

**Catcher Technology Co., Ltd. and
Subsidiaries**

**Consolidated Financial Statements for the
Years Ended December 31, 2025 and 2024 and
Independent Auditors' Report**

**DECLARATION OF CONSOLIDATION OF FINANCIAL STATEMENTS OF
AFFILIATES**

The companies required to be included in the consolidated financial statements of affiliates in accordance with the “Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises” for the year ended December 31, 2025 are all the same as the companies required to be included in the consolidated financial statements of parent and subsidiary companies as provided in International Financial Reporting Standard 10 “Consolidated Financial Statements”. Relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies. Hence, we do not prepare a separate set of consolidated financial statements of affiliates.

Very truly yours,

CATCHER TECHNOLOGY CO., LTD.

By

SHUI-SHU HONG
Chairman
March 3, 2026

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Catcher Technology Co., Ltd.

Opinion

We have audited the accompanying consolidated financial statements of Catcher Technology Co., Ltd. (the “Company”) and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of December 31, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”).

In our opinion, based on our audits and the report of other auditors (please refer to the Other Matter paragraph), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission, the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matter identified in the Group's consolidated financial statements for the year ended December 31, 2025 is as follows:

Due to the need of some sales customers, the Group places inventory in the shipping warehouses designated by the sales customers. The recognition of sales revenue is based on the reports provided by the customers' designated warehouse custodians, which were checked by the dedicated personnel of the Group. Since shipping warehouses are not directly managed by the Group and the recognition of sales revenue involves manual processing, we considered the authenticity of the sales related to the shipping warehouses a key audit matter for this year.

The main audit procedures that we performed in regard to this key audit matter include:

1. We obtained an understanding and tested the effectiveness of the design of the main internal control and implementation related to the sales revenue of the overseas shipping warehouses.
2. We selected samples and checked the documents and payment status related to the sales revenue of shipping warehouses. We verified the occurrence of the sales and checked for any anomalies existing in the sales counterparties and the payment recipients.

Emphasis of Matter

Referring to Note 18 to the consolidated financial statements, the Group entered into a contract to purchased the operating assets from a non-related party in the fourth quarter of 2024. As a result of the fact that the valuation report was completed in the fourth quarter of 2025, we reviewed the retrospectively restated consolidated financial statements for the year ended December 31, 2024 according to the regulations. Our opinion result is not modified in respect of this matter.

Other Matter

We have also audited the parent company only financial statements of Catcher Technology Co., Ltd. as of and for the years ended December 31, 2025 and 2024 on which we have issued an unmodified opinion with other matter paragraph.

We did not audit the financial statements of certain subsidiaries included in the consolidated financial statements of the Group and the financial statements of an associate accounted for using the equity method as of and for the years ended December 31, 2025 and 2024, but such statements were audited by other auditors. Our opinion, insofar as it relates to the amounts included for certain subsidiaries and some investees accounted for using the equity method, the share of profit of associates, and the amount of comprehensive income of associates, is based solely on the reports of other auditors. The total assets of certain subsidiaries were NT\$4,438,014 thousand and NT\$4,259,095 thousand, accounting for 1.95% and 1.82%, of the consolidated total assets as of December 31, 2025 and 2024, respectively; the total comprehensive income was a gain of NT\$221,581 thousand and NT\$164,930 thousand, accounting for 8.40% and 0.98%, of the consolidated total comprehensive income for the years ended December 31, 2025 and 2024, respectively. The investments accounted for using the equity method were NT\$1,952,562 thousand and NT\$837,174 thousand, accounting for 0.9% and 0.4%, of the consolidated total assets as of December 31, 2025 and 2024, respectively; the share of profit of associates was NT\$195,176 thousand and NT\$90,142 thousand, respectively, each accounting for 7.4% and 0.5% of the consolidated total comprehensive income for the years ended December 31, 2025 and 2024.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2025 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Hung-Ju Liao and Chang-Chun Wu.

Deloitte & Touche
Taipei, Taiwan
Republic of China
March 3, 2026

Notice to Readers

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

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

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars)

| ASSETS | December 31, 2025 | | December 31, 2024 (Restated) | |
|---|-----------------------|------------|---------------------------------|------------|
| | Amount | % | Amount | % |
| CURRENT ASSETS | | | | |
| Cash and cash equivalents (Notes 4 and 6) | \$ 43,747,619 | 19 | \$ 50,364,287 | 22 |
| Financial assets at fair value through profit or loss - current (Notes 4 and 7) | 645,361 | - | 515,269 | - |
| Financial assets at fair value through other comprehensive income - current (Notes 4 and 8) | 8,453,326 | 4 | 7,805,137 | 3 |
| Financial assets at amortized cost - current (Notes 4, 9 and 34) | 52,177,096 | 23 | 53,939,017 | 23 |
| Notes receivable (Notes 4 and 11) | 12,275 | - | - | - |
| Trade receivables (Notes 4, 11 and 25) | 4,064,478 | 2 | 5,640,616 | 2 |
| Other receivables (Notes 4 and 11) | 1,152,103 | - | 1,243,293 | 1 |
| Current tax assets (Notes 4 and 27) | 246,869 | - | 2,467 | - |
| Inventories (Notes 4, 5, 12 and 35) | 3,436,696 | 2 | 1,829,685 | 1 |
| Other current assets (Note 19) | 436,497 | - | 314,548 | - |
| Total current assets | 114,372,320 | 50 | 121,654,319 | 52 |
| NON-CURRENT ASSETS | | | | |
| Financial assets at fair value through profit or loss - non-current (Notes 4 and 7) | 3,126,895 | 1 | 2,523,403 | 1 |
| Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 8) | 83,958,350 | 37 | 87,664,120 | 38 |
| Financial assets at amortized cost - non-current (Notes 4 and 9) | 28,102 | - | 532 | - |
| Investments accounted for using the equity method (Notes 4 and 14) | 4,607,026 | 2 | 3,703,363 | 2 |
| Property, plant and equipment (Notes 4, 15 and 35) | 14,187,150 | 6 | 11,860,443 | 5 |
| Right-of-use assets (Notes 4 and 16) | 1,353,488 | 1 | 976,443 | - |
| Investment properties (Notes 4 and 17) | 1,164,329 | 1 | 1,164,924 | 1 |
| Intangible assets (Notes 4 and 18) | 1,014,965 | - | 79,987 | - |
| Goodwill (Notes 4 and 18) | 738,366 | - | 115,089 | - |
| Deferred tax assets (Notes 4 and 27) | 2,262,552 | 1 | 2,890,334 | 1 |
| Net defined benefit assets-non-current (Notes 4 and 23) | 26,368 | - | - | - |
| Other non-current assets (Note 19) | 1,177,709 | 1 | 1,021,182 | - |
| Total non-current assets | 113,645,300 | 50 | 111,999,820 | 48 |
| TOTAL | \$ 228,017,620 | 100 | \$ 233,654,139 | 100 |
| LIABILITIES AND EQUITY | | | | |
| CURRENT LIABILITIES | | | | |
| Short-term borrowings (Notes 20 and 34) | \$ 62,078,414 | 27 | \$ 47,218,532 | 20 |
| Contract liabilities - current (Notes 4 and 25) | 98,695 | - | 26,130 | - |
| Notes payable (Note 21) | 4,378 | - | - | - |
| Trade payables (Note 21) | 2,353,021 | 1 | 2,189,170 | 1 |
| Other payables (Note 22) | 4,389,060 | 2 | 4,543,735 | 2 |
| Dividends payable | 1,871,007 | 1 | 5,102,731 | 2 |
| Current tax liabilities (Notes 4 and 27) | 2,864,948 | 1 | 2,995,693 | 1 |
| Lease liabilities - current (Notes 4 and 16) | 24,798 | - | 10,525 | - |
| Other current liabilities (Note 22) | 758,792 | 1 | 986,815 | 1 |
| Total current liabilities | 74,443,113 | 33 | 63,073,331 | 27 |
| NON-CURRENT LIABILITIES | | | | |
| Deferred tax liabilities (Notes 4, 5 and 27) | 6,815,480 | 3 | 5,864,034 | 3 |
| Lease liabilities - non-current (Notes 4 and 16) | 535,092 | - | 119,191 | - |
| Net defined benefit liabilities - non-current (Notes 4 and 23) | 6,550 | - | 6,538 | - |
| Other non-current liabilities (Note 22) | 22,173 | - | 15,212 | - |
| Total non-current liabilities | 7,379,295 | 3 | 6,004,975 | 3 |
| Total liabilities | 81,822,408 | 36 | 69,078,306 | 30 |
| EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24) | | | | |
| Share capital - ordinary shares | 5,921,691 | 3 | 6,803,641 | 3 |
| Capital surplus | 15,576,725 | 7 | 17,878,365 | 8 |
| Retained earnings | | | | |
| Legal reserve | 24,602,174 | 11 | 24,083,082 | 10 |
| Special reserve | 14,521,192 | 6 | - | - |
| Unappropriated earnings | 86,964,568 | 38 | 116,563,726 | 50 |
| Total retained earnings | 126,087,934 | 55 | 140,646,808 | 60 |
| Other equity | (3,854,876) | (2) | 919,839 | - |
| Treasury shares | (886,617) | - | (1,672,820) | (1) |
| Total equity attributable to owners of the Company | 142,844,857 | 63 | 164,575,833 | 70 |
| NON-CONTROLLING INTERESTS | 3,350,355 | 1 | - | - |
| Total equity | 146,195,212 | 64 | 164,575,833 | 70 |
| TOTAL | \$ 228,017,620 | 100 | \$ 233,654,139 | 100 |

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

(With Deloitte & Touche auditors' report dated March 3, 2026)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

| | 2025 | | 2024 | |
|--|-------------------|-----------|-------------------|-----------|
| | Amount | % | Amount | % |
| OPERATING REVENUE (Notes 4 and 25) | \$ 18,658,836 | 100 | \$ 18,084,188 | 100 |
| OPERATING COSTS (Notes 12, 23 and 26) | <u>12,755,285</u> | <u>68</u> | <u>12,218,454</u> | <u>68</u> |
| GROSS PROFIT | <u>5,903,551</u> | <u>32</u> | <u>5,865,734</u> | <u>32</u> |
| OPERATING EXPENSES (Notes 23 and 26) | | | | |
| Selling and marketing expenses | 394,405 | 2 | 391,981 | 2 |
| General and administrative expenses | 1,222,840 | 7 | 1,121,831 | 6 |
| Research and development expenses | <u>1,182,413</u> | <u>6</u> | <u>1,057,034</u> | <u>6</u> |
| Total operating expenses | <u>2,799,658</u> | <u>15</u> | <u>2,570,846</u> | <u>14</u> |
| PROFIT FROM OPERATIONS | <u>3,103,893</u> | <u>17</u> | <u>3,294,888</u> | <u>18</u> |
| NON-OPERATING INCOME AND EXPENSES (Notes 4, 14 and 26) | | | | |
| Interest income | 7,533,427 | 40 | 10,632,825 | 59 |
| Other income | 655,873 | 4 | 624,722 | 4 |
| Foreign exchange gains, net | (1,293,306) | (7) | 4,045,223 | 22 |
| Other gains and losses | 947,279 | 5 | 31,779 | - |
| Interest expense | (1,072,685) | (6) | (1,331,698) | (7) |
| Share of profit or loss of associates | <u>197,987</u> | <u>1</u> | <u>193,046</u> | <u>1</u> |
| Total non-operating income and expenses | <u>6,968,575</u> | <u>37</u> | <u>14,195,897</u> | <u>79</u> |
| PROFIT BEFORE INCOME TAX | 10,072,468 | 54 | 17,490,785 | 97 |
| INCOME TAX EXPENSE (Notes 4 and 27) | <u>2,739,881</u> | <u>15</u> | <u>4,291,769</u> | <u>24</u> |
| NET PROFIT | <u>7,332,587</u> | <u>39</u> | <u>13,199,016</u> | <u>73</u> |
| OTHER COMPREHENSIVE INCOME (LOSS) (Notes 14, 23, 24 and 27) | | | | |
| Items that will not be reclassified subsequently to profit or loss: | | | | |
| Remeasurement of defined benefit plans | 6,558 | - | - | - |
| Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income | 65,897 | - | (93,980) | - |

(Continued)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

| | 2025 | | 2024 | |
|--|---------------------|-------------|----------------------|-----------|
| | Amount | % | Amount | % |
| Other comprehensive loss from associates accounted for using the equity method | \$ (58) | - | \$ - | - |
| Income tax related to items that will not be reclassified subsequently to profit or loss | (1,312) | - | - | - |
| Items that may be reclassified subsequently to profit or loss: | | | | |
| Exchange differences on translating the financial statements of foreign operations | (6,312,575) | (34) | 10,246,078 | 56 |
| Unrealized gain (loss) on investments in debt instruments at fair value through other comprehensive income | 1,548,692 | 9 | (6,557,081) | (36) |
| Share of the other comprehensive (loss) income of associates accounted for using the equity method | <u>(3,065)</u> | <u>-</u> | <u>7,747</u> | <u>-</u> |
| Other comprehensive (loss) income for the year, net of income tax | <u>(4,695,863)</u> | <u>(25)</u> | <u>3,602,764</u> | <u>20</u> |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | <u>\$ 2,636,724</u> | <u>14</u> | <u>\$ 16,801,780</u> | <u>93</u> |
| NET PROFIT ATTRIBUTABLE TO: | | | | |
| Owners of the Company | \$ 7,147,210 | 38 | \$ 13,198,932 | 73 |
| Non-controlling interests | <u>185,377</u> | <u>1</u> | <u>84</u> | <u>-</u> |
| | <u>\$ 7,332,587</u> | <u>39</u> | <u>\$ 13,199,016</u> | <u>73</u> |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO: | | | | |
| Owners of the Company | \$ 2,447,903 | 13 | \$ 16,801,371 | 93 |
| Non-controlling interests | <u>188,821</u> | <u>1</u> | <u>409</u> | <u>-</u> |
| | <u>\$ 2,636,724</u> | <u>14</u> | <u>\$ 16,801,780</u> | <u>93</u> |
| EARNINGS PER SHARE (Note 28) | | | | |
| Basic | <u>\$ 11.33</u> | | <u>\$ 19.40</u> | |
| Diluted | <u>\$ 11.31</u> | | <u>\$ 19.38</u> | |

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

(With Deloitte & Touche auditors' report dated March 3, 2026)

(Concluded)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2025 AND 2024
(In Thousands of New Taiwan Dollars)

| | Equity Attributable to Owners of the Company | | | | | | | | | | | |
|--|--|-----------------|---------------|-----------------|-------------------------|--|---|----------------|-----------------|----------------|---------------------------|----------------|
| | Retained Earnings | | | | | Other Equity | | Total | Treasury Shares | Total | Non-controlling Interests | Total Equity |
| | Share Capital | Capital Surplus | Legal Reserve | Special Reserve | Unappropriated Earnings | Exchange Differences on Translating the Financial Statements of Foreign Operations | Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income | | | | | |
| BALANCE AT JANUARY 1, 2024 | \$ 6,803,641 | \$ 17,877,080 | \$ 22,902,142 | \$ 545,903 | \$ 112,488,261 | \$ (2,744,533) | \$ 75,169 | \$ (2,669,364) | \$ - | \$ 157,947,663 | \$ 11,391 | \$ 157,959,054 |
| Appropriation of six months ended December 31, 2023 earnings (Note 24) | | | | | | | | | | | | |
| Legal reserve | - | - | 378,527 | - | (378,527) | - | - | - | - | - | - | - |
| Special reserve | - | - | - | 2,123,461 | (2,123,461) | - | - | - | - | - | - | - |
| Cash dividends distributed by the Company | - | - | - | - | (3,401,821) | - | - | - | - | (3,401,821) | - | (3,401,821) |
| Appropriation of six months ended June 30, 2024 earnings (Note 24) | | | | | | | | | | | | |
| Legal reserve | - | - | 802,413 | - | (802,413) | - | - | - | - | - | - | - |
| Special reserve | - | - | - | (2,669,364) | 2,669,364 | - | - | - | - | - | - | - |
| Cash dividends distributed by the Company | - | - | - | - | (5,102,731) | - | - | - | - | (5,102,731) | - | (5,102,731) |
| Share of changes in associates recognized under the equity method | - | 57 | - | - | 2,886 | - | - | - | - | 2,943 | - | 2,943 |
| Overdue unclaimed dividends of shareholders | - | 1,228 | - | - | - | - | - | - | - | 1,228 | - | 1,228 |
| Net profit for the year ended December 31, 2024 | - | - | - | - | 13,198,932 | - | - | - | - | 13,198,932 | 84 | 13,199,016 |
| Other comprehensive income (loss) for the year ended December 31, 2024, net of income tax | - | - | - | - | - | 10,253,500 | (6,651,061) | 3,602,439 | - | 3,602,439 | 325 | 3,602,764 |
| Total comprehensive income (loss) for the year ended December 31, 2024 | - | - | - | - | 13,198,932 | 10,253,500 | (6,651,061) | 3,602,439 | - | 16,801,371 | 409 | 16,801,780 |
| Disposal of investments in equity instruments designated as at fair value through other comprehensive income | - | - | - | - | 13,236 | - | (13,236) | (13,236) | - | - | - | - |
| Buy-back of ordinary shares (Note 24) | - | - | - | - | - | - | - | - | (1,672,820) | (1,672,820) | - | (1,672,820) |
| Decrease in non-controlling interest | - | - | - | - | - | - | - | - | - | - | (11,800) | (11,800) |
| BALANCE AT DECEMBER 31, 2024 | 6,803,641 | 17,878,365 | 24,083,082 | - | 116,563,726 | 7,508,967 | (6,589,128) | 919,839 | (1,672,820) | 164,575,833 | - | 164,575,833 |
| Appropriation of six months ended December 31, 2024 earnings (Note 24) | | | | | | | | | | | | |
| Legal reserve | - | - | 519,092 | - | (519,092) | - | - | - | - | - | - | - |
| Cash dividends distributed by the Company | - | - | - | - | (5,193,161) | - | - | - | - | (5,193,161) | - | (5,193,161) |
| Appropriation of six months ended June 30, 2025 earnings (Note 24) | | | | | | | | | | | | |
| Special reserve | - | - | - | 14,521,192 | (14,521,192) | - | - | - | - | (1,871,007) | - | (1,871,007) |
| Cash dividends distributed by the Company | - | - | - | - | (1,871,007) | - | - | - | - | - | - | (1,871,007) |
| Share of changes in associates recognized under the equity method | - | 13,571 | - | - | 267 | - | - | - | - | 13,838 | - | 13,838 |
| Overdue unclaimed dividends of shareholders | - | 1,311 | - | - | - | - | - | - | - | 1,311 | - | 1,311 |
| Net profit for the year ended December 31, 2025 | - | - | - | - | 7,147,210 | - | - | - | - | 7,147,210 | 185,377 | 7,332,587 |
| Other comprehensive income (loss) for the year ended December 31, 2025, net of income tax | - | - | - | - | 1,493 | (6,315,640) | 1,614,840 | (4,700,800) | - | (4,699,307) | 3,444 | (4,695,863) |
| Total comprehensive income (loss) for the year ended December 31, 2025 | - | - | - | - | 7,148,703 | (6,315,640) | 1,614,840 | (4,700,800) | - | 2,447,903 | 188,821 | 2,636,724 |
| Changes in capital surplus of subsidiaries | - | 33 | - | - | - | - | - | - | - | 33 | 64 | 97 |
| Disposal of investments in equity instruments designated as at fair value through other comprehensive income | - | - | - | - | 73,915 | - | (73,915) | (73,915) | - | - | - | - |
| Actual acquisition of partial equity interests in subsidiaries | - | - | - | - | (110,994) | - | - | - | - | (110,994) | (89,128) | (200,122) |
| Buy-back of ordinary shares (Note 24) | - | - | - | - | - | - | - | - | (17,018,899) | (17,018,899) | - | (17,018,899) |
| Cancellation of treasury shares (Note 24) | (881,950) | (2,316,555) | - | - | (14,606,597) | - | - | - | 17,805,102 | - | - | - |
| Increase in non-controlling interest | - | - | - | - | - | - | - | - | - | - | 3,250,598 | 3,250,598 |
| BALANCE AT DECEMBER 31, 2025 | \$ 5,921,691 | \$ 15,576,725 | \$ 24,602,174 | \$ 14,521,192 | \$ 86,964,568 | \$ 1,193,327 | \$ (5,048,203) | \$ (3,854,876) | \$ (886,617) | \$ 142,844,857 | \$ 3,350,355 | \$ 146,195,212 |

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

(With Deloitte & Touche auditors' report dated March 3, 2026)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars)

| | 2025 | 2024 |
|--|--------------------|--------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Income before income tax | \$ 10,072,468 | \$ 17,490,785 |
| Adjustments for: | | |
| Depreciation expense | 1,486,026 | 1,861,737 |
| Amortization expense | 124,252 | 13,948 |
| Net gain on financial instruments at fair value through profit or loss | (291,439) | (65,467) |
| Interest expense | 1,072,685 | 1,331,698 |
| Interest income | (7,533,427) | (10,632,825) |
| Dividend income | (600,649) | (387,897) |
| Share of (profit) loss of associates | (197,987) | (193,046) |
| Gain on disposal of property, plant and equipment | (588,119) | (876,091) |
| Net loss on disposal of financial assets | 33,804 | 88,927 |
| Gains on disposal of investments accounted for using the equity method | (480,772) | - |
| Inventory write-down and obsolescence loss | 29,345 | - |
| Unrealized gain on foreign currency exchange | (380,820) | (2,969,141) |
| Changes in operating assets and liabilities | | |
| Notes receivable | (2,010) | - |
| Trade receivables | 1,677,739 | (1,692,558) |
| Other receivables | 61,508 | (10,324) |
| Inventories | (1,367,989) | 302,016 |
| Other current assets | (233,770) | (286,945) |
| Contract liabilities | 33,921 | 7,843 |
| Notes payables | (62) | - |
| Trade payables | (11,880) | 670,315 |
| Other payables | (129,332) | (104,709) |
| Other current liabilities | (160,592) | 33,690 |
| Net defined benefit liabilities | <u>11</u> | <u>(5)</u> |
| Cash generated from operations | 2,612,911 | 4,581,951 |
| Dividends received | 599,157 | 387,892 |
| Income tax paid | <u>(1,913,280)</u> | <u>(5,241,873)</u> |
| Net cash generated from (used in) operating activities | <u>1,298,788</u> | <u>(272,030)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of financial assets at fair value through other comprehensive income | (2,108,139) | (8,177,637) |
| Proceeds from sale of financial at fair value through other comprehensive income | 1,251,454 | 1,444,493 |
| Purchase of financial assets at amortized cost | (160,060,975) | (235,129,316) |
| Proceeds from sale of financial assets at amortized cost | 160,692,062 | 278,783,861 |
| Purchase of financial assets at fair value through profit or loss | (548,347) | (1,050,203) |
| Proceeds from disposal of financial assets at fair value through profit or loss | 7,881 | 74,487 |
| Acquisition of investments accounted for using the equity method | (878,588) | (736,884) |

(Continued)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars)

| | 2025 | 2024 |
|--|----------------------|----------------------|
| Net cash inflow from acquisition of subsidiaries | \$ 740,071 | \$ - |
| Acquisition for property, plant and equipment | (746,341) | (1,369,753) |
| Proceeds from disposal of property, plant and equipment | 579,815 | 889,022 |
| Increase in refundable deposits | (2,291) | (7,175) |
| Decrease in refundable deposits | 2,481 | 3,444 |
| Acquisition for intangible assets | (12,247) | (112,854) |
| Interest received | 7,581,980 | 11,035,086 |
| Dividends received from associates | <u>185,990</u> | <u>172,299</u> |
| Net cash generated from investing activities | <u>6,684,806</u> | <u>45,818,870</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from short-term borrowings | 656,513,200 | 799,414,204 |
| Repayments of short-term borrowings | (641,555,547) | (829,408,032) |
| Proceeds from guarantee deposits received | 3,709 | 239,016 |
| Refunds of guarantee deposits received | (19,988) | (223,433) |
| Repayment of the principal portion of lease liabilities | (27,322) | (3,181) |
| Cash dividends paid | (10,538,330) | (6,803,641) |
| Payments for buy-back of ordinary shares | (17,072,763) | (1,307,193) |
| Acquisition of subsidiary shares | (200,122) | - |
| Interest paid | (781,677) | (1,323,024) |
| Decrease in non-controlling interests | - | (11,800) |
| Other financing activities | <u>1,295</u> | <u>1,228</u> |
| Net cash used in financing activities | <u>(13,677,545)</u> | <u>(39,425,856)</u> |
| EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES | | |
| | <u>(922,717)</u> | <u>1,780,437</u> |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | (6,616,668) | 7,901,421 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | <u>50,364,287</u> | <u>42,462,866</u> |
| CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR | <u>\$ 43,747,619</u> | <u>\$ 50,364,287</u> |

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

(With Deloitte & Touche auditors' report dated March 3, 2026)

(Concluded)

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

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

1. GENERAL INFORMATION

Catcher Technology Co., Ltd. (the “Company”) was incorporated in November 1984 under the laws of the Republic of China (R.O.C). The Company mainly manufactures and sells aluminum and magnesium extrusion and stamping products and molds. It also provides leasing services.

