Actron Technology Corporation and Subsidiaries

Consolidated Financial Statements with Independent Auditors' Review Report

For the Three Months Ended March 31, 2025 and 2024

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors and Shareholders of Actron Technology Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Actron Technology Corporation and its subsidiaries (collectively, the "Group") as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, the related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 11 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements were not reviewed. As of March 31, 2025 and 2024, the combined total assets of these non-significant subsidiaries were NT$1,384,925 thousand and NT$1,303,491 thousand, respectively, representing 9% and 8%, respectively, of the consolidated total assets; the combined total liabilities of these non-significant subsidiaries were NT$228,129 thousand and NT$171,704 thousand, respectively, representing 4% and 3%, respectively, of the consolidated total liabilities. For the three months ended March 31, 2025 and 2024, the amounts of the combined comprehensive income (loss) of these non-significant subsidiaries were NT$(35,364) thousand and NT$(6,689) thousand, respectively, representing (15)% and (1)% of the consolidated total comprehensive income, respectively. In addition, as disclosed in Note 12 to the consolidated financial statements, the total carrying amounts of the investment accounted for using the equity method were NT$2,119,790 thousand and NT$2,988,071 thousand as of March 31, 2025 and 2024, respectively. The shares of profit (loss) of associates and joint ventures accounted for using the equity method were NT$42,872 thousand and NT$59,754 thousand for the three months ended March 31, 2025 and 2024, respectively. The amounts of the related equity-method investments were based on the equity-method investees' unreviewed financial statements for the same reporting periods.

Qualified Conclusion

Based on our reviews and the review reports of the other independent auditors, as described in the other matter section of our report, except for the effect on the consolidated financial statements of such adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and other equity-method investees as described in the preceding section been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2025 and 2024, and its consolidated financial performance and consolidated cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of

Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Other Matters

We did not review the financial statements of Mosel Vitelic Inc., an entity that was included in the accompanying consolidated financial statements (please refer to Note 11 herein) and of which financial statements were reviewed by other independent auditors. Therefore, the amounts with respect to the financial statements of Mosel Vitelic Inc. stated in our conclusion expressed on the consolidated financial statements herein, were solely based on the review reports of the other independent auditors. The total assets of Mosel Vitelic Inc. accounted for 20% of the related consolidated totals as of March 31, 2025 and 2024, and the total operating revenues constituted 15% and 11% of the related consolidated totals for the three months ended March 31, 2025 and 2024, respectively.

Deloitte Taiwan

Partner Chien Wei Chen

Partner Ming Hsien Liu

Financial Supervisory Commission Certificate
Jin-Guan-Zheng-Shen-Zi No. 1130349292

Financial Supervisory Commission Certificate
Jin-Guan-Zheng-Shen-Zi No. 1100356048

May 7, 2025

Notice to Readers

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

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

Actron Technology Corporation and Subsidiaries

Consolidated balance sheets

As of March 31, 2025 and 2024 and December 31, 2024

Unit: NT$ thousand

Code	Asset	March 31, 2025 Amount	%	December 31, 2024 Amount	%	March 31, 2024 Amount	%
	Current asset						
1100	Cash and cash equivalents (Note 6)	$ 1,602,970	10	$ 1,425,438	9	$ 2,384,230	15
1136	Financial assets at amortized cost - current (Note 8 and 31)	622,546	4	720,283	5	320,945	2
1150	Notes receivable	1,109	-	3,388	-	-	-
1170	Trade receivables (Note 9)	1,369,327	9	1,372,039	9	1,095,438	7
1200	Other receivables	158,787	1	59,458	-	35,325	-
1220	Current tax assets	6,548	-	6,267	-	6,183	-
130X	Inventories (Note 10)	1,394,043	9	1,437,286	9	1,206,762	8
1470	Other current assets (Note 17)	139,020	1	97,186	1	99,290	1
11XX	Total current assets	5,294,350	34	5,121,345	33	5,148,173	33
	non-current assets						
1517	Financial assets at fair value through other comprehensive income -non-current (Note 7)	550,262	4	843,849	5	1,140,279	7
1535	Financial assets at amortized cost - non-current (Note 8 and 31)	18,415	-	18,415	-	18,412	-
1550	Investments accounted for using the equity method (Note 12)	2,119,790	14	2,361,242	15	2,988,071	19
1600	Property, Plant and Equipment (Note 13 and 31)	4,259,729	28	4,288,918	27	4,298,449	27
1755	Right-of-use assets (Note 14)	321,822	2	337,732	2	351,982	2
1805	Goodwill (Note 15)	1,137,538	7	1,137,538	7	1,137,538	7
1821	Other intangible assets (Note 16)	17,944	-	7,251	-	7,417	-
1840	Deferred tax assets (Note 24)	72,811	-	72,811	1	94,515	1
1915	Prepayments for equipment	1,558,572	10	1,336,725	9	589,164	4
1990	Other non-current assets (Note 17 and 30)	128,218	1	103,957	1	17,690	-
15XX	Total non-current assets	10,185,101	66	10,508,438	67	10,643,517	67
1XXX	Total assets	$ 15,479,451	100	$ 15,629,783	100	$ 15,791,690	100
Code	**Liabilities and Equity**						
	Current liabilities						
2100	Short-term borrowings (Note 18)	$ 1,302,965	8	$ 950,100	6	$ 900,100	6
2150	Notes payable	860	-	841	-	163	-
2170	Trade payables	645,708	4	610,721	4	685,210	4
2180	Trade payables - related parties (Note 30)	58,263	-	54,774	-	84,579	1
2200	Other payables (Note 19)	1,210,753	8	741,905	5	1,112,489	7
2230	Current tax liabilities (Note 24)	135,277	1	89,982	1	144,947	1
2280	Lease liabilities - current (Note 14)	15,449	-	15,897	-	16,309	-
2305	Guarantee deposits - current	84,935	1	123,476	1	235,869	1
2320	Long-term borrowings - current portion (Note 18 and 31)	-	-	225,000	1	190,000	1
2399	Other current liabilities	182,070	1	151,812	1	119,147	1
21XX	Total current liabilities	3,636,280	23	2,964,508	19	3,488,813	22
	non-current liabilities						
2530	Corporate bonds payable (Note 20)	779,854	5	776,258	5	765,569	5
2540	Long-term borrowings (Note 18 and 31)	1,400,000	9	1,525,000	10	1,005,000	6
2570	Deferred tax liabilities (Note 24)	113,015	1	113,015	-	101,906	1
2580	Lease liabilities - non-current (Note 14)	297,424	2	312,696	2	324,558	2
2640	Defined benefit liabilities - non-current, net	1	-	-	-	5,306	-
2645	Guarantee deposits - non-current	3,995	-	3,996	-	40,047	-
25XX	Total non-current liabilities	2,594,289	17	2,730,965	17	2,242,386	14
2XXX	Total liabilities	6,230,569	40	5,695,473	36	5,731,199	36
	Equity attributable to owners of the parent company (Note 22)						
	Share capital						
3110	Ordinary shares	1,017,935	7	1,017,335	7	1,014,475	7
3200	Capital surplus	3,406,706	22	3,395,507	22	3,330,101	21
	Retained earnings						
3310	Legal reserve	837,417	5	837,417	5	763,987	5
3350	Undistributed earnings	1,969,306	13	2,159,606	14	1,619,241	10
3300	Total retained earnings	2,806,723	18	2,997,023	19	2,383,228	15
	Other equity						
3410	Exchange difference on translating foreign operations	1,073	-	(8,399)	-	(15,279)	-
3420	Unrealized gain (loss) of financial assets at fair value through other comprehensive income	28,708	-	539,951	3	1,432,281	9
3490	Estimated employee compensation	(3,773)	-	(4,023)	-	(6,023)	-
3400	Total other equity	26,008	-	527,529	3	1,410,979	9
31XX	Total equity attributable to owners of the parent company	7,257,372	47	7,937,394	51	8,138,783	52
36XX	Non-controlling interests	1,991,510	13	1,996,916	13	1,921,708	12
3XXX	Total equity	9,248,882	60	9,934,310	64	10,060,491	64
	Total liabilities and equity	$ 15,479,451	100	$ 15,629,783	100	$ 15,791,690	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated May 7, 2025)

Chairman: Dang-Liang Yao　　Manager: Hsien-Chung Wu　　Accountant: Mei-Ying Chiu

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

Actron Technology Corporation and Subsidiaries

Consolidated statements of comprehensive income

For the three months ended March 31, 2025 and 2024

Unit: In thousands of New Taiwan Dollars, except that Earnings Per Share are stated in NT$

Code		For the three months ended March 31, 2025 Amount	%	For the three months ended March 31, 2024 Amount	%
4000	Net operating revenue	$ 2,116,332	100	$ 1,760,124	100
5000	Operating costs (Note 10, 23 and 30)	(1,506,531)	(71)	(1,299,198)	(74)
5900	Gross profit	609,801	29	460,926	26
	Operating expenses (Note 23)				
6100	Selling and marketing expenses	(44,690)	(2)	(34,003)	(2)
6200	Administrative expenses	(135,268)	(6)	(127,064)	(7)
6300	Research and Development expenses	(190,568)	(9)	(177,591)	(10)
6000	Total operating expenses	(370,526)	(17)	(338,658)	(19)
6900	Operating income	239,275	12	122,268	7
	Non-operating income and expenses (Note 23)				
7100	Interest income	7,038	-	13,930	1
7010	Other income	8,732	-	8,005	-
7020	Other gains and losses	38,593	2	72,986	4
7050	Finance costs	(27,895)	(1)	(21,706)	(1)
7060	Share of profit of investment in associates and joint ventures accounted for using equity method	42,872	2	59,754	3
7000	Total non-operating income and expenses	69,340	3	132,969	7
7900	Profit before tax	308,615	15	255,237	14
7950	Income tax expense (Note 24)	(46,716)	(2)	(40,780)	(2)
8200	Net profit for the period	261,899	13	214,457	12

(to be continued)

(continued)

Code		For the three months ended March 31, 2025 Amount	%	For the three months ended March 31, 2024 Amount	%
	Other comprehensive income				
8310	Items not reclassified subsequently to profit or loss:				
8316	Unrealized gain (loss) on investments in equity instruments designated as at fair value through other comprehensive income	($ 346,233)	(16)	$ 156,273	9
8320	Share of other comprehensive income of associates and joint ventures accounted for using the equity method	(165,271)	(8)	139,028	8
8360	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange difference on translating foreign operations	9,472	-	7,927	-
8300	Other comprehensive income for the period, net of income tax	(502,032)	(24)	303,228	17
8500	Total comprehensive income for the period	($ 240,133)	(11)	$ 517,685	29
	Net profit attributable to:				
8610	Owners of the parent company	$ 235,779	11	$ 225,220	13
8620	Non-controlling interests	26,120	1	(10,763)	(1)
8600		$ 261,899	12	$ 214,457	12
	Total comprehensive income (loss) attributable to:				
8710	Owners of the parent company	($ 265,992)	(12)	$ 528,973	30
8720	Non-controlling interests	25,859	1	(11,288)	(1)
8700		($ 240,133)	(11)	$ 517,685	29
	Earnings per share (Note 25)				
9710	Basic	$ 2.32		$ 2.22	
9810	Diluted	$ 2.23		$ 2.14	

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

(With Deloitte & Touche review report dated May 7, 2025)

