,334,776 )
Subsidiary's sale of parent company's stocks	6(19)	287,993	-
Change in non-controlling interests - acquisition of shares of the subsidiary		-	91,885
Change in non-controlling interests - distribution of retained earnings by subsidiaries		( 2,629,497 )	( 1,493,740 )
Net cash flows from (used in) financing activities		8,886,045	( 5,372,378 )
Effect of exchange rates on cash and cash equivalents		( 4,496,406 )	3,499,498
Net (decrease) increase in cash and cash equivalents		( 2,893,893 )	3,293,662
Cash and cash equivalents at beginning of period		79,502,013	61,420,770
Cash and cash equivalents at end of period		\$ 76,608,120	\$ 64,714,432

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

ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

Zhen Ding Technology Holding Limited ('the Company', formerly named as Foxconn Advanced Technology Limited) was incorporated in the Cayman Islands in June 2006. According to the resolution of the Board of Directors in May 2011, the Company was renamed to Zhen Ding Technology Holding Limited and related registration was completed in July 2011. The Company's registration address is P.O. Box 31119 Grand Pavilion Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands. The Company and its subsidiaries (collectively referred herein as 'the Group') are engaged in manufacturing, processing and selling printed circuit boards (the 'PCB'). The Company has been listed on the Taiwan Stock Exchange since December 26, 2011.

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

The consolidated financial statements were authorized for issuance by the Board of Directors on November 11, 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

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

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendment to IAS 21, 'Lack of exchangeability'	January 1, 2025

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

(2) Effects of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

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

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

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment. The quantitative impact will be disclosed when the assessment is complete.

A. Specific provisions of Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments

- (a) Clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion, covering contractual terms that can change cash flows based on contingent events (for example, interest rates linked to ESG targets), non-recourse features and contractually-linked instruments.
- (b) Add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets), including a qualitative description of the nature of the contingent event, quantitative information about the possible changes to contractual cash flows that could result from those contractual terms and the gross carrying amount of financial assets and amortized cost of financial liabilities subject to these contractual terms.
- (c) Clarify the date of recognition and derecognition of some financial assets and liabilities, with a new exception relating to the derecognition of a financial liability (or part of a financial liability) settled through an electronic cash transfer system. Applying the exception, an entity is permitted to derecognise a financial liability at an earlier date if, and only if, the entity has initiated a payment instruction and specific conditions are met. The conditions for the exception are that the entity making the payment does not have:
  - i. the practical ability to withdraw, stop or cancel the payment instruction;
  - ii. the practical ability to access the cash used for settlement; and
  - iii. significant settlement risk.
- (d) Update the disclosures for equity instruments designated at fair value through other comprehensive income (FVOCI). The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognised during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognised during that reporting period.

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

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

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by IASB
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027 (note)
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027

Note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

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

A. IFRS 18, 'Presentation and disclosure in financial statements'

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Except as stated otherwise, the principal accounting policies applied in the preparation of these consolidated financial statements have been consistently applied to all the periods presented.

(1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34 'Interim Financial Reporting' as endorsed and issued into effect by the FSC.

(2) Basis of preparation

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

- (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
- (b) Financial assets at fair value through other comprehensive income.
- (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The items involving a higher degree of judgement or complexity, or items where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements

- (a) All subsidiaries are included in the Group's consolidated financial statements. 'Subsidiaries' are all entities controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
- (b) Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

- (c) The profit or loss and each component of other comprehensive income shall be attributed to the owners of the parent and to the non-controlling interests, and total comprehensive income shall also be attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.
- (d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary are equity transactions (i.e., transactions with owners in their capacity as owners). It shall be recognised directly in equity and difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received.
- (e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

Name of Investor	Name of subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	Zhen Ding Technology Co., Ltd.	Trading company	100	100	100	
The Company	Monterey Park Finance Limited (B.V.I.)	Holding company	100	100	100	
The Company	Zhen Ding Technology Singapore Private Limited (Singapore)	Holding company	100	100	100	
The Company	Boardtek Electronics Corporation	Manufacturing company	100	100	100	
Zhen Ding Technology Co., Ltd.	FAT Holdings Limited (Cayman)	Holding company	100	100	100	
Monterey Park Finance Limited (B.V.I.)	Coppertone Enterprises Limited (B.V.I.)	Holding company	100	100	100	
Monterey Park Finance Limited (B.V.I.)	Pacific Fair International Limited (Hongkong)	Holding company	100	100	100	

Name of Investor	Name of subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Monterey Park Finance Limited (B.V.I.)	Huaian Jia Wei Industrial Development Co., Ltd.	Trading company	100	100	100	
Monterey Park Finance Limited (B.V.I.)	Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Manufacturing company	55.99	55.99	55.99	
Monterey Park Finance Limited (B.V.I.)	Leading Interconnect Semiconductor Technology Limited (Cayman)	Holding company	100	-	-	(f)
Monterey Park Finance Limited (B.V.I.)	Yaoding Environmental Energy Technology (Shenzhen) Limited	Environmental protection and energy conservation service company	-	-	-	(e)
Huaian Jia Wei Industrial Development Co., Ltd.	Huaian ChengXin Park Management Co., Ltd.	Property management company	47	47	-	(d)
Leading Interconnect Semiconductor Technology Limited (Cayman)	BRAI Technology Co., Ltd.	Manufacturing company	100	-	-	(i)
Coppertone Enterprises Limited (B.V.I.)	Mayco Industrial Limited (Hongkong)	Holding company	100	100	100	
Mayco Industrial Limited (Hongkong)	Avary Holding (Shenzhen) Co., Limited	Manufacturing company	66.50	66.54	66.54	(j)
Pacific Fair International Limited (Hongkong)	Avary Holding (Shenzhen) Co., Limited	Manufacturing company	5.74	5.74	5.74	(j)
Avary Holding (Shenzhen) Co., Limited	Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Manufacturing company	13.72	13.72	13.72	

Name of Investor	Name of subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Avary Holding (Shenzhen) Co., Limited	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Manufacturing company	100	100	100	
Avary Holding (Shenzhen) Co., Limited	Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Manufacturing company	100	100	100	
Avary Holding (Shenzhen) Co., Limited	Yu Ding Precision Electronics (Huaian) Co., Ltd.	Manufacturing company	-	-	-	(b)
Avary Holding (Shenzhen) Co., Limited	Qing Ding Precision Electronics (Huaian) Co., Ltd.	Manufacturing company	100	100	100	(b)
Avary Holding (Shenzhen) Co., Limited	Fu Bo Industry (Shenzhen) Co., Ltd.	Manufacturing company	100	100	100	
Avary Holding (Shenzhen) Co., Limited	Kui Sheng Technology (Shenzhen) Co., Ltd.	Trading company	100	100	100	
Avary Holding (Shenzhen) Co., Limited	Avary Holding Investment (Shenzhen) Co., Ltd.	Investment company	100	100	100	
Avary Holding (Shenzhen) Co., Limited	Garuda International Limited (Hongkong)	Trading company	100	100	100	
Avary Holding (Shenzhen) Co., Limited	Avary Singapore Private Limited (Singapore)	Holding company	71.95	71.95	71.95	
Avary Holding (Shenzhen) Co., Limited	Zhuhai Hengqin Avary Investment Limited Partnership	Investment company	0.611	0.611	0.611	
Avary Holding (Shenzhen) Co., Limited	Avary Property Management Service (Shenzhen) Co., Ltd.	Property management company	100	100	100	
Avary Holding Investment (Shenzhen) Co., Ltd.	Zhuhai Hengqin Avary Investment Limited Partnership	Investment company	99.389	99.389	99.389	

Name of Investor	Name of subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Garuda International Limited (Hongkong)	Garuda Technology Co., Ltd.	Trading company	100	100	100	
Garuda International Limited (Hongkong)	Avary Japan Co., Ltd. (Japan)	Trading company	-	-	-	(c)
Garuda International Limited (Hongkong)	Avary Singapore Private Limited (Singapore)	Holding company	28.05	28.05	28.05	
Garuda International Limited (Hongkong)	Peng Shen Technology (Thailand) Co., Ltd. (Thailand)	Manufacturing company	0.001	0.001	0.001	
Avary Singapore Private Limited (Singapore)	Peng Shen Technology (Thailand) Co., Ltd. (Thailand)	Manufacturing company	89.999	89.999	89.999	
Avary Singapore Private Limited (Singapore)	Avary Technology (India) Private Limited (India)	Manufacturing company	100	100	100	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Huaian ChengXin Park Management Co., Ltd.	Property management company	53	53	-	(d)
Yaoding Environmental Energy Technology (Shenzhen) Limited	Yaoding Environmental Energy Technology (Huaian) Limited	Environmental protection and energy conservation service company	-	-	-	(g)
Yaoding Environmental Energy Technology (Shenzhen) Limited	Yaoding Environmental Energy Technology (Qinhuangdao) Limited	Environmental protection and energy conservation service company	-	-	-	(h)
Boardtek Electronics Corporation	Boardtek Investment Co., Ltd.	Investment company	-	-	-	(a)
Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Manufacturing company	100	100	100	



Name of Investor	Name of subsidiary	Main Business Activities	Ownership (%)			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Leading Interconnect International Limited (Formerly named: Henley International Limited (Hongkong))	Trading company	100	100	100	
Zhen Ding Technology Singapore Private Limited (Singapore)	Zhen Ding Technology India Private Limited (India)	Manufacturing company	37.50	37.50	37.50	
Zhen Ding Technology Singapore Private Limited (Singapore)	Zhen Ding Developer India Private Limited (India)	Property management company	99.997	99.997	99.997	
FAT Holding Limited (Cayman)	Zhen Ding Technology India Private Limited (India)	Manufacturing company	62.50	62.50	62.50	
FAT Holding Limited (Cayman)	Zhen Ding Developer India Private Limited (India)	Property management company	0.003	0.003	0.003	

- (a) To consolidate resources and improve management efficiency, the Board of Directors of Boardtek Electronics Corporation and Boardtek Investment Co., Ltd. resolved on July 16, 2024 to merge by consolidation, with Boardtek Electronics as the surviving company and Boardtek Investment as the dissolved company. The baseline date of consolidation was August 15, 2024 and the date of approval was October 15, 2024.
- (b) On August 31, 2024, due to the reorganization of the Group, Qing Ding Precision Electronics (Huaian) Co., Ltd. merged with Yu Ding Precision Electronics (Huaian) Co., Ltd., and the transaction was accounted for using book value method.
- (c) The Group adjusted its investment framework in 2024, Avary Japan Co., Ltd. completed the settlement in the third quarter.
- (d) On September 14, 2024, Huaian Jia Wei Industrial Development Co., Ltd. and Qing Ding Precision Electronics (Huaian) Co., Ltd. jointly established Huaian ChengXin Park Management Co., Ltd., which has been included in the consolidated financial statements on the day of investment. It is mainly engaged in the property management business.
- (e) Monterey Park Finance Limited established Yaoding Environmental Energy Technology (Shenzhen) Limited in Shenzhen in September 2024. It is still undergoing industrial and commercial review procedures, and no actual investment has been made.

- (f) On September 24, 2024, Monterey Park Finance Limited invested in Leading Interconnect Semiconductor Technology Limited in the Cayman, which has been included in the consolidated financial statements on the day of investment. It is mainly engaged in investment holding business.
- (g) Yaoding Environmental Energy Technology (Shenzhen) Limited established Yaoding Environmental Energy Technology (Huaian) Limited in Huaian in December 2024. It is still undergoing industrial and commercial review procedures, and no actual investment has been made.
- (h) Yaoding Environmental Energy Technology (Shenzhen) Limited established Yaoding Environmental Energy Technology (Qinhuangdao) Limited in Qinhuangdao in December 2024. It is still undergoing industrial and commercial review procedures, and no actual investment has been made.
- (i) On March 7, 2025, the Group invested in BRAI Technology Co., Ltd. in Taiwan, which has been included in the consolidated financial statements. It is mainly engaged in the processing and manufacture of electronic products.
- (j) On July 10, 2025, because Avary Holding (Shenzhen) Co., Limited lifted the sales restriction on restricted shares of 1,336,800 shares, the shareholding ratio of Mayco Industrial Limited (Hongkong) and Pacific Fair International Limited (Hongkong) became 66.50% and 5.74%, respectively.
- C. Subsidiaries not included in the consolidated financial statements: None.
- D. Adjustments for subsidiaries with different balance sheet dates: None.
- E. Nature and extent of the restrictions on fund remittance from subsidiaries to the parent company: None.
- F. Subsidiaries that have non-controlling interests that are material to the Group:
- As of September 30, 2025, December 31, 2024 and September 30, 2024, the non-controlling interests of the Group amounted to \$40,821,951, \$43,205,372 and \$40,852,978, respectively. The information on non-controlling interests and their subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interests September 30, 2025		Description
		Amount	Ownership (%)	
Avary Holding (Shenzhen) Co., Limited	China	\$ 39,083,573	27.76%	

Name of subsidiary	Principal place of business	Non-controlling interests December 31, 2024		Description
		Amount	Ownership (%)	
Avary Holding (Shenzhen) Co., Limited	China	\$ 40,866,468	27.72%	

Name of subsidiary	Principal place of business	Non-controlling interests September 30, 2024		Description
		Amount	Ownership (%)	
Avary Holding (Shenzhen) Co., Limited	China	\$ 38,144,076	27.72%	

Summary of the financial information of subsidiary:

Consolidated balance sheets of Avary Holding (Shenzhen) Co., Limited

	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 100,840,404	\$ 108,060,468	\$ 103,234,148
Non-current assets	104,784,130	95,542,616	95,217,381
Current liabilities	( 59,320,898 )	( 50,996,384 )	( 56,137,206 )
Non-current liabilities	( 5,495,409 )	( 5,152,637 )	( 4,683,175 )
Total net assets	<u>\$ 140,808,227</u>	<u>\$ 147,454,063</u>	<u>\$ 137,631,148</u>

Consolidated statements of comprehensive income of Avary Holding (Shenzhen) Co., Limited

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024
Revenue	\$ 44,029,808	\$ 46,894,493
Profit before income tax	5,646,753	5,957,702
Income tax expense	( 732,648 )	( 552,066 )
Profit	4,914,105	5,405,636
Other comprehensive income, net of tax	896,020	53,339
Total comprehensive income	<u>\$ 5,810,125</u>	<u>\$ 5,458,975</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ 135,211</u>	<u>\$ 1,512,548</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Revenue	\$ 116,460,776	\$ 105,699,069
Profit before income tax	12,076,204	9,576,322
Income tax expense	( 1,797,924 )	( 680,440 )
Profit	10,278,280	8,895,882
Other comprehensive income (loss), net of tax	1,657,933	( 342,514 )
Total comprehensive income	<u>\$ 11,936,213</u>	<u>\$ 8,553,368</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ 1,824,711</u>	<u>\$ 2,370,196</u>
Dividends paid to non-controlling interest	<u>\$ 2,629,497</u>	<u>\$ 1,493,740</u>

Consolidated statements of cash flows of Avary Holding (Shenzhen) Co., Limited

	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Net cash from operating activities	\$ 7,107,846	\$ 14,514,294
Net cash used in investing activities	( 20,297,413 )	( 6,197,769 )
Net cash flows from (used in) financing activities	6,792,613	( 5,876,254 )
Effect of exchange rate changes on cash and cash equivalents	( 4,547,754 )	( 2,983,751 )
Net decrease in cash and cash equivalents	( 10,944,708 )	( 543,480 )
Cash and cash equivalents at beginning of period	61,087,517	46,558,590
Cash and cash equivalents at end of period	<u>\$ 50,142,809</u>	<u>\$ 46,015,110</u>

(4) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the 'functional currency'). The Company's functional currency is USD; however, the consolidated financial statements are presented in NTD because of regulatory requirements.

A. Foreign currency transactions and balances

- (a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognised in profit or loss in the period in which they arise.
- (b) Monetary assets and liabilities denominated in foreign currencies are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognised in profit or loss.
- (c) Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.
- (d) All foreign exchange gains and losses are presented in the statement of comprehensive income within 'other gains and losses'.

B. Translation of foreign operations

The operating results and financial position of all the Group's entities and associates that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (a) Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;
- (b) Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and
- (c) All resulting exchange differences are recognised in other comprehensive income.

When presenting the Group's functional currency-denominated financial statements in NT dollar, the average exchange rates were US\$1=NT\$31.21 and US\$1=NT\$32.03 for the periods January 1 to September 30, 2025 and 2024, respectively. The closing rates were US\$1=NT\$30.445, US\$1=NT\$32.785, and US\$1=NT\$31.65 as of September 30, 2025; December 31, 2024 and September 30, 2024, respectively.

(5) Classification of current and non-current items

- A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
- (a) Assets that are expected to be realized, or intended to be sold or consumed within the normal operating cycle;
  - (b) Assets that are held primarily for the purpose of trading;
  - (c) Assets that are expected to be realized within 12 months after the reporting period; or
  - (d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to settle liabilities for at least twelve months after the reporting period.

Assets not meeting the above criteria are classified by the Group as non-current assets.

- B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
- (a) Liabilities that are expected to be settled in the normal operating cycle;
  - (b) Liabilities that are held primarily for the purpose of trading;
  - (c) Liabilities that are due to be settled within twelve months after the reporting period;
  - (d) It does not have the right at the end of the reporting period to defer settlement of the liability at least twelve months after the reporting period.

Liabilities not meeting the above criteria are classified by the Group as non-current liabilities.

(6) Cash equivalents

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

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

- A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortised cost or fair value through other comprehensive income. Financial assets measured at amortised cost or fair value through other comprehensive income are designated as the financial assets at fair value through profit or loss at initial recognition by the Group if doing so eliminates or significantly reduces a measurement or recognition inconsistency.
- B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognised and derecognised using settlement date accounting.
- C. Financial assets at fair value through profit or loss are initially recognised at fair value. Related transaction costs are expensed in profit or loss. These financial assets are subsequently measured and stated at fair value, and any changes in the fair value of these financial assets are recognised in profit or loss.
- D. The Group recognises the dividend income in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Group, and the amount of the dividend can be measured reliably.

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

- A. The Group may make irrevocable election at initial recognition to recognise the changes in fair value in other comprehensive income for the investments in equity

instruments that are not held for trading; or the investments in debt instruments that meet both of the following conditions:

- (a) The financial assets held within a business model whose objective is both collecting contractual cash flows and selling financial assets.
  - (b) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognised and derecognised using settlement date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. The Group subsequently measures the financial assets at fair value:
- (a) The changes in fair value of equity instruments are recognised in other comprehensive income. The cumulative gain or loss previously recognised in other comprehensive income shall be recorded to retained earnings and not be reclassified to profit or loss upon the derecognition. Dividends are recognised in profit or loss when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Group, and the amount of the dividend can be measured reliably.
  - (b) Except for the impairment losses, interest income and foreign exchange gains or losses which are recognised in profit or loss, the changes in fair value of debt instruments are recognised in other comprehensive income before derecognition. When the financial asset is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss.

(9) Financial assets at amortised cost

- A. Financial assets at amortised cost are those that meet both of the following conditions:
- (a) The financial assets held within a business model whose objective is in order to collect contractual cash flows, and
  - (b) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- B. On a regular way purchase or sale basis, financial assets at amortised cost are recognised and derecognised using settlement date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. Interest income from these financial assets is included in finance income using the effective interest method. A gain or loss is recognised in profit or loss when the asset is derecognised or impaired.
- D. The Group's time deposits which do not meet the condition of cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

(10) Accounts and notes receivable

- A. Accounts and notes receivable entitle the Group a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term accounts and notes receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(11) Impairment of financial assets

For debt instruments measured at fair value through other comprehensive income and financial assets at amortised cost including accounts receivable or contract assets that have a significant financing component, lease receivables, loan commitments and financial guarantee contracts, at each reporting date, the Group recognises the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognises the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable or contract assets that do not contain a significant financing component, the Group recognises the impairment provision for lifetime ECLs.

(12) Derecognition of financial assets

The Group derecognises a financial asset when the contractual rights to receive the cash flows from the financial asset expire.