The Company’s shares were listed and traded on the Taipei Exchange (formerly called the GreTai Securities Market) from November 1999 until September 2001, when the Company listed its shares on the Taiwan Stock Exchange (TWSE) under stock number “2474” and ceased listing and trading on the Taipei Exchange.

The Company increased its capital by listing its shares in the form of Global Depositary Receipts (GDRs) on the Luxembourg Stock Exchange (Euro MTF) in June 2011. The procedures for terminating GDRs were completed in June 2024 (refer to Note 24).

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were published after approved by the Company’s board of directors on March 3, 2026.

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

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

The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have any material impact on the accounting policies of the Company and its subsidiaries (collectively referred to as the “Group”).

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

| New, Amended and Revised Standards and Interpretations | Effective Date Announced by IASB |
|---|---|
| Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” | January 1, 2026 |
| Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity” | January 1, 2026 |
| Annual Improvements to IFRS Accounting Standards - Volume 11 | January 1, 2026 |
| IFRS 17 “Insurance Contracts” (including the 2020 and 2021 amendments to IFRS 17) | January 1, 2023 |

As of the date the financial statements were authorized for issue, the Company has assessed that the application of other standards and interpretations will not have a material impact on the Company's financial position and financial performance.

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

| New, Amended and Revised Standards and Interpretations | Effective Date Announced by IASB (Note 1) |
|--|--|
| 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 2) |
| IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including 2025 amendments) | January 1, 2027 |
| Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency" | January 1, 2027 |

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 "Presentation and Disclosure in Financial Statements" and consequential amendments

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

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

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.
- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IFRS Accounting Standards as endorsed and issued into effect by the FSC.

b. Basis of preparation

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

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

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

c. Classification of current and non-current assets and liabilities

Current assets include:

- 1) Assets held primarily for the purpose of trading;
- 2) Assets expected to be realized within twelve months after the reporting period; and
- 3) Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

Current liabilities include:

- 1) Liabilities held primarily for the purpose of trading;
- 2) Liabilities due to be settled within twelve months after the reporting period; and
- 3) Liabilities for which the Group does not have the substantial right at the end of the reporting period to defer settlement for at least twelve months after the reporting period.

Assets and liabilities that are not classified as current are classified as non-current.

d. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

See Note 13, tables 6 and 7 for detailed information on subsidiaries (including percentages of ownership and main businesses).

e. Business combinations

Acquisitions of businesses are accounted for using the acquisition method. Acquisition-related costs are generally recognized in profit or loss as they are incurred.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any noncontrolling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured at the non-controlling interests' proportionate share of the recognized amounts of the acquiree's identifiable net assets. Other non-controlling interests is measured at fair value.

f. Foreign currencies

In preparing the financial statements of each individual entity in the Group, transactions in currencies other than the entity's functional currency (i.e., foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items arising from settlement or translation are recognized in profit or loss in the period.

Non-monetary items denominated in foreign currencies that are measured at fair value are retranslated at the rates prevailing at the date when the fair value is determined. Exchange differences arising from the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income, in which cases, the exchange differences are also recognized directly in other comprehensive income.

Non-monetary items denominated in foreign currencies and measured at historical cost are stated at the reporting currency as originally translated from the foreign currency.

For the purpose of presenting consolidated financial statements, assets and liabilities of a foreign operation (including subsidiaries in other countries that use currencies which are different from the currency of the Group) are translated into the New Taiwan dollar at the exchange rates prevailing at the end of the reporting period; and income and expense items are translated at the average exchange rates for the period. The resulting currency translation differences are recognized in other comprehensive income attributed to the owners of the Company and non-controlling interests as appropriate.

On the disposal of a foreign operation (i.e., a disposal of the Company's entire interest in a foreign operation, or a disposal involving the loss of control over a subsidiary that includes a foreign operation, or a partial disposal of an interest in a joint arrangement or an associate that includes a foreign operation of which the retained interest becomes a financial asset), all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Company are reclassified to profit or loss.

g. Inventories

Inventories consist of raw materials, supplies, merchandise, finished goods, semi-finished goods and work-in-process. Inventories are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. The net realizable value is the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale. Inventories are recorded at the weighted-average cost.

h. Investments in associates

An associate is an entity over which the Group has significant influence and which is neither a subsidiary nor an interest in a joint venture.

The Group uses the equity method to account for its investments in associates. Under the equity method, an investment in an associate is initially recognized at cost and adjusted thereafter to recognize the Group's share of the profit or loss and other comprehensive income of the associate. The Group also recognizes the changes in the Group's share of the equity of associates.

When the Group subscribes for additional new shares of an associate at a percentage different from its existing ownership percentage, the resulting carrying amount of the investment differs from the amount of the Group's proportionate interest in the associate. The Group records such a difference as an adjustment to investments with the corresponding amount charged or credited to capital surplus - changes in capital surplus from investments in associates accounted for using the equity method. If the Group's ownership interest is reduced due to its additional subscription of the new shares of the associate, the proportionate amount of the gains or losses previously recognized in other comprehensive income in relation to that associate is reclassified to profit or loss on the same basis as would be required had the investee directly disposed of the related assets or liabilities. When the adjustment

should be debited to capital surplus, but the capital surplus recognized from investments accounted for using the equity method is insufficient, the shortage is debited to retained earnings.

When the Group's share of losses of an associate equals or exceeds its interest in that associate (which includes any carrying amount of the investment accounted for using the equity method and long-term interests that, in substance, form part of the Group's net investment in the associate), the Group discontinues recognizing its share of further loss, if any. Additional losses and liabilities are recognized only to the extent that the Group has incurred legal obligations, or constructive obligations, or made payments on behalf of that associate.

The entire carrying amount of an investment (including goodwill) is tested for impairment as a single asset by comparing its recoverable amount with its carrying amount. Any impairment loss recognized is not allocated to any asset, including goodwill, that forms part of the carrying amount of investment. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases.

The Group discontinues the use of the equity method from the date on which its investment ceases to be an associate. Any retained investment is measured at fair value at that date and the fair value is regarded as the investment's fair value on initial recognition as a financial asset. The difference between the previous carrying amount of the associate attributable to the retained interest and its fair value is included in the determination of the gain or loss on disposal of the associate. The Group accounts for all amounts previously recognized in other comprehensive income in relation to that associate on the same basis as would be required if that associate had directly disposed of the related assets or liabilities.

When an entity in the Group transacts with its associate, profits and losses resulting from the transactions with the associate are recognized in the Group's consolidated financial statements only to the extent of interests in the associate that are not related to the Group.

i. Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost less accumulated depreciation and accumulated impairment loss.

Except for freehold land which is not depreciated, the depreciation of property, plant and equipment is recognized using the straight-line method. Each significant part is depreciated separately. The estimated useful lives, residual values and depreciation methods are reviewed at the end of each reporting period, with the effects of any changes in the estimates accounted for on a prospective basis.

On derecognition of an item of property, plant and equipment, the difference between the sales proceeds and the carrying amount of the asset is recognized in profit or loss.

j. Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation. Investment properties include land held for a currently undetermined future use.

Investment properties are initially measured at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at cost less accumulated depreciation and accumulated impairment loss. Depreciation is recognized using the straight-line method.

For a transfer of classification from investment properties to property, plant and equipment, the deemed cost of the property for subsequent accounting is its carrying amount at the commencement of owner-occupation.

On derecognition of an investment property, the difference between the net disposal proceeds and the carrying amount of the asset is included in profit or loss.

k. Goodwill

Goodwill arising from the acquisition of a business is measured at cost as established at the date of acquisition of the business less accumulated impairment loss.

For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units or groups of cash-generating units (referred to as "cash-generating units") that are expected to benefit from the synergies of the combination.

A cash-generating unit to which goodwill has been allocated is tested for impairment annually or more frequently whenever there is an indication that the unit may be impaired, by comparing its carrying amount, including the attributed goodwill, with its recoverable amount. However, if the goodwill allocated to a cash-generating unit was acquired in a business combination during the current annual period, that unit shall be tested for impairment before the end of the current annual period. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then pro rata to the other assets of the unit based on the carrying amount of each asset in the unit. Any impairment loss is recognized directly in profit or loss. Any impairment loss recognized for goodwill is not reversed in subsequent periods.

L. Intangible assets

1) Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss. Amortization is recognized on a straight-line basis. The estimated useful lives, residual values, and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in the estimates accounted for on a prospective basis.

On derecognition of an intangible asset, the difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss.

2) Intangible assets acquired in a business combination

Intangible assets acquired in a business combination and recognized separately from goodwill are initially recognized at their fair value at the acquisition date (which is regarded as their cost). Subsequent to initial recognition, they are measured on the same basis as intangible assets that are acquired separately.

3) Derecognition of intangible asset

On derecognition of an intangible asset, the difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss.

m. Impairment of property, plant and equipment, right-of-use-asset, investment properties, intangible assets, excluding goodwill, and assets related to contract costs

At the end of each reporting period, the Group reviews the carrying amounts of its property, plant and equipment, right-of-use asset, investment properties and intangible assets, excluding goodwill, to determine whether there is any indication that those assets have suffered any impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually and whenever there is an indication that the assets may be impaired.

The recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount, with the resulting impairment loss recognized in profit or loss.

Before the Group recognizes an impairment loss from assets related to contract costs, any impairment loss on inventories, property, plant and equipment and intangible assets related to the contract applicable under IFRS 15 shall be recognized in accordance with applicable standards. Then, impairment loss from the assets related to the contract costs is recognized to the extent that the carrying amount of the assets exceeds the remaining amount of consideration that the Group expects to receive in exchange for related goods or services less the costs which relate directly to providing those goods or services and which have not been recognized as expenses. The assets related to the contract costs are then included in the carrying amount of the cash-generating unit to which they belong for the purpose of evaluating impairment of that cash-generating unit.

When an impairment loss is subsequently reversed, the carrying amount of the corresponding asset, cash-generating unit or assets related to contract costs is increased to the revised estimate of its recoverable amount, but only to the extent of the carrying amount that would have been determined had no impairment loss been recognized for the asset, cash-generating unit or assets related to contract costs in prior years. A reversal of an impairment loss is recognized in profit or loss.

n. Financial instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issuance of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss (FVTPL)) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in profit or loss.

1) Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

a) Measurement categories

Financial assets are classified into the following categories: Financial assets at FVTPL, financial assets at amortized cost and investments in debt instruments and equity instruments at FVTOCI.

i. Financial assets at FVTPL

Financial assets are classified as at FVTPL when such a financial asset is mandatorily classified or designated as at FVTPL. Financial assets mandatorily classified as at FVTPL include investments in equity instruments which are not designated as at FVTOCI and debt instruments that do not meet the amortized cost criteria or the FVTOCI criteria.

Financial assets at FVTPL are subsequently measured at fair value, and any dividends or interest earned on such financial assets are recognized in other income and interest income,

respectively; any remeasurement gains or losses on such financial assets are recognized in other gains or losses. Fair value is determined in the manner described in Note 32.

ii. Financial assets at amortized cost

Financial assets that meet the following conditions are subsequently measured at amortized cost:

- i) The financial assets are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- ii) 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.

Subsequent to initial recognition, financial assets at amortized cost, including cash and cash equivalents, investments in debt instruments, accounts receivable at amortized cost, other receivables and refundable deposits, are measured at amortized cost, which equals the gross carrying amount determined using the effective interest method less any impairment loss. Exchange differences are recognized in profit or loss.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of such a financial asset, except for:

- i) Purchased or originated credit-impaired financial assets, for which interest income is calculated by applying the credit adjusted effective interest rate to the amortized cost of such financial assets; and
- ii) Financial assets that are not credit-impaired on purchase or origination but have subsequently become credit-impaired, for which interest income is calculated by applying the effective interest rate to the amortized cost of such financial assets in subsequent reporting periods.

A financial asset is credit impaired when one or more of the following events have occurred:

- i) Significant financial difficulty of the issuer or the borrower;
- ii) Breach of contract, such as a default;
- iii) It is becoming probable that the borrower will enter bankruptcy or undergo a financial reorganization; or
- iv) The disappearance of an active market for that financial asset because of financial difficulties.

Cash equivalents include time deposits, commercial papers and repurchase agreements with original maturities within 3 months from the date of acquisition, which are highly liquid, readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These cash equivalents are held for the purpose of meeting short-term cash commitments.

iii. Investments in debt instruments at FVTOCI

Debt instruments that meet the following conditions are subsequently measured at FVTOCI:

- i) The debt instrument is held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of such financial assets; and

- ii) The contractual terms of the debt instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investments in debt instruments at FVTOCI are subsequently measured at fair value. Changes in the carrying amounts of these debt instruments relating to changes in foreign currency exchange rates, interest income calculated using the effective interest method and impairment losses or reversals are recognized in profit or loss. Other changes in the carrying amount of these debt instruments are recognized in other comprehensive income and will be reclassified to profit or loss when the investment is disposed of.

iv. Investments in equity instruments at FVTOCI

On initial recognition, the Group may make an irrevocable election to designate investments in equity instruments as at FVTOCI. Designation as at FVTOCI is not permitted if the equity investment is held for trading or if it is contingent consideration recognized by an acquirer in a business combination.

Investments in equity instruments at FVTOCI are subsequently measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in other equity. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments; instead, it will be transferred to retained earnings.

Dividends on these investments in equity instruments are recognized in profit or loss when the Group's right to receive the dividends is established, unless the dividends clearly represent a recovery of part of the cost of the investment.

b) Impairment of financial assets and contract assets

The Group recognizes a loss allowance for expected credit losses on financial assets at amortized cost (including accounts receivables), investments in debt instruments that are measured at FVTOCI at the end of each reporting period.

The Group always recognizes lifetime expected credit losses (ECLs) for accounts receivable. For all other financial instruments, the Group recognizes lifetime ECLs when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month ECLs.

Expected credit losses reflect the weighted average of credit losses with the respective risks of default occurring as the weights. Lifetime ECLs represent the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECLs represent the portion of lifetime ECLs that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

For internal credit risk management purposes, the Group determines that the following situations indicate that a financial asset is in default (without taking into account any collateral held by the Group):

- i. Internal or external information show that the debtor is unlikely to pay its creditors.
- ii. When a financial asset is more than 180 days past due unless the Group has reasonable and corroborative information to support a more lagged default criterion.

The impairment loss of all financial assets is recognized in profit or loss by a reduction in their carrying amounts through a loss allowance account.

c) Derecognition of financial assets

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset at amortized cost in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss. On derecognition of an investment in a debt instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss which had been recognized in other comprehensive income is recognized in profit or loss. However, on derecognition of an investment in an equity instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss, and the cumulative gain or loss which had been recognized in other comprehensive income is transferred directly to retained earnings, without recycling through profit or loss.

2) Equity instruments

Equity instruments issued by the Group are recognized at the proceeds received, net of direct issue costs.

The repurchase of the Group's own equity instruments is recognized in and deducted directly from equity, and its carrying amounts are calculated based on weighted average by share types. No gain or loss is recognized in profit or loss on the purchase, sale, issuance or cancellation of the Group's own equity instruments.

3) Financial liabilities

a) Subsequent measurement

All the financial liabilities are measured at amortized cost using the effective interest method.

b) Derecognition of financial liabilities

The difference between the carrying amount of a financial liability derecognized and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

o. Revenue recognition

The Group identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

Revenue from the sale of goods comes from sales of metal casing. Sales of metal casing product are recognized as revenue when the Group has transferred to the buyer the significant risks and rewards of ownership of the goods and the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold, which is determined for export sales on the bases of the terms of the trade and for domestic sales on the bases of the acceptance date of the counterparty. Accounts receivable are recognized concurrently. Advance receipts are recognized as contract liabilities before the conditions of trade of the products are reached.

The Group does not recognize sales revenue on materials delivered to subcontractors because this

delivery does not involve a transfer of control.

p. Leases

At the inception of a contract, the Group assesses whether the contract is, or contains, a lease.

1) The Group as lessor

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

When the Group subleases a right-of-use asset, the sublease is classified by reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. However, if the head lease is a short-term lease that the Group, as a lessee, has accounted for applying recognition exemption, the sublease is classified as an operating lease.

Lease payments (less any lease incentives payable) from operating leases are recognized as income on a straight-line basis over the terms of the relevant leases. Initial direct costs incurred in obtaining operating leases are added to the carrying amounts of the underlying assets and recognized as expenses on a straight-line basis over the lease terms.

Variable lease payments that do not depend on an index or a rate are recognized as income in the periods in which they are incurred.

When a lease includes both land and building elements, the Group assesses the classification of each element separately as a finance or an operating lease based on the assessment as to whether substantially all the risks and rewards incidental to ownership of each element have been transferred to the lessee. The lease payments are allocated to the land and the building elements in proportion to the relative fair values of the leasehold interests in the land element and building element of the lease at the inception of a contract. If the allocation of the lease payments can be made reliably, each element is accounted for separately in accordance with its lease classification. When the lease payments cannot be allocated reliably to the land and building elements, the entire lease is generally classified as a finance lease unless it is clear that both elements are operating leases; in which case, the entire lease is classified as an operating lease.

2) The Group as lessee

The Group recognizes right-of-use assets and lease liabilities for all leases at the commencement date of a lease, except for short-term leases and low-value asset leases accounted for by applying a recognition exemption where lease payments are recognized as expenses on a straight-line basis over the lease terms.

Right-of-use assets are initially measured at cost, which comprises the initial measurement of lease liabilities adjusted for lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs needed to restore the underlying assets, and less any lease incentives received. Right-of-use assets are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any remeasurement of the lease liabilities. Right-of-use assets are presented on a separate line in the consolidated balance sheets.

Right-of-use assets are depreciated using the straight-line method from the commencement dates to the earlier of the end of the useful lives of the right-of-use assets or the end of the lease terms. However, if leases transfer ownership of the underlying assets to the Group by the end of the lease terms or if the costs of right-of-use assets reflect that the Group will exercise a purchase option, the Group depreciates the right-of-use assets from the commencement dates to the end of the useful lives of the underlying assets.

Lease liabilities are initially measured at the present value of the lease payments, which comprise fixed payments, in-substance fixed payments, variable lease payments which depend on an index or a rate, residual value guarantees, the exercise price of a purchase option if the Group is reasonably certain to exercise that option, and payments of penalties for terminating a lease if the lease term reflects such termination, less any lease incentives receivable. The lease payments are discounted using the interest rate implicit in a lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group will use the lessee's incremental borrowing rate.

Subsequently, lease liabilities are measured at amortized cost using the effective interest method, with interest expense recognized over the lease terms. When there is a change in a lease term, a change in the amounts expected to be payable under a residual value guarantee, a change in the assessment of an option to purchase an underlying asset, or a change in future lease payments resulting from a change in an index or a rate used to determine those payments, the Group remeasures the lease liabilities with a corresponding adjustment to the right-of-use-assets. However, if the carrying amount of the right-of-use assets is reduced to zero, any remaining amount of the remeasurement is recognized in profit or loss. Lease liabilities are presented on a separate line in the consolidated balance sheets.

Variable lease payments that do not depend on an index or a rate are recognized as expenses in the periods in which they are incurred.

q. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

Other than those stated above, all other borrowing costs are recognized in profit or loss in the period in which they are incurred.

r. Government grants

Government grants are not recognized until there is reasonable assurance that the Group will comply with the conditions attached to them and that the grants will be received.

Government grants related to income are recognized in other income on a systematic basis over the periods in which the Group recognizes as expenses the related costs that the grants intend to compensate. Specifically, government grants whose primary condition is that the Group should purchase, construct or otherwise acquire non-current assets are recognized as deferred revenue and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognized in profit or loss in the period in which they become receivable.

s. Employee benefits

1) Short-term employee benefits

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related services.

2) Retirement benefits

Payments to defined contribution retirement benefit plans are recognized as expenses when employees have rendered service entitling them to the contributions.

Defined benefit costs (including service cost, net interest and remeasurement) under defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost) and net interest on the net defined benefit liabilities (assets) are recognized as employee benefits expense in the period in which they occur. Remeasurement, comprising actuarial gains and losses and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which it occurs. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss.

Net defined benefit liabilities (assets) represent the actual deficit (surplus) in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

t. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

1) Current tax

Income tax payable (recoverable) is based on taxable profit (loss) for the year determined according to the applicable tax laws of each tax jurisdiction.

According to the Income Tax Act in the ROC, an additional tax on unappropriated earnings is provided for in the year the shareholders approve to retain earnings.

Adjustments of prior years' tax liabilities are added to or deducted from the current year's tax provision.

2) Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered. A previously unrecognized deferred tax asset is also reviewed at the end of each reporting period and recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liabilities are settled or the assets are realized, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

3) Current and deferred taxes for the year

Current and deferred taxes are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity; in which case, the current and deferred taxes are also recognized in other comprehensive income or directly in equity, respectively.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimations and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis.

Key Sources of estimation Uncertainty

a. Write-down of inventories

The net realizable value of inventories 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. The estimation of net realizable value is based on current market conditions and historical experience of product sales of a similar nature. Changes in market conditions may have a material impact on the estimation of the net realizable value.

b. Income taxes

For the purpose of expanding the Group's operation scale continuously and supporting the capital needs of overseas reinvestment companies, the Company's management resolved of the board of directors prior to December 31, 2022 that the unappropriated retained earnings of overseas subsidiaries will be used for permanent investment. Therefore, no deferred tax liabilities were recognized on the subsidiaries' unappropriated earnings (refer to Note 27). If the retained earnings of overseas subsidiaries will be appropriated in the future, recognition of material deferred tax liabilities may arise, which would be recognized in profit or loss for the period in which such appropriation takes place.

6. CASH AND CASH EQUIVALENTS

| | <u>December 31</u> | |
|---|----------------------|----------------------|
| | <u>2025</u> | <u>2024</u> |
| Cash on hand | \$ 1,973 | \$ 1,581 |
| Checking accounts and demand deposits | 13,484,697 | 8,607,831 |
| Cash equivalents (investments with original maturities of less than 3 months) | | |
| Time deposits | 30,002,949 | 41,523,875 |
| Repurchase agreements | <u>258,000</u> | <u>231,000</u> |
| | <u>\$ 43,747,619</u> | <u>\$ 50,364,287</u> |

The interest rate intervals of time deposits and repurchase agreements were as follows:

| | <u>December 31</u> | |
|-----------------------|--------------------|-------------|
| | <u>2025</u> | <u>2024</u> |
| Time deposits | 0.52%-6.15% | 0.25%-6.15% |
| Repurchase agreements | 1.29% | 1.25%-1.26% |

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

| | <u>December 31</u> | |
|---|---------------------|---------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Financial assets at FVTPL - current</u> | | |
| Financial assets mandatorily classified as at FVTPL | | |
| Non-derivative financial assets | | |
| Mutual funds | \$ 644,757 | \$ 514,745 |
| Domestic listed shares | <u>604</u> | <u>524</u> |
| | <u>\$ 645,361</u> | <u>\$ 515,269</u> |
| <u>Financial assets at FVTPL - non-current</u> | | |
| Financial assets mandatorily at FVTPL | | |
| Non-derivative financial assets | | |
| Private equity funds | \$ 2,817,509 | \$ 2,233,569 |
| Limited partnerships | 249,877 | 254,955 |
| Simple Agreement for Future Equity (SAFE) | 26,072 | - |
| Unlisted foreign shares | <u>33,437</u> | <u>34,879</u> |
| | <u>\$ 3,126,895</u> | <u>\$ 2,523,403</u> |

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

| | <u>December 31</u> | |
|---|----------------------|----------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Current</u> | | |
| Investments in equity instruments at fair value through other comprehensive income (FVTOCI) | \$ <u>8,453,326</u> | \$ <u>7,805,137</u> |
| <u>Non-current</u> | | |
| Investments in equity instruments at FVTOCI | \$ 2,241,428 | \$ 2,884,338 |
| Investments in debt instruments at FVTOCI | <u>81,716,922</u> | <u>84,779,782</u> |
| | <u>\$ 83,958,350</u> | <u>\$ 87,664,120</u> |

a. Investments in equity instruments

| | <u>December 31</u> | |
|----------------------|---------------------|---------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Current</u> | | |
| Domestic investments | | |
| Listed shares | \$ 6,749,002 | \$ 7,148,994 |
| Foreign investments | | |
| Listed shares | <u>1,704,324</u> | <u>656,143</u> |
| | <u>\$ 8,453,326</u> | <u>\$ 7,805,137</u> |
| <u>Non-current</u> | | |
| Domestic investments | | |
| Unlisted shares | | |
| Ordinary shares | \$ 302,340 | \$ 249,124 |
| Foreign investments | | |
| Limited partnerships | 1,548,752 | 2,388,120 |
| Listed shares | <u>390,336</u> | <u>247,094</u> |
| | <u>\$ 2,241,428</u> | <u>\$ 2,884,338</u> |

The investments in equity instruments are held for medium- to long-term strategic purpose and are expected to generate long-term profits. Accordingly, the management decided to designate and evaluate the investments in equity instruments at FVTOCI as they believe that recognizing profit or loss from short-term fair value fluctuations of these investments is not consistent with the Group's long-term investment plan.