Chairman: Dang-Liang Yao Manager: Hsien-Chung Wu Accountant: Mei-Ying Chiu

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

Actron Technology Corporation and Subsidiaries

Consolidated statements of changes in equity

For the three months ended March 31, 2025 and 2024

Unit: NT$ thousand

		Equity attributable to owners of the parent company								
				Retained earnings		Other equity				
Code		Ordinary shares	Capital surplus	Legal reserve	Undistributed earnings	Exchange difference on translating foreign operations	Unrealized gain (loss) of financial assets at fair value through other comprehensive income	Estimated employee compensation	Non-controlling interests	Total equity
A1	Balance on January 1, 2024	$ 1,014,475	$ 3,317,903	$ 763,987	$ 1,901,258	($ 23,206)	$ 1,136,455	($ 7,097)	$ 1,930,475	$ 10,034,250
	Appropriation of 2023 earnings									
B5	Cash dividend	-	-	-	(507,237)	-	-	-	-	(507,237)
N1	Share-based payment transactions	-	12,198	-	-	-	-	1,074	2,521	15,793
D1	Net profit for the three months ended March 31, 2024	-	-	-	225,220	-	-	-	(10,763)	214,457
D3	Other comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	7,927	295,826	-	(525)	303,228
D5	Total comprehensive income for the three months ended March 31, 2024	-	-	-	225,220	7,927	295,826	-	(11,288)	517,685
Z1	Balance on March 31, 2024	$ 1,014,475	$ 3,330,101	$ 763,987	$ 1,619,241	($ 15,279)	$ 1,432,281	($ 6,023)	$ 1,921,708	$ 10,060,491
A1	Balance on January 1, 2025	$ 1,017,335	$ 3,395,507	$ 837,417	$ 2,159,606	($ 8,399)	$ 539,951	($ 4,023)	$ 1,996,916	$ 9,934,310
	Appropriation of 2024 earnings									
B5	Cash dividend	-	-	-	(426,079)	-	-	-	-	(426,079)
C7	Changes in equity of investment in associates and joint ventures accounted for using equity method	-	630	-	-	-	-	-	-	630
N1	Issuance of employee stock warrants by subsidiaries	-	610	-	-	-	-	250	1,875	2,735
G1	Exercise of employee stock warrants	600	5,994	-	-	-	-	-	-	6,594
N1	Share-based payment transactions	-	3,965	-	-	-	-	-	-	3,965
O1	Cash dividends of subsidiaries	-	-	-	-	-	-	-	(33,140)	(33,140)
D1	Net profit for the three months ended March 31, 2025	-	-	-	235,779	-	-	-	26,120	261,899
D3	Other comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	9,472	(511,243)	-	(261)	(502,032)
D5	Total comprehensive income for the three months ended March 31, 2025	-	-	-	235,779	9,472	(511,243)	-	25,859	(240,133)
Z1	Balance on March 31, 2025	$ 1,017,935	$ 3,406,706	$ 837,417	$ 1,969,306	$ 1,073	$ 28,708	($ 3,773)	$ 1,991,510	$ 9,248,882

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

(With Deloitte & Touche review report dated May 7, 2025)

Chairman: Dang-Liang Yao

Manager: Hsien-Chung Wu

Accountant: Mei-Ying Chiu

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

Actron Technology Corporation and Subsidiaries

Consolidated Statements of Cash Flows

For the three months ended March 31, 2025 and 2024

Unit: NT$ thousand

Code		For the three months ended March 31, 2025	For the three months ended March 31, 2024
	Cash flows from operating activities		
A00010	Profit before tax	$ 308,615	$ 255,237
A20010	Adjustments for:		
A20100	Depreciation expenses	140,574	131,605
A20200	Amortization expenses	1,051	1,407
A20300	Gain on reversal of expected credit impairment loss	(37)	(97)
A20900	Finance costs	27,895	21,706
A21200	Interest income	(7,038)	(13,930)
A21300	Dividend income	(6,000)	(7,000)
A21900	Compensation cost related to share-based payment	6,700	15,793
A22300	Share of profit of investment in associates and joint ventures accounted for using equity method	(42,872)	(59,754)
A22500	Gain on disposal of property, plant and equipment	-	(2,441)
A23700	Impairment loss and obsolescence on inventory	3,434	3,397
A24100	Net gain (loss) on foreign currency exchange	365	(10,483)
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	2,279	-
A31150	Trade receivables	2,456	(47,411)
A31180	Other receivables	20,644	6,856
A31200	Inventory	39,809	7,261
A31240	Other current assets	(41,834)	(55,723)
A31990	Other non-current assets	-	(2,378)
A32130	Notes payable	19	-
A32150	Trade payables	34,983	48,536
A32160	Trade payables to related parties	3,421	(11,446)
A32180	Other payables	43,398	14,859
A32230	Other current liabilities	30,258	(3,397)
A32240	Net defined benefit liabilities	85	(1,279)
A33000	Net cash generated from operating activities	568,205	291,318
A33100	Interest received	6,781	16,406
A33200	Dividend received	6,000	7,000
A33300	Interest paid	(24,817)	(18,038)
A33500	Income tax paid	(1,702)	(2,031)
AAAA	Net cash inflows from operating activities	554,467	294,655

(to be continued)

(continued)

Code		For the three months ended March 31, 2025	For the three months ended March 31, 2024
	Cash flows from investing activities		
B00010	Purchases of financial assets at fair value through other comprehensive income	($ 29,558)	$ -
B00050	Disposal of financial assets at amortized cost	97,737	645,189
B02700	Purchases of property, plant and equipment	(66,150)	(105,294)
B02800	Proceeds from disposal of property, plant and equipment	-	2,441
B03800	Decrease in refundable deposits	1,670	326
B04500	Purchases of intangible assets	(11,744)	(398)
B07100	Increase in prepayments for equipment	(256,435)	(149,243)
B02000	Increase in other non-current assets	(49,103)	-
BBBB	Net cash outflows (inflows) from investing activities	(313,583)	393,021
	Cash flows from financing activities		
C00100	Proceeds from short-term borrowings	352,865	-
C00200	Decrease in short-term borrowings	-	(450,000)
C01600	Proceeds from long-term borrowings	250,000	350,000
C01700	Repayments of long-term borrowings	(600,000)	(105,000)
C03100	Decrease in guarantee deposits received	(38,542)	(16,802)
C04020	Repayments of the principal portion of lease liabilities	(3,929)	(4,036)
C04800	Exercise of employee stock warrants	6,594	-
C09900	Payment of cash dividends to non-controlling interests	(33,140)	-
CCCC	Net cash outflows from financing activities	(66,152)	(225,838)
DDDD	Effects of exchange rate changes on the balance of cash held in foreign currencies	2,800	1,935
EEEE	Net increase in cash and cash equivalents for the period	177,532	463,773
E00100	Cash and cash equivalents at the beginning of the period	1,425,438	1,920,457
E00200	Cash and cash equivalents at the end of the period	$ 1,602,970	$ 2,384,230

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

(With Deloitte & Touche review report dated May 7, 2025)

Chairman: Dang-Liang Yao   Manager: Hsien-Chung Wu   Accountant: Mei-Ying Chiu

Actron Technology Corporation and Subsidiaries

Notes to consolidated financial statements

For the three months ended March 31, 2025 and 2024

(Unless otherwise stated, in thousands of New Taiwan Dollars)

1. History

Actron Technology Corporation (the "Company") was established in November, 1998 in accordance with the Company Act of the Republic of China. The Company's main businesses are (1) manufacture of power generation, transmission and distribution machinery; (2) wholesale of electronic materials; (3) retail sale of electronic materials; (4) manufacture export; (5) international trade; (6) manufacture of electronic components.

The Company's shares have been listed on the Taipei Exchange since April, 2006.

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

2. Date and procedures for approval of financial statements

These consolidated financial statements were approved by the board of directors on May 7, 2025.

3. Application of new, amended and revised standards and interpretations

(1) Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (the "FSC").

Amendments to IFRS 9 and IFRS 7 - "Amendments to the Classification and Measurement of Financial Instruments," with regards to the application guidance on the classification of financial assets

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

(2) IFRSs 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," with regards to the application guidance on the classification of financial assets	January 1, 2026 (Note 1)

Note 1: The amendments will be applied for annual reporting periods beginning on or after January 1, 2026. Entities may opt for early application of the amendments on January 1, 2025.

Amendments to IFRS 9 and IFRS 7 - "Amendments to the Classification and Measurement of Financial Instruments," with regards to the application guidance on the classification of financial assets

The amendments mainly revised regulations governing the classification of financial assets, including:

1. If financial assets contain a contingent event that could change the timing or amount of contractual cash flows, and the nature of the contingent event is not directly related to a change in basic lending risks and cost (such as whether the debtor has achieved a specific carbon reduction), the contractual cash flows of such financial assets are solely payments of the principal and the interest on the outstanding principal amount when the following two conditions are met:
   - Contractual cash flows that may arise in all possible scenarios (before or after the contingent event) are solely payments of the principal and the interest on the outstanding principal amount; and
   - There is no significant difference between the contractual cash flows that may arise in all possible scenarios and the cash flows of financial instruments with the same contractual terms but without a contingent feature.
2. The amendments clarify that a financial asset has non-recourse features if an entity's ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.

3. The amendments clarify that contractually linked instruments are multiple tranches established through a waterfall payment structure to determine the order in which payments are made to the holders of financial assets, resulting in concentrations of credit risk and a disproportionate allocation of shortfall in cash from the asset pool between different tranches.

When the amendments are applied for the first time, it shall be applied retrospectively without the need to restate comparative information, and any effect of initially applying the amendments is recognized with respect to the date of the initial application. However, an entity may opt to restate comparative information if it is possible to do so without hindsight.

As of the date the consolidated financial statements were authorized for issue, the Group was continuously assessing the possible impact that the amendments will have on its financial position and financial performance.

(3) New IFRSs in issue by IASB 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)
"Annual Improvements to IFRS Accounting Standards — Volume 11"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 - "Amendments to the Classification and Measurement of Financial Instruments," with regards to the application guidance on the derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 - "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture"	To be determined
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9—Comparative Information"	January 1, 2023
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

Note 1: Unless stated otherwise, the above new, amended and revised standards and interpretations are effective for annual reporting periods beginning on or after their respective effective dates.

IFRS 18 "Presentation and Disclosure in Financial Statements"

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

- All items of income and expense in the statement of profit or loss shall be classified in one of five categories: operating, investing, financing, income taxes and discontinued operations.
- Subtotals and totals of operating profit or loss, profit or loss before financing and income taxes, and profit or loss shall be presented in the statement of profit or loss.
- Introduction of requirements to improve aggregation and disaggregation: The Group is required to identify assets, liabilities, equity, income and expenses that arise from individual transactions or other events, and to classify them into groups based on shared characteristics, resulting in line items in the primary financial statements that share at least one characteristic. These groups are then separated based on further dissimilar characteristics in the primary financial statements and the notes. The Group uses the label 'other' only when unable to find a more informative label.
- Introduction of disclosures about Management-defined Performance Measures (MPMs): In public communications outside financial statements and communications to users of financial statements regarding management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose about its MPMs in a single note to the financial statements, and the note shall include a description of the MPM, a description of how the MPM is calculated, a reconciliation between the MPM and the total or subtotal required by IFRS Accounting Standards, including the income tax effect and the effect on non-controlling interests for each item disclosed in the reconciliation, etc. for each MPM.