(13) Leases (lessor)

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

(14) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted-average method. The cost of finished goods and work in process comprises raw materials, direct labor, other direct costs and related production overheads (allocated based on normal operating capacity). It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

(15) Investments accounted for using equity method - associates

- A. Associates are all entities over which the Group has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20% or more of the voting power of the investee. Investments in associates are accounted for using the equity method and are initially recognised at cost.
- B. The Group's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.
- C. When changes in an associate's equity do not arise from profit or loss or other comprehensive income of the associate and such changes do not affect the Group's ownership percentage of the associate, the Group recognises change in ownership interests in the associate in 'capital surplus' in proportion to its ownership.
- D. Unrealized gains or losses on transactions between the Group and its associates are eliminated to the extent of its interest in the associates. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

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

(16) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalised.
- B. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.
- C. Land is not depreciated. Other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item must be depreciated separately.
- D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each financial year-end. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

Buildings and structures	5~54 years
Machinery and equipment	2~16 years
Leasehold improvements	5 years or the lease term whichever is shorter
Other equipment	3~16 years

(17) Leases (lessee)

- A. Leases are recognised as right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low-value assets, lease payments are recognised as an expense on a straight-line basis over the lease term.
- B. At the commencement date, the right-of-use asset measured at cost shall comprise the amount of the initial measurement of lease liability and any initial direct costs incurred. The right-of-use asset subsequently measured at cost model and shall be depreciated from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.
- C. The lease liability is at the present value of the lease payments that are not paid and shall be discounted using the Group's incremental borrowing rate at commencement date. The lease payments include fixed payments less any lease incentives receivable. The lease liability is subsequently measured using an effective interest method on an amortised cost basis and the interest expense is allocated over the lease term. The



amount of the remeasurement of the lease liability shall be recognised as an adjustment to the right-of-use asset if there are changes in the lease term or to the lease payments not arising from contract modifications.

(18) Investment properties

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 25 years.

(19) Intangible assets

A. Patents and technological expertise

Separately acquired patents and technological expertise are recognised at cost. Patents and technological expertise acquired in a business combination are recognised at fair value at the acquisition date. Patents and technological expertise with a finite useful life are amortised on the straight-line method over their estimated useful life of 5 years.

B. Computer software

Computer software is recognised as acquisition cost and is amortised on a straight-line basis using the estimated useful lives of 3-5 years.

C. Goodwill

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

(20) Impairment of non-financial assets

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

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

C. For the purpose of impairment testing, goodwill acquired in a business combination is allocated based on the operating segment to each of the cash-generating units, or groups of cash-generating units, that is/are expected to benefit from the synergies of the business combination.

(21) Borrowings

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

B. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

(22) Accounts and notes payable

- A. Accounts payable are the liabilities for purchases of raw materials, goods or services.
- B. The short-term accounts and notes payable without bearing interest are measured at initial invoice amount as the effect of discounting is immaterial.

(23) Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability specified in the contract is discharged, cancelled, or expired.

(24) Financial liabilities and equity instruments

Convertible corporate bonds issued by the Group are embedded with conversion options (that is, the bondholders have the right to convert the bonds into the Group's ordinary shares by exchanging a fixed amount of cash for a fixed number of ordinary share), call options and put options. In accordance with the terms and conditions of the indenture, the Group classifies the convertible corporate bonds and the embedded derivative instruments on initial recognition as a financial asset, a financial liability or an equity instrument (the 'capital surplus-share options'). Convertible corporate bonds are accounted for as follows:

- A. The exercise price of call options and put options embedded in the convertible corporate bonds is approximately equal to the amortised cost of the host debt instrument on each exercise date; therefore, call options and put options are closely related to the host debt contract.
- B. Call options, put options and host debt of the convertible corporate bonds are initially recognised at fair value. Any difference between the proceeds and the redemption value is accounted for as the premium or discount on bonds payable and presented as an addition to or deduction from bonds payable, which is amortised in profit or loss as an adjustment to the 'finance costs' over the period of bond outstanding using the effective interest method.
- C. Conversion options embedded in convertible corporate bonds issued by the Group, which meet the definition of an equity instrument, are initially recognised in the 'capital surplus-share options' at the residual amount of total issue price less amounts of the 'bonds payable' as stated above. Conversion options are not subsequently remeasured.
- D. Any transaction costs directly attributable to the issuance of convertible corporate bonds are allocated to the liability and equity components in proportion to the allocation of proceeds.
- E. When bondholders exercise conversion options, the liability component shall be remeasured on the conversion date. The carrying amount of ordinary shares issued due to the conversion shall be based on the remeasured carrying amount of the abovementioned liability component plus the carrying amount of 'capital surplus-share options'.

(25) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for that service, and shall be recognised as expenses when the employees have rendered service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions shall be recognised as pension expenses when they are due on an accrual basis. Prepaid contributions shall be recognised as an asset to the extent that the prepayment will lead to a cash refund or a reduction in the future payments.

(b) Defined benefit plans

- i. Net obligation under a defined benefit plan is accrued from the present value of future benefits that employees have earned in return for their services in the current or prior periods. The Group recognised the present value of the defined benefit obligation deducting the fair value of plan assets at the balance sheet date. Net obligation of the defined benefit is calculated annually by independent actuaries using the projected unit credit method and is discounted by using the market yield on government bonds (at the balance sheet date).
- ii. Remeasurements arising on defined benefit plans are recognised in other comprehensive income in the period in which they arise and are recorded as retained earnings.

C. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognised as expense and liabilities, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employees' compensation (bonus) is distributed by shares, the Group calculates the number of shares based on the fair value per share (closing price) at the previous day of the Board of Directors' resolution.

(26) Employee share-based payment

- A. For the equity-settled share-based payment arrangements, the employee services received are measured at the fair value of the equity instruments at the grant date, and are recognised as compensation cost over the vesting period, with a corresponding adjustment to equity. The fair value of the equity instruments granted shall reflect the impact of market vesting conditions and non-vesting conditions. Compensation cost is subject to adjustment based on the service conditions that are expected to be satisfied and the estimates of the quantity of equity instruments that are expected to vest under the non-market vesting conditions. Ultimately, the amount of compensation cost is recognised based on the number of equity instruments that eventually vest.
- B. Employee restricted stocks:
  - (a) Employee restricted stocks measured at the fair value of the equity instruments at the grant date, and are recognised as compensation cost over the vesting period.
  - (b) Those restricted stocks do not restrict distribution of dividends to employees and employees are not required to return the dividends received if they resign during the vesting period, the Group recognises the fair value of the dividends received by the employees who are expected to resign during the vesting period as compensation cost at the date of dividends declared.
  - (c) Employees have to pay to acquire those restricted stocks. If employees resign during the vesting period, the Group must refund their payments in exchange for the restricted stocks returned by the employees. For new shares issued to employees with restricted rights on or after October 11, 2024, the Group recognises the payment paid by employees on the grant date as liabilities. For new shares issued to employees with restricted rights on or before October 10, 2024, the Group recognises payments to employees who are expected to resign during the vesting period as liabilities on the grant date, and recognises payments for employees who are expected to be eventually vested with the stocks as 'capital surplus – others'.

(27) Income tax

- A. The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or items recognised directly in equity, in which cases the tax is recognised in other comprehensive income or equity.
- B. The current income tax expense is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Group operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. Different tax regulations are applicable to the Group according to the countries where the companies are registered:
  - (a) Companies that are registered in Cayman Islands and British Virgin Islands are exempted from income tax in accordance with local regulations.
  - (b) For the companies that are registered in the Republic of China, in addition to income tax that is estimated in accordance with the tax laws, an additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the shareholders resolve to retain the earnings. When calculating income tax, in addition to applying the tax laws to calculate regular tax, the basic tax is calculated under the 'Income Basic Tax Act.' If regular tax is lower than basic tax, the difference between them shall be added to income tax payable. The aforementioned difference shall not be offset with investment tax credits under other laws and regulations.
  - (c) Income taxes of companies that are registered in Mainland China are calculated in accordance with 'Law of the People's Republic of China on Enterprise Income Tax' and its implementation and related notification letters.
  - (d) Income taxes of companies that are registered in the Government of the Hong Kong Special Administrative Region of the People's Republic of China are calculated based on the revenue earned in Hong Kong and in accordance with 'Hong Kong Inland Revenue Ordinance'.
  - (e) Income taxes of companies that are registered in the Singapore, India and Japan are calculated in accordance with the local regulations for the current year.
- C. Deferred income tax is recognised, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred income tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences. Deferred income tax is provided on temporary differences arising on investments in subsidiaries, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.
- D. Deferred income tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. At each balance sheet date, unrecognised and recognised deferred income tax assets are reassessed.

- E. Current income tax assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realise the asset and settle the liability simultaneously.
- F. The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.
- G. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognises the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognised outside profit or loss is recognised in other comprehensive income or equity while the effect of the change on items recognised in profit or loss is recognised in profit or loss.

(28) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are resolved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(29) Revenue recognition

A. Sales of goods

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

Sales of PCB and related products are recognised as the amount of contract price, net of the estimated discounts credits and price concessions.

- (b) Account receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

B. Financial components

The contract between the Group and the customer, as the time interval between the transfer of committed goods or service and the payment of customer does not exceed one year, the Group does not adjust the transaction price to reflect the time value of money.

(30) Government grants

Government grants shall not be recognised at fair value until there is reasonable assurance that the entity will comply with the conditions attached to them, and that the grants will be received. Government grants shall be recognised in profit on a systematic basis over the periods in which the entity recognises the related expenses for which the grants are intended to compensate. Government grants related to property, plant and equipment shall be

recognised within non-current liabilities that are recognised in profit on the straight-line method over the estimated useful life of related assets.

(31) Operating segments

Operating segments are reported in a manner consistent with the internal management reports provided to the chief operating decision-maker, who is responsible for allocating resources to operating segments and evaluating their performance.

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

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

Critical accounting estimates and assumptions

Accounting estimates are based on the situation on the balance sheet date to estimate future events, though there could be differences between the actual events and estimation. Estimates and assumptions on the risk of possible critical adjustments to the carrying amount of assets and liabilities for the next fiscal year are as follows:

Evaluation of inventories

As inventories are stated at the lower of cost and net realisable value, the Group must determine the net realisable value of inventories on balance sheet date using judgments and estimates. Because of the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realisable value. Since an evaluation of inventories is principally based on the demand for products within a specified period in the future. Therefore, there might be material changes to the evaluation.

As of September 30, 2025, the carrying amount of inventories was \$22,419,666.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand and petty cash	\$ 168	\$ 242	\$ 121
Checking accounts and demand deposits	42,170,134	32,853,027	19,940,392
Cash equivalents			
Time deposits	34,437,818	46,648,744	44,773,919
	<u>\$ 76,608,120</u>	<u>\$ 79,502,013</u>	<u>\$ 64,714,432</u>

A. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group's time deposits over three months which are recognised within 'current financial assets at amortised cost' are referred to Note 6(3).

B. The Group has no cash and cash equivalents pledged to others except for restricted demand deposits which are recognised within 'other current assets' and 'other non-current assets'. Refer to Note 8 for details.

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

Item	September 30, 2025	December 31, 2024	September 30, 2024
Assets - Non-current items			
Private fund	\$ 1,062,753	\$ 1,124,995	\$ 1,099,100
Unlisted partnership share	1,239,790	546,040	563,070
	2,302,543	1,671,035	1,662,170
Net exchange differences	( 494)	82,652	67,446
Total	<u>\$ 2,302,049</u>	<u>\$ 1,753,687</u>	<u>\$ 1,729,616</u>

- A. The Group recognised net gain of \$242,299, net loss of \$45,293, net gain of \$347,969 and net loss of \$194,390 within 'financial assets at fair value through profit or loss held for trading' for the three-month and nine-month periods ended September 30, 2025 and 2024, respectively.
- B. The distribution of income from private equity funds for the nine-month period ended September 30, 2025 and 2024 amounted to \$82,949 and \$10,813, respectively.
- C. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group has no unsettled forward foreign exchange transactions.
- D. The Group has no financial assets at fair value through profit or loss pledged to others.

(3) Financial assets at amortised cost

	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Time deposits with maturity of over three months	<u>\$ -</u>	<u>\$ 327,850</u>	<u>\$ -</u>

- A. Refer to Note 6(26) for interest income arising from financial assets at amortised cost recognized in profit or loss for the three-month period and nine-month period ended September 30, 2025 and 2024.
- B. The Group has no financial assets at amortised cost pledged to others as tariff guarantee, except for time deposits with maturity of over three months which are recognised within 'other current assets' and time deposits with maturity of over one year which are recognised within 'other non-current assets'. Refer to Note 8 for details.
- C. Refer to Note 12(2) for the information on credit risk.

(4) Accounts and notes receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 502,559	\$ 320,103	\$ 270,317
Accounts receivable	25,366,466	26,681,255	31,368,368
	25,869,025	27,001,358	31,638,685
Less: Allowance for bad debts	( 77,640)	( 81,125)	( 94,995)
	<u>\$ 25,791,385</u>	<u>\$ 26,920,233</u>	<u>\$ 31,543,690</u>
Accounts receivable due from related parties	\$ 4,414,344	\$ 3,272,706	\$ 3,612,415
Less: Allowance for bad debts	( 13,247)	( 9,818)	( 10,838)
	<u>\$ 4,401,097</u>	<u>\$ 3,262,888</u>	<u>\$ 3,601,577</u>

- A. The ageing analysis of accounts receivable and notes receivable that were past due but not impaired is as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Not past due	\$ 30,038,631	\$ 29,802,551	\$ 35,124,997
Between 1 and 90 days	231,715	471,400	126,081
Between 91 and 180 days	13,023	113	22
Over 181 days	-	-	-
	<u>\$ 30,283,369</u>	<u>\$ 30,274,064</u>	<u>\$ 35,251,100</u>

- B. As of September 30, 2025, December 31, 2024 and September 30, 2024, accounts receivable and notes receivable were all from contracts with customers. In addition, as of January 1, 2024, the balance of receivables arising from contracts with customers amounted to \$29,336,594.

- C. The Group does not hold any collateral as security.

- D. Refer to Note 12(2) for the information on credit risk.

(5) Other receivables and prepayments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Other receivables</u>			
Interest income receivable	\$ 170,365	\$ 193,684	\$ 285,987
Business tax refundable	139,871	496,970	136,190
Others	106,257	84,833	107,733
	<u>\$ 416,493</u>	<u>\$ 775,487</u>	<u>\$ 529,910</u>

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Prepayments</u>			
Excess business tax paid	\$ 2,619,176	\$ 2,594,151	\$ 1,823,139
Prepaid expenses	1,240,490	1,131,538	1,357,051
	<u>\$ 3,859,666</u>	<u>\$ 3,725,689</u>	<u>\$ 3,180,190</u>

The Group's Mainland China subsidiaries are engaged in export sales. Under local regulations, the subsidiaries are entitled to tax benefits on business tax ('VAT') exemption, deduction and refund on the exports of goods. The subsidiaries calculate VAT refund and deductible amounts based on monthly sales by product types. The subsidiaries' counterparties and performing parties are mainly government organizations, so the possibility of default is remote. The subsidiaries recognise related refunds and deductibles within 'other receivables' and 'prepayments', respectively.



(6) Inventories

September 30, 2025			
	Cost	Allowance for valuation losses	Carrying amount
Raw materials	\$ 6,138,236	( \$ 299,817)	\$ 5,838,419
Work in process	7,005,681	( 349,768)	6,655,913
Finished goods	10,327,488	( 402,154)	9,925,334
	<u>\$ 23,471,405</u>	<u>( \$ 1,051,739)</u>	<u>\$ 22,419,666</u>
December 31, 2024			
	Cost	Allowance for valuation losses	Carrying amount
Raw materials	\$ 4,212,804	( \$ 256,303)	\$ 3,956,501
Work in process	5,532,168	( 345,232)	5,186,936
Finished goods	9,229,856	( 383,708)	8,846,148
	<u>\$ 18,974,828</u>	<u>( \$ 985,243)</u>	<u>\$ 17,989,585</u>
September 30, 2024			
	Cost	Allowance for valuation losses	Carrying amount
Raw materials	\$ 6,148,183	( \$ 265,982)	\$ 5,882,201
Work in process	6,655,056	( 344,856)	6,310,200
Finished goods	13,100,708	( 494,266)	12,606,442
	<u>\$ 25,903,947</u>	<u>( \$ 1,105,104)</u>	<u>\$ 24,798,843</u>

Expenses and losses incurred on inventories for the three months and nine-month periods ended September 30, 2025 and 2024 are as follows:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Cost of goods sold	\$ 37,875,990	\$ 40,216,393	\$ 104,957,863	\$ 96,774,407
Losses on (reversal of) valuation of inventory (	118,442)	( 236,520)	146,744	( 251,543)
Income from sale of scraps and wastes (	801,785)	( 776,523)	( 2,759,418)	( 1,982,282)
	<u>\$ 36,955,763</u>	<u>\$ 39,203,350</u>	<u>\$ 102,345,189</u>	<u>\$ 94,540,582</u>

- A. The Group reversed losses from a previous inventory write-down and recognized gain on reversal as the Group sold some inventories with net realisable values lower than its costs.
- B. On January 5, 2025, a fire broke out in the subsidiary, Boardtek Electronics Corporation, which resulted in the destruction of some of its inventory. Refer to 10 for details.

(7) Non-current financial assets at fair value through other comprehensive income

	September 30, 2025	December 31, 2024	September 30, 2021
Equity instruments			
Listed stocks	\$ 453,578	\$ 293,167	\$ 297,882
Unlisted shares	1,161,502	764,937	765,034
Valuation adjustment	2,307,463	645,572	630,613
Net exchange differences	( 118,066)	65,066	49,093
Total	<u>\$ 3,804,477</u>	<u>\$ 1,768,742</u>	<u>\$ 1,742,622</u>

- A. The Group has elected to classify the stocks that are considered to be strategic investment as financial assets at fair value through other comprehensive income.
- B. The Group sold the shares of listed companies with a fair value of \$28,089 from July 1 to September 30, 2025 and of \$119,775 from January 1 to September 30, 2025, and accumulated disposal gain (recorded as undistributed earnings) were \$20,163 and \$56,044, respectively.
- C. Amounts recognised in income and comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
<u>Equity instruments</u> <u>measured at fair value</u> <u>through other</u> <u>comprehensive income</u>				
Fair value changes recognised in other comprehensive income (loss)	<u>\$ 1,250,760</u>	<u>\$ 62,640</u>	<u>\$ 1,717,935</u>	<u>( \$ 205,615)</u>
Cumulative gain reclassified to retained earnings due to derecognition	<u>\$ 20,163</u>	<u>\$ -</u>	<u>\$ 56,044</u>	<u>\$ -</u>
Dividend income recognised in profit or loss	<u>\$ -</u>	<u>\$ 2,292</u>	<u>\$ 13,252</u>	<u>\$ 7,252</u>

- D. The Group has no financial assets at fair value through other comprehensive income pledged to others.

(8) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Other facilities	Unfinished construction and equipment under acceptance	Total
<u>At January 1, 2025</u>						
Cost	\$ 3,540,421	\$ 57,144,378	\$ 83,816,660	\$ 51,570,782	\$ 12,657,973	\$ 208,730,214
Accumulated depreciation and impairment	- (	15,401,497)	( 48,417,655)	( 34,738,467)	- (	98,557,619)
	<u>\$ 3,540,421</u>	<u>\$ 41,742,881</u>	<u>\$ 35,399,005</u>	<u>\$ 16,832,315</u>	<u>\$ 12,657,973</u>	<u>\$ 110,172,595</u>
<u>2025</u>						
Opening net carrying amount	\$ 3,540,421	\$ 41,742,881	\$ 35,399,005	\$ 16,832,315	\$ 12,657,973	\$ 110,172,595
Additions (transfers)	23,444	3,989,133	7,854,761	5,441,450	7,714,090	25,022,878
Disposal and scrapping	- (	1,084)	( 547,534)	( 99,410)	13,640)	( 661,668)
Depreciation expense	- (	2,290,719)	( 5,169,937)	( 5,535,466)	- (	12,996,122)
Net exchange differences	( 173,432)	( 1,969,622)	( 2,175,901)	( 865,987)	( 598,478)	( 5,783,420)
Closing net carrying amount	<u>\$ 3,390,433</u>	<u>\$ 41,470,589</u>	<u>\$ 35,360,394</u>	<u>\$ 15,772,902</u>	<u>\$ 19,759,945</u>	<u>\$ 115,754,263</u>
<u>At September 30, 2025</u>						
Cost	\$ 3,390,433	\$ 58,279,983	\$ 83,610,390	\$ 53,271,048	\$ 19,759,945	\$ 218,311,799
Accumulated depreciation and impairment	- (	16,809,394)	( 48,249,996)	( 37,498,146)	- (	102,557,536)
	<u>\$ 3,390,433</u>	<u>\$ 41,470,589</u>	<u>\$ 35,360,394</u>	<u>\$ 15,772,902</u>	<u>\$ 19,759,945</u>	<u>\$ 115,754,263</u>

	Land	Buildings and structures	Machinery and equipment	Other facilities	Unfinished construction and equipment under acceptance	Total
<u>At January 1, 2024</u>						
Cost	\$ 3,341,390	\$ 44,292,637	\$ 76,310,008	\$ 44,929,170	\$ 17,208,567	\$ 186,081,772
Accumulated depreciation and impairment	- (	12,026,255)	( 41,307,098)	( 27,034,922)	- (	80,368,275)
	<u>\$ 3,341,390</u>	<u>\$ 32,266,382</u>	<u>\$ 35,002,910</u>	<u>\$ 17,894,248</u>	<u>\$ 17,208,567</u>	<u>\$ 105,713,497</u>
<u>2024</u>						
Opening net carrying amount	\$ 3,341,390	\$ 32,266,382	\$ 35,002,910	\$ 17,894,248	\$ 17,208,567	\$ 105,713,497
Additions (transfers)	228	7,446,980	3,754,954	3,034,518	( 4,832,309)	9,404,371
Disposals	-	-	( 101,094)	( 27,411)	-	( 128,505)
Depreciation expense	-	( 2,079,852)	( 5,066,790)	( 5,117,413)	-	( 12,264,055)
Net exchange differences	132,156	1,311,721	1,230,987	706,111	631,069	4,012,044
Closing net carrying amount	<u>\$ 3,473,774</u>	<u>\$ 38,945,231</u>	<u>\$ 34,820,967</u>	<u>\$ 16,490,053</u>	<u>\$ 13,007,327</u>	<u>\$ 106,737,352</u>
<u>At September 30, 2024</u>						
Cost	\$ 3,473,774	\$ 53,437,586	\$ 81,779,586	\$ 49,303,836	\$ 13,007,327	\$ 201,002,109
Accumulated depreciation and impairment	- (	14,492,355)	( 46,958,619)	( 32,813,783)	- (	94,264,757)
	<u>\$ 3,473,774</u>	<u>\$ 38,945,231</u>	<u>\$ 34,820,967</u>	<u>\$ 16,490,053</u>	<u>\$ 13,007,327</u>	<u>\$ 106,737,352</u>

- A. The significant parts of the Group's buildings and structures include main plants and auxiliary improvements, which are depreciated over 20~54 years and 3~10 years, respectively.
- B. On January 5, 2025, a fire broke out in the subsidiary, Boardtek Electronics Corporation, which resulted in the destruction of some of its property, plant and equipment. Refer to 10 for details.