The Group increased its investment in China Renewable Energy Fund, L.P. (the CREF) by US\$10,822 thousand in January 2024, and accounted for 23.51% of the CREF. Holding only 1 out of 5 seats in the Operation Committee of the CREF and considering this as having no significant influence over the investee, the management of the Group decided to classify the investment as financial assets at FVTOCI - non-current.

The Group holds 20% of the shares in Intai Technology Corp. and Drewlong Precision, Inc. The

management of the Group believes that these investments do not have significant influence, and therefore they are classified as financial assets at fair value through other comprehensive income - current.

In January 2025, the Group's shareholding in United Orthopedic Corporation reached 20%. The Group assessed that it has significant influence over the investee. Accordingly, starting from January 15, 2025, the accounting treatment for the investment has been changed from financial assets measured at fair value through other comprehensive income to investments accounted for using the equity method, based on the closing price on that date. Please refer to Note 14.

The Group holds 20% of the shares in TwHealth Nexus INC. The management of the Group believes that these investments do not have significant influence, and therefore they are classified as financial assets at fair value through other comprehensive income - non-current.

b. Investments in debt instrument

| | <u>December 31</u> | |
|--------------------|----------------------|----------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Non-current</u> | | |
| Corporate bonds | \$ 2,022,665 | \$ 4,353,423 |
| Government bonds | <u>79,694,257</u> | <u>80,426,359</u> |
| | <u>\$ 81,716,922</u> | <u>\$ 84,779,782</u> |

Refer to Note 10 for the information relating to the credit risk management and impairment of investments in debt instruments at FVTOCI.

9. FINANCIAL ASSETS AT AMORTIZED COST

| | <u>December 31</u> | |
|--|----------------------|----------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Current</u> | | |
| Domestic investments | | |
| Time deposits with original maturity of more than 3 months (a) | \$ 34,690,583 | \$ 17,156,407 |
| Restricted bank deposits (a and c) | - | 9,985,067 |
| Time deposits in offshore fund accounts (a) | 17,481,065 | 26,792,164 |
| Refundable deposits | <u>5,448</u> | <u>5,379</u> |
| | <u>\$ 52,177,096</u> | <u>\$ 53,939,017</u> |
| <u>Non-current</u> | | |
| Domestic investments | | |
| Corporate bonds (b) | \$ 9,820 | \$ - |
| Refundable deposits | <u>18,282</u> | <u>532</u> |
| | <u>\$ 28,102</u> | <u>\$ 532</u> |

a. The interest rates intervals of time deposits were as follows:

| | <u>December 31</u> | |
|---------------|--------------------|-------------|
| | <u>2025</u> | <u>2024</u> |
| Time deposits | 1.60%-4.53% | 1.43%-5.50% |

b. The Group purchased the unsecured corporate bonds, Series 1 (2022), issued by Taiwan Semiconductor Manufacturing Company Limited at a par value of NT\$10,000 thousand in November 2025. The bonds bear a coupon rate of 0.72% with an effective interest rate of 1.32767%. The Group's investments are made with financial institutions and companies of good credit quality, and the probability of default is expected to be very low.

c. Refer to Note 34 for information on financial assets at amortized cost - current pledged as security - current pledges as security.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments at FVTOCI are as follows:

December 31, 2025

| | At FVTOCI |
|-------------------------------------|----------------------|
| Gross carrying amount | \$ 81,751,438 |
| Less: Allowance for impairment loss | <u>(34,516)</u> |
| | <u>\$ 81,716,922</u> |

December 31, 2024

| | At FVTOCI |
|-------------------------------------|----------------------|
| Gross carrying amount | \$ 84,815,786 |
| Less: Allowance for impairment loss | <u>(36,004)</u> |
| | <u>\$ 84,779,782</u> |

The Group invests in debt instruments with credit rating information supplied by independent rating agencies. The Group's exposure and the external credit ratings are continuously monitored. The Group reviews changes in bond yields and other publicly available information and makes an assessment whether there has been a significant increase in credit risk since the last period to the reporting date.

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

The credit risk rating mechanism the Group currently adopts is as follows:

| Category | Description | Basis for Recognizing Expected Credit Losses (ECLs) |
|-----------------|--|--|
| Performing | The counterparty has a low risk of default and a strong capacity to meet contractual cash flows | 12m ECLs |
| Doubtful | There has been a significant increase in credit risk since initial recognition | Lifetime ECLs - not credit impaired |
| In default | There is evidence indicating the asset is credit impaired | Lifetime ECLs - credit impaired |
| Write-off | There is evidence indicating that the debtor is in severe financial difficulty and the Group has no realistic prospect of recovery | Amount is written off |

The gross carrying amounts of investments in debt instruments classified by credit category and the corresponding expected loss rates were shown below:

December 31, 2025

| Category | Expected Loss Rate | Gross Carrying Amount |
|-----------------|---------------------------|------------------------------|
| | | At FVTOCI |
| Performing | 0% | \$ 81,716,922 |
| Doubtful | 100% | 34,516 |

December 31, 2024

| Category | Expected Loss Rate | Gross Carrying Amount |
|-----------------|---------------------------|------------------------------|
| | | At FVTOCI |
| Performing | 0% | \$ 84,779,782 |
| Doubtful | 100% | 36,004 |

The movements of the allowance for impairment loss of investment in debt instruments at FVTOCI were as follows:

| | <u>Credit Rating</u> <u>Doubtful</u> <u>(Lifetime</u> <u>ECLs - Not</u> <u>Credit Impaired)</u> |
|------------------------------|---|
| Balance at January 1, 2025 | \$ 36,004 |
| Changes in exchange rates | <u>(1,488)</u> |
| Balance at December 31, 2025 | <u>\$ 34,516</u> |
| Balance at January 1, 2024 | \$ 33,720 |
| Changes in exchange rates | <u>2,284</u> |
| Balance at December 31, 2024 | <u>\$ 36,004</u> |

11. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

| | <u>December 31</u> | |
|-------------------------------------|---------------------|---------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Notes receivables</u> | | |
| At amortized cost | | |
| Gross carrying amount | \$ <u>12,275</u> | \$ <u>-</u> |
| <u>Trade receivables</u> | | |
| At amortized cost | | |
| Gross carrying amount | \$ 4,072,787 | \$ 5,648,925 |
| Less: Allowance for impairment loss | <u>(8,309)</u> | <u>(8,309)</u> |
| | <u>\$ 4,064,478</u> | <u>\$ 5,640,616</u> |
| <u>Other receivables</u> | | |
| Interest receivables | \$ 1,071,146 | \$ 1,169,672 |
| Others | <u>80,957</u> | <u>73,621</u> |
| | <u>\$ 1,152,103</u> | <u>\$ 1,243,293</u> |

a. Notes receivables

Loss allowance is not provided as historical experiences suggest that the possibility of recovery for notes receivables is extremely high.

b. Trade receivables

The average credit period of sales of goods is 30 to 180 days. No interest was charged on accounts receivable. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable

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

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix by reference to the past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecasted direction of economic conditions at the reporting date. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

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

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

December 31, 2025

| | Not Past Due | 1 to 60 Days Past Due | 61 to 120 Days Past Due | 121 to 180 Days Past Due | Over 180 Days Past Due | Total |
|--------------------------------|-----------------------------|------------------------------|--------------------------------|---------------------------------|-------------------------------|-----------------------------|
| Expected credit loss rate | 0%-0.05% | 0%-20.071% | 0%-26.514% | 0%-17.165% | 10%-100% | |
| Gross carrying amount | \$3,965,237 | \$ 97,952 | \$ 8,900 | \$ - | \$ 698 | \$4,072,787 |
| Loss allowance (Lifetime ECLs) | (1,986) | (3,781) | (1,844) | - | (698) | (8,309) |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Amortized cost | <u>\$3,963,251</u> | <u>\$ 94,171</u> | <u>\$ 7,056</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$4,064,478</u> |

December 31, 2024

| | Not Past Due | Less than 60 Days | 61 to 120 Days | Total |
|--------------------------------|---------------------|--------------------------|-----------------------|---------------------|
| Expected credit loss rate | 0%-0.142% | 0%-2.706% | 0%-12.346% | |
| Gross carrying amount | \$ 5,377,678 | \$ 268,991 | \$ 2,256 | \$ 5,648,925 |
| Loss allowance (Lifetime ECLs) | <u>(7,649)</u> | <u>(660)</u> | <u>-</u> | <u>(8,309)</u> |
| Amortized cost | <u>\$ 5,370,029</u> | <u>\$ 268,331</u> | <u>\$ 2,256</u> | <u>\$ 5,640,616</u> |

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

| | For the Year Ended December 31 | |
|---|---------------------------------------|-----------------|
| | 2025 | 2024 |
| Balance at January 1 | \$ 8,309 | \$ 8,309 |
| Add: Net remeasurement of loss allowance | 2 | - |
| Less: Net remeasurement of loss allowance | <u>(2)</u> | <u>-</u> |
| Balance at December 31 | <u>\$ 8,309</u> | <u>\$ 8,309</u> |

c. Other receivables

The Group has not recognized a loss allowance for other receivables after taking into consideration the historical default experience.

12. INVENTORIES

| | December 31 | |
|---|---------------------|---------------------|
| | 2025 | 2024 |
| Merchandise | \$ 7,794 | \$ 1,442 |
| Finished goods | 2,086,025 | 1,111,607 |
| Work-in-process and semi-finished goods | 921,774 | 529,363 |
| Raw materials and supplies | <u>421,103</u> | <u>187,273</u> |
| | <u>\$ 3,436,696</u> | <u>\$ 1,829,685</u> |

The nature of the cost of goods sold is as follows:

| | For the Year Ended December 31 | |
|--------------------------|---------------------------------------|----------------------|
| | 2025 | 2024 |
| Cost of inventories sold | \$ 13,349,936 | \$ 13,094,195 |
| Inventory write-downs | 29,345 | - |
| Others | <u>(623,996)</u> | <u>(875,741)</u> |
| | <u>\$ 12,755,285</u> | <u>\$ 12,218,454</u> |

13. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

| Investor | Investee | Main Business | % of Ownership | | Remark | |
|------------------------------|---|--|---|-------------|--------|--------|
| | | | December 31 | | | |
| | | | 2025 | 2024 | | |
| Catcher Technology Co., Ltd. | Nanomag International Co., Ltd. | Investing activities | 100 | 100 | | |
| | Gigamag Co., Ltd. | Investing activities | 100 | 100 | | |
| | Ke Yue Co., Ltd. | Investing activities | 100 | 100 | | |
| | Yi Sheng Co., Ltd. | Investing activities | 100 | 100 | | |
| | Yi De Co., Ltd. | Investing activities | 100 | 100 | | |
| | Catcher Medtech Co., Ltd. | Manufacturing, and selling medical devices | 100 | 100 | | |
| | Catcher Holdings International Inc. | Investing activities | 100 | - | Note 1 | |
| | Yi Fa Co., Ltd. | Investing activities | 100 | 100 | | |
| | Yi Chuan Co., Ltd. | Investing activities | 100 | 100 | | |
| | Yi Zhu Co., Ltd. | Investing activities | 100 | 100 | | |
| | Xincher Precision Manufacturing Co., Ltd. | Manufacturing and selling varied mental products | 100 | 100 | Note 3 | |
| | Topo Technology (Thailand) Co., Ltd. | Manufacturing and selling varied mental products | 100 | 100 | Note 4 | |
| | Ke Yue Co., Ltd. | Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | 10.42 | - | Note 7 |
| | Yi Sheng Co., Ltd. | Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | 4.48 | - | Note 7 |
| Yi De Co., Ltd. | Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | 5.57 | - | Note 7 | |

(Continued)

| Investor | Investee | Main Business | % of Ownership | | Remark |
|-------------------------------------|---------------------------------------|---|----------------|------|--------|
| | | | 2025 | 2024 | |
| Catcher Medtech Co., Ltd. | Ren He Medtech Co., Ltd. | Selling medical devices | 100 | 100 | |
| | Ren Yi Medtech Co., Ltd. | Selling medical devices | 100 | 100 | |
| | Coforce Medical Co., Ltd. | Medical device CDMO (Contract Development and Manufacturing Organization) business | 100 | 100 | Note 5 |
| | Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | 4.14 | - | Note 7 |
| Yi Fa Co., Ltd. | Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | 8.45 | - | Note 7 |
| Yi Chuan Co., Ltd. | Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | 1.51 | - | Note 7 |
| Nanomag International Co., Ltd. | Castmate International Co., Ltd. | Investing activities | - | 100 | Note 6 |
| | Stella International Co., Ltd. | Investing activities | 100 | 100 | |
| | Uranus International Co., Ltd. | Investing activities | 100 | 100 | |
| | Aquila International Co., Ltd. | Investing activities | - | - | Note 2 |
| | Norma International Co., Ltd. | Investing activities | 100 | 100 | |
| | Next Level Ltd. | Investing activities | 100 | 100 | |
| | Cor Ventures Pte. Ltd. | Investing activities | 100 | 100 | |
| Stella International Co., Ltd. | Lyra International Co., Ltd. | Investing activities | 100 | 100 | |
| Uranus International Co., Ltd. | Catcher Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 100 | 100 | |
| | Vito Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 100 | 100 | |
| Norma International Co., Ltd. | Arcadia Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 100 | 100 | |
| | Envio Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 100 | 100 | |
| Catcher Holdings International Inc. | Catcher Ventures Inc. | Investing activities | 100 | - | Note 1 |

(Concluded)

Note 1: The Company established Catcher Holdings International Inc. and Catcher Ventures Inc. in June 2022, and in August 2025 remitted the related investment funds.

Note 2: The Board of Directors resolved in February 2024 to liquidate Aquila International Co., Ltd., which was liquidated and deregistered in September 2024.

Note 3: The Company established Xincher Precision Manufacturing Co., Ltd. in June 2024.

Note 4: The Company established Topo Technology (Thailand) Co., Ltd. in December 2024.

Note 5: Catcher Medtech Co., Ltd. Established COFORCE Medical Inc. in October 2024.

Note 6: The Board of Directors resolved in February 2024 to liquidate Aquila International Co., Ltd., which was liquidated and deregistered in January 2025.

Note 7: In January 2025, the Group obtained de facto control over Pacific Hospital Supply Co., Ltd. Accordingly, starting from January 2025, Pacific Hospital Supply Co., Ltd. has been included as a subsidiary in the consolidated financial statements.

b. Details of subsidiaries that have material non-controlling interests - December 31, 2025

| Name of Subsidiary | Proportion of Ownership and Voting Rights Held by Non-controlling Interests <hr/> December 31, 2025 |
|-----------------------------------|--|
| Pacific Hospital Supply Co., Ltd. | 65.44% |

For information on the principal place of business and the country of incorporation, please refer to Table 6.

| Name of Subsidiary | Profit or Loss Allocated to Non-controlling Interests <hr/> December 31, 2025 |
|-----------------------------------|--|
| Pacific Hospital Supply Co., Ltd. | <u>\$ 185,377</u> |

| Name of Subsidiary | Non-controlling Interests <hr/> December 31, 2025 |
|-----------------------------------|--|
| Pacific Hospital Supply Co., Ltd. | <u>\$ 3,350,355</u> |

The summarized financial information of the following subsidiaries is presented before intercompany eliminations:

Pacific Hospital Supply Co., Ltd.

| | December 31, 2025 |
|---|------------------------------|
| Current assets | \$ 1,822,506 |
| Non-current assets | 2,096,761 |
| Current liabilities | (522,288) |
| Non-current liabilities | <u>(429,540)</u> |
| | <u>\$ 2,967,439</u> |
| Equity attributable to: | |
| Owners of the Company | \$ 1,025,688 |
| Non-controlling interests of Pacific Hospital Supply Co., Ltd. | <u>1,941,751</u> |
| | <u>\$ 2,967,439</u> |

(Continued)

| | For the Year Ended December 31 2025 |
|---|--|
| Operating revenue | <u>\$ 2,405,903</u> |
| Profit for the year | \$ 382,870 |
| Other comprehensive income for the year | <u>5,246</u> |
| Total comprehensive income for the year | <u>\$ 388,116</u> |
| Profit attributable to: | |
| Owners of the Company | \$ 127,247 |
| Non-controlling interests of Pacific Hospital Supply Co., Ltd. | 255,623 |
| | <u>\$ 382,870</u> |
| Total comprehensive income attributable to: | |
| Owners of the Company | \$ 129,049 |
| Non-controlling interests of Pacific Hospital Supply Co., Ltd. | 259,067 |
| | <u>\$ 388,116</u> |
| Cash inflow from: | |
| Operating activities | \$ 478,576 |
| Investing activities | (5,752) |
| Financing activities | (380,759) |
| Effects of exchange rate changes on the balance of cash and cash equivalents | (6,350) |
| Net cash inflow | <u>\$ 85,715</u> (Concluded) |

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

| | December 31 | |
|---|---------------------|---------------------|
| | <u>2025</u> | <u>2024</u> |
| Investments in associates | | |
| Associates that are not individually material | | |
| Pacific Hospital Supply Co. Ltd | \$ - | \$ 1,751,881 |
| Bioteque Corporation | 2,256,976 | 1,947,823 |
| United Orthopedic Corporation | 2,346,393 | - |
| SMART ECARE INC. | <u>3,657</u> | <u>3,659</u> |
| | <u>\$ 4,607,026</u> | <u>\$ 3,703,363</u> |

Aggregate information of associates that are not individually material was as follows:

| | For the Year Ended December 31 | |
|----------------------------|---------------------------------------|-------------------|
| | 2025 | 2024 |
| The Group's share of: | | |
| Net profit for the year | \$ 197,987 | \$ 193,046 |
| Other comprehensive income | <u>(3,123)</u> | <u>7,747</u> |
| Total comprehensive income | <u>\$ 194,864</u> | <u>\$ 200,793</u> |

As stated in Note 13, in January 2025, the Group obtained de facto control over Pacific Hospital Supply Co., Ltd. Accordingly, starting from January 2025, the company has been included as a subsidiary in the consolidated financial statements. The original investment in Pacific Hospital Supply Co., Ltd. accounted for using the equity method was deemed disposed of, and a gain on disposal of investments accounted for using the equity method in the amount of NT\$480,772 thousand was recognized under other gains and losses.

The investment in Smart Ecare Inc., accounted for using the equity method, and its profit and loss as well as other comprehensive income shared with the Group, are calculated based on the financial statements which were not reviewed by CPAs. The management of the Group nevertheless believes this would not have a material impact.

15. PROPERTY, PLANT AND EQUIPMENT

All property, plant and equipment are used by the Group.

Refer to Table 9 for the statements of changes in property, plant and equipment for the years ended December 31, 2025 and 2024.

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

| | |
|---|---------------|
| Buildings | |
| Main buildings | 20 - 51 years |
| Mechanical and electrical power equipment | 5 - 30 years |
| Engineering systems | 2 - 5 years |
| Others | 2 - 50 years |
| Machinery and equipment | 2 - 26 years |
| Miscellaneous equipment | 2 - 15 years |

All of the Group's property, plant and equipment are not pledged as collateral.

16. LEASE ARRANGEMENTS

a. Right-of-use assets

| | December 31 | |
|---|---------------------|-------------------|
| | 2025 | 2024 |
| <u>Carrying amount</u> | | |
| Land | \$ 1,325,207 | \$ 966,771 |
| Buildings | 25,625 | 9,672 |
| Transportation equipment | <u>2,656</u> | <u>-</u> |
| | <u>\$ 1,353,488</u> | <u>\$ 976,443</u> |
| For the Year Ended December 31 | | |
| | 2025 | 2024 |
| Additions to right-of-use assets | <u>\$ 15,977</u> | <u>\$ 13,476</u> |
| Acquisition through business combination | <u>\$ 413,147</u> | <u>\$ -</u> |
| Depreciation charge for right-of-use assets | | |
| Land | \$ 35,577 | \$ 26,623 |
| Buildings | 13,562 | 3,927 |
| Transportation equipment | <u>472</u> | <u>-</u> |
| | <u>\$ 49,611</u> | <u>\$ 30,550</u> |

Except for the additions and recognition of depreciation, the Group's right-of-use assets are not subleased, and no impairment assessment was performed during the year 2025 and 2024.

b. Lease liabilities

| | December 31 | |
|------------------------|--------------------|-------------------|
| | 2025 | 2024 |
| <u>Carrying amount</u> | | |
| Current | <u>\$ 24,798</u> | <u>\$ 10,525</u> |
| Non-current | <u>\$ 535,092</u> | <u>\$ 119,191</u> |

The range of discount rates for lease liabilities was as follows:

| | December 31 | |
|--------------------------|--------------------|-------------|
| | 2025 | 2024 |
| Land | 1.32%-1.82% | 1.82% |
| Buildings | 1.79%-5% | 5% |
| Transportation equipment | 2.2% | - |

c. Material lease-in activities and terms

The Group leases certain land and buildings for the use of plants and office spaces with lease terms of 3 to 50 years.

The lease contract for land located in Taiwan specifies that lease payments will be adjusted every year

on the basis of changes in the announced land value prices. The lease contract for land located in China specifies that lease payments will be adjusted every year based on the lease contract. The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without consent of the lessors. Furthermore, the subsidiary, Pacific Hospital Supply Co., Ltd., has a renewal option for the leased land.

d. Other lease information

| | For the Year Ended December 31 | |
|---|---------------------------------------|------------------|
| | 2025 | 2024 |
| Expenses relating to short-term leases | \$ <u>5,253</u> | \$ <u>4,924</u> |
| Expenses relating to low-value asset leases | \$ <u>3,863</u> | \$ <u>492</u> |
| Expenses relating to variable lease payments not included in the measurement of lease liabilities | \$ <u>975</u> | \$ <u>10,682</u> |
| Total cash outflow for leases | \$ <u>44,813</u> | \$ <u>22,361</u> |

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

17. INVESTMENT PROPERTIES

| | Land | Buildings | Total |
|---|---------------------|-------------------|---------------------|
| <u>Cost</u> | | | |
| Balance at January 1, 2024 | \$ 1,108,694 | \$ 211,231 | \$ 1,319,925 |
| Additions | - | 432 | 432 |
| Disposals | <u>-</u> | <u>(145)</u> | <u>(145)</u> |
| Balance at December 31, 2024 | <u>\$ 1,108,694</u> | <u>\$ 211,518</u> | <u>\$ 1,320,212</u> |
| <u>Accumulated depreciation</u> | | | |
| Balance at January 1, 2024 | \$ - | \$ 151,040 | \$ 151,040 |
| Depreciation | - | 4,391 | 4,391 |
| Disposals | <u>-</u> | <u>(143)</u> | <u>(143)</u> |
| Balance at December 31, 2024 | <u>\$ -</u> | <u>\$ 155,288</u> | <u>\$ 155,288</u> |
| Carrying amount at December 31, 2024 | <u>\$ 1,108,694</u> | <u>\$ 56,230</u> | <u>\$ 1,164,924</u> |
| <u>Cost</u> | | | |
| Balance at January 1, 2025 | \$ 1,108,694 | \$ 211,518 | \$ 1,320,212 |
| Additions | - | 960 | 960 |
| Acquisitions through business combinations | 119,545 | 60,520 | 180,065 |
| Reclassified to property, plant and equipment | <u>(119,545)</u> | <u>(60,520)</u> | <u>(180,065)</u> |
| Balance at December 31, 2025 | <u>\$ 1,108,694</u> | <u>\$ 212,478</u> | <u>\$ 1,321,172</u> |

(Continued)

| | Land | Buildings | Total |
|---|---------------------|-------------------|------------------------------------|
| <u>Accumulated depreciation</u> | | | |
| Balance at January 1, 2025 | \$ - | \$ 155,288 | \$ 155,288 |
| Depreciation | - | 1,735 | 1,735 |
| Reclassified to property, plant and equipment | - | (180) | (180) |
| Balance at December 31, 2025 | <u>\$ -</u> | <u>\$ 156,843</u> | <u>\$ 156,843</u> |
| Carrying amount at December 31, 2025 | <u>\$ 1,108,694</u> | <u>\$ 55,635</u> | <u>\$ 1,164,329</u> (Concluded) |

The investment properties are depreciated by the straight-line method over their estimated useful lives as follows:

| | |
|-------------------------|---------------|
| Main buildings | 25 - 50 years |
| Elevators | 15 years |
| Heat dissipation system | 5 years |

The determination of fair value was performed by independent qualified professional valuers. The fair value was measured using Level 3 inputs or was arrived at by reference to market evidence of transaction prices for similar properties. The fair value was as follows:

| | December 31 | |
|------------|---------------------|---------------------|
| | 2025 | 2024 |
| Fair value | <u>\$ 2,856,399</u> | <u>\$ 2,152,911</u> |

All of the Group's investment properties were not pledged as collateral.

The investment properties are leased out from February 2017 to July 2029. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods.