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

4. Summary of significant accounting policies

(1) Statement of compliance

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

(2) Basis of preparation

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

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

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

(3) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (the "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 or up to the effective dates of disposals. 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.

Please refer to Note 11, Table 5 and Table 6 for detailed information on subsidiaries, percentage of ownership and main business activity.

(4) Other significant accounting policies

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

1. Carbon fee provisions

The carbon fee provisions recognized in accordance with the related laws and regulations of the Republic of China, such as the Regulations Governing the Collection of Carbon Fees, are based on the best estimate of the expenditures required to settle the obligations in the current year. These provisions are recognized and measured based on the proportion of actual emissions to annual emissions.

2. Defined benefit post-retirement benefit

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

3. Taxation

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

5. Critical accounting judgments and key sources of estimation uncertainty

Please refer to the consolidated financial statements for the year ended December 31, 2024 for the critical accounting judgments and key sources of estimation uncertainty.

6. Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand and petty cash	$ 695	$ 655	$ 605
Checking accounts and demand deposits	1,258,833	881,023	1,009,299
Cash equivalents			
Bonds sold under repurchase agreement	133,238	224,082	240,502
Time deposits with original maturity within three months	210,204	319,678	1,133,824
	$ 1,602,970	$ 1,425,438	$ 2,384,230

7. Financial assets at fair value through other comprehensive income -non-current

	March 31, 2025	December 31, 2024	March 31, 2024
Domestic investments	$ 377,229	$ 448,844	$ 726,750
Foreign investments	173,033	395,005	413,529
	$ 550,262	$ 843,849	$ 1,140,279

The above investments are held for medium to long-term strategic purposes and expected to generate return over the long run. Accordingly, the management elected to designate these investments as at financial assets at fair value through other comprehensive income as it believes that recognizing the short-term fluctuations of fair value in profit or loss would not be consistent with the Group's long-term investment strategy.

8. Financial assets at amortized cost

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Time deposits with original maturity over three months and restrictions on use	$ 622,546	$ 720,283	$ 320,945
Non-current			
Pledged time deposits	$ 18,415	$ 18,415	$ 18,412

Please refer to Note 31 for information related to investments in financial assets at amortized cost pledged as securities.

9. Trade receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Trade receivables			
At amortized cost			
Gross carrying amount	$ 1,306,157	$ 1,217,475	$ 1,018,626
Less: Allowance for impairment loss	(2,083)	(2,120)	(2,168)
	1,304,074	1,215,355	1,016,458
At fair value through profit or loss	65,253	156,684	78,980
	$ 1,369,327	$ 1,372,039	$ 1,095,438

(1) Trade receivables at amortized cost

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 receivables. 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 expected credit losses. The lifetime expected credit losses are estimated by reference to the past default history of the customer, the customer's current financial position, economic condition of the industry in which the customer operates, as well as the overall economic condition and industry outlook. As of March 31, 2025, and December 31 and March 31, 2024, the expected credit loss rates on trade receivables were both 0.01%~100%.

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

The aging of trade receivables was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Not past due	$ 1,287,805	$ 1,169,927	$ 1,002,961
Past due within 30 days	200	16,537	7,525
Past due 31 to 60 days	16,576	24,911	7,087
Past due 61 to 90 days	1,569	2,552	781
Past due 91 to 120 days	-	2,999	-
Past due 121 to 150 days	-	542	-
Past due 151 to 180 days	-	-	272
Past due over 181 days	7	7	-
Total	$ 1,306,157	$ 1,217,475	$ 1,018,626

The aging of trade receivables above was based on number of past due days.

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

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Beginning balance	$ 2,120	$ 2,265
Less: Reversal of impairment loss for the period	(37)	(97)
Ending balance	$ 2,083	$ 2,168

(2) Trade receivables at fair value through profit or loss

The Group will sell its trade receivables at fair value through profit or loss to banks without recourse, and the risk and return associated to these trade receivables are mostly transferred to banks upon the sale resulting in the derecognition of these trade receivables from the balance sheet. The objective of the Group's business model is not to hold these trade receivables to collect the contractual cash flows or achieve objective by both collecting contractual cash flows and selling financial assets, so these trade receivables are measured at fair value.

10. Inventory

	March 31, 2025	December 31, 2024	March 31, 2024
Finished good	$ 583,228	$ 564,604	$ 332,696
Work in progress	349,201	339,513	283,602
Raw materials	461,614	533,169	590,464
	$ 1,394,043	$ 1,437,286	$ 1,206,762

The costs of inventories recognized as cost of goods sold for the three months ended March 31, 2025 and 2024 were NT$1,506,531 thousand and NT$1,299,198 thousand, respectively. The impairment and obsolescence losses on inventories included in cost of goods sold for the three months ended March 31, 2025 and 2024 were NT$3,434 thousand and NT$3,397 thousand, respectively.

11. Subsidiaries

(1) Subsidiaries included in consolidated financial statements

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

			% of Ownership			
Investor	Subsidiary	Main business activity	March 31, 2025	December 31, 2024	March 31, 2024	Remark
The Company	Ding-Wei Technology Co., Ltd.	Manufacture of electronic components and motor parts	100%	100%	100%	1
The Company	Smooth International Limited Corporation	Investment	100%	100%	100%	1
Smooth International Limited Corporation	Smooth Autocomponent Limited	Investment	100%	100%	100%	1
Smooth Autocomponent Limited	Smooth Autocomponent Limited	Manufacture of motor parts	100%	100%	100%	1
The Company	Rec Technology Corporation	Manufacture of motor parts	49%	49%	49%	1, 2
The Company	Bigbest Solutions, Inc.	Manufacture of motors	28%	28%	28%	1, 2
The Company	Mosel Vitelic Inc.	Semiconductors	29%	29%	29%	3, 4, 5
Mosel Vitelic Inc.	Giant Haven Investments Ltd. (B.V.I)	Holding company	100%	100%	100%	4
Mosel Vitelic Inc.	Mou Fu Investment Consultant Ltd.	Leasing, manpower dispatch and various services	100%	100%	100%	4

(to be continued)

(continued)

Investor	Subsidiary	Main business activity	% of Ownership 2025 March 31	December 31, 2024	March 31, 2024	Remark
Mosel Vitelic Inc.	Bou-Der Investment, Ltd.	Investment	-	47%	47%	4, 6
Mosel Vitelic Inc.	DenMOS Technology Inc.	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific ICs	80%	80%	80%	1
Mou Fu Investment Consultant Ltd.	Bou-Der Investment, Ltd.	Investment	-	50%	50%	4, 6
Mou Fu Investment Consultant Ltd.	DenMOS Technology Inc.	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific ICs	4%	4%	4%	1

Note 1: This is a non-significant subsidiary, of which the financial statements for the three months ended March 31, 2025 and 2024 were not reviewed by independent accountants.

Note 2: The Group is the single shareholder holding the largest portion of equity and had the ability to direct the relevant activities by directing and monitoring investee’s strategies on finance, operation and human resources. Thus, the investee is deemed as a subsidiary of the Company.

Note 3: The Group acquired de facto control over the said company on June 2, 2023 and had the ability to direct the relevant activities by directing and monitoring the investee’s strategies on finance, operation and human resources. Thus, the investee is deemed as a subsidiary instead of an associate of the Company.

Note 4: The Group’s independent auditors did not review the financial statements, which were reviewed by other independent directors.

Note 5: The investee is a subsidiary with a material non-controlling interest.

Note 6: The subsidiary Bou-Der Investment, Ltd. was liquidated on January 14, 2025.

(2) Subsidiaries not included in consolidated financial statements: None.

(3) Information on subsidiaries with a material non-controlling interest.

Company Name	Main business activity	Main business location	% of Ownership and Voting Rights Held by Non-controlling Interests		
			March 31, 2025	December 31, 2024	March 31, 2024
Mosel Vitelic Inc.	Semiconductors	Hsinchu City	71%	71%	71%

Please refer to Table 5 for information of main business location and countries of incorporation.

Mosel Vitelic Inc. is a listed company in Taiwan, and relevant financial information can be found on the TWSE Market Observation Post System. Hence, the summarized financial information is not disclosed herein.

12. Investments accounted for using the equity method

	March 31, 2025	December 31, 2024	March 31, 2024
Investments in Associates	$ 1,428,746	$ 1,469,367	$ 1,474,387
Investments in Joint Ventures	691,044	891,875	1,513,684
	$ 2,119,790	$ 2,361,242	$ 2,988,071

(1) Investments in Associates

Material Associates

Company Name	Main business activity	Main business location	% of Ownership and Voting Rights		
			March 31, 2025	December 31, 2024	March 31, 2024
Excelliance MOS Corporation	Semiconductors	Hsinchu City	29%	29%	29%

In the Group's board of directors' meeting on January 11, 2023, approved the subscription to the ordinary shares to be issued for the cash capital increase through the private placement of Excelliance MOS Corporation, and the Company obtained 15,000 thousand ordinary shares of Excelliance MOS Corporation.

The Level 1 fair value of associate with open market price is as follow:

Company Name	March 31, 2025	December 31, 2024	March 31, 2024
Excelliance MOS Corporation	$ 1,297,500	$ 1,371,000	$ 1,687,500

Excelliance MOS Corporation is listed companies in Taiwan. The relevant financial information can be found on the Market Observation Post System, so the aggregate financial information is not disclosed.

(2) Investments in Joint Ventures

Material Joint Ventures

Company Name	Main business activity	Main business location
Hong Wang Investment Co., Ltd.	Investment	New Taipei City

	March 31, 2025	December 31, 2024	March 31, 2024
% of Ownership	30%	30%	30%
% of Voting Rights	37%	37%	37%

The share of profit (loss) and other comprehensive income of associates and joint ventures accounted for using the equity method were calculated based on the joint venture’s unreviewed financial statements. However, the Group’s management believes the unreviewed financial statements will not have any material influence.