(9) Right-of-use assets/Lease liabilities

- A. The assets leased by the Group include right-of-use land, buildings, official vehicles and other facilities. The Group's subsidiaries signed right-of-use land contracts with local governments whom the subsidiaries will return the land use right when the contract expires. Except for the lease term of right-of-use land of 20 to 70 years, the remaining lease terms are between 2 and 8 years. The lease contracts are negotiated individually and contain various terms and conditions without other restrictions except for certain leased assets which have been pledged to others.
- B. The leases of buildings, parking space, etc. of the Group have a lease term of 12 months or less, and the leases for which the underlying asset is of low value are all-in-one printers, etc.
- C. The information on the carrying amount of the right-of-use assets and the recognition of depreciation expense are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Right-of-Use Land	\$ 9,211,529	\$ 9,138,614	\$ 9,139,981
Buildings	61,428	84,522	25,588
Transportation equipment (official vehicles)	1,983	1,652	2,258
Other facilities	3,256	4,333	4,577
	<u>\$ 9,278,196</u>	<u>\$ 9,229,121</u>	<u>\$ 9,172,404</u>

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
	<u>Depreciation expense</u>	<u>Depreciation expense</u>	<u>Depreciation expense</u>	<u>Depreciation expense</u>
Right-of-Use Land	\$ 80,868	\$ 80,727	\$ 255,840	\$ 238,231
Buildings	13,653	18,548	40,281	31,334
Transportation equipment (official vehicles)	193	654	1,254	1,852
Other facilities	266	516	828	1,178
	<u>\$ 94,980</u>	<u>\$ 100,445</u>	<u>\$ 298,203</u>	<u>\$ 272,595</u>

The acquisition of the right-of-use assets for the nine-month period ended September 30, 2025 and 2024 amounted to \$30,672 and \$60,812, respectively.

- D. The Group recognised as rental expense for either the lease term of less than 12 months or leases for which the underlying asset is of low value. The information on the lease contract affecting profit or loss is as follows:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
<u>Items affecting current profit or loss</u>				
Interest expense from lease liabilities	<u>\$ 4,542</u>	<u>\$ 5,353</u>	<u>\$ 15,374</u>	<u>\$ 19,355</u>
Rental expenses for short-term lease contracts and low- value assets	<u>\$ 96,528</u>	<u>\$ 164,467</u>	<u>\$ 250,781</u>	<u>\$ 456,366</u>

- E. The cash flows used in the lease payments of the Group for the nine-month periods ended September 30, 2025 and 2024 amounted to \$498,980 and \$324,754, respectively.

(10) Investment properties

	Buildings and structures	
	2025	2024
<u>At January 1</u>		
Cost	\$ 3,682,806	\$ 4,445,951
Accumulated depreciation and impairment	( 393,606 )	( 194,604 )
	<u>\$ 3,289,200</u>	<u>\$ 4,251,347</u>
Opening net carrying amount	\$ 3,289,200	\$ 4,251,347
Depreciation expense	( 103,942 )	( 140,044 )
Net exchange differences	( 197,431 )	177,601
Closing net carrying amount	<u>\$ 2,987,827</u>	<u>\$ 4,288,904</u>
<u>At September 30</u>		
Cost	\$ 3,459,849	\$ 4,631,911
Accumulated depreciation and impairment	( 472,022 )	( 343,007 )
	<u>\$ 2,987,827</u>	<u>\$ 4,288,904</u>

- A. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Rental income from investment property	<u>\$ 39,162</u>	<u>\$ 40,537</u>	<u>\$ 124,879</u>	<u>\$ 95,205</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>\$ 33,418</u>	<u>\$ 47,029</u>	<u>\$ 103,942</u>	<u>\$ 140,044</u>

- B. The fair value of the investment property held by the Group as of September 30, 2025 and 2024 amounted to \$7,567,160 and \$9,348,511, respectively, which was revalued by independent appraisers. The valuation is based on income approach which is categorized within Level 3 in the fair value hierarchy.

(11) Intangible assets

2025				
	Patents and technological expertise	Software	Goodwill	Total
<u>At January 1, 2025</u>				
Cost	\$ 474,390	\$ 2,747,509	\$ 1,425,868	\$ 4,647,767
Accumulative amortisation	( 380,279)	( 2,170,809)	-	( 2,551,088)
	<u>\$ 94,111</u>	<u>\$ 576,700</u>	<u>\$ 1,425,868</u>	<u>\$ 2,096,679</u>
<u>2025</u>				
Opening net carrying amount	\$ 94,111	\$ 576,700	\$ 1,425,868	\$ 2,096,679
Additions (transfers)	-	202,723	-	202,723
Amortisation expense	( 62,832)	( 316,166)	-	( 378,998)
Net exchange differences	1,757	( 25,860)	( 101,770)	( 125,873)
Closing net carrying amount	<u>\$ 33,036</u>	<u>\$ 437,397</u>	<u>\$ 1,324,098</u>	<u>\$ 1,794,531</u>
<u>At September 30, 2025</u>				
Cost	\$ 440,530	\$ 2,807,234	\$ 1,324,098	\$ 4,571,862
Accumulative amortisation	( 407,494)	( 2,369,837)	-	( 2,777,331)
	<u>\$ 33,036</u>	<u>\$ 437,397</u>	<u>\$ 1,324,098</u>	<u>\$ 1,794,531</u>
2024				
	Patents and technological expertise	Software	Goodwill	Total
<u>At January 1, 2024</u>				
Cost	\$ 444,293	\$ 2,436,486	\$ 1,335,405	\$ 4,216,184
Accumulative amortisation	( 275,739)	( 1,627,239)	-	( 1,902,978)
	<u>\$ 168,554</u>	<u>\$ 809,247</u>	<u>\$ 1,335,405</u>	<u>\$ 2,313,206</u>
<u>2024</u>				
Opening net carrying amount	\$ 168,554	\$ 809,247	\$ 1,335,405	\$ 2,313,206
Additions (transfers)	-	144,406	-	144,406
Amortisation expense	( 63,118)	( 353,806)	-	( 416,924)
Net exchange differences	5,932	31,590	41,100	78,622
Closing net carrying amount	<u>\$ 111,368</u>	<u>\$ 631,437</u>	<u>\$ 1,376,505</u>	<u>\$ 2,119,310</u>
<u>At September 30, 2024</u>				
Cost	\$ 457,966	\$ 2,668,207	\$ 1,376,505	\$ 4,502,678
Accumulative amortisation	( 346,598)	( 2,036,770)	-	( 2,383,368)
	<u>\$ 111,368</u>	<u>\$ 631,437</u>	<u>\$ 1,376,505</u>	<u>\$ 2,119,310</u>

- A. The Group acquired 100% of the shares of Boardtek Electronics Corporation on November 4, 2020 and Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd. in 2008, and recognised goodwill and patents and technological expertise under the acquisition method.

- B. Goodwill is allocated to the cash-generating units identified by operating segments. The recoverable amount has been determined based on value-in-use calculations with operating income rate, growth rate and discount rate. Management determined budgeted operating income rate based on its expectations of market development, the growth rates based on the expectations of industry, and the discount rates based on the weighted average capital cost.

(12) Other non-current assets

	September 30, 2025	December 31, 2024	September 30, 2024
Prepayments for business facilities	\$ 1,509,443	\$ 1,359,725	\$ 1,245,527
Refundable deposits	352,650	190,359	192,354
Net defined benefit assets	103,424	103,412	84,065
Others	314,165	393,442	382,659
	<u>\$ 2,279,682</u>	<u>\$ 2,046,938</u>	<u>\$ 1,904,605</u>

Information about the other non-current assets that were pledged to others as tariff guarantee and reserve accounts for long-term is described in Note 8.

(13) Short-term borrowings

Type of borrowings	September 30, 2025	Interest rate range	Collateral
Credit loans	<u>\$ 27,278,441</u>	1.29%~8.34%	No
Type of borrowings	December 31, 2024	Interest rate range	Collateral
Credit loans	<u>\$ 21,706,441</u>	1.93%~8.50%	No
Type of borrowings	September 30, 2024	Interest rate range	Collateral
Credit loans	<u>\$ 22,159,728</u>	1.86%~8.28%	No

(14) Other payables

	September 30, 2025	December 31, 2024	September 30, 2024
Payable on machinery and equipment	\$ 8,651,623	\$ 7,339,279	\$ 6,143,587
Wages and bonuses payable	4,592,801	4,964,198	5,386,525
Payable on mold and jig	1,743,420	1,173,184	1,871,795
Repairs and maintenance fees payable	956,736	1,222,087	1,158,016
Tax payable	509,887	579,733	558,109
Payables for processing fees	396,633	351,457	353,643
Power expenses payable	384,802	398,816	387,538
Freight payable	265,470	270,009	233,889
Others	2,151,895	2,842,538	2,829,723
	<u>\$ 19,653,267</u>	<u>\$ 19,141,301</u>	<u>\$ 18,922,825</u>



(15) Bonds payable

	September 30, 2025	December 31, 2024	September 30, 2024
4th overseas unsecured convertible bonds:			
Bonds payable	\$ 3,476,835	\$ 14,243,722	\$ 13,750,612
Less: Discount on bonds payable	( <u>368,858</u> )	( <u>2,642,118</u> )	( <u>2,706,811</u> )
	<u>3,107,977</u>	<u>11,601,604</u>	<u>11,043,801</u>
5th overseas unsecured convertible bonds:			
Bonds payable	\$ 13,286,198	\$ -	\$ -
Less: Discount on bonds payable	( <u>2,696,843</u> )	-	-
	<u>10,589,355</u>	-	-
Bonds payable subtotal	<u>13,697,332</u>	<u>11,601,604</u>	<u>11,043,801</u>
Less: Current portion of bonds payable (within 'long-term liabilities, current portion')	-	-	-
Bonds payable	<u>\$ 13,697,332</u>	<u>\$ 11,601,604</u>	<u>\$ 11,043,801</u>

A. Conditions for issuance of 4th overseas unsecured convertible bonds are as follows:

- (a) The competent authority has approved the Company's fourth issuance of overseas unsecured corporate bonds on January 15, 2024. The total issue amount of the bonds is USD 400,000 thousand, at a coupon rate of 0% and maturity of 5 years from January 24, 2024 to January 24, 2029.
- (b) The conversion price of the bonds is adjusted based on the pricing model in the terms of the bonds. As of June 19, 2025, the conversion price of the bonds was adjusted to NTD 101.62 (exchange rate of NTD 31.499 (in dollars) to USD 1 (in dollar)) based on the terms of the 4th overseas unsecured convertible bonds.
- (c) The bondholders have the right to require the Company to repurchase all or any portion of bonds at the price of the bonds' principal amount with an annual rate of 3.375% (calculated semi-annually) as interest compensation (110.56% of the principal amount of the corporate bonds) on the day when three years have elapsed since issuance of the bonds.
- (d) Except for bonds redeemed before maturity, repurchased and retired, or converted by the bondholders, the Company will fully redeem the bonds at the maturity date with an annual rate of 3.375% (calculated semi-annually) based on the principal amount. The redemption amount is about 118.22% of the principal amount of the corporate bonds, and the bonds will be redeemed in full.
- (e) According to the terms of the bonds, all bonds repurchased (including bonds repurchased from the secondary market), redeemed before or at maturity, or converted by the bondholders are retired and not to be re-issued.
- (f) According to the terms of the bonds, the rights and obligations of newly issued shares after conversion are the same as other issued ordinary shares. As of September 30, 2025, the Company's fourth issuance of overseas unsecured convertible corporate bonds with the amount of USD 303,400 thousand was converted at the conversion price then into ordinary shares of \$935,738 (i.e., 93,573,789 shares) at a par value of \$10 and resulted in 'capital surplus-additional paid-in capital arising from bond conversion' of \$9,151,957.

- (g) The effective rate of the corporate bonds is 5.17%.
- B. Conditions for issuance of 5th overseas unsecured convertible bonds are as follows:
  - (a) The competent authority has approved the Company's fifth issuance of overseas unsecured corporate bonds on September 4, 2025. The total issue amount of the bonds is USD 400,000 thousand, at a coupon rate of 0% and maturity of 5 years from September 25, 2025 to September 25, 2030.
  - (b) The conversion price of the bonds is adjusted based on the pricing model in the terms of the bonds. As of September 30, 2025, the conversion price was NT\$186.45 (exchange rate of NTD 30.073 to USD 1), and no convertible bonds had been converted to ordinary shares.
  - (c) The bondholders have the right to require the Company to repurchase all or any portion of bonds at the price of the bonds' principal amount with an annual rate of 1.75% (calculated semi-annually) as interest compensation (105.37% of the principal amount of the corporate bonds) on the day when three years have elapsed since issuance of the bonds.
  - (d) Except for bonds redeemed before maturity, repurchased and retired, or converted by the bondholders, the Company will fully redeem the bonds at the maturity date with an annual rate of 1.75% (calculated semi-annually) based on the principal amount. The redemption amount is about 109.10% of the principal amount of the corporate bonds, and the bonds will be redeemed in full.
  - (e) According to the terms of the bonds, all bonds repurchased by the Company (including bonds repurchased from the secondary market), redeemed before or at maturity, or converted by the bondholders are retired and not to be re-issued.
  - (f) According to the terms of the bonds, the rights and obligations of newly issued shares after conversion are the same as other issued ordinary shares.
  - (g) The effective rate of the corporate bonds is 4.55%.
- C. Regarding the issuance of the 4th overseas unsecured corporate bonds in 2024 by the Company, the equity conversion options were separated from the liability component in accordance with IAS 32 and were recognised as 'capital surplus-stock options' of \$1,015,416.
- D. Regarding the issuance of the 5th overseas unsecured corporate bonds in 2025 by the Company, the equity conversion options were separated from the liability component in accordance with IAS 32 and were recognised as 'capital surplus-stock options' of \$1,522,717.

(16) Long-term borrowings

Type of borrowings	Borrowing period and repayment term	September 30, 2025
Syndicated loans	Borrowing period is from July 3, 2023 to July 3, 2026; principal is repayable semiannually from January 3, 2026 in two installments; 50% of principal has to be repaid for each installment.	\$ 7,611,250
Credit loans	Borrowing period is from March 24, 2022 to March 24, 2036; principal is repayable semiannually after four years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	4,360,634
	Borrowing period is from May 28, 2025 to May 28, 2027, interest will be deducted on the 21st of the last month of each quarter, and repayment will be made every six months based on the accumulated repayment ratio, with a total of four installments	454,180
	Borrowing period is from August 18, 2022 to July 29, 2036; principal is repayable semiannually after four years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,928,119
	Borrowing period is from August 27, 2024 to August 27, 2027, interest will be paid quarterly and principal will be repaid every six months. In the first year after the first withdrawal, the principal of \$500,000 will be repaid every six months; in the second year after the withdrawal, the principal of \$30 million will be repaid every six months; in the third year after the withdrawal, the principal of \$119.5 million will be repaid every six months and settled on maturity.	1,279,800
	Borrowing period is from March 30, 2023 to December 7, 2026; the principal and interest are repayable on the last month of every quarter.	359,876
	Borrowing period is from September 14, 2023 to December 4, 2026; principal is repayable quarterly after six months (the first installment) since the first drawdown in eleven installments; 5% of principal has to be repaid for the first and second installments, and 10% of principal has to be repaid for the remaining installments.	144,214
	Borrowing period is from November 9, 2023 to March 31, 2028, the principal will be repaid in equal installments of 8% at the end of each quarter and interest will be paid monthly.	49,744
	Borrowing period is from December 18, 2023 to August 24, 2028; interest is repayable monthly and the principal will not be repaid in the first four years; 5% of principal is repayable semiannually after half years since the drawdown in fifth installments, respectively, and the remaining is repayable on the due date.	1,285,413
	Borrowing period is from July 16, 2024 to July 16, 2027, the principal is repayable semiannually with the first installment of 4.5% of principal due six months after the first withdrawal, the second to fifth installments being 8.4% of principal, and the remainder being settled upon maturity.	274,206
	Borrowing period is from August 22, 2024 to August 20, 2027, the principal will be repaid every six months starting from the second year. The first year after the first transfer is a grace period and no principal will be repaid. Starting from the expiration of the grace period, principal will be repaid every six months. The first (1.5 years after the first transfer)/second/third transfer will be repaid at 1%/2%/3% of the total transfer amount, respectively, and the remaining balance will be repaid in one lump sum upon maturity.	1,053,385

Type of borrowings	Borrowing period and repayment term	September 30, 2025
Credit loans	Borrowing period is from September 25, 2024 to September 24, 2034, and starting from the first withdrawal, the principal will be repaid in installments every six months, for a total of twenty installments, each at 5%.	\$ 106,214
	Borrowing period is from April 30, 2025 to April 29, 2030, interest will be paid quarterly, with interest settled on the 20th of each quarter and interest deducted on the 21st. In addition, 2.5% of the principal will be repaid every six months for the first three years.	306,867
	Borrowing period is from May 9, 2022 to May 9, 2035; principal is repayable semiannually after three years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,508,207
	Borrowing period is from June 29, 2022 to June 28, 2035; principal is repayable semiannually after three years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,400,603
	Borrowing period is from July 24, 2024 to January 24, 2028, interest will be paid monthly and the loan will be repaid in one lump sum upon maturity.	761,125
	Borrowing period is from September 24, 2025 to September 22, 2028; interest will be paid quarterly; principal is repayable semiannually after 12 months since the first drawdown in a total of five installments, each at 5%, 10%, 15%, 20%, and 50%.	148,212
		23,032,049
Less: Syndicated loan arrangement fees		( 8,563)
Less: Current portion of long-term borrowings (within 'long-term liabilities, current portion')		( 8,791,545)
		<u>\$ 14,231,941</u>
Interest rate		<u>2.35%~6.09%</u>
Type of borrowings	Borrowing period and repayment term	December 31, 2024
Syndicated loans	Borrowing period is from July 3, 2023 to July 3, 2026; principal is repayable semiannually from January 3, 2026 in two installments; 50% of principal has to be repaid for each installment.	\$ 8,196,250
Credit loans	Borrowing period is from March 24, 2022 to March 24, 2036; principal is repayable semiannually after four years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	4,641,638
	Borrowing period is from January 18, 2023 to January 18, 2025; principal is repayable semiannually after six months since the first drawdown in four installments; 5% of principal has to be repaid for each of the first 3 installments, and the remaining is repayable on the due date.	387,670
	Borrowing period is from August 18, 2022 to July 29, 2036; principal is repayable semiannually after four years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	2,052,369
	Borrowing period is from August 27, 2024 to August 27, 2027, interest will be paid quarterly and principal will be repaid every six months. In the first year after the first withdrawal, the principal of \$500,000 will be repaid every six months; in the second year after the withdrawal, the principal of \$30 million will be repaid every six months; in the third year after the withdrawal, the principal of \$119.5 million will be repaid every six months and settled on maturity.	1,364,552