The maturity analysis of lease payments receivable under operating leases of investment properties was as follows:

| | December 31 | |
|--------|--------------------|------------------|
| | 2025 | 2024 |
| Year 1 | \$ 26,260 | \$ 31,568 |
| Year 2 | 10,919 | 26,260 |
| Year 3 | 5,257 | 10,919 |
| Year 4 | 3,067 | 5,257 |
| Year 5 | - | 3,067 |
| | <u>\$ 45,503</u> | <u>\$ 77,071</u> |

18. GOODWILL AND INTANGIBLE ASSETS

| | Goodwill | Computer Software | Technical Skill | Patent Rights | Client Relationship | Trademark rights | Other Intangible assets | Total |
|--|-------------------|-------------------|------------------|-------------------|---------------------|-------------------|-------------------------|---------------------|
| <u>Cost</u> | | | | | | | | |
| Balance at January 1, 2024 | \$ - | \$ 371,172 | \$ 29,700 | \$ - | \$ - | \$ - | \$ - | \$ 400,872 |
| Additions | 115,089 | 11,721 | - | 940 | - | - | 65,951 | 193,701 |
| Disposals | - | (2,727) | - | - | - | - | - | (2,727) |
| Effects of foreign currency exchange differences | - | 7,646 | - | - | - | - | - | 7,646 |
| Balance at December 31, 2024 | <u>\$ 115,089</u> | <u>\$ 387,812</u> | <u>\$ 29,700</u> | <u>\$ 940</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 65,951</u> | <u>\$ 599,492</u> |
| <u>Accumulated amortization</u> | | | | | | | | |
| Balance at January 1, 2024 | \$ - | \$ 362,583 | \$ 27,591 | \$ - | \$ - | \$ - | \$ - | \$ 390,174 |
| Amortization expense | - | 7,283 | 2,109 | - | - | - | - | 9,392 |
| Disposals | - | (2,727) | - | - | - | - | - | (2,727) |
| Effects of foreign currency exchange differences | - | 7,577 | - | - | - | - | - | 7,577 |
| Balance at December 31, 2024 | <u>\$ -</u> | <u>\$ 374,716</u> | <u>\$ 29,700</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 404,416</u> |
| Carrying amount at December 31, 2024 | <u>\$ 115,089</u> | <u>\$ 13,096</u> | <u>\$ -</u> | <u>\$ 940</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 65,951</u> | <u>\$ 195,076</u> |
| <u>Cost</u> | | | | | | | | |
| Balance at January 1, 2025 | \$ 115,089 | \$ 387,812 | \$ 29,700 | \$ 940 | \$ - | \$ - | \$ 65,951 | \$ 599,492 |
| Additions | - | 22,375 | - | 488 | - | - | - | 22,863 |
| Acquisitions through business combinations (Note 29) | 623,277 | 6,442 | - | 353,000 | 474,000 | 198,000 | - | 1,654,719 |
| Disposals | - | (8,786) | - | - | - | - | - | (8,786) |
| Effects of foreign currency exchange differences | - | (3,065) | - | - | - | - | - | (3,065) |
| Balance at December 31, 2025 | <u>\$ 738,366</u> | <u>\$ 404,778</u> | <u>\$ 29,700</u> | <u>\$ 354,428</u> | <u>\$ 474,000</u> | <u>\$ 198,000</u> | <u>\$ 65,951</u> | <u>\$ 2,265,223</u> |
| <u>Accumulated amortization</u> | | | | | | | | |
| Balance at January 1, 2025 | \$ - | \$ 374,716 | \$ 29,700 | \$ - | \$ - | \$ - | \$ - | \$ 404,416 |
| Amortization expense | - | 20,484 | - | 35,363 | 41,429 | - | 21,903 | 119,179 |
| Disposals | - | (8,786) | - | - | - | - | - | (8,786) |
| Effects of foreign currency exchange differences | - | (2,917) | - | - | - | - | - | (2,917) |
| Balance at December 31, 2025 | <u>\$ -</u> | <u>\$ 383,497</u> | <u>\$ 29,700</u> | <u>\$ 35,363</u> | <u>\$ 41,429</u> | <u>\$ -</u> | <u>\$ 21,903</u> | <u>\$ 511,892</u> |
| Carrying amount at December 31, 2025 | <u>\$ 738,366</u> | <u>\$ 21,281</u> | <u>\$ -</u> | <u>\$ 319,065</u> | <u>\$ 432,571</u> | <u>\$ 198,000</u> | <u>\$ 44,048</u> | <u>\$ 1,753,331</u> |

The above intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

| | |
|-------------------------|------------|
| Computer software | 1-10 years |
| Technical Skill | 5 years |
| Patent rights | 3-18 years |
| Client relationship | 14 years |
| Other intangible assets | 1-14 years |

For the three months ended December 31, 2024, the Group entered into a contract with an unrelated party for the acquisition of operating assets. The Group received a valuation report in January 2026, and the comparative figures have been restated as if the initial accounting was completed at the acquisition date.

Increased (decreased) adjustments on related items of consolidated balance sheets are set out below:

| | December 31, 2024 | | |
|--------------------------|-----------------------------|---------------|-----------------|
| | As Originally Stated | Impact | Restated |
| Intangible assets | \$ 14,835 | \$ 65,152 | \$ 79,987 |
| Goodwill | \$ 167,211 | \$ (52,122) | \$ 115,089 |
| Deferred tax assets | \$ 2,890,174 | \$ 160 | \$ 2,890,334 |
| Deferred tax liabilities | \$ 5,850,844 | \$ 13,190 | \$ 5,864,034 |

The purchase prices, which were determined by both parties by reference to the assessment report issued by qualified specialists, and acquired assets are as follows:

Assets acquired and liabilities assumed on the at the date of acquisition

| | December 31, 2024 | | |
|-------------------------------|-----------------------------|------------------|------------------|
| | As Originally Stated | Impact | Restated |
| Inventories | \$ 2,729 | \$ - | \$ 2,729 |
| Property, plant and equipment | | | |
| Machinery equipment | 3,173 | - | 3,173 |
| Other equipment | 297 | - | 297 |
| Intangible assets | | | |
| Patent | 1,739 | (799) | 940 |
| Computer software | 571 | - | 571 |
| Other intangible assets | - | 65,951 | 65,951 |
| Other prepayments | 5,175 | - | 5,175 |
| Deferred tax assets | - | 160 | 160 |
| Other payables | (427) | - | (427) |
| Advance receipts | (1,333) | - | (1,333) |
| Guarantee deposits received | (5,161) | - | (5,161) |
| Deferred tax liabilities | - | (13,190) | (13,190) |
| | <u>\$ 6,763</u> | <u>\$ 52,122</u> | <u>\$ 58,885</u> |

Goodwill arising from the acquisition of operating assets

| | December 31, 2024 | | |
|--|-----------------------------|-----------------------------|-----------------------------|
| | As Originally Stated | Impact | Restated |
| Purchase price | \$ 173,974 | \$ - | \$ 173,974 |
| Less: Fair value of the identifiable net assets acquired | 6,763 | 52,122 | 58,885 |
| | <u> </u> | <u> </u> | <u> </u> |
| Goodwill arising from the purchase of operating assets | <u>\$ 167,211</u> | <u>\$ (52,122)</u> | <u>\$ 115,089</u> |

19. OTHER ASSETS

| | December 31 | |
|---------------------------|---------------------|---------------------|
| | 2025 | 2024 |
| <u>Current</u> | | |
| Office supplies | \$ 112,686 | \$ 115,653 |
| Prepaid expenses | 195,916 | 68,387 |
| Net Input VAT | 115,761 | 119,335 |
| Others | <u>12,134</u> | <u>11,173</u> |
| | <u>\$ 436,497</u> | <u>\$ 314,548</u> |
| <u>Non-current</u> | | |
| Prepayments for equipment | \$ 243,056 | \$ 123,252 |
| Prepayments for land | 934,262 | 897,110 |
| Others | <u>391</u> | <u>820</u> |
| | <u>\$ 1,177,709</u> | <u>\$ 1,021,182</u> |

20. SHORT-TERM BORROWINGS

| | December 31 | |
|------------------------------|----------------------|----------------------|
| | 2025 | 2024 |
| Bank unsecured loans | \$ 62,078,414 | \$ 38,330,352 |
| Bank secured loans (Note 34) | <u>-</u> | <u>8,888,180</u> |
| | <u>\$ 62,078,414</u> | <u>\$ 47,218,532</u> |

The range of interest rates of short-term borrowings was as follows:

| | December 31 | |
|----------------------|--------------------|-------------|
| | 2025 | 2024 |
| Bank unsecured loans | 1.81%-2.40% | 1.85%-2.97% |
| Bank secured loans | - | 1.78%-3.00% |

21. NOTES PAYABLE AND TRADE PAYABLES

Notes payable and Trade payables resulted from operating activities.

The Group has stipulated financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

22. OTHER LIABILITIES

| | <u>December 31</u> | |
|--|---------------------|---------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>Current</u> | | |
| Other payables | | |
| Payables for technical service fees | \$ 1,068,208 | \$ 1,161,533 |
| Payables for employees' compensation | 958,404 | 1,267,594 |
| Payables for salaries and bonuses | 941,838 | 801,120 |
| Payables for buy-back of treasury shares | 311,763 | 365,627 |
| Payables for office supplies | 149,614 | 109,483 |
| Payables for annual leave | 135,594 | 101,503 |
| Payables for purchases of equipment | 101,515 | 62,778 |
| Payables for utilities | 75,702 | 66,296 |
| Payables for taxes | 71,040 | 72,145 |
| Payables for shipping expenses and warehousing | 45,922 | 39,135 |
| Payables for interest | 44,911 | 36,049 |
| Payables for maintenance | 34,346 | 32,689 |
| Payables for meals | 33,860 | 31,916 |
| Payables for professional service fees | 11,995 | 20,409 |
| Others | <u>404,348</u> | <u>375,458</u> |
| | <u>\$ 4,389,060</u> | <u>\$ 4,543,735</u> |
| Other liabilities | | |
| Advance receipts | \$ 674,468 | \$ 881,507 |
| Guarantee deposits received | 13,197 | 28,310 |
| Payables for value-added tax | 52,786 | 56,179 |
| Others | <u>18,341</u> | <u>20,819</u> |
| | <u>\$ 758,792</u> | <u>\$ 986,815</u> |
| <u>Non-current</u> | | |
| Other liabilities | | |
| Guarantee deposits received | \$ 13,909 | \$ 15,212 |
| Others | <u>8,264</u> | <u>-</u> |
| | <u>\$ 22,173</u> | <u>\$ 15,212</u> |

23. RETIREMENT BENEFIT PLANS

a. Defined contribution plan

The Group adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, an entity makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

The employees of the Group's subsidiaries in China are members of a state-managed retirement benefit plan operated by the government of mainland China. The subsidiaries are required to contribute a specified percentage of payroll costs to the retirement benefit scheme to fund the benefits. The only obligation of the Group with respect to the retirement benefit plan is to make the specified contributions.

b. Defined benefit plans

The defined benefit plan adopted by the Group in accordance with the Labor Standards Act is operated by the ROC government. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the six months before retirement. The Group contributes amounts equal to 2% of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee's name. Before the end of each year, the Group assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Group is required to fund the difference in one appropriation that should be made before the end of March of the next year. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (the "Bureau"); the Group has no right to influence the investment policy and strategy.

The amounts of the defined benefit plans recognized in the consolidated statement of financial position and the related accounts are presented as follows:

| | December 31 | |
|---|--------------------|-----------------|
| | 2025 | 2024 |
| Present value of defined benefit obligation | \$ 176,299 | \$ 80,767 |
| Fair value of plan assets | <u>(196,117)</u> | <u>(74,229)</u> |
| Net defined benefit liabilities (assets) | <u>\$ (19,818)</u> | <u>\$ 6,538</u> |
| Defined benefit assets | \$ (26,368) | \$ - |
| Defined benefit liabilities | <u>6,550</u> | <u>6,538</u> |
| | <u>\$ (19,818)</u> | <u>\$ 6,538</u> |

Movements in net defined benefit liabilities (assets) were as follows:

| | Present Value of the Defined Benefit Obligation | Fair Value of the Plan Assets | Net Defined Benefit Liabilities (assets) |
|---|--|--|---|
| Balance at January 1, 2024 | \$ 75,556 | \$ (69,013) | \$ 6,543 |
| Service cost | | | |
| Current service cost | 1,705 | - | 1,705 |
| Net interest expense (income) | <u>982</u> | <u>(910)</u> | <u>72</u> |
| Recognized in profit or loss | <u>2,687</u> | <u>(910)</u> | <u>1,777</u> |
| Remeasurement | | | |
| Return on plan assets (excluding amounts included in net interest) | - | (6,655) | (6,655) |
| Actuarial (gain) loss | | | |
| Changes in financial assumptions | (1,616) | - | (1,616) |
| Experience adjustments | <u>8,271</u> | <u>-</u> | <u>8,271</u> |
| Recognized in other comprehensive income | <u>6,655</u> | <u>(6,655)</u> | <u>-</u> |
| Contributions from the employer | - | (1,782) | (1,782) |
| Benefits paid | <u>(4,131)</u> | <u>4,131</u> | <u>-</u> |
| Balance at December 31, 2024 | <u>80,767</u> | <u>(74,229)</u> | <u>6,538</u> |

(Continued)

| | Present Value of the Defined Benefit Obligation | Fair Value of the Plan Assets | Net Defined Benefit Liabilities (assets) |
|---|--|--|---|
| Service cost | | | |
| Current service cost | \$ 3,812 | \$ - | \$ 3,812 |
| Net interest expense (income) | <u>2,706</u> | <u>(2,967)</u> | <u>(261)</u> |
| Recognized in profit or loss | <u>6,518</u> | <u>(2,967)</u> | <u>3,551</u> |
| Remeasurement | | | |
| Return on plan assets (excluding amounts included in net interest) | - | (12,617) | (12,617) |
| Actuarial (gain) loss | | | |
| Changes in demographic assumptions | (49) | - | (49) |
| Changes in financial assumptions | 3,458 | - | 3,458 |
| Experience adjustments | <u>2,650</u> | <u>-</u> | <u>2,650</u> |
| Recognized in other comprehensive income | <u>6,059</u> | <u>(12,617)</u> | <u>(6,558)</u> |
| Contributions from the employer | - | (3,368) | (3,368) |
| Benefits paid | (6,544) | 6,544 | - |
| Business combinations | <u>89,499</u> | <u>(109,480)</u> | <u>(19,981)</u> |
| Balance at December 31, 2025 | <u>\$ 176,299</u> | <u>\$ (196,117)</u> | <u>\$ (19,818)</u> (Concluded) |

An analysis by function of the amounts recognized in profit or loss in respect of the defined benefit plans is as follows:

| | For the Year Ended December 31 | |
|-------------------------------------|---------------------------------------|-----------------|
| | 2025 | 2024 |
| Operating costs | \$ 2,433 | \$ 1,128 |
| Selling and marketing expenses | 189 | 108 |
| General and administrative expenses | 626 | 349 |
| Research and development expenses | <u>303</u> | <u>192</u> |
| | <u>\$ 3,551</u> | <u>\$ 1,777</u> |

Through the defined benefit plans under the Labor Standards Act, the Group is exposed to the following risks:

- 1) Investment risk: The plan assets are invested in domestic and foreign equity and debt securities, bank deposits, etc. The investment is conducted at the discretion of the Bureau or under the mandated management. However, in accordance with relevant regulations, the return generated by plan assets should not be below the interest rate for a 2-year time deposit with local banks.
- 2) Interest risk: A decrease in the government bond interest rate will increase the present value of the defined benefit obligation; however, this will be partially offset by an increase in the return on the plan's debt investments.
- 3) Salary risk: The present value of the defined benefit obligation is calculated by reference to the future salaries of plan participants. As such, an increase in the salaries of the plan participants will increase the present value of the defined benefit obligation.

The actuarial valuations of the present value of the defined benefit obligation were carried out by qualified actuaries. The significant assumptions used for the purposes of the actuarial valuations were as follows:

| | December 31 | |
|----------------------------------|--------------------|-------------|
| | 2025 | 2024 |
| Discount rate | 1.3%-1.4% | 1.6% |
| Expected rate of salary increase | 2% | 2% |

If possible reasonable changes in each of the significant actuarial assumptions occur and all other assumptions remain constant, the present value of the defined benefit obligation would (decrease) increase as follows:

| | December 31 | |
|----------------------------------|--------------------|-------------|
| | 2025 | 2024 |
| Discount rate | | |
| 0.25% increase | \$ (3,219) | \$ (1,375) |
| 0.25% decrease | \$ 3,346 | \$ 1,417 |
| Expected rate of salary increase | | |
| 0.25% increase | \$ 3,292 | \$ 1,367 |
| 0.25% decrease | \$ (3,183) | \$ (1,333) |

The sensitivity analysis presented above may not be representative of the actual changes in the present value of the defined benefit obligation as it is unlikely that changes in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

| | December 31 | |
|--|--------------------|-------------|
| | 2025 | 2024 |
| Expected contributions to the plan within one year | \$ 3,602 | \$ 1,782 |
| Average duration of the defined benefit obligation | 8 years | 8 years |

24. EQUITY

a. Share capital

1) Ordinary shares

| | December 31 | |
|---|----------------------|----------------------|
| | 2025 | 2024 |
| Number of shares authorized (in thousands) | <u>1,000,000</u> | <u>1,000,000</u> |
| Shares authorized | \$ <u>10,000,000</u> | \$ <u>10,000,000</u> |
| Number of shares issued and fully paid (in thousands) | <u>592,169</u> | <u>680,364</u> |
| Shares issued | \$ <u>5,921,691</u> | \$ <u>6,803,641</u> |

Fully paid ordinary shares, with a par value of NT\$10, carry one vote per share and carry a right to dividends.

On April 16, 2025, the Company's board of directors approved a capital reduction to cancel the Company's 31,219 thousand treasury shares, and fixed the record date at April 18, 2025. The

Company's paid-in capital was NT\$6,491,451 thousand after the capital reduction.

On August 8, 2025, the Company's Board of Directors approved a capital reduction to cancel the Company's 25,476 thousand treasury shares, and fixed the record date at August 13, 2025. The Company's paid-in capital was NT\$6,236,691 thousand after the capital reduction.

On December 23, 2025, the Company's board of directors approved a capital reduction to cancel the Company's 31,500 thousand treasury shares, and fixed the record date at December 26, 2025. The Company's paid-in capital was NT\$5,921,691 thousand after the capital reduction.

A total of 23,000 thousand shares of the Company's authorized shares were reserved for the issuance of employee stock options.

2) Global depositary receipts

In June 2011, the Company increased its capital by listing its shares in the form of Global Depositary Receipts (GDRs). Each GDR was represented 5 ordinary shares. The Company issued 6,700 thousand units of GDRs, representing 33,500 thousand ordinary shares.

According to the regulations of the competent authority, the holder of depositary receipts may request to redeem and circulate the depositary receipts in the domestic securities exchange market, and foreign investors may request to reissue depositary receipts within the scope of the original issuance amount.

On April 18, 2024, the Company's board of directors resolved to terminate the listing of its GDRs on the Luxembourg Stock Exchange (Euro MTF). The termination agreement and the procedures of delisting the GDRs were completed in June 2024.

b. Capital surplus

| | <u>December 31</u> | |
|--|----------------------|----------------------|
| | <u>2025</u> | <u>2024</u> |
| <u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)</u> | | |
| Arising from issuance of ordinary shares | \$ 5,734,424 | \$ 6,588,483 |
| Arising from conversion of bonds | 9,819,661 | 11,282,157 |
| <u>May only be used to offset a deficit</u> | | |
| Overdue unclaimed dividends of shareholders | 8,626 | 7,315 |
| Changes in percentage of ownership interests in subsidiaries (2) | 33 | - |
| Changes in net equity of associates accounted for using the equity method | <u>13,981</u> | <u>410</u> |
| | <u>\$ 15,576,725</u> | <u>\$ 17,878,365</u> |

1) The capital surplus may be used to offset deficits, or may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's paid-in capital every year) when the Company has no deficits.

2) Such capital surplus represents the effects of equity transactions recognized due to changes in the associates' equity when the Company did not actually acquire or dispose of the associates' shares, or adjustments to the capital surplus of the associates recognized using the equity method.

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, the proposal for profit distribution or offsetting of losses can be made at the end of each six months of the fiscal year, when the Company makes a profit in the first half of the fiscal year, the profit should be appropriated as follows:

- 1) Pay taxes;
- 2) Offset against deficit, if any;
- 3) Estimate compensation of employees and remuneration of directors;
- 4) Appropriate 10% of the remaining profit as legal reserve, until the accumulated amount equals the Company's paid-in capital;
- 5) Reverse a special reserve in accordance with the laws or operating needs; and
- 6) Any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders in issuance of ordinary share and resolved in the Company's board of directors for the distribution of dividends and bonus in cash.

When the Company makes a profit in a fiscal year, the profit should be appropriated as follows:

- 1) Pay taxes;
- 2) Offset against deficit, if any;
- 3) Appropriate 10% of the remaining profit as legal reserve, until the accumulated amount equals the Company's paid-in capital;
- 4) Reverse a special reserve in accordance with the laws or operating needs; and
- 5) Any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders in issuance of ordinary share.

The Company is still in the growing stage and is continuing to expand its operating scale with due consideration of the viability of the economic situation. The board of directors shall be focusing on growing dividends in a stable manner when proposing the appropriation of annual earnings. However, cash dividends shall not be less than 10% of the total dividends, and cash dividends shall be distributed although the dividends per share is less than NT\$0.5.

For the policies on the distribution of the compensation of employees and remuneration of directors after the amendment, refer to "Compensation of employees and remuneration of directors" in Note 26(h).

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

The Company's semi-annual appropriations of earnings for the year 2023 and cash dividends per share were respectively approved by the board of directors as follows:

| Date of Board Resolution | For the Six Months Ended December 31, 2023 | For the Six Months Ended June 30, 2023 |
|---|---|---|
| | April 18, 2024 | November 10, 2023 |
| Legal reserve | \$ <u>378,527</u> | \$ <u>23,665</u> |
| Appropriation (reversal) of special reserve | \$ <u>2,123,461</u> | \$ <u>(1,698,580)</u> |
| Cash dividends | \$ <u>3,401,821</u> | \$ <u>3,401,820</u> |
| Cash dividends per share (NT\$) | \$ 5 | \$ 5 |

The above appropriations for cash dividends were resolved by the Company's board of directors; the other proposed appropriations were resolved by the shareholders in their meeting on May 30, 2024.

The Company's semi-annual appropriations of earnings for the year 2024 and cash dividends per share were respectively approved by the Board of Directors as follows:

| Date of Board Resolution | For the Six Months Ended December 31, 2024 | For the Six Months Ended June 30, 2024 |
|---------------------------------|---|---|
| | April 16, 2025 | November 6, 2024 |
| Legal reserve | \$ <u>519,092</u> | \$ <u>802,413</u> |
| Reversal of special reserve | \$ <u>-</u> | \$ <u>(2,669,364)</u> |
| Cash dividends | \$ <u>5,193,161</u> | \$ <u>5,102,731</u> |
| Cash dividends per share (NT\$) | \$ 8 | \$ 7.5 |

Distribution of the above cash dividends was resolved by the Board of Directors. The other earnings appropriations were approved at the General Meeting of Shareholders on May 27, 2025.

The Company's semi-annual earnings distribution plan for the first half of 2025 and cash dividends per share were approved by the Board of Directors as follows:

| Date of Board Resolution | For the Six Months Ended June 30, 2025 |
|---------------------------------|---|
| | November 6, 2025 |
| Legal reserve | \$ <u>-</u> |
| Reversal of special reserve | \$ <u>14,521,192</u> |
| Cash dividends | \$ <u>1,871,007</u> |
| Cash dividends per share (NT\$) | \$ 3 |

d. Other equity items

1) Exchange differences on translating the financial statements of foreign operations

| | For the Year Ended December 31 | |
|--|---------------------------------------|---------------------|
| | 2025 | 2024 |
| Balance at January 1 | \$ 7,508,967 | \$ (2,744,533) |
| Exchange differences on translating the financial statements of foreign operations | (6,312,575) | 10,245,753 |
| Shares from associates accounted for using the equity method | <u>(3,065)</u> | <u>7,747</u> |
| Balance at December 31 | <u>\$ 1,193,327</u> | <u>\$ 7,508,967</u> |

2) Unrealized valuation gain (loss) on financial assets at FVTOCI

| | For the Year Ended December 31 | |
|--|---------------------------------------|-----------------------|
| | 2025 | 2024 |
| Balance at January 1 | \$ (6,589,128) | \$ 75,169 |
| Recognized for the year | | |
| Unrealized gain (loss) - equity instruments | 65,897 | (93,980) |
| Unrealized gain (loss) - debt instruments | 1,514,888 | (6,646,008) |
| Share of profit or loss of associates | 251 | - |
| Reclassification adjustments | | |
| Disposal of investments in debt instruments | 33,804 | 88,927 |
| Cumulative unrealized gain (loss) of equity instruments transferred to retained earnings due to disposal | <u>(73,915)</u> | <u>(13,236)</u> |
| Balance at December 31 | <u>\$ (5,048,203)</u> | <u>\$ (6,589,128)</u> |

e. Non-controlling interests

| | For the Year Ended December 31 | |
|--|---------------------------------------|-----------------|
| | 2025 | 2024 |
| Balance as of January 1 | \$ - | \$ 11,391 |
| Share in profit for the year | 185,377 | 84 |
| Acquisition of non-controlling interests in subsidiaries (Note 29) | 3,493,058 | - |
| Cash dividends to shareholders of subsidiary | (242,460) | - |
| Acquisition of non-controlling interests of subsidiaries | (89,128) | - |
| Changes in subsidiaries' equity | 64 | - |
| Other comprehensive income (loss) during the year | | |
| Exchange differences on translating the financial statements of foreign operations | - | 325 |
| Remeasurement of defined benefit plans | 3,444 | - |
| Distribution of residual assets from subsidiaries | <u>-</u> | <u>(11,800)</u> |
| Balance as of December 31 | <u>\$ 3,350,355</u> | <u>\$ -</u> |

f. Treasury shares

| Purpose of Buy-back | Shares Cancelled (In Thousands of Shares) |
|---------------------------------------|--|
| Number of shares at January 1, 2024 | - |
| Increase during the year | <u>8,810</u> |
| Number of shares at December 31, 2024 | <u>8,810</u> |
| Number of shares at January 1, 2025 | 8,810 |
| Increase during the year | 83,686 |
| Cancel during the year | <u>88,195</u> |
| Number of shares at December 31, 2025 | <u>4,301</u> |

On December 20, 2024, the Company's board of directors resolved to buy back 34,000 thousand shares from December 21, 2024 to February 20, 2025 at a price ranging from NT\$126.00 per share to NT\$296.40 per share. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. At the end of the exercise period, the Company bought back 31,219 thousand shares at a total cost of NT\$6,089,572 thousand.