13. Property, plant and equipment

	Freehold Land	Building	Machinery Equipment	Transportation Equipment	Other Equipment	Property under construction	Total
Cost							
Balance on January 1, 2024	$ 430,240	$ 5,775,634	$ 17,361,784	$ 9,033	$ 721,548	$ 5,670	$ 24,303,909
Additions	-	9,345	69,518	1,200	9,367	28,200	117,630
Disposals	-	-	(471,529)	-	(8,695)	-	(480,224)
Reclassifications	-	2,550	-	-	-	(2,550)	-
Net exchange differences	-	4,112	2,299	7	1,910	-	8,328
Balance on March 31, 2024	$ 430,240	$ 5,791,641	$ 16,962,072	$ 10,240	$ 724,130	$ 31,320	$ 23,949,643
Accumulated depreciation							
Balance on January 1, 2024	$ 24,476	$ 3,639,187	$ 15,795,821	$ 3,267	$ 539,053	$ -	$ 20,001,804
Disposals	-	-	(471,529)	-	(8,695)	-	(480,224)
Depreciation expenses	-	31,645	82,580	300	12,192	-	126,717
Net exchange differences	-	363	1,632	6	896	-	2,897
Balance on March 31, 2024	$ 24,476	$ 3,671,195	$ 15,408,504	$ 3,573	$ 543,446	$ -	$ 19,651,194
Net balance on March 31, 2024	$ 405,764	$ 2,120,446	$ 1,553,568	$ 6,667	$ 180,684	$ 31,320	$ 4,298,449
Cost							
Balance on January 1, 2025	$ 430,240	$ 5,952,700	$ 16,794,731	$ 10,394	$ 776,275	$ 7,195	$ 23,971,535
Additions	-	4,218	65,556	-	15,020	15,833	100,627
Disposals	-	(574)	-	-	-	-	(574)
Reclassifications	-	18,279	-	-	-	(18,279)	-
Net exchange differences	-	4,822	2,697	12	2,292	-	9,823
Balance on March 31, 2025	$ 430,240	$ 5,979,445	$ 16,862,984	$ 10,406	$ 793,587	$ 4,749	$ 24,081,411
Accumulated depreciation							
Balance on January 1, 2025	$ 24,476	$ 3,766,772	$ 15,309,774	$ 4,363	$ 577,232	$ -	$ 19,682,617
Disposals	-	(574)	-	-	-	-	(574)
Depreciation expenses	-	32,569	89,065	365	13,856	-	135,855
Net exchange differences	-	524	2,038	3	1,219	-	3,784
Balance on March 31, 2025	$ 24,476	$ 3,799,291	$ 15,400,877	$ 4,731	$ 592,307	$ -	$ 19,821,682
Net balance on March 31, 2025	$ 405,764	$ 2,180,154	$ 1,462,107	$ 5,675	$ 201,280	$ 4,749	$ 4,259,729
Net balance on December 31, 2024 and January 1, 2025	$ 405,764	$ 2,185,928	$ 1,484,957	$ 6,031	$ 199,043	$ 7,195	$ 4,288,918

The Group's property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Plants	36~56 years
Mechanical and electrical equipment and engineering systems	2~56 years
Machinery Equipment	2~20 years
Transportation Equipment	2~6 years
Other Equipment	2~21 years

Please refer to Note 31 for information related to the property, plant and equipment pledged as security.

14. Lease arrangements

(1) Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying Amount			
Land	$ 299,114	$ 313,142	$ 321,400
Building	20,350	22,011	27,466
Transportation Equipment	781	878	1,042
Information equipment	1,577	1,701	2,074
	$ 321,822	$ 337,732	$ 351,982

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Depreciation expenses for right-of-use assets		
Land	$ 2,829	$ 2,901
Building	1,669	1,671
Transportation Equipment	97	193
Information equipment	124	123
	$ 4,719	$ 4,888

Except for the recognized depreciation expenses listed above, there was no major addition, sublease or impairment of the Group's right-of-use assets for the three months ended March 31, 2025 and 2024.

(2) Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying Amount			
Current	$ 15,449	$ 15,897	$ 16,309
Non-current	$ 297,424	$ 312,696	$ 324,558

Range of discount rate for lease liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	2.53%	2.53%	2.53%
Building	2.003% ~ 4.35%	2.003% ~ 4.35%	1.51% ~ 4.35%
Transportation Equipment	0.85% ~ 1.88%	0.85% ~ 1.88%	0.85% ~ 1.88%
Other Equipment	2.53%	2.53%	2.53%

(3) Other lease information

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Expenses relating to short-term leases	$ 2,003	$ 1,891
Expenses relating to low-value asset leases	$ 74	$ 85
Total cash (outflow) for leases	($ 7,997)	($ 8,149)

15. Goodwill

	March 31, 2025	December 31, 2024	March 31, 2024
Cost			
Beginning balance	$ 1,421,174	$ 1,421,174	$ 1,421,174
Acquisition in a business combination	-	-	-
Ending balance	$ 1,421,174	$ 1,421,174	$ 1,421,174
Accumulated impairment			
Beginning balance	$ 283,636	$ 283,636	$ 283,636
Recognition in the period	-	-	-
Ending balance	$ 283,636	$ 283,636	$ 283,636
Net at the end of the period	$ 1,137,538	$ 1,137,538	$ 1,137,538

16. Other intangible assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount of each category			
Software	$ 17,944	$ 7,251	$ 7,417

Except for amortization expenses recognized, there was no major addition, disposal or impairment of the Group's other intangible assets for the three months ended March 31, 2025 and 2024. The intangible assets with limited useful lives above are amortized on a straight-line basis over 1~6 years.

17. Other assets

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Overpaid sales tax	$ 27,109	$ 10,108	$ 26,764
Prepayments	110,801	86,572	70,190
Others	1,110	506	2,336
	$ 139,020	$ 97,186	$ 99,290
Non-current			
Refundable deposits	$ 14,065	$ 15,735	$ 15,312
Net defined benefit assets	-	84	-
Long-term accounts receivable	397,055	397,055	397,055
Long-term advance payment	58,418	58,418	58,418
Less: Allowance for impairment loss	(455,473)	(455,473)	(455,473)
Others	114,153	88,138	2,378
	$ 128,218	$ 103,957	$ 17,690

With regard to the polycrystalline silicon wafer purchase and sale contracts “Original Contract” and “Supplementary Agreement” between the subsidiary Mosel Vitelic Inc. (referred to as “Mosel Vitelic”) and Jiangxi LDK Solar High-Tech Co., Ltd. (referred to as “LDK”), since both parties failed to reach a consensus on the unit price of polycrystalline silicon wafers, according to the terms and conditions of the “Original Contract”, Mosel Vitelic informed LDK that the Contract shall be terminated automatically on April 1, 2010 and requested LDK to return the prepayment of US$28,611 thousand (under long-term accounts receivable). With regard to the dispute over the “Original Contract” and “Supplementary Agreement”, LDK filed an arbitration proceeding with the Hong Kong International Arbitration Centre. The arbitration court was established on May 27, 2011 and made a verdict with the issuance of a final decision on June 11, 2013. For the claim filed by Mosel Vitelic against LDK and the claim filed by LDK against the Company, each party received one favorable judgment and one unfavorable judgment respectively. According to the result of the arbitration, Mosel Vitelic had not breached the “Original Contract” for the unpurchased remaining quantity; however, Mosel Vitelic should indemnify the loss for the remaining unpurchased quantity according to the “Supplementary Agreement”, pay the default fine for not providing IC wafer recovery material according to the “Original Contract” and return the material recovery amount previously paid by LDK. The total amount of these three items was US$13,532 thousand, recognized under the other losses by Mosel Vitelic. In addition, regarding the payable amount of US$2,836 thousand to LDK originally credited under accounts payable and the aforementioned total amount of the three items of US$13,532 thousand of Mosel Vitelic, after offsetting with the long-term accounts receivable of US$28,611 thousand of Mosel Vitelic from LDK, the prepayment required to be returned by LDK to Mosel Vitelic was US$12,243 thousand. Accordingly, for this case, Mosel Vitelic has retained an attorney to file a petition for compulsory execution with the Intermediate People's Court of Xinyu Municipality, Jiangxi Province, the People's Republic of China, and the Court has accepted the case and informed LDK to fulfill the obligation specified in the final decision. On December 18, 2017, LDK' reorganizer informed Mosel Vitelic to receive the credit amount of RMB 2,093 thousand. Mosel Vitelic may choose to receive payment in installments or in the form of shares. Based on the consideration of the timing and possibility of recovering such an amount and the operational status of LDK, Mosel Vitelic chose the payment in the form of shares for LDK's debt. However, until now, Mosel Vitelic has not received any further notice from LDK, and LDK still refuses to assist Mosel Vitelic in understanding relevant matters, such that Mosel Vitelic has not yet received the debt repayment from LDK. In addition to the legal action taken in China, Mosel Vitelic has also filed compulsory execution proceedings on the assets or creditor's rights of LDK in Taiwan in order to protect its rights and interests. Regarding this case, arising from a legal dispute over compensation, the Supreme Court, having determined that the Company was justified in filing an appeal, reversed the original judgment and remanded the case to the High Court for further review.

After evaluating and considering the possibility of recovering the long-term accounts receivable of NT$397,055, Mosel Vitelic impaired such an account in full in 2017.

Mosel Vitelic also made a long-term advance payment of NT$58,418 thousand to Company S and recognized a loss of NT$58,418 thousand (refer to Note 32(2)).

18. Borrowings

(1) Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured borrowings			
Line of credit borrowings	$ 1,302,965	$ 950,100	$ 900,100

The interest rate ranges for the revolving bank loans as of March 31, 2025, December 31, 2024 and March 31, 2024 were 1.84%~2.95%, 1.86%~2.078% and 1.61%~2.00%, respectively.

(2) Long-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Secured borrowings			
Bank loans (Note 31)	$ -	$ 150,000	$ -
Unsecured borrowings			
Bank loans	1,400,000	1,600,000	1,195,000
Other borrowings	-	-	-
	1,400,000	1,600,000	1,195,000
Less: portion with maturity less than 1 year	-	(225,000)	(190,000)
Long-term borrowings	$ 1,400,000	$ 1,525,000	$ 1,005,000
Range of interest rates	1.785% ~ 1.925%	1.73% ~ 2.2%	1.60% ~ 1.70%

The bank loans were secured by the Group's freehold land and buildings, please refer to Note 31 for the details. The use of fund is to replenish mid-to-long-term operating capital.

19. Other payables

	March 31, 2025	December 31, 2024	March 31, 2024
Payables for salaries and bonuses	$ 120,217	$ 191,839	$ 108,803
Payables for equipment	83,681	83,792	42,342
Payables for annual leaves	35,108	35,716	35,091
Employees' compensation and directors' remuneration	229,370	179,664	148,503
Dividends payable	459,231	12	507,237
Others	283,146	250,882	270,513
	$ 1,210,753	$ 741,905	$ 1,112,489

20. Corporate bonds payable

	March 31, 2025	December 31, 2024	March 31, 2024
Domestic unsecured convertible corporate bonds	$ 799,900	$ 799,900	$ 799,900
Less: Discounts on corporate bonds	(20,046)	(23,642)	(34,331)
	$ 779,854	$ 776,258	$ 765,569

Domestic unsecured convertible corporate bonds

On August 9, 2023, the Company issued 8 thousand NTD-denominated unsecured convertible corporate bonds with a face value of NT$100 thousand each and an interest rate of 0% at 100.5% of the face value. The principal totaled NT$800,000 thousand. The issuance period is three years, starting on August 9, 2023 and ending on August 9, 2026. Yuanta Commercial Bank Co., Ltd. is the trustee of the bondholders of the convertible corporate bonds.

Unless the bondholders of the convertible corporate bonds apply for conversion to the ordinary shares of the Company or the Company repurchases the convertible corporate bonds from securities firms for cancellation, the Company will repay the convertible corporate bonds in cash on a lump sum basis within ten days after the maturity date thereof.

From the day following the expiration of three months after the date of issue of the convertible corporate bonds (November 10, 2023) to the maturity date (August 9, 2023), the bondholders may request the Company to convert the convertible corporate bonds to the ordinary shares at any time except (1) when the transfer of ordinary shares is suspended in accordance with the law; (2) during the period from 15th business day prior to the book closure date for stock grants, the book closure date for cash dividends, or the book closure date for cash capital increase subscription to the rights distribution record date; (3) from the record date for capital reduction to the day prior to the start date of the trading of new shares issued to replace old shares for the capital reduction; (4) from the start date of the cessation of conversion for the change of the face value of shares to the day prior to the start date of the trading of newly-issued shares.