Type of borrowings	Borrowing period and repayment term	December 31, 2024
Credit loans	Borrowing period is from March 30, 2023 to December 7, 2026; the principal and interest are repayable on the last month of every quarter.	\$ 732,171
	Borrowing period is from September 14, 2023 to December 4, 2026; principal is repayable quarterly after six months (the first installment) since the first drawdown in eleven installments; 5% of principal has to be repaid for the first and second installments, and 10% of principal has to be repaid for the remaining installments.	346,473
	Borrowing period is from November 9, 2023 to November 30, 2026, the principal will be repaid in equal installments of 8% at the end of each quarter and interest will be paid monthly.	77,919
	Borrowing period is from December 18, 2023 to August 24, 2028; interest is repayable monthly and the principal will not be repaid in the first four years; 5% of principal is repayable semiannually after half years since the drawdown in fifth installments, respectively, and the remaining is repayable on the due date.	1,368,246
	Borrowing period is from July 16, 2024 to July 16, 2027, the principal is repayable semiannually with the first installment of 4.5% of principal due six months after the first withdrawal, the second to fifth installments being 8.4% of principal, and the remainder being settled upon maturity.	290,839
	Borrowing period is from August 22, 2024 to August 20, 2027, the principal will be repaid every six months starting from the second year. The first year after the first transfer is a grace period and no principal will be repaid. Starting from the expiration of the grace period, principal will be repaid every six months. The first (1.5 years after the first transfer)/second/third transfer will be repaid at 1%/2%/3% of the total transfer amount, respectively, and the remaining balance will be repaid in one lump sum upon maturity.	470,960
	Borrowing period is from September 25, 2024 to September 24, 2034, and starting from the first withdrawal, the principal will be repaid in installments every six months, for a total of twenty installments, each at 5%.	16,237
	Borrowing period is from May 9, 2022 to May 9, 2035; principal is repayable semiannually after three years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,571,458
	Borrowing period is from June 29, 2022 to June 28, 2035; principal is repayable semiannually after three years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,425,217
	Borrowing period is from July 24, 2024 to January 24, 2028, interest will be paid monthly and the loan will be repaid in one lump sum upon maturity.	819,625
		23,761,624
Less: Syndicated loan arrangement fees		( 18,442)
Less: Current portion of long-term borrowings (within 'long-term liabilities, current portion')		( 1,333,125)
		\$ 22,410,057
Interest rate		3.10%~7.04%

Type of borrowings	Borrowing period and repayment term	September 30, 2024
Syndicated loans	Borrowing period is from July 3, 2023 to July 3, 2026; principal is repayable semiannually from January 3, 2026 in two installments; 50% of principal has to be repaid for each installment.	\$ 7,912,500
Credit loans	Borrowing period is from March 24, 2022 to March 24, 2036; principal is repayable semiannually after four years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	4,596,689
	Borrowing period is from January 18, 2023 to January 18, 2025; principal is repayable semiannually after six months since the first drawdown in four installments; 5% of principal has to be repaid for each of the first 3 installments, and the remaining is repayable on the due date.	383,916
	Borrowing period is from August 18, 2022 to July 29, 2036; principal is repayable semiannually after four years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	2,032,494
	Borrowing period is from August 27, 2024 to August 27, 2027, interest will be paid quarterly and principal will be repaid every six months. In the first year after the first withdrawal, the principal of \$500,000 will be repaid every six months; in the second year after the withdrawal, the principal of \$30 million will be repaid every six months; in the third year after the withdrawal, the principal of \$119.5 million will be repaid every six months and settled on maturity.	1,353,596
	Borrowing period is from March 30, 2023 to December 7, 2026; the principal and interest are repayable on the last month of every quarter.	840,323
	Borrowing period is from September 14, 2023 to December 4, 2026; principal is repayable quarterly after six months (the first installment) since the first drawdown in eleven installments; 5% of principal has to be repaid for the first and second installments, and 10% of principal has to be repaid for the remaining installments.	388,285
	Borrowing period is from November 9, 2023 to November 30, 2026, the principal will be repaid in equal installments of 8% at the end of each quarter and interest will be paid monthly.	93,370
	Borrowing period is from December 18, 2023 to August 24, 2028; interest is repayable monthly and the principal will not be repaid in the first four years; 5% of principal is repayable semiannually after half years since the drawdown in fifth installments, respectively, and the remaining is repayable on the due date.	1,299,946
	Borrowing period is from July 16, 2024 to July 16, 2027, the principal is repayable semiannually with the first installment of 4.5% of principal due six months after the first withdrawal, the second to fifth installments being 8.4% of principal, and the remainder being settled upon maturity.	288,023
	Borrowing period is from August 22, 2024 to August 20, 2027, the principal will be repaid every six months starting from the second year. The first year after the first transfer is a grace period and no principal will be repaid. Starting from the expiration of the grace period, principal will be repaid every six months. The first (1.5 years after the first transfer)/second/third transfer will be repaid at 1%/2%/3% of the total transfer amount, respectively, and the remaining balance will be repaid in one lump sum upon maturity.	183,964
	Borrowing period is from September 25, 2024 to September 24, 2034, and starting from the first withdrawal, the principal will be repaid in installments every six months, for a total of twenty installments, each at 5%.	16,079

Type of borrowings	Borrowing period and repayment term	September 30, 2024
	Borrowing period is from May 9, 2022 to May 9, 2035; principal is repayable semiannually after three years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,509,132
	Borrowing period is from June 29, 2022 to June 28, 2035; principal is repayable semiannually after three years since the first drawdown in twenty installments; 5% of principal has to be repaid for each installment.	1,387,447
	Borrowing period is from July 24, 2021 to January 24, 2028, interest will be paid monthly and the loan will be repaid in one lump sum upon maturity.	791,250
		<u>23,077,014</u>
Less: Syndicated loan arrangement fees		( 20,770)
Less: Current portion of long-term borrowings (within 'long-term liabilities, current portion')		( 1,112,766)
		<u>\$ 21,943,478</u>
Interest rate		<u>3.10%~7.04%</u>

During the terms of the syndicated loans, in accordance with the syndicated loan agreement, the Company is required to calculate and maintain certain level of current ratio, liability ratio, times-interest-earned ratio and net tangible asset balance based on the audited annual and semi-annual consolidated financial statements.

#### (17) Pensions

##### A. Defined benefit plans

- (a) The Group's subsidiaries in Taiwan, Zhen Ding Technology Co., Ltd. and Boardtek Electronics Corporation, have defined benefit pension plans in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Taiwan subsidiaries contribute monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent Supervisory Committee of Labor Retirement Reserve Fund (the 'Fund'). Before the end of each year, the Taiwan subsidiaries assess the balance in the aforementioned Fund. If the balance in the Fund is insufficient to pay the retirement benefits of employees who are eligible for retirement in the following year by the aforementioned method, the Taiwan subsidiaries are required to fund the deficit in one appropriation before the end of next March.
- (b) The pension costs recognised by the Group in accordance with the above pension plan were \$0 for the three-month and nine-month periods ended September 30, 2025 and 2024, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Group amount to \$15 for the year ended December 31, 2026.

##### B. Defined contribution plan

- (a) Effective July 1, 2005, the Taiwan subsidiaries of the Group have established a defined contribution pension plan (the 'New Plan') under the Labor Pension Act, covering all regular employees with R.O.C. nationality. Under the New Plan, the

Taiwan subsidiaries of the Group contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The contribution plan accrued dividends from an employee's individual account is paid monthly or in lump sum upon retirement of an employee. The pension expenses recognised in accordance with the New Plan were \$14,301, \$20,007, \$49,229 and \$60,779 for the three-month and nine-month periods ended September 30, 2025 and 2024, respectively.

- (b) The Mainland China subsidiaries of the Group have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People's Republic of China are based on certain percentage of employees' monthly salaries and wages with the contribution percentage of 10%~20%, and pension is contributed to the employees' individual pension accounts. Pension of each employee is managed by the government. Other than the monthly contributions, the Group has no further obligations. The pension expenses recognised in accordance with local regulations were \$567,004, \$580,411, \$1,746,208 and \$1,483,662 for the three-month and nine-month periods ended September 30, 2025 and 2024, respectively.

(18) Share-based payment

- A. The share-based payment arrangements of the Group's subsidiary, Avary Holding (Shenzhen) Co., Limited, are as follows:

Type of arrangements	Grant date	Quantity granted	Contract period	Vesting conditions
Restricted stocks to employees	2017.02.27	185,080 thousand shares	7	(a)(d)
Restricted stocks to employees	2021.06.15	10,045 thousand shares	6	(b)(d)(e)
Restricted stocks to employees	2024.09.13	9,470 thousand shares	4	(c)(d)(f)

- (a) A restricted stock has not vested until an employee remains the employ in the Avary Holding (Shenzhen) Co., Limited for 2 years starting from the purchase date. Shares will be vested in accordance with the number of the grantees' shares at 20% every year. For an employee who does not satisfy the vesting conditions, the employee's investment would be refunded by the Group at the lower of the investment amount or the carrying amount of net assets. However, appropriated dividend is not required to be returned.
- (b) A restricted stock has not vested until an employee remains the employ in the Avary Holding (Shenzhen) Co., Limited for 1 year starting from the purchase date. Shares will be vested in accordance with the number of the grantees' shares at 20% every year. For an employee who does not satisfy the vesting conditions, the employee's investment would be refunded by the Group at the vested price and retired.
- (c) 30%, 30%, and 40% of employee subscription right are subscribed in three installments when an employee remains in the employ of Avary Holding (Shenzhen) Co., Limited for 1 year starting from the subscription date. For an employee who does not satisfy the vesting conditions, the employee's investment would be refunded by the Group at the vested price and retired.
- (d) Until the achievement of the vesting conditions, the right and obligation: cannot sell, pledge, transfer, give to others, create a right in rem over it or any other disposal.
- (e) The vested conditions of the issuance of restricted shares for employees were the annual operating revenue reached a predetermined target and employees'



individual performance reached a standard level. For an employee who does not satisfy the vesting conditions, the employee's investment would be refunded by the Group at the vested price and retired.

- (f) The vested conditions of the issuance of restricted shares for employees were the annual weighted average return on equity and operating revenue reached a predetermined target and employees' individual performance reached a standard level. For an employee who does not satisfy the vesting conditions, the employee's investment would be refunded by the Group at the vested price and retired.

B. Employee restricted stocks

The numbers of employee restricted stocks for the first issuance are as follows (in thousand shares):

	2024
Outstanding at January 1	35,437
Vested during the period	( 35,437 )
Outstanding at September 30	-

The numbers of employee restricted stocks for the second issuance are as follows (in thousand shares):

	2025	2024
Outstanding at January 1	5,122	5,181
Vested during the period	( 1,337 )	( - )
Returned during the period	( 62 )	( 59 )
Outstanding at September 30	3,723	5,122

The numbers of employee restricted stocks for the third issuance are as follows (in thousand shares):

	2025	2024
Outstanding at January 1	9,430	-
Numbers granted for the period	-	9,470
Returned during the period	( 130 )	( - )
Outstanding at September 30	9,300	9,470

- C. The fair value of the Group's share-based payment transactions granted on the grant date in 2017 to 2024 is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Type of arrangements	Grant date	Stock price (in RMB dollars)	Exercise price (in RMB dollars)	Expected price volatility	Expected option life	Expected dividends	Risk-free interest rate	Fair value per unit (in RMB dollars)
Restricted stocks to employees	2017.02.27	5.32	4.60	-	-	-	-	0.72
Restricted stocks to employees	2021.06.15	29.08	16.44	-	-	-	-	12.64
Restricted stocks to employees	2024.09.13	33.75	17.70	-	-	-	-	16.05

D. Expenses incurred on the share-based payment are as follows:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Expenses incurred on employees restricted stocks	<u>\$ 75,802</u>	<u>\$ 37,249</u>	<u>\$ 227,687</u>	<u>\$ 39,816</u>

(19) Share capital

A. As of September 30, 2025, the Company's authorised capital was \$16,000,000, and the issued capital was \$10,406,230, consisting of 1,040,623 thousand ordinary shares with a par value of \$10 (in New Taiwan dollars) per share.

Reconciliation between the beginning and the ending of the Company's ordinary shares outstanding is as follows:

	2025	2024
	Shares	Shares
	(thousand shares)	(thousand shares)
At January 1	956,652	947,049
Conversion of overseas convertible bonds	83,971	9,603
At September 30	<u>1,040,623</u>	<u>956,652</u>

B. For the nine-month period ended September 30, 2024, the Company's 4th issuance of overseas unsecured convertible bonds with the amount of USD 32,500 thousand was converted into 9,603 thousand ordinary shares at a par value of NTD 10, and the paid-in capital increased by \$96,033.

C. For the nine-month period ended September 30, 2025, the Company's 4th issuance of overseas unsecured convertible bonds with the amount of USD 270,900 thousand was converted into 83,971 thousand ordinary shares at a par value of NTD 10, and the paid-in capital increased by \$839,705.

D. The number of ordinary shares of the Company held by the Group's subsidiary, Boardtek Electronics Corporation, was 2,093 thousand shares, and the acquisition cost amounted to \$257,489 within the 'treasury shares'. The treasury shares shall not be pledged to others, and the shareholders' rights shall not be enjoyed before transfer under Securities and Exchange Act. For the nine-month period ended September 30, 2025, the number of ordinary shares of the Company sold by the Group's subsidiary was 1,669 thousand shares, and the total proceed from the sale amounted to \$287,993 thousand. As of September 30, 2025, the number of shares held was 424 thousand shares.

(20) Capital surplus

2025								
	Additional paid-in capital arising from ordinary share	Additional paid-in capital arising from bonds conversion	Share options	Expired share options	Changes in ownership interests in subsidiaries	Difference between consideration and carrying amount of subsidiaries acquired or disposed	Treasury shares	Total
At January 1	\$ 10,754,926	\$ 14,573,864	\$ 932,913	\$ 1,056,179	\$ 11,318,696	\$ 1,864,331	\$ 39,303	\$ 40,540,212
Employee restricted stocks	-	-	-	-	165,301	-	-	165,301
Issuance of overseas convertible bonds	-	-	1,522,717	-	-	-	-	1,522,717
Disposal of treasury shares	-	-	-	-	-	-	82,706	82,706
Conversion of convertible bonds	-	8,202,648	(687,690)	-	-	-	-	7,514,958
Recognition of changes in ownership interests in subsidiaries	-	-	-	-	11,862	-	-	11,862
At September 30	<u>\$ 10,754,926</u>	<u>\$ 22,776,512</u>	<u>\$ 1,767,940</u>	<u>\$ 1,056,179</u>	<u>\$ 11,495,859</u>	<u>\$ 1,864,331</u>	<u>\$ 122,009</u>	<u>\$ 49,837,756</u>
2024								
	Additional paid-in capital arising from ordinary share	Additional paid-in capital arising from bonds conversion	Share options	Expired share options	Changes in ownership interests in subsidiaries	Difference between consideration and carrying amount of subsidiaries acquired or disposed	Treasury shares	Total
At January 1	\$ 10,754,926	\$ 13,624,555	\$ -	\$ 1,056,179	\$ 11,223,476	\$ 1,864,331	\$ 32,447	\$ 38,555,914
Employee restricted stocks	-	-	-	-	28,771	-	-	28,771
Issuance of overseas convertible bonds	-	-	1,015,416	-	-	-	-	1,015,416
Adjustments of capital surplus for company's cash dividends received by subsidiaries	-	-	-	-	-	-	6,856	6,856
Conversion of convertible bonds	-	949,309	(82,503)	-	-	-	-	866,806
At September 30	<u>\$ 10,754,926</u>	<u>\$ 14,573,864</u>	<u>\$ 932,913</u>	<u>\$ 1,056,179</u>	<u>\$ 11,252,247</u>	<u>\$ 1,864,331</u>	<u>\$ 39,303</u>	<u>\$ 40,473,763</u>

- A. The Company's capital surplus arising from paid-in capital in excess of par value on issuance of ordinary share is used to offset accumulated losses incurred in previous years or distribute dividends to shareholders in accordance with the General Shareholders' Meeting resolution.
- B. Refer to Note 6(15) for the details of capital surplus - share options and capital surplus - additional paid-in capital arising from bond conversion.

(21) Retained earnings

- A. In accordance with the Company's Articles of Incorporation, the Board of Directors shall set aside out of the current year's earnings sequentially as follows:
  - (a) A reserve for payment of tax for the relevant financial year;
  - (b) An amount to offset losses incurred in previous years;
  - (c) Ten percent (10%) as a general reserve, and
  - (d) A special surplus reserve as required by the applicable securities authority under the Applicable Public Company Rules or a reserve as determined by the Board of Directors in accordance with the Articles of Incorporation.

Dividends shall not be lower than 10% of the distributable amount, and the Board of Directors can determine to distribute in cash, in shares or to distribute in both ways. However, cash dividends shall not be lower than 50% of total dividends.

In addition, cash dividends shall be distributed upon the approval of a majority of the directors present at a meeting attended by at least two-thirds or more of the total number of the directors. Share dividends can be distributed after obtaining approval from the shareholders in each accounting year. Stock dividends shall be distributed following resolution and approval at the General Shareholders' Meeting in each fiscal year.

- B. The appropriations of 2024 and 2023 earnings were approved by the shareholders' meeting on May 29, 2025 and May 30, 2024, respectively. Details are summarised as follows:

	2024		2023	
	Amount	Dividends per share (in New Taiwan dollars)	Amount	Dividends per share (in New Taiwan dollars)
Legal reserve	\$ 921,104		\$ 618,935	
Special reserve	( \$ 4,930,812)		\$ 2,237,783	
Cash dividends	\$ 4,591,932	4.80	\$ 3,101,587	3.275

Information on the appropriation of the Company's earnings as resolved at the shareholders' meeting is posted in the 'Market Observation Post System' at the website of the Taiwan Stock Exchange.

(22) Other equity interest

	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign financial statements	Total
At January 1, 2025	\$ 395,366	( \$ 584,774)	( \$ 189,408)
Valuation adjustment	1,024,291	-	1,024,291
Revaluation transferred to retained earnings	( 56,044)	-	( 56,044)
Currency translation differences:			
- Group	-	( 6,235,208)	( 6,235,208)
At September 30, 2025	<u>\$ 1,363,613</u>	<u>( \$ 6,819,982)</u>	<u>( \$ 5,456,369)</u>

  

	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign financial statements	Total
At January 1, 2024	\$ 489,233	( \$ 5,609,453)	( \$ 5,120,220)
Valuation adjustment	( 104,616)	-	( 104,616)
Currency translation differences:			
- Group	-	3,912,080	3,912,080
At September 30, 2024	<u>\$ 384,617</u>	<u>( \$ 1,697,373)</u>	<u>( \$ 1,312,756)</u>

(23) Operating revenue

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Revenue from contracts with customers	<u>\$ 47,366,168</u>	<u>\$ 50,608,998</u>	<u>\$ 125,651,516</u>	<u>\$ 115,530,587</u>

The Group derives revenue from the transfer of goods and services at a point in time. The Group's geographical revenue based on the countries where customers are located:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Revenue from contracts with customers				
U.S.A.	\$ 34,590,481	\$ 39,890,575	\$ 92,936,218	\$ 86,044,644
Mainland China	7,722,350	5,824,973	19,556,637	16,020,050
Taiwan	2,168,661	2,570,618	6,104,348	6,587,598
Others	2,884,676	2,322,832	7,054,313	6,878,295
	<u>\$ 47,366,168</u>	<u>\$ 50,608,998</u>	<u>\$ 125,651,516</u>	<u>\$ 115,530,587</u>

(24) Expenses by nature

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Employee benefit expenses	\$ 7,443,361	\$ 7,343,696	\$ 19,970,909	\$ 19,133,559
Depreciation expense	4,398,829	4,378,736	13,398,267	12,676,694
Amortisation expense	122,956	137,951	378,998	416,924
	<u>\$ 11,965,146</u>	<u>\$ 11,860,383</u>	<u>\$ 33,748,174</u>	<u>\$ 32,227,177</u>

(25) Employee benefit expense

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Wages and salaries	\$ 5,770,037	\$ 5,645,137	\$ 15,390,647	\$ 14,827,222
Employees' compensation	85,304	56,939	97,018	64,304
Labor and health insurance fees	313,900	337,866	967,641	938,116
Pension expenses	581,305	600,418	1,795,437	1,544,441
Other personnel expenses	692,815	703,336	1,720,166	1,759,476
	<u>\$ 7,443,361</u>	<u>\$ 7,343,696</u>	<u>\$ 19,970,909</u>	<u>\$ 19,133,559</u>

- A. In accordance with the Company's Articles of Incorporation, the Company shall distribute employee's compensation between zero point five percent (0.5%) and twenty percent (20%) and distribute directors' remuneration no higher than zero point five percent (0.5%) of the distributable earnings covering accumulated losses.
- B. For the three months and nine months ended September 30, 2025 and 2024, employees' compensation were accrued in the amount of \$85,304, \$56,939, \$97,018, and \$64,304, respectively; while directors' remuneration were accrued in the amount of \$15,279, \$16,418, \$26,993 and \$23,783, respectively.
- C. Employees' compensation and directors' remuneration as resolved by the Board of Directors for the year ended December 31, 2024 were equal to the amount recognised in the financial statements for the year ended December 31, 2024.
- D. Information on employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors and shareholders is posted in the 'Market Observation Post System' at the website of the Taiwan Stock Exchange.