On April 16, 2025, the Company's Board of Directors resolved to buy back 33,000 thousand shares from April 17, 2025 to June 16, 2025 at a price ranging from NT\$138 to NT\$307 per share in order to maintain the Company's credibility and protect shareholders' equity. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. At the end of the exercise period, the Company had repurchased 25,476 thousand shares at a total cost of NT\$5,374,746 thousand.

On October 17, 2025, the Company's Board of Directors resolved to buy back 31,500 thousand shares from October 18, 2025 to December 17, 2025 at a price ranging from NT\$125.5 to NT\$277.5 per share in order to maintain the Company's credibility and protect shareholders' equity. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. At the end of the exercise period, the Company had repurchased 31,500 thousand shares at a total cost of NT\$6,340,784 thousand.

On December 23, 2025, the Company's Board of Directors resolved to buy back 30,800 thousand shares from December 24, 2025 to February 23, 2026 at a price ranging from NT\$136.5 to NT\$299 per share in order to maintain the Company's credibility and protect shareholders' equity. The Company will continue to buy back shares when the market price falls below the lower limit of the price range. At the end of the exercise period, the Company had repurchased 30,800 thousand shares at a total cost of NT\$6,328,755 thousand.

According to the Securities and Exchange Act, treasury shares shall not exceed 10% of the Company's issued and outstanding shares and the total amount of treasury shares shall not exceed the total retained earnings and realized additional paid-in capital.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote.

25. REVENUE

| | For the Year Ended December 31 | |
|--|---------------------------------------|----------------------|
| | 2025 | 2024 |
| Revenue from contracts with customers | | |
| Revenue from the sale of metal casing | \$ 16,186,649 | \$ 18,051,546 |
| Medical consumables | 2,281,755 | - |
| Others | 127,974 | - |
| Rental income | 31,661 | 29,309 |
| Revenue from the rendering of services | <u>30,797</u> | <u>3,333</u> |
| | <u>\$ 18,658,836</u> | <u>\$ 18,084,188</u> |

a. Contract information

The Group sells metal casing to the customers. All goods are sold at respective fixed prices as agreed in the contracts.

b. Contract balances

| | December 31, 2025 | December 31, 2024 | January 1, 2024 |
|-------------------------------------|------------------------------|------------------------------|----------------------------|
| Trade receivables | | | |
| Gross carrying amount | \$ 4,072,787 | \$ 5,648,925 | \$ 3,795,702 |
| Less: Allowance for impairment loss | <u>(8,309)</u> | <u>(8,309)</u> | <u>(8,309)</u> |
| | <u>\$ 4,064,478</u> | <u>\$ 5,640,616</u> | <u>\$ 3,787,393</u> |
| Contract liabilities - current | | | |
| Sale of goods | <u>\$ 98,695</u> | <u>\$ 26,130</u> | <u>\$ 12,264</u> |

26. NET PROFIT

a. Interest income

| | For the Year Ended December 31 | |
|---|---------------------------------------|----------------------|
| | 2025 | 2024 |
| Bank deposits | \$ 4,087,915 | \$ 7,003,969 |
| Investments in debt instruments at FVTOCI | 3,443,662 | 3,627,558 |
| Repurchase agreements | <u>1,850</u> | <u>1,298</u> |
| | <u>\$ 7,533,427</u> | <u>\$ 10,632,825</u> |

b. Other income

| | For the Year Ended December 31 | |
|-------------------|---------------------------------------|-------------------|
| | 2025 | 2024 |
| Government grants | \$ 14,407 | \$ 143,304 |
| Recycling income | 21,159 | 79,889 |
| Dividend income | 600,649 | 387,897 |
| Others | <u>19,658</u> | <u>13,632</u> |
| | <u>\$ 655,873</u> | <u>\$ 624,722</u> |

c. Other gains and losses

| | For the Year Ended December 31 | |
|--|---------------------------------------|------------------|
| | 2025 | 2024 |
| Fair value changes of financial assets at FVTPL | \$ 291,439 | \$ 65,467 |
| Loss on disposal of investment in debt instruments at FVTOCI | (33,804) | (88,927) |
| Gains on disposal of investments accounted for using the equity method | 480,772 | - |
| Others | <u>208,872</u> | <u>55,239</u> |
| | <u>\$ 947,279</u> | <u>\$ 31,779</u> |

d. Interest expense

| | For the Year Ended December 31 | |
|-------------------------------|---------------------------------------|---------------------|
| | 2025 | 2024 |
| Interest on bank loans | \$ 1,064,716 | \$ 1,329,491 |
| Interest on lease liabilities | <u>7,969</u> | <u>2,207</u> |
| | <u>\$ 1,072,685</u> | <u>\$ 1,331,698</u> |

e. Depreciation and amortization

| | For the Year Ended December 31 | |
|---|---------------------------------------|---------------------|
| | 2025 | 2024 |
| An analysis of depreciation by function | | |
| Operating costs | \$ 1,248,035 | \$ 1,630,536 |
| Operating expenses | <u>237,991</u> | <u>231,201</u> |
| | <u>\$ 1,486,026</u> | <u>\$ 1,861,737</u> |
| An analysis of amortization by function | | |
| Operating costs | \$ 9,805 | \$ 4,848 |
| Operating expenses | <u>114,447</u> | <u>9,100</u> |
| | <u>\$ 124,252</u> | <u>\$ 13,948</u> |

f. Operating expenses directly related to investment properties

| | For the Year Ended December 31 | |
|---|---------------------------------------|-------------|
| | 2025 | 2024 |
| Direct operating expenses from investment properties generating rental income | \$ 3,535 | \$ 7,901 |

g. Employee benefits expense

| | For the Year Ended December 31 | |
|--|---------------------------------------|---------------------|
| | 2025 | 2024 |
| Short-term employee benefits | \$ 6,651,433 | \$ 5,908,798 |
| Post-employment benefits | | |
| Defined contribution plans | 391,602 | 359,952 |
| Defined benefit plans (Note 23) | <u>3,551</u> | <u>1,777</u> |
| | <u>395,153</u> | <u>361,729</u> |
| | <u>\$ 7,046,586</u> | <u>\$ 6,270,527</u> |
| An analysis of employee benefits expense by function | | |
| Operating costs | \$ 5,669,906 | \$ 5,010,049 |
| Operating expenses | <u>1,376,680</u> | <u>1,260,478</u> |
| | <u>\$ 7,046,586</u> | <u>\$ 6,270,527</u> |

h. Compensation of employees and remuneration of directors

The Company accrued the compensation of employees and remuneration of directors at the rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate that the compensation of employees at the rate of no less than 1% of net profit before income tax. Of this amount, at least 10% of the compensation of employees as compensation distributions for non-executive employees. The estimated compensation of employees (including non-executive employees) and remuneration of directors for the years ended December 31, 2025 and 2024, which have been approved by the Corporation's board of directors on March 3, 2026 and February 24, 2025, respectively, were as follows:

Accrual rate

| | For the Year Ended December 31 | |
|---------------------------|---------------------------------------|-------------|
| | 2025 | 2024 |
| Compensation of employees | 1.82% | 1.00% |
| Remuneration of directors | 0.31% | 0.11% |

Amount

| | For the Year Ended December 31 | | | |
|---------------------------|---------------------------------------|---------------|-------------|---------------|
| | 2025 | | 2024 | |
| | Cash | Shares | Cash | Shares |
| Compensation of employees | \$ 170,505 | \$ - | \$ 166,500 | \$ - |
| Remuneration of directors | 28,800 | - | 18,200 | - |

If there are changes in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

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

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

i. Gain or loss on foreign currency exchange

| | For the Year Ended December 31 | |
|-------------------------|---------------------------------------|---------------------|
| | 2025 | 2024 |
| Foreign exchange gains | \$ 6,479,970 | \$ 9,426,521 |
| Foreign exchange losses | <u>(7,773,276)</u> | <u>(5,381,298)</u> |
| | <u>\$ (1,293,306)</u> | <u>\$ 4,045,223</u> |

27. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

| | For the Year Ended December 31 | |
|---|---------------------------------------|---------------------|
| | 2025 | 2024 |
| Current tax | | |
| In respect of the current year | \$ 1,256,281 | \$ 2,168,701 |
| Profits repatriated | - | 633,535 |
| Income tax on unappropriated earnings | 213,351 | 76,013 |
| Adjustments for prior years | <u>27,101</u> | <u>(59,887)</u> |
| | <u>1,496,733</u> | <u>2,818,362</u> |
| Deferred tax | | |
| In respect of the current year | 1,119,617 | 1,473,407 |
| Adjustments for prior years | <u>123,531</u> | <u>-</u> |
| | <u>1,243,148</u> | <u>1,473,407</u> |
| Income tax expense recognized in profit or loss | <u>\$ 2,739,881</u> | <u>\$ 4,291,769</u> |

A reconciliation of accounting profit and income tax expenses is as follows:

| | For the Year Ended December 31 | |
|---|---------------------------------------|----------------------|
| | 2025 | 2024 |
| Profit before income tax | \$ <u>10,072,468</u> | \$ <u>17,490,785</u> |
| Income tax expense calculated at the statutory rate | \$ 1,039,310 | \$ 2,435,441 |
| Unrecognized temporary differences | - | (33) |
| Research and development tax credits from China | (148,794) | (145,366) |
| Non-taxable income in determining taxable income | (321,796) | (248,383) |
| Deferred tax effect of earnings of subsidiaries | 522,259 | 161,359 |
| Tax of controlled foreign company income | 1,222,383 | 1,272,206 |
| Profits repatriated | - | 633,535 |
| Tax-exempt income | (180,563) | (35,953) |
| Additional income tax on unappropriated earnings | 213,351 | 76,013 |
| Unrecognized loss carryforwards | 242,597 | 202,837 |
| Adjustments for prior years' deferred tax | 123,531 | - |
| Adjustments for prior year | 27,101 | (59,887) |
| Additional income tax under the Alternative Minimum Tax Act | <u>502</u> | <u>-</u> |
| | <u>\$ 2,739,881</u> | <u>\$ 4,291,769</u> |

The applicable corporate income tax rate adopted by the Group is 20%; the tax rate applicable to the subsidiaries in China is 25%; the tax amount incurred in other jurisdictions is calculated based on the applicable tax rate of each relevant jurisdiction.

b. Income tax expense recognized in other comprehensive income

| | For the Year Ended December 31 | |
|--|---------------------------------------|-------------|
| | 2025 | 2024 |
| <u>Deferred tax</u> | | |
| In respect of the current year: | | |
| Remeasurement of defined benefit plans | \$ <u>1,312</u> | \$ <u>-</u> |

c. Current tax assets and liabilities

| | December 31 | |
|-------------------------|---------------------|---------------------|
| | 2025 | 2024 |
| Current tax assets | | |
| Tax refund receivable | \$ <u>246,869</u> | \$ <u>2,467</u> |
| Current tax liabilities | | |
| Income tax payable | \$ <u>2,864,948</u> | \$ <u>2,995,693</u> |

d. Deferred tax assets and liabilities

The movements of deferred tax assets and deferred tax liabilities were as follows:

For the year ended December 31, 2025

| | Opening Balance | Recognized in Profit or Loss | Recognized in Other Comprehensive Income | Exchange Differences | Acquisition through business combination | Closing Balance |
|---|---------------------|---------------------------------|---|-------------------------|---|---------------------|
| <u>Deferred tax assets</u> | | | | | | |
| Temporary differences | | | | | | |
| Provisions for losses on inventories | \$ 183,591 | \$ (54,757) | \$ - | \$ (1,718) | \$ 4,184 | \$ 131,300 |
| Depreciation differences | 1,936,380 | (473,982) | - | (40,791) | - | 1,421,607 |
| Unrealized intercompany profit | 124,113 | (38,046) | - | (2,008) | - | 84,059 |
| Unrealized sales returns | 24 | (24) | - | - | - | - |
| Defined benefit obligation | 1,308 | 2 | - | - | - | 1,310 |
| Payables for annual leave | 31,229 | 3,105 | - | (424) | 4,096 | 38,006 |
| Other payables | 30,475 | 456 | - | - | - | 30,931 |
| Unrealized foreign exchange losses | - | 5 | - | - | - | 5 |
| Others | 6,200 | 2,493 | - | 140 | 513 | 9,346 |
| | <u>2,313,320</u> | <u>(560,748)</u> | <u>-</u> | <u>(44,801)</u> | <u>8,793</u> | <u>1,716,564</u> |
| Tax losses | <u>577,014</u> | <u>(17,286)</u> | <u>-</u> | <u>(13,740)</u> | <u>-</u> | <u>545,988</u> |
| | <u>\$ 2,890,334</u> | <u>\$ (578,034)</u> | <u>\$ -</u> | <u>\$ (58,541)</u> | <u>\$ 8,793</u> | <u>\$ 2,262,552</u> |
| <u>Deferred tax liabilities</u> | | | | | | |
| Temporary differences | | | | | | |
| Depreciation differences | \$ 125,626 | \$ 97,013 | \$ - | \$ - | \$ - | \$ 222,639 |
| Reserves for land value increment tax | 12,597 | - | - | - | 10,141 | 22,738 |
| Unrealized foreign exchange gains | 75,507 | 65,568 | - | - | 3,423 | 144,498 |
| Unappropriated earnings of subsidiaries | 5,637,114 | 522,259 | - | (154,596) | - | 6,004,777 |
| Defined benefit obligations | - | - | 1,312 | - | 1,484 | 2,796 |
| Others | <u>13,190</u> | <u>(19,726)</u> | <u>-</u> | <u>-</u> | <u>424,568</u> | <u>418,032</u> |
| | <u>\$ 5,864,034</u> | <u>\$ 665,114</u> | <u>\$ 1,312</u> | <u>\$ (154,596)</u> | <u>\$ 439,616</u> | <u>\$ 6,815,480</u> |

For the year ended December 31, 2024

| | Opening Balance | Recognized in Profit or Loss | Exchange Differences | Generation of operating assets (Note 18) | Closing Balance |
|---|---------------------|------------------------------|----------------------|--|---------------------|
| <u>Deferred tax assets</u> | | | | | |
| Temporary differences | | | | | |
| Provisions for losses on inventories | \$ 110,956 | \$ 71,584 | \$ 1,051 | \$ - | \$ 183,591 |
| Depreciation differences | 2,217,255 | (385,084) | 104,209 | - | 1,936,380 |
| Unrealized intercompany profit | 140,252 | (22,311) | 6,172 | - | 124,113 |
| Unrealized sales returns | 24 | - | - | - | 24 |
| Defined benefit obligation | 1,309 | (1) | - | - | 1,308 |
| Payables for annual leave | 31,819 | (1,539) | 949 | - | 31,229 |
| Other payables | 31,686 | (1,211) | - | - | 30,475 |
| Unrealized foreign exchange losses | 578,158 | (578,158) | - | - | - |
| Others | 19,856 | (14,472) | 656 | 160 | 6,200 |
| | <u>3,131,315</u> | <u>(931,192)</u> | <u>113,037</u> | <u>160</u> | <u>2,313,320</u> |
| Tax losses | <u>768,993</u> | <u>(230,107)</u> | <u>38,128</u> | <u>-</u> | <u>577,014</u> |
| | <u>\$ 3,900,308</u> | <u>\$ (1,161,299)</u> | <u>\$ 151,165</u> | <u>\$ 160</u> | <u>\$ 2,890,334</u> |
| <u>Deferred tax liabilities</u> | | | | | |
| Temporary differences | | | | | |
| Depreciation differences | \$ 50,384 | \$ 75,242 | \$ - | \$ - | \$ 125,626 |
| Reserves for land value increment tax | 12,597 | - | - | - | 12,597 |
| Unrealized foreign exchange gains | - | 75,507 | - | - | 75,507 |
| Unappropriated earnings of subsidiaries | 5,238,442 | 161,359 | 237,313 | - | 5,637,114 |
| Others | - | - | - | 13,190 | 13,190 |
| | <u>\$ 5,301,423</u> | <u>\$ 312,108</u> | <u>\$ 237,313</u> | <u>\$ 13,190</u> | <u>\$ 5,864,034</u> |

- e. Unused loss carryforwards for which no deferred tax assets have been recognized in the consolidated balance sheets

| | <u>December 31</u> | |
|--------------------|---------------------|---------------------|
| | <u>2025</u> | <u>2024</u> |
| Loss carryforwards | | |
| Expire in 2027 | \$ 610,950 | \$ 610,950 |
| Expire in 2028 | 747,648 | 747,648 |
| Expire in 2029 | 1,150,819 | 1,150,819 |
| Expire in 2030 | <u>911,875</u> | <u>-</u> |
| | <u>\$ 3,421,292</u> | <u>\$ 2,509,417</u> |

- f. The aggregate amount of temporary difference associated with investments for which deferred tax liabilities have not been recognized

The taxable temporary differences associated with investments in subsidiaries for which no deferred tax liabilities have been recognized amounted to NT\$15,101,201 thousand and NT\$16,272,116 thousand as of December 31, 2025 and 2024, respectively.

- g. Income tax assessments

The corporate income taxes declared by the Company and its subsidiaries Ke Yue, Yi Sheng, Yi De,

Catcher Medtech, Yi Fa and Pacific Hospital Supply Co., Ltd. have been approved by the tax collection authority up to the year of 2023.

28. EARNINGS PER SHARE

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share were as follows:

Net profit for the year

| | For the Year Ended December 31 | |
|---|---------------------------------------|----------------------|
| | 2025 | 2024 |
| Profit for the year attributable to owners of the Company | \$ <u>7,147,210</u> | \$ <u>13,198,932</u> |

Weighted average number of ordinary shares outstanding (in thousand shares)

| | For the Year Ended December 31 | |
|--|---------------------------------------|----------------|
| | 2025 | 2024 |
| Weighted average number of ordinary shares in computation of basic earnings per share | 631,032 | 680,242 |
| Effect of potentially dilutive ordinary shares: | | |
| Compensation of employees | <u>943</u> | <u>942</u> |
| Weighted average number of ordinary shares used in the computation of diluted earnings per share | <u>631,975</u> | <u>681,184</u> |

The Company may settle compensation paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

29. BUSINESS COMBINATION

a. Acquisition of subsidiary

| | Principal Business Activities | Acquisition Date | Ownership Interest with Voting Rights/ Percentage of Ownership Acquired (%) | Consideration Transferred |
|-----------------------------------|---|-------------------------|--|----------------------------------|
| Pacific Hospital Supply Co., Ltd. | Manufacturing and selling medical devices | January 1, 2025 | 31.54 | \$ <u>2,232,652</u> |

b. Acquisition of subsidiary

The consideration transferred is measured at its fair value on the acquisition date.

c. Assets acquired and liabilities assumed on the acquisition date

| | Pacific Hospital Supply Co., Ltd. |
|---|--|
| Current assets | |
| Cash and cash equivalents | \$ 740,071 |
| Trade receivables and other receivables | 271,413 |
| Inventories | 338,154 |
| Others | 404,355 |
| Non-current assets | |
| Property, plant and equipment | 3,044,959 |
| Right of use assets | 413,147 |
| Investment Property | 180,065 |
| Intangible Assets | 1,031,442 |
| Deferred income tax assets | 8,793 |
| Others | 44,311 |
| Current liabilities | |
| Trade payables and other payables | (412,076) |
| Others | (104,153) |
| Non-current liabilities | |
| Deferred tax liabilities | (439,616) |
| Others | <u>(418,432)</u> |
| | <u>\$ 5,102,433</u> |

d. Non-controlling interests

The non-controlling interests of Pacific Hospital Supply Co., Ltd. were measured at the proportionate share of the recognized amount of the acquiree's identifiable net assets.

e. Goodwill from the acquisition

| | Pacific Hospital Supply Co., Ltd. |
|--|--|
| Consideration transferred | \$ 2,232,652 |
| Plus: Non-controlling interests | 3,493,058 |
| Less: Fair value of identifiable net assets acquired | <u>(5,102,433)</u> |
| Goodwill from the acquisition | <u>\$ 623,277</u> |

30. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

In 2025, the Group acquired 1,231 thousand common shares of its subsidiary, Pacific Hospital Supply Co., Ltd., on the open market.

The above transaction did not alter the Group's control over the subsidiary, thus, it was accounted for as an equity transaction.

| | Pacific Hospital Supply Co., Ltd. |
|---|--|
| Consideration paid | \$ (200,122) |
| The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests | 89,128 |
| | <hr/> |
| Difference recognized from equity transaction | <u>\$ (110,994)</u> |
| <u>Line items adjusted for equity transaction</u> | |
| Retained earnings | <u>\$ (110,994)</u> |

31. CAPITAL RISK MANAGEMENT

The Group manages its capital in a manner to ensure that it has sufficient and necessary financial resources to fund its working capital needs, capital asset purchases, research and development activities, dividend payments, debt service requirements and other business requirements associated with its existing operations over the next 12 months.

32. FINANCIAL INSTRUMENTS

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

The carrying amounts of financial instruments that are not measured at fair value approximate their fair value recognized in the consolidated financial statements; these financial instruments include cash and cash equivalents, financial assets at amortized cost, accounts receivable, other receivables, refundable deposits, short-term loans, accounts payable, other payables, and guarantee deposits received.

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

1) Fair value hierarchy

December 31, 2025

| | Level 1 | Level 2 | Level 3 | Total |
|---|-------------------|----------------|---------------------|---------------------|
| Financial assets at FVTPL | | | | |
| Foreign listed stocks | \$ 604 | \$ - | \$ - | \$ 604 |
| Foreign unlisted shares | - | - | 33,437 | 33,437 |
| Mutual funds | 644,757 | - | - | 644,757 |
| Private equity funds | - | - | 2,817,509 | 2,817,509 |
| Limited partnerships | - | - | 249,877 | 249,877 |
| Simple Agreement for Future Equity (SAFE) | - | - | 26,072 | 26,072 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| | <u>\$ 645,361</u> | <u>\$ -</u> | <u>\$ 3,126,895</u> | <u>\$ 3,772,256</u> |
| | | | | (Continued) |

| | Level 1 | Level 2 | Level 3 | Total |
|---|---------------------|----------------------|---------------------|-------------------------------------|
| Financial assets at FVTOCI | | | | |
| Investments in equity instruments at FVTOCI | | | | |
| Listed shares and emerging market shares | \$ 6,749,002 | \$ - | \$ - | \$ 6,749,002 |
| Unlisted shares | - | - | 302,340 | 302,340 |
| Foreign listed shares | 2,094,660 | - | - | 2,094,660 |
| Limited partnerships | - | - | 1,548,752 | 1,548,752 |
| Investments in debt instruments at FVTOCI | | | | |
| Bonds | <u>-</u> | <u>81,716,922</u> | <u>-</u> | <u>81,716,922</u> |
| | <u>\$ 8,843,662</u> | <u>\$ 81,716,922</u> | <u>\$ 1,851,092</u> | <u>\$ 92,411,676</u> (Concluded) |

December 31, 2024

| | Level 1 | Level 2 | Level 3 | Total |
|---|---------------------|----------------------|---------------------|----------------------|
| Financial assets at FVTPL | | | | |
| Listed shares and emerging market shares | \$ 524 | \$ - | \$ - | \$ 524 |
| Foreign unlisted shares | - | - | 34,879 | 34,879 |
| Mutual funds | 514,745 | - | - | 514,745 |
| Private equity funds | - | - | 2,233,569 | 2,233,569 |
| Limited partnerships | <u>-</u> | <u>-</u> | <u>254,955</u> | <u>254,955</u> |
| | <u>\$ 515,269</u> | <u>\$ -</u> | <u>\$ 2,523,403</u> | <u>\$ 3,038,672</u> |
| Financial assets at FVTOCI | | | | |
| Investments in equity instruments at FVTOCI | | | | |
| Listed shares and emerging market shares | \$ 7,148,994 | \$ - | \$ - | \$ 7,148,994 |
| Unlisted shares | - | - | 249,124 | 249,124 |
| Foreign listed shares | 903,237 | - | - | 903,237 |
| Limited partnerships | - | - | 2,388,120 | 2,388,120 |
| Investments in debt instruments at FVTOCI | | | | |
| Bonds | <u>-</u> | <u>84,779,782</u> | <u>-</u> | <u>84,779,782</u> |
| | <u>\$ 8,052,231</u> | <u>\$ 84,779,782</u> | <u>\$ 2,637,244</u> | <u>\$ 95,469,257</u> |

There was no transfer between Levels 1 and 2 fair value measurements during the period from January 1 to December 31, 2025 and 2024.