August 1, 2023 was fixed as the base date for setting the conversion price of the convertible corporate bonds. The simple arithmetic mean of the closing prices of the Company's ordinary shares for either the business day, three business days, or five business days prior to the base date (excluded) is used as the base price. The base price is then multiplied by the conversion premium rate of 115.7% to calculate the conversion price (calculated and rounded up to the nearest NT$0.1). If the ex-right date or ex-dividend date is before the base date, the sample closing prices used to calculate the conversion price shall be imputed as the post-ex-right or post-ex-dividend prices; if the ex-right date or ex-dividend date falls within the period from the day the conversion is determined to the actual issue date, the conversion price shall be adjusted according to the conversion price adjustment formula. Based on the above methods, the conversion price of the convertible corporate bonds was set at NT$210 per share at issue.

Due to the issuance of ordinary shares for a cash capital increase, the conversion price shall be adjusted in accordance with the Regulations Governing the Initial Issuance and Conversion of Domestic Unsecured Convertible Corporate Bonds. As a result, the price for the initial conversion of the domestic unsecured convertible corporate bonds was adjusted from NT$210 to NT$208 on September 25, 2023.

The convertible corporate bonds include liability and equity components. The equity components are stated as capital reserves - stock warrants in equity. The effective interest rate initially recognized for the liability components was 1.8659%.

Issue proceeds (less the transaction cost and the adjustments related to income tax effects)	$ 800,740
Equity components (less the transaction cost allocated to equity and the adjustments related to income tax effects)	(43,937)
Deferred tax assets	36
Liability components on the issue date (less the transaction cost allocated to liabilities)	756,839
Interest is calculated at the effective interest rate of 1.8659%	5,296
Conversion of corporate bonds payable into ordinary shares	(96)
Liability components as of December 31, 2023	762,039
Interest is calculated at the effective interest rate of 1.8659%	14,219
Liability components as of December 31, 2024	776,258
Interest is calculated at the effective interest rate of 1.8659%	3,596
Liability components as of March 31, 2025	$ 779,854

21. Retirement benefit plans

Pension expenses in respect of defined benefit plans as of March 31, 2025 and 2024 were NT$264 thousand and NT$2,589 thousand, respectively, calculated using the actuarially determined pension cost rate on December 31, 2024 and 2023.

22. Equity

(1) Share capital

Ordinary shares

	March 31, 2025	December 31, 2024	March 31, 2024
Number of shares authorized (in thousand shares)	300,000	300,000	300,000
Authorized share capital	$ 3,000,000	$ 3,000,000	$ 3,000,000
Number of shares issued and fully paid (in thousand shares)	101,793	101,733	101,447
Share capital issued	$ 1,017,935	$ 1,017,335	$ 1,014,475

The change in the Company's equity was mainly due to the resolution of the board of directors on May 3, 2023 to issue 10,000 thousand new shares at a par value of NT$10 per share for a cash capital increase. The shares were issued at a premium of NT$155 per share, and after the capital increase, the paid-in capital amounted to NT$1,014,470 thousand. The above-mentioned cash capital increase was approved and registered effectively with the Securities and Futures Bureau of the Financial Supervisory Commission on July 20, 2023, and the board of directors resolved to set September 25, 2023 as the capital increase record date. The change registration was completed in October 2023. In addition, the holders of the unsecured corporate bonds issued by the Company for the first time have requested to convert 480 ordinary shares at NT$208 per share. February 26, 2024 was set as the record date, and the change of registration was completed on March 26, 2024. As of the date of approval of the release of the financial statements, there were still 60 thousand exercisable employee stock options for which a change of registration with the Ministry of Economic Affairs had not been made.

(2) Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
Available for offsetting deficits, distributing cash or transferring to share capital (1)			
Additional paid-in capital	$ 3,229,737	$ 3,221,467	$ 3,182,887
Corporate bond conversion premium	96	96	96
Treasury Shares	27,193	27,193	27,193
Difference between consideration and carrying amount of subsidiaries acquired or disposed	3,562	3,562	3,562
Limited to offsetting deficits			
Recognized changes in ownership interests in subsidiaries (2)	7,779	7,169	5,912
Changes in equity of investment in associates and joint ventures accounted for using equity method	2,310	1,680	-
Exercise of right of disgorgement	1,024	1,024	1,024
May not be used for any purpose			
Employee stock warrants	91,073	89,384	65,495
Equity components of the convertible corporate bonds issued by the Company	43,932	43,932	43,932
	$ 3,406,706	$ 3,395,507	$ 3,330,101

1. Capital surplus in this category may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash or transferred to share capital, limited to a certain percentage of the Company's paid-in capital each year.
2. This type of capital surplus represents the equity transaction effects recognized due to changes in the equity of subsidiaries that the Company has not actually acquired or disposed of, or the adjustments to the capital surplus of subsidiaries recognized by the Company using the equity method. The change was caused by the issuance of employee stock warrants and restricted shares by the subsidiaries.

(3) Retained earnings and dividend policy

The Company stipulates that the Company's board of directors is authorized to adopt a special resolution to pay distributable dividends and bonuses in the form of cash, which shall be reported to the shareholders' meeting.

In accordance with the Company's amended Articles of Incorporation, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside 10% of the remaining profit as legal reserve, and setting aside or reversing a special reserve in accordance with the laws and regulations. Any remaining profit together with any undistributed retained earnings from prior years shall be used by the board of directors as the basis for proposing a distribution plan for the resolution in a shareholders' meeting. In the event that whole or part of the dividend and bonus is paid in cash, the distribution can be made by a majority vote at a board of directors' meeting attended by over two-thirds of the directors and reported to the shareholders' meeting.

The Company's dividend policy is based on the Company's earnings and considerations of the future funding needs and impact of taxation on the Company and its shareholders, as well as the Company's sustainable development and the steady growth of earnings per share. The cash dividend shall not be less than 50% of the total dividend, and the distribution shall be made after the resolution by a shareholders' meeting. Please refer to Note 23(6) "Employees' compensation and directors' remuneration" for the policy on the distribution of employees' compensation and directors' remuneration as stipulated in the Company's Articles of Incorporation.

The amendment to the Company's Articles of Incorporation was approved by its Shareholders' Meeting on May 27, 2022. It has expressly stipulated that when the Company appropriated the special capital reserve lawfully, it shall allocate an amount of special reserve for any difference between the amount it has already allocated and the amount of special reserve equal to the "cumulative amount of net increase in fair value of investment property in a preceding period" and the "cumulative net amount of other deductions from equity in a preceding period" it is required to allocate. If there remains any insufficiency, the Company shall allocate the special reserve from the amount of the after-tax net profit for the period, plus items other than after-tax net profit for the period, that are included in the undistributed earnings of the period.

Appropriation of earnings to legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. 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 appropriations of earnings for 2024 and 2023 were as follows:

	2024	2023
Legal reserve	$ 83,902	$ 73,430
Cash dividends	$ 426,079	$ 507,237
Cash dividends per share (NT$)	$ 4.2	$ 5

The appropriations for cash dividends above had been resolved by the Company's board of directors' meeting on February 21, 2025 and February 23, 2024, respectively; the other proposed appropriations for 2023 had been resolved by the shareholders' meeting on May 24, 2024 and the other proposed appropriations for 2024 were submitted for the resolution by shareholders' meeting to be held on May 23, 2025.

23. Net profit from continuing operations

(1) Other income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Dividend income	$ 6,000	$ 7,000
Others	2,732	1,005
	$ 8,732	$ 8,005

(2) Other gains and losses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Gross gains on foreign exchange	$ 71,596	$ 128,984
Gross losses on foreign exchange	(32,907)	(58,145)
Gain (loss) on disposal of property, plant and equipment	-	2,441
Others	(96)	(294)
	$ 38,593	$ 72,986

(3) Finance costs

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Interest on bank loans	$ 22,308	$ 16,039
Interest on lease liabilities	1,991	2,137
Interest on corporate bonds	3,596	3,530
	$ 27,895	$ 21,706

(4) Depreciation and amortization

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Depreciation expenses by function		
Operating cost	$ 75,878	$ 70,823
Operating expense	64,696	60,782
	$ 140,574	$ 131,605
Amortization expenses by function		
Operating cost	$ 222	$ 201
Operating expense	829	1,206
	$ 1,051	$ 1,407

(5) Employee benefit expenses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Post-employment benefits		
Defined contribution plan	$ 14,371	$ 10,169
Defined benefit plan (Note 21)	264	2,589
	14,635	12,758
Share-based payment (Note 26)	6,700	15,793
Others employee benefits	469,571	423,448
Total employee benefit expenses	$ 490,906	$ 451,999
Summary by function		
Operating cost	$ 290,261	$ 261,554
Operating expense	200,645	190,445
	$ 490,906	$ 451,999

(6) Employees’ compensation and directors’ remuneration

If there is profit in a fiscal year, the Company shall accrue employees’ compensation and directors’ remuneration as follows; however, if there is a deficit, the Company shall set aside the amount for offsetting the deficit before the appropriation. The aforementioned profit is the net profit before taxes net of employees’ compensation and directors’ remuneration.

1. Employees’ compensation shall not be less than 5% in the form of share dividend or cash dividend by the resolution in a board of directors’ meeting. The recipients include certain qualified employees of the Company’s affiliates.
2. Directors’ remuneration shall be no more than 3%.

The appropriation of employees’ compensation and directors’ remuneration shall be reported to the shareholders’ meeting.

For the three months ended March 31, 2025 and 2024, the estimated employees’ compensation and directors’ remuneration were as follows:

Amount

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Employees’ compensation	$ 37,237	$ 35,072
Directors’ remuneration	$ 8,095	$ 7,624

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

The appropriations of employees’ compensation and directors’ remuneration for 2024 and 2023, which were approved by the Company’s board of directors on February 21, 2025 and February 23, 2024, respectively, were as follows:

	2024	2023
	Cash	Cash
Employees’ compensation	$ 127,354	$ 78,182
Directors’ remuneration	$ 27,686	$ 19,200

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

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

24. Income taxes relating to continuing operations

(1) Income tax recognized in profit or loss

Major components of income tax expense were as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Current income tax		
In respect of the current year	$ 45,667	$ 40,780
Adjustment for prior year	1,049	-
	$ 46,716	$ 40,780

(2) Income tax assessments

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

25. 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 period

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Net profit attributable to owners of the parent company	$ 235,779	$ 225,220
Effect of potentially dilutive ordinary shares:		
After-tax interest on convertible corporate bonds	2,876	2,824
Earnings used in the computation of diluted earnings per share	$ 238,655	$ 228,044

Shares

Unit: thousands of shares

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Weighted average number of ordinary shares outstanding in computation of basic earnings per share	101,768	101,447
Effect of potentially dilutive ordinary shares:		
Convertible corporate bonds	3,845	3,846
Employee stock warrants	655	978
Employees' compensation	704	454
Weighted average number of ordinary shares outstanding in computation of dilutive earnings per share	106,972	106,725

If the Group settles the employees' compensation in shares or cash, the Group presumed that the entire amount of employees' compensation would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, if 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.

26. Share-based payment agreement

(1) The subsidiary Mosel Vitelic Inc.'s share-based Payment

1. The share-based payment agreements of Mosel Vitelic Inc. in the three months ended March 31, 2025 and 2024 are as follows:

Type of agreement	Grant date	Fair value (NT$)	Grant quantity	Agreed price	Contract period	Vesting conditions
Restricted share plan (Note 1)	December 11, 2023	34.65	1,000 thousand shares	10	3 years	(Note 2)
Restricted share plan (Note 1)	June 12, 2024	32.25	295 thousand shares	10	3 years	(Note 2)

Note 1: Restricted shares issued by the Mosel Vitelic Inc. shall not be transferred during the vesting period. However, their voting rights are not restricted. If an employee resigns or passes away not due to an occupational disaster before the vested conditions are met, the Mosel Vitelic Inc. will take back his or her shares at the issue price and cancel them.