(26) Interest income

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Interest income from bank deposits	\$ 549,178	\$ 722,301	\$ 1,885,618	\$ 2,164,343
Interest income from financial assets at amortised cost	270	280	820	66,415
	<u>\$ 549,448</u>	<u>\$ 722,581</u>	<u>\$ 1,886,438</u>	<u>\$ 2,230,758</u>

(27) Other income

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Government grant revenue	\$ 248,308	\$ 154,766	\$ 578,677	\$ 526,797
Other	112,751	108,578	317,664	271,527
	<u>\$ 361,059</u>	<u>\$ 263,344</u>	<u>\$ 896,341</u>	<u>\$ 798,324</u>

(28) Other gains and losses

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Net currency exchange (losses) gains	( \$ 212,455)	( \$ 998,202)	( \$ 851,410)	\$ 197,118
Net gains (losses) on financial assets and liabilities at fair value through profit or loss	242,299	( 45,293)	347,969	( 194,390)
Net (losses) gains on disposal of property, plant and equipment	( 258,028)	5,162	( 184,402)	23,927
Others	( 45,137)	( 14,751)	( 61,881)	( 41,460)
	<u>( \$ 273,321)</u>	<u>( \$ 1,053,084)</u>	<u>( \$ 749,724)</u>	<u>( \$ 14,805)</u>

(29) Finance costs

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Interest expense				
Bank borrowings	\$ 388,665	\$ 409,086	\$ 1,190,137	\$ 1,268,629
Amortisation of convertible bond discounts	106,778	164,130	421,033	450,905
Amortisation of syndicated loan arrangement fees	2,808	3,028	8,779	9,009
Interest expense from lease liabilities	4,542	5,353	15,374	19,355
	<u>\$ 502,793</u>	<u>\$ 581,597</u>	<u>\$ 1,635,323</u>	<u>\$ 1,747,898</u>

(30) Income tax

A. Income tax expense:

(a) Components of income tax expense:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Current tax:				
Tax payable arising from the current period	\$ 744,371	\$ 699,539	\$ 2,388,017	\$ 1,383,690
Adjustments in respect of prior years	377	15,756	126,490	( 24,457)
Total current tax	<u>744,748</u>	<u>715,295</u>	<u>2,514,507</u>	<u>1,359,233</u>

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Deferred tax:				
Origination and reversal of temporary differences	472,812	( 131,609)	161,575	( 589,684)
Change in loss carryforwards	( 145,579)	( 57,148)	( 288,045)	( 338,957)
Total deferred tax	327,233	( 188,757)	( 126,470)	( 928,641)
Income tax expense	\$ 1,071,981	\$ 526,538	\$ 2,388,037	\$ 430,592

(b) The income tax (charge)/credit relating to components of other comprehensive income is as follows:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Measured at fair value through other comprehensive income from changes in fair values	\$ 232,639	\$ 9,593	\$ 306,404	( \$ 40,605)

- B. The income tax returns of the Group's subsidiaries, Zhen Ding Technology Co., Ltd., Garuda Technology Co., Ltd., Hong Kong Leading Interconnect International Limited Taiwan Branch, and Boardtek Electronics Corporation, through 2023, 2022, 2022, and 2023 have been assessed and approved by the Tax Authority, respectively.
- C. The Group is subject to the exceptions to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes and the disclosure of relevant information.
- D. The Group's exposures to Pillar Two income tax arising from that legislation are described below:

The Group falls within the scope of the OECD Pillar Two framework. Pillar Two income tax took effect on January 1, 2025 in areas where subsidiaries are registered, including Singapore, Hong Kong and Thailand.

According to the Model Rules, the Group will be obligated to pay Top-Up Tax, which is the difference between the effective tax rate of a jurisdiction with GloBE income and minimum rate (15%). Due to the complexity of applying the Pillar Two legislation and calculating GloBE income, specific adjustments set in the Pillar Two legislation affect the effective tax rates in the jurisdictions of Singapore, Hong Kong, and Thailand, resulting in different effective tax rates compared to the average calculated under IAS 12. The Group has engaged tax experts to continuously assess matters related to the application of Pillar Two legislation. For the six months ended June 30, 2025, the Group recognized current income tax expenses related to Pillar Two without significant impact on the consolidated financial statements for the period.



(31) Earnings per share

Three-month period ended September 30, 2025			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in New Taiwan dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 2,391,742	973,212	\$ 2.46
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 2,391,742	973,212	
Assumed conversion of all dilutive potential ordinary shares			
Convertible bonds-overseas	106,778	94,984	
Employees' compensation	-	584	
Profit attributable to ordinary shareholders of the parent considering assumed conversion of all dilutive potential ordinary shares	\$ 2,498,520	1,068,780	\$ 2.34
Three-month period ended September 30, 2024			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in New Taiwan dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 3,353,189	953,063	\$ 3.52
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 3,353,189	953,063	
Assumed conversion of all dilutive potential ordinary shares			
Convertible bonds-overseas	164,130	110,088	
Employees' compensation	-	567	
Profit attributable to ordinary shareholders of the parent considering assumed conversion of all dilutive potential ordinary shares	\$ 3,517,319	1,063,718	\$ 3.31

Nine-month period ended September 30, 2025			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in New Taiwan dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 3,629,226	957,280	\$ 3.79
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 3,629,226	957,280	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	1,339	
Profit attributable to ordinary shareholders of the parent considering assumed conversion of all dilutive potential ordinary shares	\$ 3,629,226	958,619	\$ 3.79

Nine-month period ended September 30, 2024			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in New Taiwan dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 4,816,482	947,678	\$ 5.08
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 4,816,482	947,678	
Assumed conversion of all dilutive potential ordinary shares			
Convertible bonds-overseas	450,905	106,108	
Employees' compensation	-	928	
Profit attributable to ordinary shareholders of the parent considering assumed conversion of all dilutive potential ordinary shares	\$ 5,267,387	1,054,714	\$ 4.99

- A. As employees' compensation might be distributed in the form of shares, the diluted EPS is calculated based on the assumption that all distribution will be in the form of shares in the calculation of the weighted-average number of ordinary shares outstanding during the reporting period, taking into account the dilutive effects of stock bonus on potential ordinary shares.
- B. The convertible bonds exhibited anti-dilutive effect for the nine-month period ended September 30, 2025 and are therefore not included.

(32) Additional information of cash flows

A. Investing activities with partial cash payments

	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Acquisition of property, plant and equipment (including advance payments for equipment)	\$ 26,120,567	\$ 9,887,917
Add: Opening balance of payable on machinery and equipment (within 'other payables')	7,339,279	7,443,454
Less: Ending balance of payable on machinery and equipment (within 'other payables')	( 8,651,623 )	( 6,143,587 )
Net exchange differences	( 367,567 )	286,217
Cash paid during the period	<u>\$ 24,440,656</u>	<u>\$ 11,474,001</u>

B. Financing activities without cash flow effects

	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Convertible bonds converted to ordinary share	\$ 839,705	\$ 96,033
Capital surplus		
Additional paid-in capital arising from bonds conversion	8,202,648	949,309
Share options	( 687,690 )	( 82,503 )
Convertible bonds converted to equity	<u>\$ 8,354,663</u>	<u>\$ 962,839</u>

C. Changes in liabilities from financing activities

	2025					
	Short-term borrowings	Lease liabilities	Bonds payable	Long-term borrowings	Guarantee deposits received	Total liabilities from financing activities
At January 1	\$ 21,706,441	\$ 1,119,504	\$ 11,601,604	\$ 23,743,182	\$ 8,326,390	\$ 66,497,121
Change in cash flow from financing activities	6,131,536	( 248,199 )	12,106,854	820,013	( 1,813,823 )	16,996,381
Share options arising from convertible bonds	-	-	( 1,522,717 )	-	-	( 1,522,717 )
Conversion of convertible bonds	-	-	( 8,354,663 )	-	-	( 8,354,663 )
Change in right-of-use assets	-	30,672	-	-	-	30,672
Amortisation on interest expense	-	15,374	421,033	8,779	-	445,186
Effect of exchange rate changes	( 559,536 )	( 7,816 )	( 554,779 )	( 1,548,488 )	( 526,838 )	( 3,197,457 )
At September 30	<u>\$ 27,278,441</u>	<u>\$ 909,535</u>	<u>\$ 13,697,332</u>	<u>\$ 23,023,486</u>	<u>\$ 5,985,729</u>	<u>\$ 70,894,523</u>

  

	2024					
	Short-term borrowings	Lease liabilities	Bonds payable	Long-term borrowings	Guarantee deposits received	Total liabilities from financing activities
At January 1	\$ 33,853,082	\$ 1,213,656	\$ -	\$ 19,276,604	\$ 10,807,276	\$ 65,150,618
Change in cash flow from financing activities	( 12,560,636 )	( 262,150 )	12,468,383	3,122,969	( 2,322,081 )	446,485
Share options arising from convertible bonds	-	-	( 1,015,416 )	-	-	( 1,015,416 )
Conversion of convertible bonds	-	-	( 962,839 )	-	-	( 962,839 )
Change in right-of-use assets	-	60,812	-	-	-	60,812
Amortisation on interest expense	-	19,355	450,905	9,009	-	479,269
Effect of exchange rate changes	867,282	29,464	102,768	647,662	390,334	2,037,510
At September 30	<u>\$ 22,159,728</u>	<u>\$ 1,061,137</u>	<u>\$ 11,043,801</u>	<u>\$ 23,056,244</u>	<u>\$ 8,875,529</u>	<u>\$ 66,196,439</u>

## 7. RELATED PARTY TRANSACTIONS

### (1) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Group</u>
Hon Hai Precision Industry Co., Ltd. and its subsidiaries	The entity has significant influence over the Group
CyberTAN Technology Inc. and its subsidiaries	Other related party
Ennoconn Corporation and its subsidiaries	Other related party
Foxconn Interconnect Technology Limited and its subsidiaries	Other related party
General Interface Solution Holding Limited and its subsidiaries	Other related party
Zhen Ding Education Foundation	Other related party
Saha Pathana Inter-Holding PCL	Other related party
Guangdong Zhanyang Intelligent Equipment Co., Limited	Associate

### (2) Significant related parties transactions and balances

#### A. Sales:

	<u>Three-month period ended September 30, 2025</u>	<u>Three-month period ended September 30, 2024</u>	<u>Nine-month period ended September 30, 2025</u>	<u>Nine-month period ended September 30, 2024</u>
Sale of goods:				
- Entity with significant influence over the Group	\$ 3,408,355	\$ 2,170,113	\$ 8,744,858	\$ 5,603,321
- Other related parties	177,499	972,841	610,436	2,878,382
	<u>\$ 3,585,854</u>	<u>\$ 3,142,954</u>	<u>\$ 9,355,294</u>	<u>\$ 8,481,703</u>

Unless there are similar transactions, the prices and terms were determined in accordance with mutual agreements. Otherwise, the sales prices and credit terms to related parties were similar to third parties. The normal credit term is around 1 to 4 months.

#### B. Purchases:

	<u>Three-month period ended September 30, 2025</u>	<u>Three-month period ended September 30, 2024</u>	<u>Nine-month period ended September 30, 2025</u>	<u>Nine-month period ended September 30, 2024</u>
Purchase of goods:				
- Entity with significant influence over the Group	\$ 200,966	\$ 67,383	\$ 529,255	\$ 148,122
- Other related parties	910,368	1,954,175	2,423,434	4,049,452
- Associate	889	128	1,763	3,034
Total	<u>\$ 1,112,223</u>	<u>\$ 2,021,686</u>	<u>\$ 2,954,452</u>	<u>\$ 4,200,608</u>

Unless the prices and terms were determined in accordance with mutual agreements due to no similar transactions, the purchase prices and payment terms to related parties were similar to third parties. The normal payment term is around 1 to 4 months.

C. Operating expense - donation:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Zhen Ding Education Foundation	<u>\$ 42,738</u>	<u>\$ 41,490</u>	<u>\$ 42,738</u>	<u>\$ 52,500</u>

D. Accounts receivable:

	September 30, 2025	December 31, 2024	September 30, 2024
Accounts receivable - related parties:			
- Entity with significant influence over the Group	\$ 4,216,143	\$ 2,594,391	\$ 2,622,035
- Other related parties	<u>198,201</u>	<u>678,315</u>	<u>990,380</u>
	4,414,344	3,272,706	3,612,415
Less: Allowance for bad debts	( 13,247 )	( 9,818 )	( 10,838 )
Total	<u>\$ 4,401,097</u>	<u>\$ 3,262,888</u>	<u>\$ 3,601,577</u>

E. Notes and accounts payable:

	September 30, 2025	December 31, 2024	September 30, 2024
Accounts payable - related party:			
- Entity with significant influence over the Group	\$ 31,216	\$ 27,181	\$ 18,330
- Other related parties	889,242	1,033,964	1,524,352
- Associates	<u>423</u>	<u>472</u>	<u>478</u>
	<u>\$ 920,881</u>	<u>\$ 1,061,617</u>	<u>\$ 1,543,160</u>

(3) Key management compensation

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Short-term employee benefits	<u>\$ 69,894</u>	<u>\$ 41,416</u>	<u>\$ 134,093</u>	<u>\$ 75,147</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged assets	Carrying amount			Guarantee purpose
	September 30, 2025	December 31, 2024	September 30, 2024	
Other current assets				
- Time deposits with maturity of over three months	\$ 4,303	\$ 4,879	\$ 4,743	Tariff guarantee
Other non-current assets				
- Demand deposits	207,875	277,655	266,627	Reserve accounts for long-term loans
- Time deposits with maturity of over one year	25,816	29,274	28,460	Tariff guarantee
	<u>\$ 237,994</u>	<u>\$ 311,808</u>	<u>\$ 299,830</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

None.

(2) Commitments

A. Capital expenditure contracted for at the balance sheet date but not yet paid is as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Property, plant and equipment	<u>\$ 30,820,568</u>	<u>\$ 31,915,272</u>	<u>\$ 30,618,801</u>

B. The amount of unused letters of credit for the acquisition of property, plant and equipment is as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Unused letters of credit	<u>\$ 1,948,572</u>	<u>\$ 936,188</u>	<u>\$ 1,064,017</u>

10. SIGNIFICANT DISASTER LOSS

On January 5, 2025, a fire broke out in the subsidiary, Boardtek Electronics Corporation, which resulted in the destruction of some of its inventory, property, plant and equipment. Currently, the Company is actively processing the insurance claim valuation and has received the first insurance claim payment. After considering the claim amount, there is no significant loss.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

Avary Holding (Shenzhen) Co., Limited, a subsidiary of the Company, was approved by a resolution of the Board of Directors on October 30, 2025, to acquire by cash and capital increase 53.68% of equity interest in Wuxi Huayang Science and Technology Co., Ltd., totalling RMB 356,724 thousand, with the settlement of shares to be completed on November 30, 2025.

12. Others

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, issue new shares when convertible bonds are converted, or issue new shares for consideration to achieve optimal capital structure.

(2) Financial instruments

A. Financial instruments by category

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial assets at amortised cost	\$ 107,455,089	\$ 111,100,279	\$ 100,689,439
Financial assets at fair value through profit or loss	2,302,049	1,753,687	1,729,616
Financial assets at fair value through other comprehensive income	3,804,477	1,768,742	1,742,622
	<u>\$ 113,561,615</u>	<u>\$ 114,622,708</u>	<u>\$ 104,161,677</u>

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial liabilities</u>			
Financial liabilities at amortised cost	\$ 113,495,057	\$ 106,235,405	\$ 108,911,106
Lease liabilities	909,535	1,119,504	1,061,137
	<u>\$ 114,404,592</u>	<u>\$ 107,354,909</u>	<u>\$ 109,972,243</u>

Note: Financial assets at amortised cost include cash and cash equivalents, accounts receivable (including related parties), other receivables, other current assets, and other non-current assets-demand deposits and time deposits with maturity of over one year; financial liabilities at amortised cost include short-term borrowings, accounts payable (including related parties), other payables, current portion of long-term liabilities, bonds payable, long-term borrowings and guarantee deposits received.

B. Risk management policies

(a) Risk categories

The Group employs a comprehensive risk management and control system to clearly identify, measure, and control the various kinds of financial risk it faces, including market risk (including foreign exchange risk, interest rate risk and price risk), credit risk, and liquidity risk.

(b) Management objectives

- i. Except for market risk, which is controlled by outside factors, the remainder of the foregoing types of risks can be eliminated through internal controls or operational procedures. Therefore, the goal in managing each of these risks is to reduce them to zero.
- ii. As for market risk, the goal is to optimise its overall position through strict analysis, suggestion, execution and audit processes, and proper consideration of trends in the external economic/financial environment, internal operating conditions and the actual effects of market fluctuations.
- iii. The Group's overall risk management policy focuses on the unpredictable item of financial markets and seeks to reduce the potential adverse effects on the Group's financial position and financial performance.

(c) Management system

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

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD and RMB. Foreign exchange risk arises from (a) the timing of recognition for accounts receivable, accounts payable, borrowings, and payables on machinery and equipment denominated in non-functional currencies is

different, (b) recognised assets and liabilities and (c) net investments in foreign operations. Since the transacting currencies are different from functional currencies, foreign exchange risks arise.

- ii. Management has set up a policy to require all subsidiaries within the Group to manage their foreign exchange risk against their functional currency. However, the overall foreign exchange risk is managed by the Group treasury for hedging.
- iii. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk. Currency exposure arising from the net assets of the Group's foreign operations is managed primarily through borrowings denominated in the relevant foreign currencies.
- iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: USD; other certain subsidiaries' functional currency: RMB or NTD) so it is impacted by the exchange rate fluctuations. The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	September 30, 2025			Nine-month period ended September 30, 2025	
	Foreign currency amount (In thousands)	Exchange rate	Carrying amount (In thousands of NTD)	Sensitivity analysis	
				Degree of variation	Effect on comprehensive income
(Foreign currency: functional currency)					
<u>Financial assets</u>					
<u>Monetary items</u>					
USD: NTD	184,740	30.445	\$ 5,624,403	1%	\$ 56,244
USD: RMB	2,554,460	7.1055	77,770,544	1%	777,705
<u>Net effect in consolidated   entities with foreign   currencies</u>					
USD: NTD	4,115,481	30.445	\$ 125,295,813	1%	\$ 1,252,958
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD: NTD	88,328	30.445	\$ 2,689,147	1%	\$ 26,891
USD: RMB	834,717	7.1055	25,412,953	1%	254,130
JPY: RMB	6,236,179	0.0479	1,278,776	1%	12,788
	December 31, 2024			For the year ended December 31, 2024	
	Foreign currency amount (In thousands)	Exchange rate	Carrying amount (In thousands of NTD)	Sensitivity analysis	
				Degree of variation	Effect on comprehensive income
(Foreign currency: functional currency)					
<u>Financial assets</u>					
<u>Monetary items</u>					
USD: NTD	243,322	32.785	\$ 7,977,312	1%	\$ 79,773
USD: RMB	2,475,223	7.1884	81,150,186	1%	811,502
<u>Net effect in consolidated   entities with foreign   currencies</u>					
USD: NTD	4,051,593	32.785	\$ 132,831,477	1%	\$ 1,328,315
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD: NTD	91,796	32.785	\$ 3,009,532	1%	\$ 30,095
USD: RMB	872,768	7.1884	28,613,685	1%	286,137
JPY: RMB	3,314,952	0.0462	698,992	1%	6,990



	September 30, 2024			Nine-month period ended September 30, 2024	
	Foreign currency amount (In thousands)	Exchange rate	Carrying amount (In thousands of NTD)	Sensitivity analysis	
				Degree of variation	Effect on comprehensive income
(Foreign currency: functional currency)					
<u>Financial assets</u>					
<u>Monetary items</u>					
USD: NTD	237,087	31.65	\$ 7,503,804	1%	\$ 75,038
USD: RMB	2,518,327	7.0074	79,705,050	1%	797,051
<u>Net effect in consolidated   entities with foreign   currencies</u>					
USD: NTD	3,977,467	31.65	\$ 125,886,831	1%	\$ 1,258,868
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD: NTD	55,820	31.65	\$ 1,766,703	1%	\$ 17,667
USD: RMB	894,693	7.0074	28,317,021	1%	283,170
JPY: RMB	4,551,263	0.0491	1,008,850	1%	10,089

- v. Refer to Note 6(28) for the total exchange gains including realised and unrealised arising from significant foreign exchange variation on the monetary items held by the Group for the three months and nine months ended September 30, 2025 and 2024.