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

For the year ended December 31, 2025

| Financial Assets | Financial Assets at FVTPL Equity Instruments | Financial Assets at FVTOCI Equity Instruments | Total |
|---|---|--|-----------------------------|
| Balance at January 1, 2025 | \$ 2,523,403 | \$ 2,637,244 | \$ 5,160,647 |
| Purchases | 558,040 | 60,000 | 618,040 |
| Recognized in profit or loss (included in other gains and losses) | 150,593 | - | 150,593 |
| Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI) | - | (592,196) | (592,196) |
| Capital return | (6,820) | (158,950) | (165,770) |
| Effects of foreign currency exchange differences | (98,321) | (95,006) | (193,327) |
| | <u> </u> | <u> </u> | <u> </u> |
| Balance at December 31, 2025 | <u>\$ 3,126,895</u> | <u>\$ 1,851,092</u> | <u>\$ 4,977,987</u> |

For the year ended December 31, 2024

| Financial Assets | Financial Assets at FVTPL Equity Instruments | Financial Assets at FVTOCI Equity Instruments | Total |
|---|---|--|-----------------------------|
| Balance at January 1, 2024 | \$ 1,516,149 | \$ 1,796,833 | \$ 3,312,982 |
| Purchases | 851,726 | 540,337 | 1,392,063 |
| Recognized in profit or loss (included in other gains and losses) | 60,068 | - | 60,068 |
| Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI) | - | 162,836 | 162,836 |
| Capital return | (409) | - | (409) |
| Effects of foreign currency exchange differences | 95,869 | 137,238 | 233,107 |
| | <u> </u> | <u> </u> | <u> </u> |
| Balance at December 31, 2024 | <u>\$ 2,523,403</u> | <u>\$ 2,637,244</u> | <u>\$ 5,160,647</u> |

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

Foreign corporate bonds and government bonds are determined by quoted market prices provided by the independent third party.

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

The fair values of non-listed domestic and foreign equity securities, limited partnerships, and private equity securities are estimated using the market approach or based on the most recent net worth of the investees. When the market approach is adopted, the selling prices of comparable companies are used for comparison, analysis and adjustment to derive the fair value of the investees. The fair value of private equity funds is estimated using the asset approach.

c. Categories of financial instruments

| | December 31 | |
|---------------------------------------|--------------------|--------------|
| | 2025 | 2024 |
| <u>Financial assets</u> | | |
| Financial assets at FVTPL | | |
| Mandatorily classified as at FVTPL | \$ 3,772,256 | \$ 3,038,672 |
| Financial asset at amortized cost (1) | 101,181,673 | 111,187,745 |
| Financial assets at FVTOCI | | |
| Equity instruments | 10,694,754 | 10,689,475 |
| Debt instrument | 81,716,922 | 84,779,782 |

Financial liabilities

| | | |
|--|------------|------------|
| Financial liabilities measured at amortized cost (2) | 68,851,979 | 53,994,959 |
|--|------------|------------|

- 1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, investments in debt instruments, note receivables, trade receivables, other receivables and refundable deposits.
- 2) The balance includes financial liabilities measured at amortized cost, which comprise short-term loans, notes payable, trade payables, other payables, and guarantee deposits received (recognized as other current liabilities and non-current liabilities.)

d. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, borrowings, and lease liabilities. The Group's Corporate Treasury function provides services to the business departments, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operating Group's internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risks), credit risk and liquidity risk.

The plans for material treasury activities are reviewed by the board of directors in accordance with procedures required by relevant regulations or internal controls. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other prices (see (c) below).

There have been no changes to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting

period are set out in Note 36.

Sensitivity analysis

The Group was mainly exposed to the United States dollars (USD) and the renminbi (RMB).

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (NTD, the functional currency) against the relevant foreign currencies. The sensitivity analysis included only outstanding foreign currency-denominated monetary items. A positive number below indicates an increase in profit before income tax that would result when the NTD weakens by 1% against the relevant currency. For a 1% strengthening of the NTD against the relevant currency, there would be an equal and opposite impact on profit before income tax and the balances below would be negative.

| | USD Impact | |
|----------------|---------------------------------------|-------------|
| | For the Year Ended December 31 | |
| | 2025 | 2024 |
| Profit or loss | \$ 354,906 | \$ 560,065 |

The result was mainly attributable to the exposure on outstanding USD-denominated cash and cash equivalents, financial assets at amortized cost, and receivables and payables which were not hedged at the end of the reporting period.

The Group's sensitivity to the USD decreased during the current period mainly due to the decrease in net assets denominated in USD. In management's opinion, the sensitivity analysis was unrepresentative of inherent foreign exchange risk because the exposure at the end of the consolidated reporting period did not reflect the exposure during the period, the sales denominated in USD would vary with clients' orders and asset investment.

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

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

| | December 31 | |
|-------------------------------|--------------------|----------------|
| | 2025 | 2024 |
| Fair value interest rate risk | | |
| Financial assets | \$ 164,149,519 | \$ 180,468,295 |
| Financial liabilities | 5,233,400 | 4,888,248 |
| Cash flow interest rate risk | | |
| Financial assets | 13,472,144 | 8,607,831 |
| Financial liabilities | 57,400,000 | 42,460,000 |

Sensitivity analysis

The sensitivity analysis below was based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming that the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year.

If interest rates had been 10 basis points higher/lower and all other variables were held constant, the Group's profit before tax for the years ended December 31, 2025 and 2024 would have decreased/increased by NT\$43,928 thousand and NT\$33,852 thousand, respectively; the change would have been mainly attributable to the Group's exposure to interest rates on its variable-rate bank borrowings of cash flow.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed shares and emerging market shares equity securities and mutual funds. The Group manages this exposure by maintaining a portfolio of investments with different risks and the allocation of assets.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 1% higher/lower, pre-tax profit for the years ended December 31, 2025 and 2024 would have increased/decreased by NT\$37,723 thousand and NT\$30,387 thousand respectively, as a result of the changes in fair value of financial assets at FVTPL. Pre-tax profit for the years ended December 31, 2025 and 2024 would have increased/decreased by NT\$106,948 thousand and NT\$106,895 thousand respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which could cause a financial loss to the Group due to the failure of a counterparty to discharge an obligation, could at most amount to the carrying amount of the respective recognized financial assets as stated in the balance sheets.

The counterparties to the foregoing financial instruments are reputable business organizations. Management does not expect the Group's exposure to default by those parties to be material; ongoing credit evaluation is also performed on the financial condition of customers with whom the Group has accounts receivable.

Information on credit risk concentration as of December 31, 2025 and 2024 was as follows:

| | December 31 | | | |
|------------|--------------------|----------|---------------|----------|
| | 2025 | | 2024 | |
| | Amount | % | Amount | % |
| Customer A | \$ 901,984 | 22 | \$ 744,275 | 13 |
| Customer B | 819,267 | 20 | 1,557,924 | 28 |
| Customer C | 505,619 | 12 | 28,777 | 1 |
| Customer D | 445,138 | 11 | - | - |
| Customer E | 401,907 | 10 | 683,657 | 12 |
| Customer F | - | - | 1,219,554 | 22 |

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group's operating funds and bank loan credit line are deemed sufficient to meet cash flow demands; therefore, liquidity risk is not considered to be significant.

a) Liquidity and interest rate risk table for non-derivative financial liabilities

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

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

December 31, 2025

| | Less than 3 Months | 3 Months to 1 Year | 1-5 Years | Over 5 Years |
|---|-------------------------------|-------------------------------|-------------------|---------------------|
| <u>Non-derivative financial liabilities</u> | | | | |
| Non-interest bearing | \$ 7,244,804 | \$ 1,385,859 | \$ 13,879 | \$ - |
| Lease liabilities | 7,398 | 25,467 | 86,438 | 592,371 |
| Variable interest rate liabilities | 29,968,708 | 27,500,000 | - | - |
| Fixed interest rate liabilities | <u>2,254,216</u> | <u>2,457,498</u> | <u>-</u> | <u>-</u> |
| | <u>\$39,475,126</u> | <u>\$31,368,824</u> | <u>\$ 100,317</u> | <u>\$ 592,371</u> |

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

| | Less than 1 Year | 1-5 Years | 5-10 Years | 10-15 Years | 15-20 Years | 20+ Years |
|-------------------|-----------------------------|------------------|-------------------|--------------------|--------------------|-------------------|
| Lease liabilities | <u>\$ 32,865</u> | <u>\$ 86,438</u> | <u>\$ 91,039</u> | <u>\$ 113,056</u> | <u>\$ 91,039</u> | <u>\$ 292,237</u> |

December 31, 2024

| | Less than 3 Months | 3 Months to 1 Year | 1-5 Years | Over 5 Years |
|---|-------------------------------|-------------------------------|------------------|---------------------|
| <u>Non-derivative financial liabilities</u> | | | | |
| Non-interest bearing | \$10,477,653 | \$ 1,386,293 | \$ 15,212 | \$ - |
| Lease liabilities | 1,938 | 11,031 | 28,821 | 117,484 |
| Variable interest rate liabilities | 42,559,097 | - | - | - |
| Fixed interest rate liabilities | <u>513,746</u> | <u>4,308,154</u> | <u>-</u> | <u>-</u> |
| | <u>\$53,552,434</u> | <u>\$ 5,705,478</u> | <u>\$ 44,033</u> | <u>\$ 117,484</u> |

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

| | Less than 1 Year | 1-5 Years | 5-10 Years | 10-15 Years | 15-20 Years | 20+ Years |
|-------------------|-----------------------------|------------------|-------------------|--------------------|--------------------|------------------|
| Lease liabilities | <u>\$ 12,969</u> | <u>\$ 28,821</u> | <u>\$ 25,123</u> | <u>\$ 47,140</u> | <u>\$ 25,123</u> | <u>\$ 20,098</u> |

The amounts included for variable interest rate instruments for both non-derivative financial assets and liabilities would change if changes in variable interest rates differ from those estimates of interest rates determined at the end of the reporting period.

b) Financing facilities

| | December 31 | |
|--------------------------------|-----------------------|----------------------|
| | 2025 | 2024 |
| Unsecured bank loan facilities | | |
| Amount used | \$ 62,096,301 | \$ 38,348,595 |
| Amount unused | <u>39,497,216</u> | <u>56,232,745</u> |
| | <u>\$ 101,593,517</u> | <u>\$ 94,581,340</u> |
| Secured bank loan facilities | | |
| Amount used | \$ - | \$ 8,888,180 |
| Amount unused | <u>35,000,000</u> | <u>38,200,000</u> |
| | <u>\$ 35,000,000</u> | <u>\$ 47,088,180</u> |

33. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated upon consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

Compensation of key management personnel

| | For the Year Ended December 31 | |
|------------------------------|---------------------------------------|-------------------|
| | 2025 | 2024 |
| Short-term employee benefits | \$ 194,590 | \$ 169,229 |
| Post-employment benefits | <u>48,540</u> | <u>36,604</u> |
| | <u>\$ 243,130</u> | <u>\$ 205,833</u> |

The remuneration of directors and key executives are determined by the remuneration committee with due regard to the performance of individuals, the performance of the Group, and future risk.

34. PLEDGED ASSETS

Assets provided as collateral for financing loans were as follows:

| | December 31 | |
|---|--------------------|---------------------|
| | 2025 | 2024 |
| Restricted bank deposits (classified as financial assets at amortized cost - current) | <u>\$ -</u> | <u>\$ 9,985,067</u> |

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of December 31, 2025 and 2024 were as follows:

Unrecognized commitments are as follows:

| | December 31 | |
|--|--------------------|-------------|
| | 2025 | 2024 |
| Acquisition of property, plant and equipment | \$ 947,381 | \$ 235,796 |
| Acquisition of inventories | \$ 238,023 | \$ 47,011 |

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information is an aggregation of foreign currencies other than the functional currencies of the entities in the Group and disclosure of the exchange rates between the foreign currencies and the respective functional currencies. The significant assets and liabilities denominated in foreign currencies were as follows:

(In Thousands of New Taiwan Dollars and Foreign Currencies)

December 31, 2025

| | Foreign Currency (In Thousands) | Exchange Rate | Carrying Amount |
|------------------------------|--|-----------------------|------------------------|
| <u>Financial assets</u> | | | |
| Monetary items | | | |
| USD | \$ 922,526 | 31.3807 (USD:NTD) | \$ 28,949,478 |
| USD | 246,503 | 7.0288 (USD:RMB) | 7,789,860 |
| JPY | 29,404,686 | 0.006335 (JPY:USD) | 5,854,875 |
| <u>Financial liabilities</u> | | | |
| Monetary items | | | |
| USD | 11,722 | 31.48 (USD:NTD) | 369,017 |
| USD | 27,839 | 7.0288 (USD:RMB) | 879,745 |

December 31, 2024

| | Foreign Currency (In Thousands) | Exchange Rate | Carrying Amount |
|------------------------------|--|----------------------|------------------------|
| <u>Financial assets</u> | | | |
| Monetary items | | | |
| USD | \$ 1,130,244 | 32.735 (USD:NTD) | \$ 36,998,522 |
| USD | 623,329 | 7.1884 (USD:RMB) | 20,064,747 |
| USD | 14,000 | 34.0694 (USD:THB) | 458,990 |
| JPY | 14,226,721 | 0.0064 (JPY:USD) | 2,962,255 |
| SGD | 1,589 | 0.7640 (SGD:USD) | 39,804 |
| <u>Financial liabilities</u> | | | |
| Monetary items | | | |
| USD | 11,583 | 32.835 (USD:NTD) | 380,327 |
| USD | 35,275 | 7.1884 (USD:RMB) | 1,135,478 |
| RMB | 4,527 | 4.5030 (RMB:NTD) | 20,383 |

The Group is mainly exposed to the USD. The following information is an aggregation of the functional currencies of the entities in the Group and disclosures of the exchange rates between the respective functional currencies and the presentation currency. The significant realized and unrealized foreign exchange gains (losses) were as follows:

| | For the Year Ended December 31 | | | |
|-----------------------------|---------------------------------------|--|----------------------|--|
| | 2025 | | 2024 | |
| Foreign Currency | Exchange Rate | Net Foreign Exchange Gains (Losses) | Exchange Rate | Net Foreign Exchange Gains (Losses) |
| USD | 31.18 (USD:NTD) | \$ (121,785) | 32.1123 (USD:NTD) | \$ (135,214) |
| NTD | 1 (NTD:NTD) | (997,758) | 1 (NTD:NTD) | 3,833,469 |
| RMB | 4.3644 (RMB:NTD) | (202,353) | 4.5099 (RMB:NTD) | 347,209 |
| THB | 0.9528 (THB:NTD) | <u>28,590</u> | 0.9159 (THB:NTD) | <u>(241)</u> |
| | | <u>\$ (1,293,306)</u> | | <u>\$ 4,045,223</u> |

37. SEPARATELY DISCLOSED ITEMS

- a. Information on significant transactions
 - 1) Financing provided to others (Table 1)
 - 2) Endorsements/guarantees provided (Table 2)
 - 3) Significant marketable securities held (excluding investments in subsidiaries and associates) (Table 3)
 - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the Company's paid-in capital (Table 4)
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the Company's paid-in capital (Table 5)
 - 6) Others: Business relationships, material transactions and the transaction amount thereof between the parent company and subsidiaries, and among subsidiaries (Table 8)
- b. Information on investees (Table 6)
- c. Information on investments in mainland China
 - 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income or loss of investee, investment income or loss, carrying amount of the investment at the end of the period, and repatriations of investment from the mainland China area (Table 7)
 - 2) Significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses as follows (Tables 1, 2, 4, 5 and 8):
 - a) Purchases - the amount and percentage of purchases and the balance and percentage of the related payables at the end of the period
 - b) Sales - the amount and percentage of sales and the balance and percentage of the related receivables at the end of the period
 - c) Property transactions - the amount of property transactions and the amount of the resultant gains or losses
 - d) Endorsements and guarantees - the balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes
 - e) Financing - the highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds
 - f) Other - the transactions with material effect on profit or loss for the period or on the financial position, such as the rendering or receipt of services

38. INFORMATION ON SEGMENTS

a. Segment revenue and operating results

The identification of the Group's reportable segments is based on the management approach, and the information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance is determined with reference to the types of products and principal business activities.

Specifically, the Group's reportable segments were as follows:

Catcher Technology Co., Ltd. - mainly manufactures and sells aluminum and magnesium extrusion and stamping products and molds, as well as the leasing services.

Pacific Hospital Supply Co., Ltd. - mainly manufactures, processes and sells medical disposable products and equipment and does medical engineering work on centralized medical gas piping systems.

| | Catcher Technology Co., Ltd | Pacific Hospital Supply Co., Ltd. | Adjustments and write-offs | Total |
|---|--|--|---------------------------------------|----------------------|
| <u>For the year ended December 31,</u> | | | | |
| <u>2025</u> | | | | |
| Revenue from external customers | \$ 16,252,933 | \$ 2,405,903 | \$ - | \$ 18,658,836 |
| Inter-segment revenue | <u>19,782,149</u> | <u>-</u> | <u>(19,782,149)</u> | <u>-</u> |
| Segment revenue | <u>\$ 36,035,082</u> | <u>\$ 2,405,903</u> | <u>\$(19,782,149)</u> | <u>\$ 18,658,836</u> |
| Segment profit | <u>\$ 2,630,547</u> | <u>\$ 473,346</u> | <u>\$ -</u> | \$ 3,103,893 |
| Other non-operating income and expenses | | | | 8,041,260 |
| Interest expenses | | | | <u>(1,072,685)</u> |
| Profit before tax | | | | <u>\$ 10,072,468</u> |
| <u>For the year ended December 31,</u> | | | | |
| <u>2024</u> | | | | |
| Revenue from external customers | \$ 18,084,188 | \$ - | \$ - | \$ 18,084,188 |
| Inter-segment revenue | <u>7,399,711</u> | <u>-</u> | <u>(7,399,711)</u> | <u>-</u> |
| Segment revenue | <u>\$ 25,483,899</u> | <u>\$ -</u> | <u>\$(7,399,711)</u> | <u>\$ 18,084,188</u> |
| Segment profit | <u>\$ 3,294,888</u> | <u>\$ -</u> | <u>\$ -</u> | \$ 3,294,888 |
| Other non-operating income and expenses | | | | 15,527,595 |
| Interest expenses | | | | <u>(1,331,698)</u> |
| Profit before tax | | | | <u>\$ 17,490,785</u> |

Note: As described in Note 13, Pacific Hospital Supply Co., Ltd. was included in the consolidated financial statements as a subsidiary commencing January 1, 2025; accordingly, no such information is presented for 2024.

Segment income represented profit before tax earned by each segment without income tax. These amounts provide information to key operating decision-makers for allocating resources and evaluating segment performance.

The chief operating decision maker of the Group makes decisions based on the operating results of each

segment, there was no information about the assessment of assets and liabilities classified through business activity performance, thence only listing revenue and results of reportable segments.

b. Geographical information

The Group operates in two principal geographical areas - Taiwan and China.

The Group's revenue from continuing operations from external customers by location of operations and information about its non-current assets by location of assets are detailed below:

| | Revenue from External Customers | |
|---------------|--|----------------------|
| | For the Year Ended December 31 | |
| | 2025 | 2024 |
| China | \$ 8,489,374 | \$ 11,151,890 |
| United States | 4,677,275 | 153,305 |
| Taiwan | 2,075,057 | 248,374 |
| Singapore | 860,445 | 2,668,228 |
| Others | <u>2,556,685</u> | <u>3,862,391</u> |
| | <u>\$ 18,658,836</u> | <u>\$ 18,084,188</u> |
| | Non-current Assets | |
| | December 31 | |
| | 2025 | 2024 |
| Taiwan | \$ 11,763,725 | \$ 6,599,433 |
| China | 6,929,436 | 7,721,525 |
| Vietnam | 8,584 | - |
| Thailand | <u>934,262</u> | <u>897,110</u> |
| | <u>\$ 19,636,007</u> | <u>\$ 15,218,068</u> |

Non-current assets excluded those classified as investments accounted for using the equity method, financial instruments, deferred tax assets and net defined benefit asset.

b. Information about major customers

Single customers who contributed 10% or more to the Group's revenue were as follows:

| | For the Year Ended December 31 | |
|------------|---------------------------------------|--------------|
| | 2025 | 2024 |
| Customer A | \$ 4,886,236 | \$ 3,745,990 |
| Customer B | 4,189,639 | (Note) |
| Customer C | 2,070,927 | 2,667,834 |
| Customer D | 1,756,633 | 1,869,236 |
| Customer E | (Note) | 3,834,287 |
| Customer F | (Note) | 3,272,318 |

Note: The amount of revenue did not reach 10% of the Group's total revenue.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

**FINANCING PROVIDED TO OTHERS
FOR THE YEAR ENDED DECEMBER 31, 2025
(In Thousands of New Taiwan Dollars)**

| No. | Lender | Borrower | Financial Statement Account | Related Parties | Highest Balance for the Period | Ending Balance | Actual Borrowing Amount | Interest Rate (%) | Nature of Financing | Business Transaction Amounts | Reasons for Short-term Financing | Allowance for Impairment Loss | Collateral | | Financing Limit for Each Borrower (Note 1) | Aggregate Financing Limits (Note 2) |
|-----|---------------------------------------|---|-------------------------------------|-----------------|--------------------------------|-------------------|-------------------------|-------------------|--------------------------|------------------------------|----------------------------------|-------------------------------|------------|-------|--|-------------------------------------|
| | | | | | | | | | | | | | Item | Value | | |
| 1 | Catcher Technology Co., Ltd. | Topo Technology (Thailand) Co., Ltd. | Other receivables - related parties | Yes | \$ 1,410,750 | <u>\$ 470,700</u> | \$ 423,600 | 3.5 | For short-term financing | \$ - | Operating capital | \$ - | - | \$ - | \$ 28,568,971 | <u>\$ 57,137,942</u> |
| 2 | Catcher Technology Co., Ltd. | Xincher Precision Manufacturing Co., Ltd. | Other receivables - related parties | Yes | 66,310 | <u>\$ 62,760</u> | 18,828 | 2.6 | For short-term financing | - | Operating capital | - | - | - | 28,568,971 | <u>\$ 57,137,942</u> |
| 3 | Catcher Technology (Suqian) Co., Ltd. | Envio Technology (Suqian) Co., Ltd. | Other receivables - related parties | Yes | 64,761 | <u>\$ 62,602</u> | 62,602 | 1.5 | For short-term financing | - | Operating capital | - | - | - | 714,224,285 | <u>\$ 714,224,285</u> |
| 4 | Catcher Medtech Co., Ltd. | COFORCE Medical Co., Ltd. | Other receivables - related parties | Yes | 70,000 | <u>\$ 70,000</u> | 45,000 | 2.0 | For short-term financing | - | Operating capital | - | - | - | 484,908 | <u>\$ 484,908</u> |

Note 1: The upper limit of the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 500% of the net asset value as of December 31, 2025 of the Company; the upper limit of the subsidiaries is equivalent to 40% of the net asset value as of December 31, 2025 of the subsidiaries; but the upper limit of those with business transactions is no more than the needed amount for operations within one year.

Note 2: The upper limit of the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 500% of the net asset value as of December 31, 2025 of the Company; the upper limit of the subsidiaries is equivalent to 40% of the net asset value as of December 31, 2025 of the subsidiaries.

Note 3: The Company's total amount of loans to others shall not exceed 40% of its net worth. For any individual company with short-term financing needs, the amount loaned shall not exceed 20% of the Company's net worth.