Note 2: 30% of the restricted shares will be vested immediately after one year and two years of service following the grant date, respectively, and the remaining 40% will be vested after three years of service. If an employee’s performance in any of the three years from the grant date fails to meet the Mosel Vitelic Inc.'s performance conditions, the Mosel Vitelic Inc. will take back the unvested shares from the employee at the issue price in the current year.

2. The details of the above share-based payment agreement are as follows:

	Number of shares (in thousand shares) For the three months ended March 31, 2025	Number of shares (in thousand shares) For the three months ended March 31, 2024
Beginning balance	935	1,000
Current grant	-	-
Vested for the period	-	-
Ending balance	935	1,000

3. The Mosel Vitelic Inc.'s board of directors adopted the resolutions to issue 295,000 and 1,000,000 restricted shares on April 29, 2024 and March 7, 2023, respectively. The record dates for these issuances were set on June 12, 2024 and December 11, 2023, and the subscription price was NT$10 per share. Holders of these restricted shares are not entitled to the rights for share transfer and share or cash dividends before the vesting conditions are satisfied; otherwise, all the rights and obligations of the shares issued in these issuances are the same as those of other outstanding ordinary shares.

(2) Employee stock warrant plan of the subsidiary Rec Technology Corporation

The Company’s board of directors resolved on November 4, 2024 to issue 1,000 thousand units of restricted share option, with each unit eligible to buy 1 ordinary shares. The recipients include the employees of the Company who meets specific conditions, and the holders of the stock options may exercise the stock options immediately after being granted such stock options according to relevant regulations. The term of the employee stock warrants is 5 years, and the exercise price of the stock warrants is NT$10 per share. If any changes are made to the Company's ordinary shares after the issuance of the stock warrants, the exercise price shall be correspondingly adjusted using the specific formula.

Information on employee stock warrants is as follows:

	For the three months ended March 31, 2025		For the three months ended March 31, 2024	
Employee stock warrants	Unit (thousand)	Weighted average exercise price (NT$)	Unit (thousand)	Weighted average exercise price (NT$)
Outstanding at the beginning of the period	1,000	$ 10	-	$ -
Current grant	-	-	-	-
Lost in the period	-	-	-	-
Exercised in the period	-	-	-	-
Expired in the period	-	-	-	-
Outstanding at the end of the period	1,000		-	
Exercisable at the end of the period	-		-	

(3) Employee stock warrant plan of the Company

The Company granted 3,000 thousand units of employee warrants, of which, each unit is eligible to subscribe to 1 ordinary share, in December 2022. Employees of the Company are entitled to the warrants. The term of all employee stock warrants is 6 years, and the warrant holders can exercise a specific portion of the warrants granted after 2 years after the issuance date. The exercise price of the stock warrants is 75% of the closing price of the Company's ordinary shares on the date of issuance. If any changes are made to the Company's ordinary shares, the exercise price shall be correspondingly adjusted using the specific formula.

Information on employee stock warrants is as follows:

	For the three months ended March 31, 2025		For the three months ended March 31, 2024	
Employee stock warrants	Unit (thousand)	Weighted average exercise price (NT$)	Unit (thousand)	Weighted average exercise price (NT$)
Outstanding at the beginning of the period	2,594	$ 109.9	2,950	$ 115.10
Current grant	-	-	-	-
Lost in the period	(102)	-	-	-
Exercised in the period	(60)	109.9	-	-
Expired in the period	-	-	-	-
Outstanding at the end of the period	2,432		2,950	
Exercisable at the end of the period	210		-	

(4) The compensation costs recognized for the three months ended March 31, 2025 and 2024 were NT$6,700 thousand and NT$15,793 thousand, respectively.

27. Non-cash transactions

For the three months ended March 31, 2025 and 2024, the Group has conducted the following non-cash transactions from investing and finance activities:

(1) Reclassifications of long-term borrowings with maturity within one year.

(2) Pending distribution of the cash dividend resolved by the board of directors' meeting as of March 31, 2025 and 2024. (Please refer to Note 19 and 22)

28. Capital management

The Group manages its capital to ensure its ability to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

The Group's key management reviews its capital structure on a quarter basis. As part of this review, the key management considers the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management, the Group may balance its overall capital structure by the means of dividend payment, issuance of new shares, shares buyback, issuance of new debts or repayment of existing debts. The Group is not subject to any externally imposed capital requirements.

29. Financial instruments

(1) Fair value of financial instruments not measured at fair value

Except items listed below, the Group considers the carrying amounts of financial instruments that are not measured at fair value close to their fair values.

March 31, 2025

	Carrying amount	Fair value Level 1	Level 2	Level 3	Total
Financial asset					
Financial liabilities measured at amortized cost					
- Convertible corporate bonds	$ 779,854	$ 828,296	$ -	$ -	$ 828,296

December 31, 2024

	Carrying amount	Fair value Level 1	Level 2	Level 3	Total
Financial asset					
Financial liabilities measured at amortized cost					
- Convertible corporate bonds	$ 776,258	$ 865,892	$ -	$ -	$ 865,892

March 31, 2024

	Carrying amount	Fair value Level 1	Level 2	Level 3	Total
Financial asset					
Financial liabilities measured at amortized cost					
- Convertible corporate bonds	$ 765,569	$ 939,883	$ -	$ -	$ 939,883

(2) Fair value of financial instruments measured at fair value on a recurring basis

1. Fair value hierarchy

March 31, 2025

	Fair value Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income				
Domestic listed shares	$ 225,000	$ -	$ -	$ 225,000
Domestic and foreign unlisted shares and investments	-	-	325,262	325,262
	$ 225,000	$ -	$ 325,262	$ 550,262

December 31, 2024

	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income				
Domestic listed shares	$ 269,000	$ -	$ -	$ 269,000
Domestic and foreign unlisted shares and investments	-	-	574,849	574,849
	$ 269,000	$ -	$ 574,849	$ 843,849

March 31, 2024

	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income				
Domestic listed shares	$ 429,000	$ -	$ -	$ 429,000
Domestic and foreign unlisted shares and investments	-	-	711,279	711,279
	$ 429,000	$ -	$ 711,279	$ 1,140,279

There were no transfers between Levels 1 and 2 for the three months ended March 31, 2025 and 2024.

2. Valuation techniques and inputs of measuring Level 3 fair value

Class of financial instruments	Valuation techniques and inputs
Domestic and foreign securities	Using the asset-based approach that assesses the fair value by totaling the value of each asset and liability of the target of evaluation. Using the market approach that derives the value of target from the product of the active market price of a comparable company that operates in the same industry with similar operation and financial performance and a corresponding market multiplier.

(3) Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
Financial asset			
At fair value through profit or loss			
Mandatorily classified as at fair value through profit or loss	$ 65,253	$ 156,684	$ 78,980
Financial assets at amortized cost (Note 1)	3,721,966	3,453,691	3,790,682
Financial assets at fair value through other comprehensive income	550,262	843,849	1,140,279
Financial liability			
At amortized cost (Note 2)	4,676,559	5,421,764	4,726,629

Note 1: The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, trade receivables, other receivables and refundable deposits.

Note 2: The balances include financial liabilities measured at amortized cost, which comprise short-term borrowings, long-term borrowings (including those due within one year), notes payable, accounts payable, other payables, corporate bonds payable, and guarantee deposits received.

(4) Financial risk management objectives and policies

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

The Group sought to minimize the effects of these risks by using financial derivatives to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors, which provided written guidelines on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group did 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 (1) below) and interest rates (see (2) below). The Group engaged in a variety of derivative financial instruments to manage its exposure to foreign currency risk, including forward exchange contracts and currency swaps to hedge the exchange rate risk arising from trading.

(1) Foreign currency risk

The Group engaged in sales and purchases denominated in foreign currencies, which exposed the Group to foreign currency risk. The Group hedged such foreign currency risk using the forward exchange contracts and currency swaps to the extent approved by policy.

The carrying amounts of the Group's monetary assets and monetary liabilities denominated in nonfunctional currencies (including the monetary items denominated in nonfunctional currencies eliminated in the consolidated financial statements) on the balance sheet date are provided in Note 34.

Sensitivity analysis

The Group was mainly exposed to the risk of exchange rate fluctuation of the U.S. Dollar and Euro.

The following table details the Group's sensitivity to a 1% increase and decrease in New Taiwan dollar (the functional currency) against each foreign currency. 1% increase or decrease is used when reporting foreign currency risk internally to key management and represents management's assessment of the reasonably possible change in foreign exchange rate. The sensitivity analysis included only outstanding foreign currency denominated monetary items. A 1% foreign exchange rate change is adjusted to the translation at the end of period. In the following table, a positive number below indicates an increase in pre-tax profit due to a 1% depreciation of the New Taiwan dollar against the foreign currency. For a 1% appreciation of the New Taiwan dollar against the foreign currency, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	Impact of USD		Impact of EUR	
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Profit or loss	$ 13,138 (i)	$ 12,082 (i)	$ 3,043 (ii)	$ 2,079 (ii)

(i) It was mainly due to the Group's trade receivables and payables denominated in the U.S. Dollar that were outstanding and yet mitigated by a cash flow hedge at the end of the reporting period.

(ii) It was mainly due to the Group's trade receivables and payables denominated in the Euro that were outstanding and yet mitigated by a cash flow hedge at the end of the reporting period.

The management believed the sensitivity analysis did not reflect existing foreign currency risk because the exposure to the foreign currency risk at the end of the reporting period does not fairly represent the risk exposure during the reporting period.

(2) 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 financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
- Financial assets	$ 626,434	$ 817,625	$ 535,141
- Financial liabilities	1,742,727	1,754,851	1,506,436
Cash flow interest rate risk			
- Financial assets	1,630,546	1,361,286	2,202,835
- Financial liabilities	2,052,965	2,050,100	1,695,100

Sensitivity analysis

The sensitivity analyses below were determined based on the Company's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole reporting period. A 10 basis point increase or decrease is used when reporting interest rate risk internally to key management and represents management's assessment of the reasonably possible change in interest rate.

If interest rates had been 10 basis point higher/lower and all other variables were held constant, the Group's pre-tax profits for the three-month periods ended March 31, 2025 and 2024 would have increased/decreased by NT$106 thousand and decreased/increased by NT$127 thousand, respectively.

(3) Other price risk

The Group was exposed to equity price risk through its investments in equity securities. Equity investments are held for strategic rather than for trading purposes. The Group does not actively trade these investments. In addition, the Group designated specific team to monitor the price risk and establish the responding strategy.

Sensitivity analysis

The sensitivity analyses below were carried out based on the Company's exposure to equity price on the reporting date.

If equity price had increased/decreased by 15%, the Group's after-tax other comprehensive income for the three-month periods ended March 31, 2025 and 2024 would have increased/decreased by NT$82,539 thousand and NT$171,042 thousand, respectively, due to an increase/decrease in fair value of the financial assets at fair value through other comprehensive income.

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 of the end of the reporting period, the Group's maximum exposure to credit risk due to the failure of a counterparty to perform its obligations was the carrying amount of financial assets recognized in the consolidated financial statements.