#### Interest rate risk for cash flow and fair value

The Group's interest rate risk arises from borrowings. Borrowings at floating rates expose the Group to interest rate risk of cash flow, which is partially offset by cash and cash equivalents held at floating rates.

Based on the simulations performed, the impact on after-tax profit of a quarter-point shift would be a maximum increase or decrease of \$94,332 and \$84,819 for the nine-month periods ended September 30, 2025 and 2024, respectively. The simulation is based on a quarterly basis to ensure that the maximum potential loss is within the limit given by the management.

The financial assets at amortised cost held by the Group are fixed rate products, and their changes of fair value arise from changes in market interest rate. However, the Group would hold the financial assets to the maturity because of the return at the effective rates for the duration, thus, there are no gains or losses on disposal or valuation arising from change in fair value.

#### Price risk

The Group's investments in equity securities comprise domestic listed stocks which are classified as investments in financial assets at fair value through other comprehensive income. The price of equity securities would be affected by the uncertainty of the future value of underlying investment. However, the Group expects the price fluctuations do not have significant impact on the price of equity securities.

#### (b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments.

According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors.

Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored. Credit risk arises from cash and cash equivalents, derivative financial instruments and other financial instruments, and is managed and monitored by the Group treasury. The clients and counterparties are government organisations, banks with high credit quality and financial institutions with investment grade; thus, there is no significant default risk and critical credit risk.

- ii. The Group assesses whether there has been a significant increase in credit risk on that instrument since initial recognition:
  - (i) If the contract payments were more than 30 days past due based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
  - (ii) If the credit rating grade of an underlying investment degrades two grades, there has been a significant increase in credit risk on that instrument since initial recognition.
- iii. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
  - (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganisation due to their financial difficulties;
  - (ii) The disappearance of an active market for that financial asset because of financial difficulties;
  - (iii) Default or delinquency in interest or principal repayments;
  - (iv) Adverse changes in national or regional economic conditions that are expected to cause a default.
- iv. The default occurs when the contract payments are more than 90 days past due.
- v. The credit quality information of financial assets that are neither overdue nor impaired is as follows:

#### Cash and cash equivalents

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

#### Financial assets at amortised cost

The Group's investments in debt instruments classified as financial assets at amortised cost have low credit risk, and the carrying amount is measured as the expected credit loss for the 12 months following the balance sheet date.

#### Accounts receivable (including related parties)

- (i) The Group applies the following approaches to assess the expected credit losses (the 'ECLs') of accounts receivable:
  - 1 Assess the ECLs on an individual basis if a significant default has occurred to the certain customers.
  - 2 Classify the other customers' accounts receivable based on the Group's credit rating standards and estimate the ECLs using the loss rate methodology or provision matrix.
  - 3 Adjust the loss rates derived from historical and recent information by taking into account the business cycle indicators

of the National Development Council and forecasts of the Basel Committee on Banking Supervision.

- 4 As of June September 30, 2025, December 31, 2024 and September 30, 2024, the individual provision for impairment of accounts receivable using loss rate methodology or provision matrix is as follows:

	Individual	Group 1	Group 2	Group 3	Group 4	Total
<u>September 30,</u> <u>2025</u>						
Expected loss rate		0.03%	0.07%	0.1%~1%	1%~5%	
Total carrying amount	\$ -	\$ 18,014,620	\$ 6,509,929	\$ 3,413,824	\$ 2,344,996	\$ 30,283,369
Loss allowance	\$ -	( \$ 5,404)	( \$ 4,557)	( \$ 34,138)	( \$ 46,788)	( \$ 90,887)

	Individual	Group 1	Group 2	Group 3	Group 4	Total
<u>December 31,</u> <u>2024</u>						
Expected loss rate		0.03%	0.07%	0.1%~1%	1%~5%	
Total carrying amount	\$ -	\$ 20,643,544	\$ 6,326,228	\$ 1,679,272	\$ 1,625,020	\$ 30,274,064
Loss allowance	\$ -	( \$ 6,193)	( \$ 4,428)	( \$ 16,793)	( \$ 63,529)	( \$ 90,943)

	Individual	Group 1	Group 2	Group 3	Group 4	Total
<u>September 30,</u> <u>2024</u>						
Expected loss rate		0.03%	0.07%	0.1%~1%	1%~5%	
Total carrying amount	\$ -	\$ 25,877,330	\$ 5,976,775	\$ 1,500,408	\$ 1,896,587	\$ 35,251,100
Loss allowance	\$ -	( \$ 7,763)	( \$ 4,184)	( \$ 15,004)	( \$ 78,882)	( \$ 105,833)

Group 1: Standard Poor's, Fitch Ratings or Moody's ratings in A category, or A category rated based on the Group's Credit Quality Control Policy for those that have no external credit ratings.

Group 2: Standard Poor's or Fitch Ratings in BBB category, Moody's ratings in Baa category, or in B or C category rated based on the Group's Credit Quality Control Policy for those that have no external credit ratings.

Group 3: Standard Poor's or Fitch Ratings in BB+ category or below, or Moody's ratings in Ba1 category or below.

Group 4: Having no external agency rating. Ratings other than A, B, or C based on the Group's Credit Quality Control Policy.

- (ii) Movements on allowance for accounts receivable adopting the modified approach (including related parties) are as follows:

	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Opening balance	\$ 90,943	\$ 107,716
Provision for (reversal of) impairment	4,206 (	2,527)
Write off	- (	1,687)
Net exchange differences	( 4,262)	2,331
Ending balance	\$ 90,887	\$ 105,833

#### Other receivables

The Group's subsidiaries incorporated in Mainland China are engaged in export sales. Under local regulations, the subsidiaries are entitled to tax benefits on VAT exemption, deduction and refund on the exports of goods. The subsidiaries calculate VAT refund and deductible amounts based on monthly sales by product types. The subsidiaries' counterparties and performing parties are mainly government organisations, so the possibility of default is remote. The Group's other accounts receivable of \$61 and (\$256) for the nine months ended September 30, 2025 and 2024 was recognised as gain (losses) on reversal of expected credit loss.

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

The bond securities issuer has high credit quality and the Group controls its credit risk through transaction limits control and critical assessment of credit rating levels, so it expects that the probability of default is remote.

#### (c) Liquidity risk

- i. Cash flow forecasting is performed by each entity in the Group and aggregated by the Group treasury. The Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans, covenant compliance, compliance with internal balance sheet ratio targets and applicable external regulatory or legal requirements, such as foreign currency restrictions.

- ii. The Group has the following undrawn borrowing facilities:

	September 30, 2025	December 31, 2024	September 30, 2024
Expiring within one year	\$ 92,782,721	\$ 108,909,309	\$ 96,295,506
Expiring over one year	9,567,665	10,753,996	9,519,494
	<u>\$ 102,350,386</u>	<u>\$ 119,663,305</u>	<u>\$ 105,815,000</u>

- iii. The following table analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the following table are the contractual undiscounted cash flows. The remaining period of corporate bonds payable is expressed as the period between the balance sheet date and the redeemable date by holders. Except those listed in the following table, all of the Group's derivative and nonderivative financial liabilities will attain maturity within one year:

Non-derivative financial liabilities:

	Within one year	Over one year	Total
September 30, 2025			
Bonds payable (Note 1)	\$ -	\$ 16,763,033	\$ 16,763,033
Long-term borrowings (Note 2)	9,561,299	17,301,945	26,863,244
Guarantee deposits received	2,598,718	3,387,011	5,985,729
Lease liabilities	249,583	967,716	1,217,299
	<u>\$ 12,409,600</u>	<u>\$ 38,419,705</u>	<u>\$ 50,829,305</u>

Non-derivative financial liabilities:

	Within one year	Over one year	Total
December 31, 2024			
Bonds payable (Note 1)	\$ -	\$ 14,243,722	\$ 14,243,722
Long-term borrowings (Note 2)	2,408,969	26,671,289	29,080,258
Guarantee deposits received	3,513,419	4,812,971	8,326,390
Lease liabilities	252,273	1,184,825	1,437,098
	<u>\$ 6,174,661</u>	<u>\$ 46,912,807</u>	<u>\$ 53,087,468</u>

Non-derivative financial liabilities:

	Within one year	Over one year	Total
September 30, 2025			
Bonds payable (Note 1)	\$ -	\$ 13,750,612	\$ 13,750,612
Long-term borrowings (Note 2)	2,188,610	26,204,710	28,393,320
Guarantee deposits received	3,859,524	5,016,005	8,875,529
Lease liabilities	218,966	1,156,243	1,375,209
	<u>\$ 6,267,100</u>	<u>\$ 46,127,570</u>	<u>\$ 52,394,670</u>

Note: 1. Please refer to Note 6(15) for the conditions of issuance of bonds payable.

2. Including imputed interest payable.

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

(d) Cash flow risk of changes from interest rate

For the Group's borrowings at floating rates, the effective interest rate changes according to market interest rates. However, the working capital of the Group is sufficient to hedge the cash flow risk due to changes in interest rate. Furthermore, the Group's borrowings as fixed rates and lease payable have no cash flow risk due to changes in market interest rate.

(3) Information on fair value

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

Level 1: Inputs that are quoted prices (unadjusted) in active markets for identical assets or liabilities. A market is regarded as active if it meets all the following conditions: the items traded in the market are homogeneous; willing buyers and sellers can normally be found at any time; and prices are available to the public. The fair value of the Group's investment in listed stocks is included in Level 1.

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

Level 3: Inputs for the asset or liability that are not based on observable market data.

B. Fair value information of investment property at cost is provided in Note 6(10).

C. Financial instruments not measured at fair value

- (a) Except those listed in the following table, the carrying amounts of the Group's financial instruments not measured at fair value approximate to their fair values, including cash and cash equivalents, financial assets at amortised cost—time deposits with maturity of over three months, accounts receivable (including related parties), other receivables, other current assets, other non-current assets—time deposits with maturity of over one year, short-term borrowings, accounts payable (including related parties), other payables, lease liabilities, and long-term borrowings is a reasonable approximation of fair value:

September 30, 2025				
	Carrying amount	Fair value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 13,697,332	\$ -	\$ 15,282,202	\$ -
Guarantee deposits received	5,985,729	-	5,936,162	-
Total	<u>\$ 19,683,061</u>	<u>\$ -</u>	<u>\$ 21,218,364</u>	<u>\$ -</u>

December 31, 2025				
	Carrying amount	Fair value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 11,601,604	\$ -	\$ 13,099,580	\$ -
Guarantee deposits received	8,326,390	-	8,257,440	-
Total	<u>\$ 19,927,994</u>	<u>\$ -</u>	<u>\$ 21,357,020</u>	<u>\$ -</u>

September 30, 2024				
	Carrying amount	Fair value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 11,043,801	\$ -	\$ 12,591,485	\$ -
Guarantee deposits received	8,875,529	-	8,802,032	-
Total	<u>\$ 19,919,330</u>	<u>\$ -</u>	<u>\$ 21,393,517</u>	<u>\$ -</u>

- (b) The methods and assumptions of fair value measurement are as follows:

- Bonds payable: Regarding the convertible bonds issued by the Group, the fair value is estimated based on the expected cash flows using the present value and market rate.
- Guarantee deposits received: The fair value is estimated using the present value of the expected cash flows. The discount rate refers to the fixed interest rate of postal savings for a one-year time deposit.

D. Financial instruments measured at fair value

- (a) The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities are as follows:

September 30, 2025	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss	\$ -	\$ 615,363	\$ 1,686,686	\$ 2,302,049
Financial assets at fair value through other comprehensive income	\$ 1,635,132	\$ -	\$ 2,169,345	\$ 3,804,477
December 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss	\$ -	\$ 263,250	\$ 1,490,437	\$ 1,753,687
Financial assets at fair value through other comprehensive income	\$ 730,499	\$ -	\$ 1,038,243	\$ 1,768,742
September 30, 2024	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss	\$ -	\$ 298,460	\$ 1,431,156	\$ 1,729,616
Financial assets at fair value through other comprehensive income	\$ 684,896	\$ -	\$ 1,057,726	\$ 1,742,622

- (b) The methods and assumptions that the Group used to measure fair value are as follows:
- The instruments the Group used market quoted prices as their fair values (i.e., Level 1).
  - Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date.
  - When assessing non-standard and low-complexity financial instruments, for example, foreign exchange swap contracts, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.

- iv. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models.
  - v. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
  - vi. The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.
- E. The movements on Level 3 for the three months and six months ended September 30, 2025 and 2024 are as follows:

	Nine-month period ended September 30, 2025		Nine-month period ended September 30, 2024	
	Financial assets at fair value through profit or loss- debt securities	Financial assets at fair value through other comprehensive income- equity securities	Financial assets at fair value through profit or loss- debt securities	Financial assets at fair value through other comprehensive income- equity securities
Opening balance	\$ 1,490,437	\$ 1,038,243	\$ 1,382,390	\$ 789,442
Acquisition of financial assets	366,489	362,364	187,069	135,500
Income distribution (	82,949)	-	10,813)	-
Unrealised (losses) gains on valuation (	23,636)	855,745	108,142)	34,204
Others	-	-	65,008)	67,933
Net exchange differences	( 63,655)	( 87,007)	45,660	30,647
Ending balance	<u>\$ 1,686,686</u>	<u>\$ 2,169,345</u>	<u>\$ 1,431,156</u>	<u>\$ 1,057,726</u>

- (a) External appraiser is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in accordance with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.
- (b) The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:



	Fair value as of September 30, 2025	Valuation technique	Significant unobservable input	Range [weighted average]	Relationship of inputs to fair value
Equity securities:					
Unlisted shares	\$ 24,178	Market comparable companies	Enterprise value to EBIT multiple  Price to net value multiple	3.42~10.20 [6.13]  0.89~1.97 [1.42]	The higher the EBIT, the higher the fair value  The higher the net value of stocks, the higher the fair value
Unlisted shares	189,548	Market comparable companies	Enterprise value to EBIT multiple	6.01~29.14 [11.22]	The higher the EBIT, the higher the fair value
Unlisted shares	42,406	Market comparable companies	Price-to-Sales ratio	2.91~9.70 [4.72]	The higher the sale price, the higher the fair value
Unlisted shares	340,504	Market comparable companies	Price-to-Sales ratio	3.65~13.19 [5.44]	The higher the sale price, the higher the fair value
Unlisted shares	36,876	Market comparable companies	Enterprise value to EBIT multiple  Price to net value multiple	17.07~60.66 [38.85]  1.22~4.69 [2.88]	The higher the EBIT, the higher the fair value  The higher the net value of stocks, the higher the fair value
Unlisted shares	173,620	Market comparable companies	Enterprise value to EBIT multiple	14.46~53.99 [25.80]	The higher the EBIT, the higher the fair value
Unlisted shares	32,088	Market comparable companies	Enterprise value to EBIT multiple	9.24~19.96 [15.98]	The higher the EBIT, the higher the fair value
Unlisted shares	262,256	Market comparable companies	Enterprise value to EBIT multiple	16.78~35.96 [24.18]	The higher the EBIT, the higher the fair value
Unlisted shares	176,481	Market comparable companies	Price-to-Sales ratio  Stock price volatility	2.11~10.39 [5.86]  54.49%	The higher the sale price, the higher the fair value  The higher the stock price volatility, the higher the fair value
Unlisted shares	128,541	The last transaction price	Not applicable	Not applicable	Not applicable
Unlisted shares	677,153	The last transaction price	Not applicable	Not applicable	Not applicable
Unlisted shares	<u>85,694</u>	The last transaction price	Not applicable	Not applicable	Not applicable
	<u>\$ 2,169,345</u>				
Debt Securities:					
Private fund	\$ 899,441	Net asset value	Not applicable	Not applicable	Not applicable
Private fund	157,796	Net asset value	Not applicable	Not applicable	Not applicable
Private fund	4,340	Net asset value	Not applicable	Not applicable	Not applicable
Unlisted partnership share	<u>625,109</u>	Net asset value	Not applicable	Not applicable	Not applicable
	<u>\$ 1,686,686</u>				

	Fair value as of December 31, 2024	Valuation technique	Significant unobservable input	Range [weighted average]	Relationship of inputs to fair value
Equity securities:					
Unlisted shares	\$ 26,206	Market comparable companies	Enterprise value to EBIT multiple	2.54~12.59 [4.48]	The higher the EBIT, the higher the fair value
			Price to net value multiple	0.81~1.96 [1.60]	The higher the net value of stocks, the higher the fair value
Unlisted shares	161,674	Market comparable companies	Enterprise value to EBIT multiple	6.23~16.59 [13.77]	The higher the EBIT, the higher the fair value
Unlisted shares	33,325	Market comparable companies	Price-to-Sales ratio	2.13~10.65 [4.28]	The higher the sale price, the higher the fair value
Unlisted shares	334,624	Market comparable companies	Price-to-Sales ratio	2.18~10.96 [6.10]	The higher the sale price, the higher the fair value
Unlisted shares	39,202	Market comparable companies	Enterprise value to EBIT multiple	17.32~44.77 [36.09]	The higher the EBIT, the higher the fair value
			Price to net value multiple	0.89~4.07 [2.28]	The higher the net value of stocks, the higher the fair value
Unlisted shares	45,836	Market comparable companies	Enterprise value to EBIT multiple	13.42~44.31 [20.38]	The higher the EBIT, the higher the fair value
Unlisted shares	28,959	Market comparable companies	Enterprise value to EBIT multiple	9.39~23.30 [15.45]	The higher the EBIT, the higher the fair value
Unlisted shares	109,589	Market comparable companies	Enterprise value to EBIT multiple	15.45~50.26 [26.62]	The higher the EBIT, the higher the fair value
Unlisted shares	122,003	Market comparable companies	Price-to-Sales ratio	3.42~13.49 [7.68]	The higher the sale price, the higher the fair value
			Stock price volatility	40.96%	The higher the stock price volatility, the higher the fair value
Unlisted shares	<u>136,825</u>	The last transaction price	Not applicable	Not applicable	Not applicable
	<u>\$ 1,038,243</u>				
Debt Securities:					
Private fund	\$ 1,005,730	Net asset value	Not applicable	Not applicable	Not applicable
Private fund	172,369	Net asset value	Not applicable	Not applicable	Not applicable
Unlisted partnership share	<u>312,338</u>	Net asset value	Not applicable	Not applicable	Not applicable
	<u>\$ 1,490,437</u>				

	Fair value as of September 30, 2024	Valuation technique	Significant unobservable input	Range [weighted average]	Relationship of inputs to fair value
Equity securities:					
Unlisted shares	\$ 28,602	Market comparable companies	Enterprise value to EBIT multiple	2.66~17.44 [6.05]	The higher the EBIT, the higher the fair value
			Price to net value multiple	0.93~2.47 [1.44]	The higher the net value of stocks, the higher the fair value
Unlisted shares	189,626	Market comparable companies	Enterprise value to EBIT multiple	11.05~14.50 [13.64]	The higher the EBIT, the higher the fair value
Unlisted shares	56,381	Market comparable companies	Price-to-Sales ratio	1.50~6.56 [3.88]	The higher the sale price, the higher the fair value
Unlisted shares	292,168	Market comparable companies	Price-to-Sales ratio	1.50~8.19 [4.95]	The higher the sale price, the higher the fair value
			Stock price volatility	48.16%	The higher the stock price volatility, the higher the fair value
Unlisted shares	27,704	Market comparable companies	Price to net value multiple	16.45~86.42 [22.70]	The higher the net value of stocks, the higher the fair value
			Price-to-Sales ratio	0.58~3.46 [2.37]	The higher the sale price, the higher the fair value
Unlisted shares	91,586	Market comparable companies	Enterprise value to EBIT multiple	15.29~31.98 [24.21]	The higher the EBIT, the higher the fair value
Unlisted shares	50,208	Market comparable companies	Enterprise value to EBIT multiple	5.52~24.03 [16.07]	The higher the EBIT, the higher the fair value
Unlisted shares	103,270	Market comparable companies	Enterprise value to EBIT multiple	13.52~37.00 [24.43]	The higher the EBIT, the higher the fair value
Unlisted shares	82,681	Market comparable companies	Price-to-Sales ratio	4.90~13.49 [7.41]	The higher the sale price, the higher the fair value
			Stock price volatility	32.68%	The higher the stock price volatility, the higher the fair value
Unlisted shares	<u>135,500</u>	The last transaction price	Not applicable	Not applicable	Not applicable
	<u>\$ 1,057,726</u>				
Debt Securities:					
Private fund	\$ 946,523	Net asset value	Not applicable	Not applicable	Not applicable
Private fund	196,106	Net asset value	Not applicable	Not applicable	Not applicable
Unlisted partnership share	<u>288,527</u>	Net asset value	Not applicable	Not applicable	Not applicable
	\$ 1,431,156				

- (c) The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, the use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

				Nine-month period ended September 30, 2025			
				Recognised in profit or loss		Recognised in other comprehensive income	
				Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets	Input	Change					
Debt instruments	Enterprise value to EBIT multiple, etc.	± 1%		\$ 16,867	( \$ 16,867)	\$ -	\$ -
Equity instruments		± 1%		-	-	21,693	( 21,693)
				<u>\$ 16,867</u>	<u>( \$ 16,867)</u>	<u>\$ 21,693</u>	<u>( \$ 21,693)</u>
				Nine-month period ended September 30, 2024			
				Recognised in profit or loss		Recognised in other comprehensive income	
				Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets	Input	Change					
Debt instruments	Enterprise value to EBIT multiple, etc.	± 1%		\$ 14,312	( \$ 14,312)	\$ -	\$ -
Equity instruments		± 1%		-	-	10,577	( 10,577)
				<u>\$ 14,312</u>	<u>( \$ 14,312)</u>	<u>\$ 10,577</u>	<u>( \$ 10,577)</u>

- F. For the nine-month periods ended September 30, 2025 and 2024, there was no transfer between Level 1 and Level 2.
- G. For the nine-month periods ended September 30, 2025 and 2024, there was no transfer into or out from Level 3.