Note 4: The net asset value mentioned is the equity attributable to owners of the Company on the consolidated balance sheets.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS / GUARANTEES PROVIDED
FOR THE YEAR ENDED DECEMBER 31, 2025
(In Thousands of New Taiwan Dollars)

| No. | Endorser/Guarantor | Endorsee/Guarantee | | Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 1) | Maximum Amount Endorsed/ Guaranteed During the Period | Outstanding Endorsement/ Guarantee at the End of the Period | Actual Amount Borrowed | Amount Endorsed/ Guaranteed by Collateral | Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) | Aggregate Endorsement/ Guarantee Limit (Note 2) | Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries | Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent | Endorsement/ Guarantee Given on Behalf of Companies in Mainland China |
|-----|---------------------------------------|---------------------------------------|-------------------|--|---|---|------------------------|---|--|---|--|--|---|
| | | Name | Relationship | | | | | | | | | | |
| 0 | Catcher Technology Co., Ltd. | Catcher Technology Co., Ltd. | Business relation | \$ 71,422,428 | \$ 10,000 | <u>\$ 10,000</u> | <u>\$ 10,000</u> | <u>\$ -</u> | 0.01 | <u>\$ 142,844,857</u> | N | N | N |
| 1 | Catcher Technology (Suqian) Co., Ltd. | Catcher Technology (Suqian) Co., Ltd. | Business relation | 71,422,428 | 4,626 | <u>\$ 4,472</u> | <u>\$ 4,472</u> | <u>\$ -</u> | 0.00 | <u>\$ 142,844,857</u> | N | N | Y |
| 2 | Vito Technology (Suqian) Co., Ltd. | Vito Technology (Suqian) Co., Ltd. | Business relation | 71,422,428 | 4,626 | <u>\$ 4,472</u> | <u>\$ 4,472</u> | <u>\$ -</u> | 0.00 | <u>\$ 142,844,857</u> | N | N | Y |
| 3 | Arcadia Technology (Suqian) Co., Ltd. | Arcadia Technology (Suqian) Co., Ltd. | Business relation | 71,422,428 | 4,626 | <u>\$ 4,472</u> | <u>\$ 4,472</u> | <u>\$ -</u> | 0.00 | <u>\$ 142,844,857</u> | N | N | Y |
| 4 | Envio Technology (Suqian) Co., Ltd. | Envio Technology (Suqian) Co., Ltd. | Business relation | 71,422,428 | 4,626 | <u>\$ 4,472</u> | <u>\$ 4,472</u> | <u>\$ -</u> | 0.00 | <u>\$ 142,844,857</u> | N | N | Y |

Note 1: The upper limit for each borrower of the Company and the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 50% of the net asset value of the Company as of December 31, 2025.

Note 2: The upper limit of the Company and the 100% owned subsidiaries held directly or indirectly by the Company is equivalent to 100% of the net asset value of the Company as of December 31, 2025.

Note 3: The net asset value mentioned is the equity attributable to owners of the Company on the consolidated balance sheets.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
DECEMBER 31, 2025
(In Thousands of New Taiwan Dollars and US Dollars)

| Holding Company Name | Type and Name of Marketable Securities | Relationship with the Holding Company | Financial Statement Account | December 31, 2025 | | | | Note |
|------------------------------|--|---------------------------------------|---|---|-----------------|--------------------------------|------------|------|
| | | | | Units/ Number of Shares/ Denomination | Carrying Amount | Percentage of Ownership (%) | Fair Value | |
| Catcher Technology Co., LTD. | <u>Private Equity Funds</u> | | | | | | | |
| | Silver Lake Partners VII, LP | None | Financial assets at FVTPL - non-current | - | \$ 310,399 | 0.10 | \$ 310,399 | |
| Ke Yue Co., Ltd. | <u>Listed shares</u> | | | | | | | |
| | Intai Technology Corp. | None | Financial assets at FVTOCI - current | 3,351,000 | 308,292 | 6.74 | 308,292 | |
| | GLOBAL PMX CO., LTD. | None | Financial assets at FVTOCI - current | 2,152,000 | 242,100 | 1.87 | 242,100 | |
| | HIGHLIGHT TECH CORP. | None | Financial assets at FVTOCI - current | 3,864,000 | 174,653 | 4.09 | 174,653 | |
| | FEEDBACK TECHNOLOGY CORP. | None | Financial assets at FVTOCI - current | 1,945,199 | 216,890 | 3.69 | 216,890 | |
| | SHIH HER TECHNOLOGIES INC. | None | Financial assets at FVTOCI - current | 2,110,206 | 419,931 | 3.39 | 419,931 | |
| | Drewloong Precision, Inc. | None | Financial assets at FVTOCI - current | 2,787,641 | 423,721 | 6.97 | 423,721 | |
| | <u>Beneficiaries certificates</u> | | | | | | | |
| | Yuanta Japan Leading Enterprise Fund | None | Financial assets at FVTPL - current | 10,060,362 | 134,809 | - | 134,809 | |
| Yi De Co., Ltd. | <u>Listed shares</u> | | | | | | | |
| | Intai Technology Corp. | None | Financial assets at FVTOCI - current | 2,475,000 | 227,700 | 4.98 | 227,700 | |
| | GLOBAL PMX CO., LTD. | None | Financial assets at FVTOCI - current | 2,129,000 | 239,513 | 1.85 | 239,513 | |
| | HIGHLIGHT TECH CORP. | None | Financial assets at FVTOCI - current | 1,295,200 | 58,543 | 1.37 | 58,543 | |
| | FEEDBACK TECHNOLOGY CORP. | None | Financial assets at FVTOCI - current | 1,197,793 | 133,554 | 2.27 | 133,554 | |
| | SHIH HER TECHNOLOGIES INC. | None | Financial assets at FVTOCI - current | 2,492,319 | 495,971 | 4.00 | 495,971 | |
| | Drewloong Precision, Inc. | None | Financial assets at FVTOCI - current | 1,773,333 | 269,547 | 4.43 | 269,547 | |
| | UMS Intergration Limited | None | Financial assets at FVTOCI - current | 6,300,000 | 218,730 | 0.89 | 218,730 | |
| | <u>Beneficiaries certificates</u> | | | | | | | |
| | Yuanta Japan Leading Enterprise Fund | None | Financial assets at FVTPL - current | 53,614,369 | 254,974 | - | 254,974 | |
| Yi Sheng Co., Ltd. | <u>Listed shares</u> | | | | | | | |
| | Intai Technology Corp. | None | Financial assets at FVTOCI - current | 2,330,000 | 214,360 | 4.69 | 214,360 | |
| | GLOBAL PMX CO., LTD. | None | Financial assets at FVTOCI - current | 2,110,000 | 237,375 | 1.83 | 237,375 | |
| | HIGHLIGHT TECH CORP. | None | Financial assets at FVTOCI - current | 1,330,400 | 60,134 | 1.41 | 60,134 | |
| | FEEDBACK TECHNOLOGY CORP. | None | Financial assets at FVTOCI - current | 1,983,002 | 221,105 | 3.76 | 221,105 | |
| | SHIH HER TECHNOLOGIES INC. | None | Financial assets at FVTOCI - current | 1,650,812 | 328,510 | 2.65 | 328,510 | |
| | Drewloong Precision, Inc. | None | Financial assets at FVTOCI - current | 1,652,307 | 251,151 | 4.13 | 251,151 | |
| | UMS Intergration Limited | None | Financial assets at FVTOCI - current | 10,600,000 | 368,021 | 1.49 | 368,021 | |
| | <u>Beneficiaries certificates</u> | | | | | | | |
| | Yuanta Japan Leading Enterprise Fund | None | Financial assets at FVTPL - current | 53,614,369 | 254,974 | - | 254,974 | |
| Yi Fa Co., Ltd. | <u>Listed shares</u> | | | | | | | |
| | Intai Technology Corp. | None | Financial assets at FVTOCI - current | 2,396,000 | 220,431 | 4.82 | 220,431 | |
| | GLOBAL PMX CO., LTD. | None | Financial assets at FVTOCI - current | 862,000 | 96,975 | 0.75 | 96,975 | |
| | HIGHLIGHT TECH CORP. | None | Financial assets at FVTOCI - current | 388,000 | 17,538 | 0.41 | 17,538 | |
| | FEEDBACK TECHNOLOGY CORP. | None | Financial assets at FVTOCI - current | 765,000 | 85,298 | 1.45 | 85,298 | |
| | Drewloong Precision, Inc. | None | Financial assets at FVTOCI - current | 1,248,589 | 189,786 | 3.12 | 189,786 | |
| | SHIH HER TECHNOLOGIES INC. | None | Financial assets at FVTOCI - current | 583,902 | 116,196 | 0.94 | 116,196 | |

(Continued)

| Holding Company Name | Type and Name of Marketable Securities | Relationship with the Holding Company | Financial Statement Account | December 31, 2025 | | | | Note |
|---------------------------------|---|--|--|---|-----------------|--------------------------------|------------|--------|
| | | | | Units/ Number of Shares/ Denomination | Carrying Amount | Percentage of Ownership (%) | Fair Value | |
| Yi Chuan Co., Ltd. | <u>Listed shares</u> | | | | | | | |
| | GLOBAL PMX CO., LTD. | None | Financial assets at FVTOCI - current | 533,000 | \$ 59,963 | 0.46 | \$ 59,963 | |
| | HIGHLIGHT TECH CORP. | None | Financial assets at FVTOCI - current | 1,466,000 | 66,263 | 1.55 | 66,263 | |
| | Drewlong Precision, Inc. | None | Financial assets at FVTOCI - current | 1,908,717 | 290,125 | 4.77 | 290,125 | |
| | SHIH HER TECHNOLOGIES INC. | None | Financial assets at FVTOCI - current | 627,910 | 124,954 | 1.01 | 124,954 | |
| Catcher Medtech Co., Ltd. | <u>Listed shares</u> | | | | | | | |
| | Intai Technology Corp. | None | Financial assets at FVTOCI - current | 2,185,000 | 201,020 | 4.40 | 201,020 | |
| | GLOBAL PMX CO., LTD. | None | Financial assets at FVTOCI - current | 1,654,000 | 186,075 | 1.44 | 186,075 | |
| Nanomag International Co., Ltd. | <u>Limited Partnerships</u> | | | | | | | |
| | China Renewable Energy Fund, LP | None | Financial assets at FVTOCI - non-current | - | USD 49,276 | 23.51 | USD 49,276 | Note 3 |
| | <u>Listed shares</u> | | | | | | | |
| | UMS Intergration Limited | None | Financial assets at FVTOCI - current | 9,500,000 | USD 10,494 | 1.34 | USD 10,494 | |
| | FUJIMI INCORPORATED | None | Financial assets at FVTOCI - current | 900,200 | USD 13,636 | 1.21 | USD 13,636 | |
| | MANI, INC. | None | Financial assets at FVTOCI - current | 1,232,700 | USD 11,427 | 1.25 | USD 11,427 | |
| | <u>Corporate Bonds</u> | | | | | | | |
| | GOLDMAN SACHS INTERNATIONAL CALLABLE MEDIUM TERM NOTE FIXED | None | Financial assets at FVTOCI - non-current | 60,000,000 | USD 60,163 | | USD 60,163 | |
| <u>Government bonds</u> | | | | | | | | |
| US TREASURY | None | Financial assets at FVTOCI - non-current | 2,687,000,000 | USD 2,535,611 | | USD 2,535,611 | | |
| Cor Ventures Pte. Ltd. | <u>Private Equity Funds</u> | | | | | | | |
| | Ally Bridge Group LP | None | Financial assets at FVTPL - non-current | - | USD 15,073 | 2.54 | USD 15,073 | Note 3 |
| | BPEA VIII | None | Financial assets at FVTPL - non-current | - | USD 31,731 | 0.27 | USD 31,731 | Note 3 |
| | <u>Foreign listed stocks</u> | | | | | | | |
| UMS Intergration Limited | None | Financial assets at FVTOCI - non-current | 9,950,000 | USD 10,991 | 1.40 | USD 10,991 | | |

(Concluded)

Note 1: Securities in this table are shares, bonds, beneficiary certificates and those derived from the above-mentioned items which are within the scope of IFRS 9 "Financial Instrument: Recognition and Measurement".

Note 2: Refer to Tables 6 and 7 for information on subsidiaries and associates.

Note 3: Percentage of Ownership is the fund share ratio.

Note 4: This table is prepared by the Company based on the principle of materiality to disclose marketable securities that are deemed necessary for listing.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2025
(In Thousands of New Taiwan Dollars)

| Buyer | Related Party | Relationship | Transaction Details | | | | Abnormal Transaction | | Notes/Accounts Receivable (Payable) | | Note |
|---------------------------------------|---------------------------------------|------------------------------|---------------------|--------------|------------|---|----------------------|---------------|-------------------------------------|------------|------|
| | | | Purchase/ Sale | Amount | % of Total | Payment Terms | Unit Price | Payment Terms | Ending Balance | % of Total | |
| Catcher Technology Co., Ltd. | Next Level Ltd. | Subsidiary | Purchases | \$ 6,166,078 | 83 | Net 30 to 90 days after month end close | Equivalent | Equivalent | \$ (2,501,194) | 85 | |
| | Catcher Technology (Suqian) Co., Ltd. | Subsidiary | Purchases | 166,723 | 2 | Net 30 to 90 days after month end close | Equivalent | Equivalent | (167,424) | 6 | |
| Catcher Technology (Suqian) Co., Ltd. | Vito Technology (Suqian) Co., Ltd. | Same ultimate parent company | Sales | (106,615) | 2 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 105,950 | 3 | |
| | Arcadia Technology (Suqian) Co., Ltd. | Same ultimate parent company | Sales | (5,263,195) | 82 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 3,634,810 | 88 | |
| | Envio Technology (Suqian) Co., Ltd. | Same ultimate parent company | Sales | (289,570) | 4 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 206,559 | 5 | |
| Vito Technology (Suqian) Co., Ltd. | Catcher Technology (Suqian) Co., Ltd. | Same ultimate parent company | Sales | (134,442) | 6 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 134,906 | 8 | |
| | Arcadia Technology (Suqian) Co., Ltd. | Same ultimate parent company | Sales | (1,296,242) | 38 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 795,156 | 44 | |
| | Arcadia Technology (Suqian) Co., Ltd. | Same ultimate parent company | Purchases | 121,074 | 20 | Net 30 to 90 days after month end close | Equivalent | Equivalent | (93,165) | 15 | |
| | Next Level Ltd. | Same ultimate parent company | Sales | (1,317,198) | 39 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 720,220 | 40 | |
| Arcadia Technology (Suqian) Co., Ltd. | Next Level Ltd. | Same ultimate parent company | Sales | (4,761,388) | 49 | Net 30 to 90 days after month end close | Equivalent | Equivalent | 1,848,816 | 66 | |

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

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

DECEMBER 31, 2025

(In Thousands of New Taiwan Dollars)

| Company Name | Related Party | Relationship | Ending Balance | Turnover Ratio | Overdue | | Amounts Received in Subsequent Period | Allowance for Impairment Loss |
|---------------------------------------|---------------------------------------|------------------------------|----------------|----------------|---------|----------------|---------------------------------------|-------------------------------|
| | | | | | Amount | Actions Taken | | |
| Catcher Technology Co., Ltd. | TOPO TECHNOLOGY (THAILAND) CO., LTD. | Subsidiary | \$ 423,600 | - (Note 2) | \$ - | Not applicable | \$ - | \$ - |
| Catcher Technology (Suqian) Co., Ltd. | Vito Technology (Suqian) Co., Ltd. | Same ultimate parent company | 256,536 | - (Note 1) | - | Not applicable | 35,876 | - |
| | Vito Technology (Suqian) Co., Ltd. | Same ultimate parent company | 105,950 | 1.78 | - | Not applicable | 4,486 | - |
| Vito Technology (Suqian) Co., Ltd. | Arcadia Technology (Suqian) Co., Ltd. | Same ultimate parent company | 3,634,810 | 1.55 | - | Not applicable | 982,256 | - |
| | Envio Technology (Suqian) Co., Ltd. | Same ultimate parent company | 206,559 | 1.38 | - | Not applicable | 30,453 | - |
| Vito Technology (Suqian) Co., Ltd. | Catcher Technology Co., Ltd. | Ultimate parent company | 167,424 | 2.00 | - | Not applicable | 43 | - |
| | Catcher Technology (Suqian) Co., Ltd. | Same ultimate parent company | 134,906 | 1.84 | - | Not applicable | 17,760 | - |
| | Arcadia Technology (Suqian) Co., Ltd. | Same ultimate parent company | 795,156 | 2.08 | - | Not applicable | 404,212 | - |
| Arcadia Technology (Suqian) Co., Ltd. | Next Level Ltd. | Same ultimate parent company | 720,220 | 3.75 | - | Not applicable | 146,422 | - |
| | Next Level Ltd. | Same ultimate parent company | 1,848,816 | 5.33 | - | Not applicable | 415,845 | - |
| Nanomag International Co., Ltd. | Stella International Co., Ltd. | Same ultimate parent company | 4,714,500 | - (Note 3) | - | Not applicable | - | - |
| Next Level Ltd. | Catcher Technology Co., Ltd. | Ultimate parent company | 2,501,194 | 5.01 | - | Not applicable | - | - |

Note 1: Receivables from processing; the turnover ratio is not applicable.

Note 2: The ending balance of financing provided; the turnover ratio is not applicable.

Note 3: The amount represents receivables from capital reduction, the turnover ratio is not applicable.

TABLE 6

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEEES

FOR THE YEAR ENDED DECEMBER 31, 2025

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

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of December 31, 2025 | | | Net Income (Loss) of the Investee | Share of Profits (Loss) (Note 1) | Note |
|------------------------------|---|---|--|----------------------------|-------------------|-------------------------|-------|-----------------|-----------------------------------|----------------------------------|------|
| | | | | December 31, 2025 | December 31, 2024 | Number of Shares | % | Carrying Amount | | | |
| Catcher Technology Co., Ltd. | Gigagam Co., Ltd. | Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa | Investing activities | \$ 484,941 | \$ 484,941 | 14,377,642 | 100 | \$ 2,078,584 | \$ 98,386 | \$ 98,386 | |
| | Nanomag International Co., Ltd. | P.O. Box31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands | Investing activities | 1 | 1 | 30 | 100 | 154,427,735 | 8,710,513 | 8,711,850 | |
| | SMART ECARE INC. | 13F., No. 99, Sec. 2, Dunhua S. Rd., Da'an Dist., Taipei City | Health and medical treatment consultant | 72,000 | 72,000 | 1,440,000 | 45 | 3,657 | (5) | (2) | |
| | Ke Yue Co., Ltd. | 1F, No. 10, Lane 138, Renai Street, Yongkang District, Tainan City | Investing activities | 4,322,980 | 4,022,980 | 211,619,800 | 100 | 4,826,581 | 386,407 | 386,407 | |
| | Yi Sheng Co., Ltd. | 1F, No. 10, Lane 138, Renai Street, Yongkang District, Tainan City | Investing activities | 2,649,919 | 2,649,919 | 89,770,000 | 100 | 3,065,116 | 249,509 | 249,509 | |
| | Yi De Co., Ltd. | 1F, No. 10, Lane 138, Renai Street, Yongkang District, Tainan City | Investing activities | 2,599,930 | 2,599,930 | 89,270,000 | 100 | 3,147,159 | 268,386 | 268,386 | |
| | Catcher Medtech Co., Ltd. | No. 10, Yongke 5th Rd., Yongkang Dist., Tainan City | Manufacturing, selling and developing medical equipments | 1,299,568 | 1,300,000 | 13,550,000 | 100 | 1,212,358 | 12,077 | 12,077 | |
| | Catcher Holdings International Inc. | 3524 Silverside Road Suite 35B, Wilmington, New Castle, United State | Investing activities | 45,129 | - | 1,500,000 | 100 | 46,824 | (317) | (317) | |
| | Yi Fa Co., Ltd. | 1F, No. 10, Lane 138, Renai Street, Yongkang District, Tainan City | Investing activities | (USD 1,500,000) | (USD 0) | 25,180,000 | 100 | 2,571,798 | 141,749 | 141,749 | |
| | Yi Chuan Co., Ltd. | 1F, No. 10, Lane 138, Renai Street, Yongkang District, Tainan City | Investing activities | 2,500,000 | 2,000 | 25,180,000 | 100 | 2,560,612 | 41,050 | 41,050 | |
| | Yi Zhu Co., Ltd. | 1F, No. 10, Lane 138, Renai Street, Yongkang District, Tainan City | Investing activities | 252,000 | 2,000 | 25,180,000 | 100 | 257,546 | 5,577 | 5,577 | |
| | Xincher Precision Manufacturing Co., Ltd. | House No.1 - Block A1 - Unit 6 - Lot CNS, Minh Duc Industrial Park, Ngoc Lam Ward, My Hao Town, Hung Yen Province | Production and Sales of Various Alloys | 15,047 | 15,047 | - | 100 | (1,582) | (10,102) | (9,252) | |
| | Topo Technology (Thailand) Co., Ltd. | 700/2 Moo 1 Klongtamru sub-district, Muang district, Chonburi 20000, Thailand | Production and Sales of Various Alloys | 478,250 | 478,250 | 4,999,998 | 100 | 513,853 | 12,670 | 12,670 | |
| Ke Yue Co., Ltd. | Pacific Hospital Supply Co., Ltd. | No. 8, Tongke 2 Road, Jiuhu Village, Causeway Township, Miaoli County, Hsinchu Science Park | Manufacturing and selling medical devices | 567,523 | 554,252 | 7,563,000 | 10.42 | 721,192 | 382,870 | | |
| | Bioteque Corporation | 5F-6, No. 23, Sec. 1, Chang'an East Road, Zhongshan District, Taipei City 104 | Biotechnology and Medical activities | 781,936 | 775,115 | 6,996,000 | 10.10 | 818,148 | 539,185 | | |
| | United Orthopedic Corporation | No. 57, Park Avenue 2, Hsinchu Science Park, Hsinchu City | Biotechnology and Medical activities | 393,635 | - | 4,774,000 | 4.95 | 442,223 | 562,497 | | |
| Yi Sheng Co., Ltd. | Pacific Hospital Supply Co., Ltd. | No. 8, Tongke 2 Road, Jiuhu Village, Causeway Township, Miaoli County, Hsinchu Science Park | Manufacturing and selling medical devices | 240,757 | 240,757 | 3,254,000 | 4.48 | 313,677 | 382,870 | | |
| | Bioteque Corporation | 5F-6, No. 23, Sec. 1, Chang'an East Road, Zhongshan District, Taipei City 104 | Biotechnology and Medical activities | 279,319 | 279,319 | 2,591,000 | 3.74 | 303,740 | 539,185 | | |
| | United Orthopedic Corporation | No. 57, Park Avenue 2, Hsinchu Science Park, Hsinchu City | Biotechnology and Medical activities | 283,298 | - | 3,113,000 | 3.23 | 286,829 | 562,497 | | |
| Yi De Co., Ltd. | Pacific Hospital Supply Co., Ltd. | No. 8, Tongke 2 Road, Jiuhu Village, Causeway Township, Miaoli County, Hsinchu Science Park | Manufacturing and selling medical devices | 295,411 | 295,411 | 4,047,000 | 5.57 | 390,121 | 382,870 | | |
| | Bioteque Corporation | 5F-6, No. 23, Sec. 1, Chang'an East Road, Zhongshan District, Taipei City 104 | Biotechnology and Medical activities | 245,534 | 245,534 | 2,252,000 | 3.25 | 263,971 | 539,185 | | |
| | United Orthopedic Corporation | No. 57, Park Avenue 2, Hsinchu Science Park, Hsinchu City | Biotechnology and Medical activities | 313,078 | - | 3,917,000 | 4.06 | 361,425 | 562,497 | | |
| Catcher Medtech Co., Ltd. | Pacific Hospital Supply Co., Ltd. | No. 8, Tongke 2 Road, Jiuhu Village, Causeway Township, Miaoli County, Hsinchu Science Park | Manufacturing and selling medical devices | 251,915 | 251,915 | 3,003,000 | 4.14 | 289,980 | 382,870 | | |
| | Bioteque Corporation | 5F-6, No. 23, Sec. 1, Chang'an East Road, Zhongshan District, Taipei City 104 | Biotechnology and Medical activities | 290,840 | 290,840 | 2,729,000 | 3.94 | 299,510 | 539,185 | | |
| | Ren He Medical Materials Technology Co., Ltd. | No. 10, Yongke 5th Rd., Yongkang Dist., Tainan City | Selling and developing medical equipments | 2,000 | 2,000 | 200,000 | 100 | 1,950 | (15) | | |
| | Ren Yi Medical Materials Technology Co., Ltd. | No. 10, Yongke 5th Rd., Yongkang Dist., Tainan City | Selling and developing medical equipments | 2,000 | 2,000 | 200,000 | 100 | 1,950 | (15) | | |

(Continued)

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of December 31, 2025 | | | Net Income (Loss) of the Investee | Share of Profits (Loss) (Note 1) | Note |
|-------------------------------------|-----------------------------------|---|--|----------------------------|-------------------|-------------------------|-------------------|-----------------|-----------------------------------|----------------------------------|------|
| | | | | December 31, 2025 | December 31, 2024 | Number of Shares | % | Carrying Amount | | | |
| Yi Fa Co., Ltd. | Coforce Medical Co., Ltd. | 24 F., No. 97, Sec. 2, Dunhua S. Rd., Da'an Dist., Taipei City | Medical Device CDMO (Contract Development and Manufacturing Organization) business | \$ 220,000 | \$ 150,000 | 22,000,000 | 100 | \$ 161,522 | \$ (57,890) | | |
| | Pacific Hospital Supply Co., Ltd. | No. 8, Tongke 2 Road, Jiuhu Village, Causeway Township, Miaoli County, Hsinchu Science Park | Manufacturing and selling medical devices | 553,240 | 464,453 | 6,134,000 | 8.45 | 536,675 | 382,870 | | |
| | Bioteque Corporation | 5F-6, No. 23, Sec. 1, Chang'an East Road, Zhongshan District, Taipei City 104 | Biotechnology and Medical activities | 420,720 | 276,650 | 3,599,000 | 5.19 | 423,492 | 539,185 | | |
| Yi Chuan Co., Ltd. | United Orthopedic Corporation | No. 57, Park Avenue 2, Hsinchu Science Park, Hsinchu City | Biotechnology and Medical activities | 882,682 | - | 9,231,000 | 9.57 | 849,022 | 562,497 | | |
| | Pacific Hospital Supply Co., Ltd. | No. 8, Tongke 2 Road, Jiuhu Village, Causeway Township, Miaoli County, Hsinchu Science Park | Manufacturing and selling medical devices | 98,065 | - | 1,093,000 | 1.51 | 44,164 | 382,870 | | |
| | Bioteque Corporation | 5F-6, No. 23, Sec. 1, Chang'an East Road, Zhongshan District, Taipei City 104 | Biotechnology and Medical activities | 146,288 | - | 1,231,000 | 1.78 | 148,115 | 539,185 | | |
| Nanomag International Co., Ltd. | United Orthopedic Corporation | No. 57, Park Avenue 2, Hsinchu Science Park, Hsinchu City | Biotechnology and Medical activities | 405,996 | - | 4,067,000 | 4.22 | 406,894 | 562,497 | | |
| | Castmate International Co., Ltd. | Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola, VG1110, British Virgin Islands | Investing activities | (USD 0) | (USD 0) | - | - | - | - | | |
| | Stella International Co., Ltd. | P.O. Box31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands | Investing activities | 893,725 | 9,251,725 | 32,079,144 | 100 | 4,568,233 | 828,963 | | |
| | Uranus International Co., Ltd. | Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong | Investing activities | (USD 32,079,144) | (USD 332,079,144) | 20,108,016 | 100 | 10,215,303 | 1,201,733 | | |
| | Norma International Co., Ltd. | Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong | Investing activities | 560,209 | 4,151,401 | (USD 20,108,016) | (USD 149,009,383) | 19,032,525 | 4,594,424 | 1,489,975 | |
| | Next Level Ltd. | Vistra Corporate Services Centre, Ground Floor NPF Building, Beach Road, Apia, Samoa | Investing activities | 530,247 | 6,952,009 | (USD 19,032,525) | (USD 249,533,691) | 279 | 594,842 | 57,626 | |
| Stella International Co., Ltd. | Cor Ventures Pte. Ltd. | 160 Robinson Road, #14-04 Singapore Business Federation Centre, Singapore 068914 | Investing activities | (USD 10,000) | (USD 10,000) | 130,165,797 | 100 | 4,433,190 | 221,582 | | |
| | Lyra International Co., Ltd. | Room 1907, 19F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong | Investing activities | 4,816,444 | 3,873,844 | - | 100 | - | 34 | | |
| Catcher Holdings International Inc. | Catcher Ventures Inc. | 14451 Chambers Road Suite 100 Tustin, CA 92780, United State | Investing activities | (USD 0) | (USD 30) | 1,500,000 | 100 | 46,824 | - | | |
| | | | | 45,732 | (USD 1,500,000) | | | | | | |

(Concluded)

Note 1: Share of profit (loss) is only reflected for the subsidiaries invested in directly and the investments accounted for by using the equity method.