In the balances of trade receivables as of March 31, 2025 and as of December 31 and March 31, 2024, the sums of trade receivables from group customers accounting for more than 10% of the Group's balance of trade receivables were NT$786,307 thousand, NT$675,456 thousand, and NT$638,378 thousand, respectively, representing 57%, 49%, and 58% of the balances of trade receivables as of the said dates, respectively.

3. Liquidity risk

The Group manages and maintains sufficient cash and cash equivalents to support its operation and minimize the impact of cash flow volatility. The Group's management monitors the use of bank loan facilities and ensures compliance with loan covenants.

The Group relies on bank loans as a significant source of liquidity. As of March 31, 2025, and December 31 and March 31, 2024, the

Group's unused bank facilities were set out in (2) borrowing facilities below.

(1) Liquidity and interest rate risk table

The table below summarizes the maturity profile of the Group's non-derivative financial liabilities, in which the payment terms were set, based on the earliest repayment date. The table was prepared with the undiscounted cash flows of financial liabilities that include the cash flows of interests and principles.

March 31, 2025

	On demand or less than 6 month	6~12 months	1~2 years	2~5 years	Over 5 years
Non derivative financial liabilities					
Non-interest bearing liabilities	$ 1,584,637	$ 283,453	$ 47,494	$ -	$ -
Lease liabilities	11,690	11,389	22,573	70,925	318,701
Debt instruments	1,096,535	237,460	1,340,184	891,155	-
	$ 2,692,862	$ 532,302	$ 1,410,251	$ 962,080	$ 318,701

December 31, 2024

	On demand or less than 6 month	6~12 months	1~2 years	2~5 years	Over 5 years
Non derivative financial liabilities					
Non-interest bearing liabilities	$ 1,191,258	$ 216,983	$ -	$ -	$ -
Lease liabilities	12,141	11,773	23,242	58,011	335,531
Debt instruments	1,142,995	64,350	1,383,472	980,078	-
	$ 2,346,394	$ 293,106	$ 1,406,714	$ 1,038,089	$ 335,531

March 31, 2024

	On demand or less than 6 month	6~12 months	1~2 years	2~5 years	Over 5 years
Non derivative financial liabilities					
Non-interest bearing liabilities	$ 1,690,644	$ 191,797	$ -	$ -	$ -
Lease liabilities	12,238	12,224	22,847	64,415	347,514
Debt instruments	504,445	604,962	709,331	1,123,332	-
	$ 2,207,327	$ 808,983	$ 732,178	$ 1,187,747	$ 347,514

(2) Borrowing facilities

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured bank facility			
-Drawn	$ 2,702,965	$ 2,550,100	$ 2,095,100
-Undrawn	3,286,950	3,112,750	2,639,900
	$ 5,989,915	$ 5,662,850	$ 4,735,000
Secured bank facility			
-Drawn	$ -	$ 150,000	$ -
-Undrawn	150,000	-	150,000
	$ 150,000	$ 150,000	$ 150,000

(5) Transfers of financial assets

The Group's factored trade receivables are as follows:

Counterparty	Sales amount	Available advance amount	Advance amount used	Annual interest rate on advances received (%)
For the three months ended March 31, 2025				
Citibank	USD 9,427	USD -	USD 9,427	6.09~6.74
	EUR 9,400	EUR -	EUR 9,400	4.29~4.54
For the three months ended March 31, 2024				
Citibank	USD 7,296	USD -	USD 7,296	6.62~7.27
	EUR 6,050	EUR -	EUR 6,050	4.95~5.20

Pursuant to the Group's factoring agreements, losses from commercial disputes (such as sales returns and discounts) are borne by the Group, while losses from credit risk are borne by the banks.

30. 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. Besides as disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

(1) Related parties and relationship

Related parties	Relationship with the Group
GlobalWafers Co., Ltd.	Sino-American Silicon's subsidiary
Sustainable Energy Solution Co., Ltd.	Sino-American Silicon's subsidiary

(2) Business transactions

Financial Statement Account	Related parties category/name	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Purchases of goods	GlobalWafers Co., Ltd.	$ 64,530	$ 82,940

The transactions listed above mainly comprise purchases of flat wafers, and there was no significant difference from other suppliers in terms of the purchase price of flat wafers. The payment terms were 30~90 days end of month for related party, 90 days end of month for domestic non-related parties, and T/T 50~60 days for foreign parties.

Financial Statement Account	Related parties category/name	March 31, 2025	December 31, 2024	March 31, 2024
Trade payables	GlobalWafers Co., Ltd.	$ 58,263	$ 54,774	$ 84,579

(3) Others

Financial Statement Account	Related parties	March 31, 2025	December 31, 2024	March 31, 2024
Refundable deposits	Sustainable Energy Solution Co., Ltd.	$ 10,000	$ 10,000	$ 10,000

(4) Compensation of key management personnel

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Short-term employee benefits	$ 22,097	$ 24,848
Share-based Payment	2,158	6,640
Post-employment benefits	27	27
	$ 24,282	$ 31,515

The remuneration of directors and key executives was determined by the remuneration committee taking into account the performance of individuals and market trends.

31. Assets pledged as collateral or for security

The following assets were pledged as collateral for borrowings:

	March 31, 2025	December 31, 2024	March 31, 2024
Freehold Land	$ 107,843	$ 107,843	$ 107,843
Building	137,845	138,900	142,065
Pledged time deposits (classified as financial assets at amortized cost)	18,415	18,415	18,412
	$ 264,103	$ 265,158	$ 268,320

32. Significant contingent liabilities and unrecognized contract commitments

Except described in other notes of this financial statements, the Company had the following significant contingent liabilities and unrecognized commitments as of the end of the reporting period:

(1) As of March 31, 2025, and December 31 and March 31, 2024, the Group had the contract commitments that was not recognized as property, plant and equipment amounted NT$369,604 thousand, NT$543,503 thousand and NT$874,317 thousand, respectively.

(6) The subsidiary Mosel Vitelic Inc. entered into a procurement contract with Company S, and, as agreed, S Company shall be committed to supplying the Company a total of 121,500 thousand pieces of solar wafers within the contract period while the Company shall make a certain amount of prepayment. However, both parties have not agreed on a substitute for the said transaction model as of May 6, 2025. As of March 31, 2025, Mosel Vitelic Inc. has prepaid US$112 thousand (NT$3,573 thousand) and NT$54,845 thousand in total with the accumulated impairment of NT$58,418 thousand. In addition, in light of different market conditions between the current solar power industry and that of the time when the contract was entered into, both parties terminated all orders and prepayments in connection to the original contract.

(3) The subsidiary Mosel Vitelic Inc. entered into several wafer foundry agreements that guaranteed manufacturing capacity with various clients, and it has provided specific amounts of manufacturing capacity to these clients as agreed.

33. Significant subsequent events

None.

34. Significant assets and liabilities denominated in foreign currencies

The Group's significant assets and liabilities denominated in foreign currencies were as follows:

March 31, 2025

	Foreign currency		Exchange rate		Carrying amount	
Financial asset						
Monetary items						
USD	$	50,742	33.205	(USD:NTD)	$	1,684,900
USD		701	7.321	(USD:CNY)		23,268
EUR		8,472	35.97	(EUR:NTD)		304,750
CNY		4,750	4.573	(CNY:NTD)		21,721
JPY		7,393	0.2227	(JPY:NTD)		1,646
HKD		761	4.268	(HKD:NTD)		3,248
CHF		135	37.685	(CHF:NTD)		5,106
Non-monetary items						
Foreign investments in securities						
USD		5,306	33.205	(USD:NTD)		387,496
Financial liability						
Monetary items						
USD		11,866	33.205	(USD:NTD)		394,023
USD		10	7.321	(USD:CNY)		317
EUR		4	35.97	(EUR:NTD)		138
EUR		9	7.822	(EUR:CNY)		311
CNY		139	4.573	(CNY:NTD)		637
JPY		78,233	0.2227	(JPY:NTD)		17,423
CHF		2	37.685	(CHF:NTD)		66

December 31, 2024

	Foreign currency		Exchange rate		Carrying amount	
Financial asset						
Monetary items						
USD	$	50,022	32.785	(USD:NTD)	$	1,639,983
USD		300	7.321	(USD:CNY)		9,822
EUR		8,150	34.14	(EUR:NTD)		278,256
JPY		42,719	0.2099	(JPY:NTD)		8,967
CNY		7,549	4.478	(CNY:NTD)		33,803
HKD		761	4.222	(HKD:NTD)		3,213
CHF		135	36.265	(CHF:NTD)		4,914
Non-monetary items						
Foreign investments in securities						
USD	$	12,048	32.785	(USD:NTD)	$	395,005
Financial liability						
Monetary items						
USD		12,294	32.785	(USD:NTD)		403,066
USD		41	7.321	(USD:CNY)		1,352
EUR		49	34.14	(EUR:NTD)		1,688
EUR		3	7.024	(EUR:CNY)		94
CNY		232	4.478	(CNY:NTD)		1,038
JPY		159,988	0.2099	(JPY:NTD)		33,581

March 31, 2024

Financial asset	Foreign currency	Exchange rate		Carrying amount
Monetary items				
USD	$ 58,842	32.00	(USD:NTD)	$ 1,882,933
USD	384	7.26	(USD:CNY)	12,292
EUR	6,100	34.46	(EUR:NTD)	210,205
CNY	17,426	4.408	(CNY:NTD)	76,815
JPY	33,436	0.2215	(JPY:NTD)	7,072
HKD	756	4.089	(HKD:NTD)	3,091
Non-monetary items				
Foreign investments in securities				
USD	12,923	32.00	(USD:NTD)	413,529
Financial liability				
Monetary items				
USD	21,470	32.00	(USD:NTD)	687,037
EUR	66	34.46	(EUR:NTD)	2,279
JPY	74,981	0.2215	(JPY:NTD)	15,858

The following information was aggregated by the functional currencies of the entities in the Group that hold foreign currencies, and the exchange rates between functional currencies and presentation currency were disclosed. The significant realized and unrealized foreign exchange gains and losses were as follows:

	For the three months ended March 31, 2025		For the three months ended March 31, 2024	
Functional currency	Translation from the functional currency to the presentation currency	Net foreign exchange gains or losses (amount in NTD)	Translation from the functional currency to the presentation currency	Net foreign exchange gains or losses (amount in NTD)
CNY	4.516 (CNY:NTD)	$ 78	4.366 (CNY:NTD)	$ 60
NTD	1 (NTD:NTD)	38,611	1 (NTD:NTD)	70,779
		$ 38,689		$ 70,839

35. Separately disclosed items

(1) Information about significant transactions:

1. Financing provided to others: None.
2. Endorsements/guarantees provided: None.
3. Significant marketable securities held at the end of period (excluding investment in subsidiaries, associates and joint ventures): Table 1.
4. Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 2.

8. Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 3.
9. Others: Intercompany relationships and significant intercompany transactions: Table 4.

(2) Information on investees: Table 5.

(3) 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 for current period, return on investees recognized, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Table 6.
2. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: None.
   (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
   (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
   (3) The amount of property transactions and the amount of the resultant gains or losses.
   (4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
   (5) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
   (6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services.