### 13. SUPPLEMENTARY DISCLOSURES

#### (1) Significant transactions information

(The portions of transaction information with the investees were based on the financial statements of the investees for the same period which were reviewed by independent auditors. All the transactions with subsidiaries disclosed below had been eliminated in the consolidated financial statements. The disclosure information below is for reference only.)

- A. Loans to others: Please refer to Table 1.
- B. Provision of endorsements and guarantees to others: Please refer to Table 2.
- C. Holding of significant marketable securities at the end of the period (excluding the investment in subsidiaries, associates and joint ventures): Please refer to Table 3.
- D. Purchase or sale of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: Please refer to Table 4.
- E. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: Please refer to Table 5.
- F. Significant inter-company transactions during the reporting period: Please refer to Table 6.

(2) Information on investees

(The portions of transaction information with the investees were based on the financial statements of the investees for the same period which were reviewed by independent auditors. All the transactions with subsidiaries disclosed below had been eliminated in the consolidated financial statements. The disclosure information below is for reference only.)

Names, locations and other information of investee companies (excluding the investees in Mainland China): Please refer to Table 7.

(3) Information on investments in Mainland China

A. Basic information: Please refer to Table 8.

B. Significant transactions with the investees in Mainland China either directly or indirectly through other companies in the third areas: None.

14. SEGMENT INFORMATION

(1) General information

The Group is engaged in the manufacturing of various types of PCB products. The chief operating decision-maker considered the business and operations from the product perspective. Currently, the Group only discloses one reportable segment as all operating segments meet the aggregation criteria (similar gross profit margin and expected growth rate). In allocating resources and assessing performance of the Group, the chief operating decision-maker uses operating segments' revenue and net income, which reflect internal cost and expense allocation. Except for inter-segment charges, which were determined based on the Group's internal policy, accounting policies of operating segments are in agreement with Note 4, 'Summary of significant accounting policies'.

(2) Reportable segment information

Information on reportable segment provided to the chief operating decision maker is as follows:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Revenue from external customers	\$ 47,366,168	\$ 50,608,998	\$ 125,651,516	\$ 115,530,587
Inter-segment revenue	-	-	-	-
Segment revenue	<u>\$ 47,366,168</u>	<u>\$ 50,608,998</u>	<u>\$ 125,651,516</u>	<u>\$ 115,530,587</u>
Segment profit	<u>\$ 4,861,334</u>	<u>\$ 5,818,427</u>	<u>\$ 8,201,895</u>	<u>\$ 6,529,133</u>

(3) Reconciliation of reportable segment's revenue and measure of profit and loss

Sales between segments are carried out at fair value. The revenue from external parties reported to the chief operating decision-maker is measured in a manner consistent with that in the statement of comprehensive income.

The reconciliation from total reportable segment's revenue to the enterprise income and from segment profit from reportable segment to the net income for the current period is as follows:

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Reportable segment revenue	<u>\$ 47,366,168</u>	<u>\$ 50,608,998</u>	<u>\$ 125,651,516</u>	<u>\$ 115,530,587</u>

	Three-month period ended September 30, 2025	Three-month period ended September 30, 2024	Nine-month period ended September 30, 2025	Nine-month period ended September 30, 2024
Reportable segment profit	\$ 4,861,334	\$ 5,818,427	\$ 8,201,895	\$ 6,529,133
Interest income and finance costs	46,655	140,984	251,115	482,860
Net foreign exchange (losses) gains	( 212,455)	( 998,202)	( 851,410)	197,118
Net (losses) gains on disposal of property, plant and equipment	( 258,028)	5,162	( 184,402)	23,927
Net gains (losses) on financial assets and liabilities at fair value through profit or loss	242,299	( 45,293)	347,969	( 194,390)
Others	( 1,090,579)	( 169,782)	( 1,763,359)	( 183,973)
Profit	<u>\$ 3,589,226</u>	<u>\$ 4,751,296</u>	<u>\$ 6,001,808</u>	<u>\$ 6,854,675</u>

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**

**LOANS TO OTHERS**

Nine-month period ended September 30, 2025

Table 1

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

No.	Lender	Borrower	General ledger account	Related party	Maximum outstanding balance during the current period (Note 3)	Ending balance (Note 4)	Actual amount drawn down	Interest rate range	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Notes 1 & 2)	Limit on total lender's loans granted (Notes 1 & 2)	Footnote
1	Mayco Industrial Limited	Boardtek Electronics Corporation	Other receivables	Yes	\$ 913,350	\$ 913,350	\$ -	-	Short-term financing	\$ -	Operation requirements	\$ -	No	\$ -	\$ 40,536,332	\$ 40,536,332	
1	Mayco Industrial Limited	Zhen Ding Technology Co., Ltd.	Other receivables	Yes	3,044,500	3,044,500	-	-	Short-term financing	-	Operation requirements	-	No	-	40,536,332	40,536,332	
1	Mayco Industrial Limited	Leading Interconnect Semiconductor Technology Limited	Other receivables	Yes	913,350	913,350	-	-	Short-term financing	-	Operation requirements	-	No	-	506,704,144	709,385,801	
1	Mayco Industrial Limited	Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Other receivables	Yes	3,653,400	3,653,400	608,900	4.37353%-4.63098%	Short-term financing	-	Operation requirements	-	No	-	506,704,144	709,385,801	
1	Mayco Industrial Limited	Leading Interconnect International Limited	Other receivables	Yes	913,350	913,350	91,335	4.43359%	Short-term financing	-	Operation requirements	-	No	-	506,704,144	709,385,801	
1	Mayco Industrial Limited	Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Other receivables	Yes	5,480,100	5,480,100	4,479,897	3.00%-4.83157%	Short-term financing	-	Operation requirements	-	No	-	40,536,332	40,536,332	
2	Pacific Fair International Limited	Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Other receivables	Yes	1,826,700	1,826,700	1,742,088	3.00%-4.6571%	Short-term financing	-	Operation requirements	-	No	-	84,982,267	118,975,173	
2	Pacific Fair International Limited	Leading Interconnect Semiconductor Technology Limited	Other receivables	Yes	913,350	913,350	88,291	4.79466%	Short-term financing	-	Operation requirements	-	No	-	84,982,267	118,975,173	
2	Pacific Fair International Limited	Boardtek Electronics Corporation	Other receivables	Yes	1,522,250	1,522,250	608,900	4.36543%-4.4144%	Short-term financing	-	Operation requirements	-	No	-	6,798,581	6,798,581	
2	Pacific Fair International Limited	BRAI Technology Co., Ltd.	Other receivables	Yes	913,350	913,350	-	-	Short-term financing	-	Operation requirements	-	No	-	6,798,581	6,798,581	
2	Pacific Fair International Limited	Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Other receivables	Yes	1,826,700	1,217,800	-	-	Short-term financing	-	Operation requirements	-	No	-	6,798,581	6,798,581	
3	Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Other receivables	Yes	1,285,413	1,285,413	428,471	3.10%	Short-term financing	-	Operation requirements	-	No	-	1,565,247	1,565,247	

No.	Lender	Borrower	General ledger account	Related party	Maximum outstanding balance during the current period (Note 3)	Ending balance (Note 4)	Actual amount drawn down	Interest rate range	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Notes 1 & 2)	Limit on total lender's loans granted (Notes 1 & 2)	Footnote
4	Garuda International Limited	Avary Technology (India) Private Limited	Other receivables	Yes	2,435,600	152,225	-	-	Short-term financing	-	Operation requirements	-	No	-	30,442,138	42,618,993	
4	Garuda International Limited	Garuda Technology Co., Ltd.	Other receivables	Yes	1,826,700	1,826,700	608,900	4.20736%-4.43092%	Short-term financing	-	Operation requirements	-	No	-	2,435,371	2,435,371	
5	Avary Holding (Shenzhen) Co., Limited	Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Other receivables	Yes	8,569,420	8,569,420	3,078,564	3.00%-3.10%	Short-term financing	-	Operation requirements	-	No	-	55,981,303	55,981,303	
5	Avary Holding (Shenzhen) Co., Limited	Qing Ding Precision Electronics (Huaian) Co., Ltd.	Other receivables	Yes	4,284,710	4,284,710	-	-	Short-term financing	-	Operation requirements	-	No	-	55,981,303	55,981,303	
5	Avary Holding (Shenzhen) Co., Limited	Kui Sheng Technology (Shenzhen) Limited	Other receivables	Yes	128,541	128,541	-	-	Short-term financing	-	Operation requirements	-	No	-	55,981,303	55,981,303	
6	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Other receivables	Yes	2,142,355	2,142,355	1,028,330	3.10%	Short-term financing	-	Operation requirements	-	No	-	141,181,413	197,653,978	
6	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Qing Ding Precision Electronics (Huaian) Co., Ltd.	Other receivables	Yes	2,142,355	2,142,355	-	-	Short-term financing	-	Operation requirements	-	No	-	141,181,413	197,653,978	

Note 1: The total loans of the Company and subsidiaries granted to others is limited to 50% of the Company's net asset based on the latest audited or reviewed consolidated financial statements, and:

- (1) Total financial limit on loans granted to the companies having business relationship with the Company is 10% of the Company's net assets, financial limit on loans granted to a single party is the higher value of purchasing and selling during current year on the year of financing and 10% of the Company's net asset based on the latest audited or reviewed consolidated financial statements.
- (2) Limit on total loans to parties with short-term financing is 40% of the Company's net asset; but limit on loans to a single party is 40% of the Company's net asset based on the latest audited or reviewed consolidated financial statements.

Note 2: Limit on loans granted by a listed subsidiary to a single listed subsidiary of which the Company directly or indirectly holds 100% of its voting shares, or limit on loans to the Company granted by a listed foreign subsidiary which the Company directly or indirectly holds 100% of its voting share, are not restricted to the limit on loans of 40% of the Company's net assets.  
In accordance with the Company's "Procedures for Provision of Endorsements and Guarantees", limit on total loans granted by a listed subsidiary to listed subsidiaries of which the Company directly or indirectly holds 100% of its voting shares, or limit on total loans to the Company granted by listed foreign subsidiaries which the Company directly or indirectly holds 100% of its voting share are 700% of the Company's net asset based on the latest audited or reviewed consolidated financial statements.

In accordance with the Company's "Procedures for Provision of Endorsements and Guarantees", limit on loans granted by a listed subsidiary to a single listed subsidiary of which the Company directly or indirectly holds 100% of its voting shares, or limit on loans to the Company granted by a listed foreign subsidiary which the Company directly or indirectly holds 100% of its voting share are 500% of the Company's net asset based on the latest audited or reviewed consolidated financial statements.

Note 3: The maximum outstanding balance of loans to others for the year ended the balance sheet date.

Note 4: The credit line to this company was approved by the Board of Directors. In accordance with each subsidiary's "Procedures for Provision of Endorsements and Guarantees", when there are financing needs between the listed foreign subsidiaries which the Company directly or indirectly holds 100% of their voting shares or between a listed foreign subsidiary which the Company directly or indirectly holds 100% of its voting shares and the Company, the financing periods will not be limited in one year but shall not exceed three years.



**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**PROVISION OF ENDORSEMENTS/GUARANTEES TO OTHERS**  
Nine-month period ended September 30, 2025

Table 2

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

No. (Note 1)	Endorser/guarantor	Company	Party being endorsed/guaranteed		Maximum outstanding endorsement/ guarantee amount for the nine-month period ended September 30, 2025 (Note 5)	Outstanding endorsement/ guarantee amount at September 30, 2025 (Note 6)	Actual amount drawn down (Note 7)	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided (Note 4)	Provision of endorsements/ guarantees by parent company to subsidiary (Note 8)	Provision of endorsements/ guarantees by subsidiary to parent company (Note 8)	Provision of endorsements/ guarantees to the party in Mainland China (Note 8)	Footnote
			Relationship with the endorser/ guarantor (Note 2)	Limit on endorsements/ guarantees provided for a single party (Note 3)										
0	Zhen Ding Technology Holding Limited	Boardtek Electronics Corporation	2	\$ 33,896,145	\$ 14,016,650	\$ 14,016,650	\$ 3,885,000	\$ -	12.41%	\$ 112,987,151	Y	N	N	

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

- (1) The Company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

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

- (1) Having business relationship.
- (2) The endorser/guarantor parent company owns directly more than 50% voting shares of the endorsed/guaranteed subsidiary.
- (3) The endorser/guarantor parent company and its subsidiaries jointly own more than 50% voting shares of the endorsed/guaranteed company.
- (4) The endorsed/guaranteed parent company directly or indirectly owns more than 50% voting shares of the endorser/guarantor subsidiary.
- (5) Mutual guarantee of the trade as required by the construction contract.
- (6) Due to joint venture, each shareholder provides endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.

Note 3: The limit on endorsements / guarantees provided to a single entity: The limit on endorsements / guarantees provided to a single entity is 30% of the net assets of the parent company.

Note 4: The total amount of endorsements/guarantees: The total amount of endorsements/guarantees provide to others by the Company is limited to 100% of net assets of the parent company.

Note 5: The year-to-date maximum outstanding balance of endorsements/guarantees provided as of the reporting period.

Note 6: Once endorsement/guarantee contracts or promissory notes are signed/issued by the endorser/guarantor company to the banks, the endorser/guarantor company bears endorsement/guarantee liabilities. And all other events involve endorsements and guarantees should be included in the balance of outstanding endorsements and guarantees.

Note 7: The actual amount of endorsements/guarantees used by the endorsed/guaranteed company.

Note 8: Fill in 'Y' for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**HOLDING OF MARKETABLE SECURITIES AT THE END OF THE PERIOD (EXCLUDING INVESTMENT IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES)**  
September 30, 2025

Table 3

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

Securities held by	Marketable securities (Note 1)	Relationship with securities issuer (Note 2)	General ledger account	As of September 30, 2025				Footnote (Note 4)
				Number of shares	Carrying amount (Note 3)	Ownership (%)	Fair value	
Zhen Ding Technology Co., Ltd.	SynPower Co., Ltd.	None	Financial assets at fair value through other comprehensive income	609,425	\$ 35,712	1.68%	\$ 35,712	
Avary Holding (Shenzhen) Co., Limited	Jiangsu Aisen Semiconductor Material Co., Ltd.	None	Financial assets at fair value through other comprehensive income	2,440,000	526,625	2.77%	526,625	
Avary Holding (Shenzhen) Co., Limited	Jiangxi Jiangnan New Material Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income	2,371,916	797,133	1.63%	797,133	
Avary Holding (Shenzhen) Co., Limited	Kinglong Technology (Suzhou) Limited.	None	Financial assets at fair value through other comprehensive income	6,203,101	677,153	1.13%	677,153	
Avary Holding Investment (Shenzhen) Co., Ltd.	Sixpure Intellignet Technology (Dongguan) Co., Ltd.	None	Financial assets at fair value through other comprehensive income	1,461,039	189,548	3.55%	189,548	
Avary Holding Investment (Shenzhen) Co., Ltd.	Sanying Precision Instruments Co., Ltd.	None	Financial assets at fair value through other comprehensive income	1,212,009	213,177	2.91%	213,177	
Avary Holding Investment (Shenzhen) Co., Ltd.	Sanying Precision Instruments (Tianjin) Co., Ltd.	None	Financial assets at fair value through other comprehensive income	540,580	42,406	4.69%	42,406	
Avary Holding Investment (Shenzhen) Co., Ltd.	Wuxi iData Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income	1,729,439	340,504	3.46%	340,504	
Avary Holding Investment (Shenzhen) Co., Ltd.	Hubei Omar Electronics Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income	2,370,000	36,876	3.60%	36,876	
Avary Holding Investment (Shenzhen) Co., Ltd.	Shenzhen Hangsheng Electronics Co., Ltd.	None	Financial assets at fair value through other comprehensive income	1,000,000	32,088	0.31%	32,088	
Avary Holding Investment (Shenzhen) Co., Ltd.	Hostar Intellegence Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income	900,000	173,620	2.11%	173,620	
Avary Holding Investment (Shenzhen) Co., Ltd.	Guangdong De Ju Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income	759,532	262,256	1.03%	262,256	
Avary Holding Investment (Shenzhen) Co., Ltd.	Shenzhen Jaguar Microsystems Co., Ltd.	None	Financial assets at fair value through other comprehensive income	55,322	128,541	0.35%	128,541	
Avary Holding Investment (Shenzhen) Co., Ltd.	DCT (Tianjin) Technology Development Co., Ltd.	None	Financial assets at fair value through other comprehensive income	2,976,190	62,485	4.96%	62,485	
Avary Holding Investment (Shenzhen) Co., Ltd.	Accutech (Shenzhen) Co., Ltd.	None	Financial assets at fair value through other comprehensive income	381,000	85,694	5.00%	85,694	
Boardtek Electronics Corporation	Chipboard Technology Corporation	None	Financial assets at fair value through other comprehensive income	1,337,068	24,178	15.60%	24,178	
Zhuhai Hengqin Avary Investment Limited Partnership	Shanghai Gantu Technology Limited	None	Financial assets at fair value through other comprehensive income	372,655	176,481	3.73%	176,481	
					<u>\$ 3,804,477</u>			
Avary Holding (Shenzhen) Co., Limited	Jingning Dingqing Electronic Technology Limited Partnership	None	Financial assets at fair value through profit or loss	-	\$ 615,363	18.91%	\$ 615,362	
Avary Holding Investment (Shenzhen) Co., Ltd.	Beijing Chenyi M&A Fund	None	Financial assets at fair value through profit or loss	-	899,441	2.94%	899,441	
Avary Holding Investment (Shenzhen) Co., Ltd.	Primavera Jingzhi (Beijing) Equity Investment Fund L.P.	None	Financial assets at fair value through profit or loss	-	625,109	20.00%	625,109	
Zhen Ding Technology Co., Ltd.	Zoyi Capital Investment Fund II L.P	None	Financial assets at fair value through profit or loss	-	157,796	10.59%	157,796	
Garuda International Ltd.	China Renewable Power Infrastructure LPF	None	Financial assets at fair value through profit or loss	-	4,340	19.75%	4,340	
					<u>\$ 2,302,049</u>			

Note 1: In accordance with IFRS 9, 'Financial Instruments', marketable securities in the table refer to shares, bonds, beneficiary certificates and other related derivative securities.

Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

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

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

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**PURCHASE OR SALE OF GOODS FROM OR TO RELATED PARTIES REACHING NT\$100 MILLION OR 20% OF PAID-IN CAPITAL OR MORE**  
Nine-month period ended September 30, 2025

Table 4

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

Purchaser/Seller	Counterparty	Relationship with the endorser/guarantor	Transaction				Differences in transaction terms compared to third party transactions		Notes/ accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/ accounts receivable (payable)	
Avary Holding (Shenzhen) Co., Limited	Garuda International Limited	An indirect wholly-owned subsidiary	Sales	\$ 47,254,846	88	60 days from the shipping date	Note 2	Note 2	\$ 19,331,392	87	
Avary Holding (Shenzhen) Co., Limited	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	Sales	2,276,665	4	90 days from the shipping date	Note 2	Note 2	811,435	4	
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	Sales	27,276,987	87	90 days from the shipping date	Note 2	Note 2	9,150,511	86	
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	Sales	1,811,141	6	90 days from the shipping date	Note 2	Note 2	526,927	5	
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	Sales	1,065,520	3	90 days from the shipping date	Note 2	Note 2	237,293	2	
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Qing Ding Precision Electronics (Huaian) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	211,820	1	90 days from the shipping date	Note 2	Note 2	34,891	-	
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	Sales	4,853,744	81	60 days from the shipping date	Note 2	Note 2	1,626,178	75	
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	Sales	596,478	10	90 days from the shipping date	Note 2	Note 2	292,829	14	
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	Sales	230,764	4	90 days from the shipping date	Note 2	Note 2	77,743	4	
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Qing Ding Precision Electronics (Huaian) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	161,971	3	90 days from the shipping date	Note 2	Note 2	61,578	3	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	Sales	40,789,403	94	60 days from the invoice date	Note 2	Note 2	15,507,862	93	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	Sales	627,691	1	90 days from the shipping date	Note 2	Note 2	117,264	1	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	Sales	1,350,076	3	90 days from the shipping date	Note 2	Note 2	600,341	4	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	249,413	1	90 days from the shipping date	Note 2	Note 2	246,309	1	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	132,080	-	90 days from the shipping date	Note 2	Note 2	54,439	-	
Kui Sheng Technology (Shenzhen) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	Sales	860,674	100	90 days from the shipping date	Note 2	Note 2	359,348	100	
Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Leading Interconnect International Limited	An indirect wholly-owned subsidiary	Sales	578,590	19	90 days from the shipping date	Note 2	Note 2	279,330	23	

Purchaser/Seller	Counterparty	Relationship with the endorser/guarantor	Transaction				Differences in transaction terms compared to third party transactions		Notes/ accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/ accounts receivable (payable)	
Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Leading Interconnect International Limited	An indirect wholly-owned subsidiary	Sales	\$ 3,649,165	71	90 days from the shipping date	Note 2	Note 2	\$ 1,135,866	58	
Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	100,997	2	90 days from the shipping date	Note 2	Note 2	54,819	3	
Garuda International Limited	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	Sales	8,786,174	7	90 days from the month following the shipping date	Note 2	Note 2	4,274,777	15	
Garuda International Limited	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	244,616	-	90 days from the month following the shipping date	Note 2	Note 2	101,505	-	
Garuda International Limited	Qing Ding Precision Electronics (Huaian) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	6,060,277	5	90 days from the month following the shipping date	Note 2	Note 2	2,851,322	10	
Garuda International Limited	Boardtek Electronics Corporation	Subsidiary	Sales	654,785	1	90 days from the month following the shipping date	Note 2	Note 2	314,593	1	
Garuda International Limited	AVARY TECHNOLOGY (INDIA) PRIVATE LIMITED	An indirect wholly-owned subsidiary	Sales	127,058	-	90 days from the month following the shipping date	Note 2	Note 2	80,484	-	
Garuda International Limited	Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	An indirect wholly-owned subsidiary	Sales	103,339	-	90 days from the month following the shipping date	Note 2	Note 2	14,401	-	
Zhen Ding Technology Co., Ltd.	Zhen Ding Technology Holding Limited	Ultimate parent entity	Sales	257,944	100	Per contractual agreement	Note 2	Note 2	-	-	
Garuda Technology Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	Sales	936,445	13	60 days from the invoice date	Note 2	Note 2	-	-	
Garuda International Limited	Foxconn (FarEast) and its subsidiaries	An indirect wholly-owned subsidiary of Hon Hai Precision Industry Co., Ltd.	Sales	8,232,499	7	90 days from the month following the shipping date	Note 2	Note 2	4,014,075	14	
Garuda Technology Co., Ltd.	General Interface Solution Holding Limited and subsidiaries	An investee company accounted for under the equity method of Hon Hai Precision Industry Co., Ltd.	Sales	604,587	9	90 days from the month following the received date	Note 2	Note 2	194,570	9	
Boardtek Electronics Corporation	Foxconn (FarEast) and its subsidiaries	An indirect wholly-owned subsidiary of Hon Hai Precision Industry Co., Ltd.	Sales	271,112	18	90 days from the month following the shipping date	Note 2	Note 2	142,183	46	
AVARY TECHNOLOGY (INDIA) PRIVATE LIMITED	Foxconn (FarEast) and its subsidiaries	An indirect wholly-owned subsidiary of Hon Hai Precision Industry Co., Ltd.	Sales	166,258	73	90 days from the month following the shipping date	Note 2	Note 2	3,967	12	
Avary Holding (Shenzhen) Co., Limited	Foxconn (FarEast) and its subsidiaries	An indirect wholly-owned subsidiary of Hon Hai Precision Industry Co., Ltd.	Purchases	407,804	1	90 days from invoice date	Note 2	Note 2	( 23,956)	-	
Avary Holding (Shenzhen) Co., Limited	Foxconn Interconnect Technology Limited and its subsidiaries	An indirect wholly-owned subsidiary of Hon Hai Precision Industry Co., Ltd.	Purchases	1,360,147	3	90 days from invoice date	Note 2	Note 2	( 629,859)	4	
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	General Interface Solution Holding Limited and subsidiaries	An investee company accounted for under the equity method of Hon Hai Precision Industry Co., Ltd.	Purchases	290,305	2	30 days from invoice date	Note 2	Note 2	( 44,058)	1	
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Foxconn Interconnect Technology Limited and its subsidiaries	An indirect wholly-owned subsidiary of Hon Hai Precision Industry Co., Ltd.	Purchases	769,490	5	90 days from invoice date	Note 2	Note 2	( 213,663)	4	

Note 1: The opposite related party transactions are not disclosed.

Note 2: Unless the transaction terms were determined in accordance with mutual agreements due to no similar transactions, the transaction terms to related parties were similar to third parties.

ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES  
RECEIVABLES FROM RELATED PARTIES REACHING NT\$100 MILLION OR 20% OF PAID-IN CAPITAL OR MORE  
September 30, 2025

Table 5

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

Creditor	Counterparty	Relationship with the endorser/guarantor	Receivables from related parties	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Avary Holding (Shenzhen) Co., Limited	Garuda International Limited	An indirect wholly-owned subsidiary	\$ 19,331,392	2	\$ -	-	\$ 4,506,119	\$ -
Avary Holding (Shenzhen) Co., Limited	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	811,435	3	-	-	178,756	-
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	9,150,511	2	-	-	2,354,342	-
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	526,927	2	-	-	129,887	-
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	237,293	3	14	Subsequent collection	51,673	-
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	1,626,178	3	-	-	385,247	-
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	292,829	3	-	-	53,435	-
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Garuda International Limited	An indirect wholly-owned subsidiary	15,507,862	2	-	-	3,906,712	-
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Garuda Technology Co., Ltd.	An indirect wholly-owned subsidiary	117,264	3	-	-	36,782	-
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	600,341	3	1,418	Subsequent collection	161,212	-
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	An indirect wholly-owned subsidiary	246,309	2	40,985	Subsequent collection	41,286	-
Kui Sheng Technology (Shenzhen) Co., Ltd.	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	359,348	2	-	-	109,921	-
Garuda International Limited	Avary Holding (Shenzhen) Co., Limited	An indirect wholly-owned subsidiary	4,274,777	2	-	-	903,762	-
Garuda International Limited	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	An indirect wholly-owned subsidiary	101,505	0	-	-	29,751	-

Creditor	Counterparty	Relationship with the endorser/guarantor	Receivables from related parties	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Garuda International Limited	Qing Ding Precision Electronics (Huaian) Co., Ltd.	An indirect wholly-owned subsidiary	\$ 2,851,322	2	\$ -	-	\$ 824,393	\$ -
Garuda International Limited	Boardtek Electronics Corporation	A subsidiary of the Company	314,593	2	27,677	Subsequent collection	117,826	-
Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Leading Interconnect International Limited	An indirect wholly-owned subsidiary	279,330	3	-	-	45,802	-
Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Leading Interconnect International Limited	An indirect wholly-owned subsidiary	1,135,866	3	-	-	371,705	-
Garuda International Limited	Foxconn (FarEast) and its subsidiaries	Foxconn's subsidiary and its subsidiaries	4,014,075	3	7,254	Subsequent collection	941,594	-
Garuda Technology Co., Ltd.	General Interface Solution Holding Limited and subsidiaries	Investment company valued by Foxconn using the equity method	194,570	1	-	-	53,657	-
Boardtek Electronics Corporation	Foxconn (FarEast) and its subsidiaries	Foxconn's subsidiary and its subsidiaries	142,183	2	-	-	93,137	-

As to receivables from loans to related parties exceeding NT\$100 million or 20% of paid-in capital, please refer to Table 1.

ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES  
SIGNIFICANT INTER-COMPANY TRANSACTIONS DURING THE REPORTING PERIOD  
Nine-month period ended September 30, 2025

Table 6

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

No. (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 4)
				General ledger account	Amount (Note 3)	Transaction terms	
1	Avary Holding (Shenzhen) Co., Limited	Garuda International Limited	3	Sales	47,254,846	Note 6	38
1	Avary Holding (Shenzhen) Co., Limited	Garuda International Limited	3	Accounts receivable	19,331,392	Note 6	7
2	Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Garuda International Limited	3	Sales	27,276,987	Note 6	22
3	Qing Ding Precision Electronics (Huaian) Co., Ltd.	Garuda International Limited	3	Sales	40,789,403	Note 6	32
3	Qing Ding Precision Electronics (Huaian) Co., Ltd.	Garuda International Limited	3	Accounts receivable	15,507,862	Note 6	6
4	Garuda International Limited	Avary Holding (Shenzhen) Co., Limited	3	Sales	8,786,174	Note 6	7
4	Garuda International Limited	Qing Ding Precision Electronics (Huaian) Co., Ltd.	3	Sales	6,060,277	Note 6	5

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

- (1) Parent company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories: (If it is the same transaction between parent company and subsidiary or between subsidiaries, it should only be disclosed once. Example: For transactions between parent company and subsidiary, if disclosure is made by the parent company, then repeated disclosure is not required for the part regarding the subsidiary; for transactions between subsidiaries, if disclosure is made by one of the subsidiaries, then repeated disclosure is not required for the part regarding the other subsidiary):

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is calculated based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts. All the transactions had been eliminated in the consolidated financial statements.

Note 4: Whether to list the significant transactions in this statement may be determined by the principle of materiality.

Note 5: The aforementioned amount should be disclosed if it exceeds 5% of the total consolidated assets for balance sheet accounts and if it exceeds 5% of the total consolidated revenue for income statement items. All the transactions had been eliminated in the consolidated financial statements.

Note 6: Unless the transaction terms were determined in accordance with mutual agreements due to no similar transactions, the transaction terms to related parties were similar to third parties.

**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**NAMES, LOCATIONS AND OTHER INFORMATION ON INVESTEE COMPANIES (EXCLUDING THE INVESTEE COMPANIES IN MAINLAND CHINA)**  
**Nine-month period ended September 30, 2025**

Table 7

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

Name of Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as of September 30, 2025			Net profit (loss) of investee for the current period	Investment income (loss) recognised by the Company for the current period	Footnote
				Balance as of September 30, 2025	Balance as of December 31, 2024	Number of shares	Ownership (%)	Carrying amount			
The Company	Monterey Park Finance Limited	British Virgin Islands	Investment holding	\$ 29,721,931	\$ 29,721,931	976,250,000	100	\$ 122,348,638	\$ 6,542,163	\$ 6,542,699	
The Company	Zhen Ding Technology Co., Ltd.	Taiwan	Trading	125,488	125,488	12,548,800	100	2,119,613	179,156	179,156	
The Company	Boardtek Electronics Corporation	Taiwan	Manufacturing	6,712,771	6,712,771	215,918,453	100	2,404,619	( 1,196,473)	( 1,248,696)	
The Company	Zhen Ding Technology Singapore Private Limited	Singapore	Investment holding	913,350	913,350	30,000,000	100	912,048	39,973	39,973	
Monterey Park Finance Limited	Coppertone Enterprises Limited	British Virgin Islands	Investment holding	3,129,314	3,129,314	102,785,806	100	101,312,814	6,615,287	6,614,541	
Monterey Park Finance Limited	Pacific Fair International Limited	Hong Kong	Investment holding	8,326,708	8,326,708	2,133,300,000	100	16,993,996	816,147	816,147	
Monterey Park Finance Limited	Leading Interconnect Semiconductor Technology Limited	Cayman Islands	Investment holding	1,849,240	-	60,740,359	100	1,896,295	( 101,101)	( 101,101)	
Zhen Ding Technology Co., Ltd.	FAT Holdings Limited	Cayman Islands	Investment holding	152	152	5,000	100	129,405	1,678	1,678	
Leading Interconnect Semiconductor Technology Limited	BRAI Technology Co., Ltd.	Taiwan	Manufacturing	2,000,000	-	200,000,000	100	1,902,013	( 97,987)	( 97,987)	
Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Leading Interconnect International Limited	Hong Kong	Trading	-	-	1	66	( 130,041)	( 3,090)	( 2,038)	
Coppertone Enterprises Limited	Mayco Industrial Limited	Hong Kong	Investment holding	36,385,061	36,385,061	9,321,841,932	100	101,312,357	6,615,433	6,615,433	
Avary Holding (Shenzhen) Co., Limited	Garuda International Limited	Hong Kong	Trading	1,796,255	1,796,255	460,200,000	72	3,415,340	( 1,007,681)	( 1,358,941)	
Avary Holding (Shenzhen) Co., Limited	Avary Singapore Private Limited	Singapore	Investment holding	1,952,438	1,952,438	64,130,000	52	162,250	( 1,160,107)	( 603,203)	
Garuda International Limited	Avary Singapore Private Limited	Singapore	Investment holding	1,820,633	1,820,633	59,800,714	20	63,254	( 1,160,107)	( 235,161)	
Garuda International Limited	Garuda Technology Co., Ltd.	Taiwan	Trading	4,525,000	1,525,000	452,500,000	72	2,108,394	( 837,339)	( 605,234)	
Garuda International Limited	Peng Shen Technology (Thailand) Co.,Ltd.	Thailand	Manufacturing	9	9	100	-	11	( 625,344)	( 4)	
Avary Singapore Private Limited	Peng Shen Technology (Thailand) Co.,Ltd.	Thailand	Manufacturing	2,127,969	2,127,969	22,499,900	65	974,882	( 625,344)	( 366,025)	
Avary Singapore Private Limited	Avary Technology (India) Private Limited	India	Manufacturing	1,575,284	1,575,284	457,646,510	72	( 924,382)	( 541,198)	( 391,406)	
FAT Holdings Limited	Zhen Ding Technology India Private Limited	India	Manufacturing	22	22	6,250	63	( 330)	( 17)	( 11)	
Zhen Ding Technology Singapore Private Limited	Zhen Ding Technology India Private Limited	India	Manufacturing	13	13	3,750	37	( 194)	( 17)	( 6)	
FAT Holdings Limited	Zhen Ding Developer India Private Limited	India	Property management company	22	22	6,250	-	-	19,560	-	
Zhen Ding Technology Singapore Private Limited	Zhen Ding Developer India Private Limited	India	Property management company	722,863	722,863	210,003,750	100	810,827	19,560	19,560	



**ZHEN DING TECHNOLOGY HOLDING LIMITED AND SUBSIDIARIES**  
**INFORMATION ON THE INVESTMENTS IN MAINLAND CHINA**  
Nine-month period ended September 30, 2025

Table 8

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

Investees in Mainland China	Main business activities	Paid-in capital	Investment method (Note 2)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2025	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the current period		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2025	Net profit (loss) of investee for the current period	Ownership held directly or indirectly by the Company	Investment income (loss) recognised by the Company in the current period (Note 3)	Carrying amount of investments as of September 30, 2025	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2025	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Hong Qi Sheng Precision Electronics (Qinhuangdao) Co., Ltd.	Manufacture and sales of PCB	\$ 10,019,605	2	\$ -	\$ -	\$ -	\$ -	\$ 5,030,519	72	\$ 3,620,233	\$ 20,212,506	\$ -	
Hong Heng Sheng Electronical Technology (Huaian) Co., Ltd.	Manufacture and sales of PCB	6,112,082	2	-	-	-	-	322,753	72	233,416	2,109,487	-	
Avary Holding (Shenzhen) Co., Limited	Manufacture and sales of PCB	9,932,174	2	-	-	-	-	10,340,776	72	7,473,495	101,157,635	-	Note 4
Fu Bo Industry (Shenzhen) Co., Ltd.	Manufacture and sales of PCB	471,618	2	-	-	-	-	21,363	72	15,438	488,511	-	
Qing Ding Precision Electronics (Huaian) Co., Ltd.	Manufacture and sales of PCB	14,574,533	2	-	-	-	-	3,453,568	72	2,419,275	26,828,906	-	
Zhuhai Hengqin Avary Investment Limited Partnership	Investment of business	70,343	2	-	-	-	-	-	72	-	107,321	-	
Kui Sheng Technology (Shenzhen) Co., Ltd.	Manufacture and sales of PCB	85,694	2	-	-	-	-	10,434	72	7,545	161,598	-	
Huaian Jia Wei Industrial Development Co., Ltd.	Manufacture and sales of Building materials, Furniture and hardware tools	699,211	2	-	-	-	-	1,922	100	1,922	702,812	-	
Huaian ChengXin Park Management Co., Ltd.	Property management business	1,221,142	2	-	-	-	-	81	85	81	1,249,490	-	
Avary Holding Investment (Shenzhen) Co., Ltd.	Investment of business	2,472,517	2	-	-	-	- (	6,334)	72 (	4,563)	2,237,205	-	
Leading Interconnect Semiconductor Technology (Shenzhen) Co., Ltd.	Development, manufacture and sales of electronic products and goods imports and exports	3,160,640	2	-	-	-	- (	1,269,853)	66 (	836,710)	3,497,924	-	
Leading Interconnect Semiconductor Technology Qinhuangdao Co., Ltd.	Development, manufacture and sales of electronic products and goods imports and exports	2,142,355	2	-	-	-	- (	111,250)	66 (	73,511)	2,581,404	-	

Investees in Mainland China	Main business activities	Paid-in capital	Investment method (Note 2)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2025	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the current period		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2025	Net profit (loss) of investee for the current period	Ownership held directly or indirectly by the Company	Investment income (loss) recognised by the Company in the current period (Note 3)	Carrying amount of investments as of September 30, 2025	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2025	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Avary Property Management Service (Shenzhen) Co., Ltd.	Property management business	\$ 21,424	2	\$ -	\$ -	\$ -	\$ -	(\$ 2,163)	72	(\$ 1,564)	\$ 20,151	\$ -	
Yaoding Environmental Energy Technology (Shenzhen) Limited	Environmental protection and energy conservation service	-	2	-	-	-	-	16,551	-	16,551	16,716	-	Note 5
Yaoding Environmental Energy Technology (Huaian) Limited	Environmental protection and energy conservation service	-	2	-	-	-	-	( 1,137)	-	( 1,137)	( 1,217)	-	Note 5
Yaoding Environmental Energy Technology (Qinhuangdao) Limited	Environmental protection and energy conservation service	-	2	-	-	-	-	9,237	-	9,237	9,344	-	Note 5
Guangdong Zhan Yang Intelligent Equipment Co., Limited	Research and development, sales, processing of automation equipment as well as imports and exports of goods or technology	40,899	2	-	-	-	-	( 40,841)	32	( 18,556)	3,408	-	

Note 1: The amounts in the table are shown in New Taiwan Dollars. Transactions denominated in foreign currencies are translated into New Taiwan Dollars at the spot exchange rates at the balance sheet date.

Note 2: The methods of investments to PRC are as follows:

1. The Group remits its own funds directly to the investee companies located in PRC.
2. Investee company, Monterey Park Finance Limited (B.V.I.), established by the Company that is located outside of Taiwan and PRC remits its own funds directly to the investee companies located in PRC.
3. Others.

Note 3: The columns investment income (loss) recognised by the Company in the current period were based on the audited financial statements of the investees in Mainland China for the same period.

Note 4: The cumulative earnings distributed to the parent company by Avary Holding (Shenzhen) Co., Limited amounted to RMB 9,281,488 thousand as of September 30, 2025.

Note 5: Preparations are ongoing, and no actual investment has been made.