Note 2: Information on investments in mainland China is provided in Table 7.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE YEAR ENDED DECEMBER 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

| Investee Company | Main Businesses and Products | Paid-in Capital (Note 13) | Method of Investment (Note 1) | Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025 (Note 13) | Remittance of Funds | | Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2025 (Note 13) | Net Income (Loss) of the Investee | % Ownership of Direct or Indirect Investment | Investment Gain (Loss) (Note 2) | Carrying Amount as of December 31, 2025 | Accumulated Repatriation of Investment Income as of December 31, 2025 |
|--|---|-------------------------------|---|--|---------------------|--------|--|--------------------------------------|--|---------------------------------------|---|--|
| | | | | | Outward | Inward | | | | | | |
| Catcher Technology (Suzhou) Co., Ltd. | Manufacturing, selling and developing varied metal products | \$ - | (2) Cygnus International Co., Ltd. (Note 8) | \$ 1,047,876 (USD 33,340,000) | \$ - | \$ - | \$ 1,047,876 (USD 33,340,000) | \$ - | - | \$ - | \$ - | \$ - |
| Topo Technology (Suzhou) Co., Ltd. | Manufacturing, selling and developing varied metal products | - | (2) Lyra International Co., Ltd. (Notes 4 and 5) | 1,267,886 (USD 40,340,000) | - | - | 1,267,886 (USD 40,340,000) | - | - | - | - | 930,304 |
| Topo Technology (Taizhou) Co., Ltd. | Manufacturing, selling and developing varied metal products | - | (2) Lyra International Co., Ltd. (Note 9) | - | - | - | - | - | - | - | - | 18,644,177 |
| Meecca Technology (Taizhou) Co., Ltd. | Manufacturing, selling and developing varied metal products | - | (2) Lyra International Co., Ltd. (Note 12) | - | - | - | - | - | - | - | - | 4,777,580 |
| Meecca Technology (Suzhou Industrial Park) Co., Ltd. | Manufacturing, selling and developing varied metal products | - | (2) Cygnus International Co., Ltd. (Note 6) | - | - | - | - | - | - | - | - | 2,109,621 |
| Catcher Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 471,450 (USD 15,000,000) | (2) Uranus International Co., Ltd. (Note 7) | 2,985,819 (USD 94,999,000) | - | - | 2,985,819 (USD 94,999,000) | 785,315 | 100 | 813,403 (2)A. | 6,484,253 | 10,801,111 |
| Vito Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 471,450 (USD 15,000,000) | (2) Uranus International Co., Ltd. (Note 10) | - | - | - | - | 384,056 | 100 | 388,422 (2)A. | 3,891,560 | 603,460 |
| Arcadia Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 1,257,200 (USD 40,000,000) | (2) Norma International Co., Ltd. (Note 11) | - | - | - | - | 1,375,372 | 100 | 1,474,511 (2)A. | 3,841,763 | 6,250,159 |
| Envio Technology (Suqian) Co., Ltd. | Manufacturing, selling and developing varied metal products | 628,600 (USD 20,000,000) | (2) Norma International Co., Ltd. (Note 16) | - | - | - | - | 12,835 | 100 | 12,821 (2)A. | 484,822 | 184,042 |
| Aquila Technology (Suqian) Co., Ltd. (Note 17) | Manufacturing and selling molds and electronic parts | - | (2) Cepheus International Co., Ltd. | 35,202 (USD 1,120,000) | - | - | 35,202 (USD 1,120,000) | - | - | - | - | 169,684 |
| WIT Technology (Taizhou) Co., Ltd. (Note 14) | Researching, developing and manufacturing communication electronic products | - | (2) Cetus International Co., Ltd. | - | - | - | - | - | - | - | - | - |
| Chaohu Yunhai Magnesium Co., Ltd. (Note 15) | Manufacturing and selling dolomite, aluminum, magnesium alloy and other alkaline-earth metals | - | (2) Sagitta International Co., Ltd. | 694,035 (USD 22,081,923) | - | - | 694,035 (USD 22,081,923) | - | - | - | - | - |

| Accumulated Outward Remittance for Investment in Mainland China as of December 31, 2025 (Note 13) | Investment Amounts Authorized by Investment Commission, MOEA (Notes 13 and 14) | Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3) |
|--|---|---|
| \$ 6,030,817 (USD 191,880,923) | \$ 46,124,574 (USD 1,091,748,726.39) (RMB 2,641,316,560.48) | \$ 87,717,127 |

Note 1: The investing methods are categorized as follows:

- 1: Direct investment in companies in mainland China.
- 2: Investment in companies in mainland China, which is made by a company incorporated via a third region.
- 3: Others.

Note 2: In the column:

1: This means the investee is under initial preparation and there were no gains or losses on investment.

2: The recognition of gains or losses on investment is based on:

(1) The financial statements reviewed by global accounting firms, which are affiliated with the accounting firms in the Republic of China

(2) The financial statements reviewed by the certified public accountant of the parent company in Taiwan

(3) Others

Note 3: The upper limit on investment in mainland China is calculated as $\$146,195,212 \times 60\% = \$87,717,127$

Note 4: The paid-in capital of US\$6,670,000, which is self-funding of Nanomag International Co., Ltd., is invested in Topo Technology (Suzhou) Co., Ltd. through Stella International Co., Ltd., and the paid-in capital of US\$33,300,000 is earnings distributed in the third quarter of 2011. Thereafter, the amount of US\$33,300,000 is returned by capital reduction in the fourth quarter of 2014.

Note 5: The paid-in capital of US\$30,000,000 is earnings distributed from Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., which were then reinvested in Topo Technology (Suzhou) Co., Ltd. Thereafter, the amount of US\$67,000,000 was returned by capital reduction in the first quarter of 2016. Cygnus International Co., Ltd. sold all of its equity in November 2021, but the proceeds has not yet been remitted to Taiwan and therefore has not been deducted from the investment amount approved by Investment Commission, MOEA.

Note 6: The paid-in capital of US\$106,000,000 is earnings distributed from Catcher Technology (Suzhou) Co., Ltd. to Castmate International Co., Ltd., which were then invested in Meecca Technology (Suzhou Industrial Park) Co., Ltd., and the paid-in capital of US\$16,670,000 is earnings distributed in the third quarter of 2011. The amount of US\$16,670,000 was returned by capital reduction in the fourth quarter of 2014 and the amount of US\$32,000,000 in the third quarter of 2016. Thereafter, the amount of US\$32,000,000 was returned by capital reduction in the second quarter of 2017, and the amount of US\$32,000,000 was returned by capital reduction in the third quarter of 2017. Lyra International Co., Ltd. sold all of its equity in November 2021, but the proceeds has not yet been remitted to Taiwan and therefore has not been deducted from the investment amount approved by Investment Commission, MOEA.

Note 7: The paid-in capital of US\$5,001,000 is earnings distributed from Catcher Technology (Suzhou) Co., Ltd. to Castmate International Co., Ltd., which were then invested in Catcher Technology (Suqian) Co., Ltd. The paid-in capital of US\$100,000,000 is earnings distributed from Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., which were invested in Catcher Technology (Suqian) Co., Ltd. through Uranus International Co., Ltd. The amount of US\$ 100,000,000 and US\$ 50,000,000 was returned in May 2024 and September 2024, respectively, due to capital reduction. The proceeds have not yet been remitted back to Taiwan and therefore has not been deducted from the investment amount approved by the Investment Commission, MOEA. US\$ 35,000,000 was returned in May 2025 due to capital reduction, but has not been remitted back to Taiwan and therefore has not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 8: The paid-in capital of US\$16,670,000 is earnings distributed in the third quarter of 2011. Thereafter, the amount of US\$40,000,000 was returned by capital reduction in the second quarter of 2014, and due to dissolution, US\$10,010,000 of capital were returned in August 2016; the remaining amount of capital has not been wired back to Taiwan.

Note 9: The paid-in capital of RMB227,510,746 is earnings distributed from Topo Technology (Suzhou) Co., Ltd. to Stella International Co., Ltd., which were then invested in Topo Technology (Taizhou) Co., Ltd. On the other hand, US\$65,979,240 and RMB602,268,326 are earnings distributed from investees in mainland China to Nanomag International Co., Ltd., which were then invested in Topo Technology (Taizhou) Co., Ltd. via Lyra International Co., Ltd.

Note 10: The paid-in capital of US\$99,000,000, which was the earnings distributed by Catcher Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., was then invested in Vito Technology (Suqian) Co., Ltd. via Uranus International Co., Ltd. The paid-in capital of US\$33,300,000 and RMB409,431,280, which were the earnings respectively distributed by Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., were then invested in Vito Technology (Suqian) Co., Ltd. via Uranus International Co., Ltd. US\$ 48,901,367 was returned in February 2025 due to capital reduction, but has not been remitted back to Taiwan and therefore has not been deducted from the investment amount authorized by the Investment Commission, MOEA. US\$ 35,000,000 was returned in May 2025 due to capital reduction, but has not been remitted back to Taiwan and therefore has not been deducted from the investment amount authorized by the Investment Commission, MOEA.

Note 11: The paid-in capital of US\$27,332,360 and RMB398,499,193 are earnings distributed from Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Arcadia Technology (Suqian) Co., Ltd. through Norma International Co., Ltd. The paid-in capital of US\$89,970,000, which is the proceeds arising from the capital reduction of Catcher Technology (Suzhou) Co., Ltd., Topo Technology (Suzhou) Co., Ltd., and Meecca Technology (Suzhou Industrial Park) Co., Ltd., was invested in Arcadia Technology (Suqian) Co., Ltd. through Norma International Co., Ltd. The paid-in capital of US\$21,501,167 is earnings distributed from Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Arcadia Technology (Suqian) Co., Ltd. through Norma International Co., Ltd. The amount of US\$ 160,501,166 was returned in February 2025 due to capital reduction. The proceeds have not yet been remitted back to Taiwan and therefore have not been deducted from the investment amount approved by the Investment Commission, MOEA.

Note 12: The paid-in capital of US\$17,610,861 and RMB529,989,796 are earnings distributed from Catcher Technology (Suzhou) Co., Ltd. and Topo Technology (Suzhou) Co., Ltd. to Nanomag International Co., Ltd. which were then invested in Meecca Technology (Taizhou) Co., Ltd. through Lyra International Co., Ltd. The paid-in capital of US\$20,000,000 and RMB284,660,400 are earnings and liquidation income distributed from Catcher Technology (Suzhou) Co., Ltd. and earnings distributed from Topo Technology (Suzhou) Co., Ltd. and Meecca Technology (Suzhou Industrial Park) Co., Ltd. to Nanomag International Co., Ltd., which were then invested in Meecca Technology (Taizhou) Co., Ltd. through Lyra International Co., Ltd. The paid-in capital of US\$18,000,000 is earnings distributed from Lyra International Co., Ltd. to Topo Technology (Taizhou) Co., Ltd., which were then invested in Meecca Technology (Taizhou) Co., Ltd. Lyra International Co., Ltd. sold all of its equity in December 2020, but the investment amount has not yet been remitted to Taiwan and therefore has not been deducted from the investment amount approved by Investment Commission, MOEA.

Note 13: The exchange rate on December 31, 2025 was US\$1:NT\$31.43.
The exchange rate on December 31, 2025 was RMB1:NT\$4.4716.

Note 14: WIT Technology (Taizhou) Co., Ltd. was dissolved in June 2012, and the remaining amount of capital has not been wired back to Taiwan.

Note 15: Sagitta International Co., Ltd. sold all of its shares of Chaohu Yunhai Magnesium Co., Ltd. in June 2016, and the remaining amount of capital has not been wired back to Taiwan.

Note 16: The paid-in capital of US\$71,010,000 and RMB\$ 188,956,820 are the proceeds from the liquidated shares in Catcher Technology (Suzhou) Co., Ltd. The amounts from the capital reduction in Topo Technology (Suzhou) Co., Ltd. and in Meecca Technology (Suzhou Industrial Park) Co., Ltd. are invested in Envio Technology (Suqian) Co., Ltd. through Norma International Co., Ltd. The amount of US\$ 50,000,000 and US\$ 30,000,000 was returned in September 2024 and February 2025, respectively, due to capital reduction. However, the investment funds have not yet been remitted back to Taiwan and, therefore, have not yet been deducted from the investment amount approved by the Investment Commission, MOEA.

Note 17: Aquila Technology (Suqian) Co., Ltd. was liquidated and canceled in February 2022; the proceeds have not been remitted back to Taiwan and therefore have not been deducted from the investment amount approved by the Investment Commission, MOEA.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 2025
(In Thousands of New Taiwan Dollars)

| No. | Investee Company | Counterparty | Relationship (Note 1) | Transaction Details | | | | |
|-----|---|---|--|---|--|---|--|------|
| | | | | Financial Statement Account | Amount (Note 2) | Payment Terms | % of Total Sales or Assets | |
| 0 | Catcher Technology Co., Ltd. | TOPO TECHNOLOGY (THAILAND) CO., LTD. Next Level Ltd. | 1 | Other receivables from related parties (Financing provided) | \$ 423,600 | | 0.19 | |
| | | | 1 | Payables to related parties | 2,501,194 | | 1.11 | |
| | | Catcher Technology (Suqian) Co., Ltd. | 1 | Purchases | 6,166,078 | The purchase prices were not different from third parties, net 30 to 90 days after month end close. | 33.05 | |
| | | | 1 | Payables to related parties | 167,424 | | 0.07 | |
| | | Vito Technology (Suqian) Co., Ltd. | 1 | Purchases | 166,723 | | 0.89 | |
| | | | 1 | Payables to related parties | 72,940 | | 0.03 | |
| | | | 1 | Purchases | 81,372 | The purchase prices were not different from third parties, net 30 to 90 days after month end close. | 0.44 | |
| | | | Dispose of property, plant and equipment | 58,623 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 0.31 | | |
| 1 | Catcher Technology (Suqian) Co., Ltd. | Vito Technology (Suqian) Co., Ltd. | 3 | Receivables from related parties | 105,950 | | 0.05 | |
| | | | 3 | Other receivables from related parties | 256,536 | | 0.11 | |
| | | Arcadia Technology (Suqian) Co., Ltd. | 3 | Sales revenue | 106,615 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 0.57 | |
| | | | 3 | Processing income | 319,454 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 1.71 | |
| | | | 3 | Processing expense | 71,909 | The purchase prices were not different from third parties, net 30 to 90 days after month end close. | 0.39 | |
| | | | 3 | Receivables from related parties | 3,634,810 | | 1.61 | |
| | | Envio Technology (Suqian) Co., Ltd. | 3 | Payables to related parties | 71,566 | | 0.03 | |
| | | | 3 | Sales revenue | 5,263,195 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 28.21 | |
| | | | 3 | Purchases | 64,309 | The purchase prices were not different from third parties, net 30 to 90 days after month end close. | 0.34 | |
| | | | 3 | Processing expense | 51,691 | The purchase prices were not different from third parties, net 30 to 90 days after month end close. | 0.28 | |
| 2 | Vito Technology (Suqian) Co., Ltd. | Catcher Technology (Suqian) Co., Ltd. | 3 | Receivables from related parties | 206,559 | | 0.09 | |
| | | | 3 | Other receivables from related parties (Financing provided) | 62,602 | | 0.03 | |
| | | Arcadia Technology (Suqian) Co., Ltd. | 3 | Sales revenue | 289,570 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 1.55 | |
| | | | 3 | Receivables from related parties | 134,906 | | 0.06 | |
| 3 | Arcadia Technology (Suqian) Co., Ltd. | Catcher Technology (Suqian) Co., Ltd. | 3 | Sales revenue | 134,442 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 0.72 | |
| | | | 3 | Receivables from related parties | 795,156 | | 0.35 | |
| | | Xincher Precision Manufacturing Co., Ltd. | 3 | Payables to related parties | 93,165 | | 0.04 | |
| | | | 3 | Sales revenue | 1,296,242 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 6.95 | |
| | | Next Level Ltd. | 3 | Purchases | 121,074 | The purchase prices were not different from third parties, net 30 to 90 days after month end close. | 0.65 | |
| | | | 3 | Receivables from related parties | 57,960 | | 0.03 | |
| | | 3 | Next Level Ltd. | 3 | Sales revenue | 66,354 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 0.36 |
| | | | | 3 | Receivables from related parties | 720,220 | | 0.32 |
| | | | Sales revenue | 1,317,198 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 7.06 | | |
| 4 | Arcadia Technology (Suqian) Co., Ltd. | Next Level Ltd. | 3 | Receivables from related parties | 1,848,816 | | 0.82 | |
| 4 | Nanomag International Co., Ltd. | Stella International Co., Ltd. | 3 | Sales revenue | 4,761,388 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 25.52 | |
| 5 | Xincher Precision Manufacturing Co., Ltd. | Next Level Ltd. | 3 | Other receivables from related parties | 4,714,500 | | 2.08 | |
| | | | | Sales revenue | 66,739 | The sales prices were not different from third parties, net 30 to 90 days after month end close. | 0.36 | |

Note 1: There are three categories of relationship between transaction, including:

No. 1 Represents transactions from parent company to subsidiaries.

No. 2 Represents transactions from subsidiaries to parent company.

No. 3 Represents transactions among subsidiaries.

Note 2: Written off at the time of preparing the consolidated financial report.

CATCHER TECHNOLOGY CO., LTD. AND SUBSIDIARIES

STATEMENT OF CHANGES IN PROPERTY, PLANT AND EQUIPMENT
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(In Thousands of New Taiwan Dollars)

| | Land | Buildings | Machinery and equipment | Miscellaneous equipment | Unfinished Construction and Equipment Pending Acceptance | Total |
|--|---------------------|----------------------|-------------------------|-------------------------|--|----------------------|
| Cost | | | | | | |
| Balance at January 1, 2024 | \$ 1,998,517 | \$ 16,032,925 | \$ 50,106,542 | \$ 6,411,835 | \$ - | \$ 74,549,819 |
| Additions | - | 37,911 | 215,136 | 151,307 | - | 404,354 |
| Disposals | - | (869) | (5,386,349) | (60,380) | - | (5,447,598) |
| Reclassifications | - | 4,039 | 129,194 | 8,945 | - | 142,178 |
| Effects of foreign currency exchange differences | - | 669,143 | 739,488 | 220,755 | - | 1,629,386 |
| Balance at December 31, 2024 | <u>\$ 1,998,517</u> | <u>\$ 16,743,149</u> | <u>\$ 45,804,011</u> | <u>\$ 6,732,462</u> | <u>\$ -</u> | <u>\$ 71,278,139</u> |
| Accumulated depreciation and impairment | | | | | | |
| Balance at January 1, 2024 | \$ - | \$ 7,764,547 | \$ 47,838,191 | \$ 6,174,619 | \$ - | \$ 61,777,357 |
| Depreciation expense | - | 641,880 | 988,161 | 196,755 | - | 1,826,796 |
| Disposals | - | (413) | (5,376,130) | (60,216) | - | (5,436,759) |
| Effects of foreign currency exchange differences | - | 367,709 | 673,511 | 209,082 | - | 1,250,302 |
| Balance at December 31, 2024 | <u>\$ -</u> | <u>\$ 8,773,723</u> | <u>\$ 44,123,733</u> | <u>\$ 6,520,240</u> | <u>\$ -</u> | <u>\$ 59,417,696</u> |
| Carrying amount at December 31, 2024 | <u>\$ 1,998,517</u> | <u>\$ 7,969,426</u> | <u>\$ 1,680,278</u> | <u>\$ 212,222</u> | <u>\$ -</u> | <u>\$ 11,860,443</u> |
| Cost | | | | | | |
| Balance at January 1, 2025 | \$ 1,998,517 | \$ 16,743,149 | \$ 45,804,011 | \$ 6,732,462 | \$ - | \$ 71,278,139 |
| Additions | - | 36,343 | 268,910 | 200,313 | 5,296 | 510,862 |
| Disposals | - | (701) | (3,056,379) | (52,257) | - | (3,109,337) |
| Reclassifications | 119,545 | 72,202 | 165,109 | 10,832 | (4,010) | 363,678 |
| Acquired through business combination (Note 29) | 462,244 | 2,259,686 | 259,155 | 63,874 | - | 3,044,959 |
| Effects of foreign currency exchange differences | - | (264,970) | 7,033 | (88,481) | - | (346,418) |
| Balance at December 31, 2025 | <u>\$ 2,580,306</u> | <u>\$ 18,845,709</u> | <u>\$ 43,447,839</u> | <u>\$ 6,866,743</u> | <u>\$ 1,286</u> | <u>\$ 71,741,883</u> |
| Accumulated depreciation and impairment | | | | | | |
| Balance at January 1, 2025 | \$ - | \$ 8,773,723 | \$ 44,123,733 | \$ 6,520,240 | \$ - | \$ 59,417,696 |
| Depreciation expense | - | 711,202 | 533,534 | 189,944 | - | 1,434,680 |
| Disposals | - | (336) | (3,056,044) | (50,299) | - | (3,106,679) |
| Reclassifications | - | 3,135 | (2,382) | 2,382 | - | 3,135 |
| Effects of foreign currency exchange differences | - | (140,971) | 30,421 | (83,549) | - | (194,099) |
| Balance at December 31, 2025 | <u>\$ -</u> | <u>\$ 9,346,753</u> | <u>\$ 41,629,262</u> | <u>\$ 6,578,718</u> | <u>\$ -</u> | <u>\$ 57,554,733</u> |
| Carrying amount at December 31, 2025 | <u>\$ 2,580,306</u> | <u>\$ 9,498,956</u> | <u>\$ 1,818,577</u> | <u>\$ 288,025</u> | <u>\$ 1,286</u> | <u>\$ 14,187,150</u> |