36. Segment information

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance was focused on each type of products sold or services rendered. The Group's reportable segments were as follows:

Taiwan business segment

Mainland China Qingdao segment

Taiwan Mosel Vitelic segment

Segment revenue and operating result

Analysis on revenue and operating result from continuing operations of the Company and its subsidiaries by reportable segments is as follows:

	Segment revenue		Segment profit or loss	
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Taiwan business segment	$ 1,799,995	$ 1,587,945	$ 203,617	$ 157,731
Mainland China Qingdao segment	63,857	59,507	4,898	3,722
Taiwan Mosel Vitelic segment	550,802	351,559	17,510	(39,442)
Others	105,212	75,519	5,129	(3,940)
Total from continuing operations	2,519,866	2,074,530	231,154	118,071
Less: eliminations between operating segments	(403,534)	(314,406)	8,121	4,197
Revenue or profit or loss from transactions between operating segments and external customers	$ 2,116,332	$ 1,760,124	239,275	122,268
Interest income			7,038	13,930
Other income			8,732	8,005
Other gains and losses			38,593	72,986
Finance costs			(27,895)	(21,706)
Share of profit of investment in associates and joint ventures accounted for using equity method			42,872	59,754
Profit before tax			$ 308,615	$ 255,237

Segment profit represented the profit before tax earned by each segment without other income, other gains and losses, finance costs, and share of profit or loss of associates and joint ventures accounted for using the equity method. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

Actron Technology Corporation and Subsidiaries

Significant Marketable Securities Held at the End of Period

March 31, 2025

Table 1

Unit: NT$ thousand

Name of holding company	Type and name of marketable securities	Relationship with the holding company	Financial Statement Account	At the end of the period				Remarks
				Number of shares (in thousand shares)	Carrying amount	Percentage of ownership	Fair value	
Actron Technology Corporation	Sino-American Silicon Products Inc.	Major shareholder	Financial assets at fair value through other comprehensive income -non-current	2,500	$ 225,000	0.31%	$ 225,000	—
	Phoenix Pioneer Technology Co., Ltd.	—	Financial assets at fair value through other comprehensive income -non-current	2,000	136,491	5.03%	136,491	—
	ANJET CORPORATION	—	Financial assets at fair value through other comprehensive income -non-current	10,380	106,723	22.41%	106,723	—
	AMED VENTURES I, L.P.	—	Financial assets at fair value through other comprehensive income -non-current	3,108	64,157	11.80%	64,157	—

Actron Technology Corporation 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 three months ended March 31, 2025

Table 2

Unit: NT$ thousand

Purchaser or seller	Counterparty	Relationship	Transaction Details				Abnormal transaction and reason		Notes/Trade receivables (payables)			Remarks
			Purchase/sale	Amount	As percentage to total purchase or sale	Payment terms	Unit price	Payment terms	Financial statement account	Ending balance	As percentage to total notes/ trade receivables (payables)	
Actron Technology Corporation	Mosel Vitelic Inc.	Subsidiary	Purchases of goods	$ 217,612	24%	30 days end of month	Note 2	Domestic 90 days end of month	Trade payables	$ 106,103	15%	Note 1
Actron Technology Corporation	Ding-Wei Technology Co., Ltd.	Subsidiary	Purchases of goods	184,945	20%	90 days end of month	Cost markup	Domestic 90 days end of month	Trade payables	194,514	28%	Note 1
Ding-Wei Technology Co., Ltd.	Actron Technology Corporation	Parent	Sale	184,945	100%	90 days end of month	Cost markup	Domestic 90 days end of month	Trade receivables	194,514	100%	Note 1
Mosel Vitelic Inc.	Actron Technology Corporation	Parent	Sale	217,612	40%	30 days end of month	Note 2	Domestic 90 days end of month	Trade receivables	106,103	31%	Note 1

Note 1: this is a transaction between parent company and its subsidiary and has been eliminated upon consolidation.

Note 2: There was no significant difference from other suppliers in terms of the purchase price of flat wafers.

Actron Technology Corporation and Subsidiaries

Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital

March 31, 2025

Table 3

Unit: NT$ thousand

Company recognizes the receivables	Counterparty	Relationship	Balance of trade receivables - related party		Average turnover ratio	Overdue		Amount collected in subsequent period	Allowance for impairment loss
			Financial statement account	Ending balance		Amount	Action taken		
Ding-Wei Technology Co., Ltd.	Actron Technology Corporation	Parent	Trade receivables	$ 194,514	4.07	$ -	-	$ 61,206	$ -
Mosel Vitelic Inc.	Actron Technology Corporation	Parent	Trade receivables	106,103	8.41	-	-	-	-

Note: eliminated upon consolidation.

Actron Technology Corporation and Subsidiaries

Intercompany relationships and significant intercompany transactions

For the three months ended March 31, 2025

Table 4

Unit: NT$ thousand

Serial No. (Note 1)	Company Name	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial statement account	Amount	Transaction terms	As percentage to total revenue or total assets (Note 3)
0	Actron Technology Corporation	Smooth Autocomponent Limited	1	Other receivables	$ 1,635	60 days end of month	0%
0	Actron Technology Corporation	Smooth Autocomponent Limited	1	Other income	1,607	60 days end of month	0%
0	Actron Technology Corporation	Ding-Wei Technology Co., Ltd.	1	Trade payables	194,514	90 days end of month	1%
0	Actron Technology Corporation	Ding-Wei Technology Co., Ltd.	1	Cost of sales	184,945	90 days end of month	9%
0	Actron Technology Corporation	Rec Technology Corporation	1	Other income	1,342	60 days end of month	0%
0	Actron Technology Corporation	Mosel Vitelic Inc.	1	Trade payables	106,103	30 days end of month	1%
0	Actron Technology Corporation	Mosel Vitelic Inc.	1	Other receivables	14,078	30 days end of month	0%
0	Actron Technology Corporation	Mosel Vitelic Inc.	1	Cost of sales	217,612	30 days end of month	10%
2	Mosel Vitelic Inc.	DenMOS Technology Inc.	1	Trade receivables	12,769	According to general sales conditions	0%
2	Mosel Vitelic Inc.	DenMOS Technology Inc.	1	Sales revenue	14,453	According to general sales conditions	0%

Note 1: Intercompany transactions between the parent company and subsidiaries shall be indicated by number as described below:

1. The parent company is coded “0”.
2. The subsidiaries are coded consecutively beginning from "1".

Note 2: The relationship between the transaction parties can be classified into three categories below, and it shall be indicated by number:

1. No. 1 represents the transactions from parent company to subsidiary.
2. No. 2 represents the transactions from subsidiary to parent company.
3. No. 3 represents the transactions between subsidiaries.

Note 3: In the calculation of ratio of transaction amount to total consolidated revenue or total assets, for assets or liabilities, the ratio of ending balance to the total assets shall be used; for profit or loss, the ratio between interim accumulated amount to the total revenue shall be used.

Note 4: All transactions above were eliminated upon consolidation.

Actron Technology Corporation and Subsidiaries

Names, locations and related information of investee companies

For the three months ended March 31, 2025

Table 5

Unit: NT$ thousand

Investor	Investee	Location	Principle business activity	Initial investment		At the end of the period			Net income (loss) of investee company	Investment income (loss) recognized	Remarks
				Ending balance	Beginning balance	Shares	Ratio	Carrying amount			
Actron Technology Corporation	Ding-Wei Technology Co., Ltd.	Taoyuan City	Manufacturing and sale of auto components and parts	$ 306,900	$ 306,900	15,000,000	100%	$ 261,786	$ 11,630	$ 13,891	Subsidiary
Actron Technology Corporation	Smooth International Limited Corporation	Samoa	Investment	363,260	363,260	12,000,000	100%	455,055	3,901	3,901	Subsidiary
Smooth International Limited Corporation	Smooth Autocomponent Limited	Hong Kong	Investment	363,260	363,260	12,000,000	100%	455,055	3,901	Not applicable	Subsubsidiary
Actron Technology Corporation	Rec Technology Corporation	Taoyuan City	Manufacturing and sale of auto components and parts	208,102	208,102	8,487,823	49%	102,346	3,544	1,749	Subsidiary
Actron Technology Corporation	Hong Wang Investment Co., Ltd.	New Taipei City	Investment	300,000	300,000	30,000,000 (Note)	30%	691,044	73,220	21,966	Joint venture
Actron Technology Corporation	Mosel Vitelic Inc.	Hsinchu City	Semiconductors	1,180,191	1,180,191	46,925,459	29%	1,846,893	27,480	9,150	Subsidiary
Actron Technology Corporation	Bigbest Solutions, Inc.	Taichung City	Manufacture of motors	245,143	245,143	19,314,319	28%	74,585	3,961	1,093	Subsidiary
Actron Technology Corporation	Excelliance MOS Corporation	Hsinchu City	Semiconductors	1,491,750	1,491,750	15,000,000	29%	1,428,597	70,927	20,906	Associate
Mosel Vitelic Inc.	DenMOS Technology Inc.	Hsinchu City	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific ICs	291,820	291,820	9,113,722	80%	104,471	(527)	Not applicable	Subsubsidiary
Mosel Vitelic Inc.	Mou Fu Investment Consultant Ltd.	Hsinchu County	Leasing, manpower dispatch and various services	2,313,124	2,313,124	12,011,900	100%	111,589	142	Not applicable	Subsubsidiary
Mosel Vitelic Inc.	Giant Haven Investments Ltd.(BVI)	British Virgin Islands	General investment	664,061	664,061	1,900	100%	81,685	1,769	Not applicable	Subsubsidiary
Mosel Vitelic Inc.	Integrated Memory Technologies, Inc.	United States	Flash memory design house	44,753	44,753	2,500,000	23%	-	-	Not applicable	Associate
Mou Fu Investment Consultant Ltd.	DenMOS Technology Inc.	Hsinchu City	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific ICs	25,863	25,863	471,281	4%	5,541	(527)	Not applicable	Subsubsidiary
Giant Haven Investments Ltd. (BVI)	Third Dimension Semiconductor, Inc.	United States	Power IC design	314,640	314,640	49,182,884	43%	-	-	Not applicable	Associate

Note: Among which 468,000 shares were ordinary shares and 29,532,000 shares were preferred shares.

Actron Technology Corporation and Subsidiaries

Information on investments in mainland China

For the three months ended March 31, 2025

Table 6

Unit: NT$ thousand or US$ thousand

Investee	Principle business activity	Total paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of the beginning of the period	Investment flows of the period		Accumulated outflow of investment from Taiwan as of the end of the period	Net income (loss) of investee company	The Company's direct or indirect percentage of ownership	Investment income (loss) recognized for the period (Note 2)	Carrying amount at the end of the period	Accumulated inward remittance of earnings at the end of the period
					outflow	inflow						
Smooth Autocomponent Limited	Manufacture of motor parts	Authorized and paid-in capital were both USD 12,000	Note 1	$ 398,460 (USD 12,000)	$ -	$ -	$ 398,460 (USD 12,000)	$ 3,901	100%	$ 3,901	$ 455,055	$ -

Accumulated investment in Mainland China at the end of the period	Investment amounts authorized by Investment Commission, MOEA	Upper limit on investment (Note 3)
USD 12,000	$ 398,460 (USD 12,000)	$ 4,354,423

Note 1: Indirectly investment in Mainland China through companies registered in a third region.

Note 2: Recognition based on the unreviewed financial statements.

Note 3: The Company's Investment amounts authorized by Investment Commission, MOEA: 7,257,372 (net equity) ×60%＝4,354,423.