

**Chang Wah Technology Co., Ltd. and
Subsidiaries**

**Consolidated Financial Statements for the
Three Months Ended March 31, 2026 and 2025 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

Chang Wah Technology Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Chang Wah Technology Co., Ltd. (the "Company") and its subsidiaries as of March 31, 2026 and 2025, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (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 the International Accounting Standards No. 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

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

Conclusion

Based on our reviews, 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 Company and its subsidiaries as of March 31, 2026 and 2025, and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' report are Jui-Hsuan Hsu and Lee-Yuan Kuo.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 4, 2026

Notice to Readers

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

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

Chang Wah Technology Co., Ltd. and Subsidiaries

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

	March 31, 2026		December 31, 2025		March 31, 2025	
	Amount	%	Amount	%	Amount	%
ASSETS						
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 5,310,920	23	\$ 5,396,909	25	\$ 6,345,537	31
Financial assets at fair value through profit or loss (Note 7)	114,380	-	94,570	-	73,990	-
Financial assets at fair value through other comprehensive income - current (Note 8)	440,898	2	303,099	1	90,613	-
Notes receivable (Note 9)	6,601	-	5,978	-	2,991	-
Accounts receivable, net (Note 9)	2,327,991	10	2,271,312	10	2,005,940	9
Accounts receivable - related parties (Notes 9 and 31)	747,483	3	720,717	3	644,189	3
Other receivables (Notes 9 and 31)	111,530	-	98,367	-	107,621	-
Current tax assets	17	-	17	-	11,909	-
Inventories (Note 10)	3,558,254	15	2,923,958	13	2,483,614	11
Other financial assets - current (Notes 11 and 32)	2,983,914	12	2,993,353	13	2,323,234	11
Other current assets	129,277	1	96,635	-	149,448	1
Total current assets	15,731,265	66	14,904,915	65	14,239,086	66
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Note 8)	2,819,472	12	2,706,184	12	2,472,171	11
Property, plant and equipment (Note 13)	3,260,919	13	3,124,729	14	3,551,016	17
Right-of-use assets (Note 14)	694,912	3	695,928	3	451,652	2
Investment properties (Notes 15 and 31)	433,684	2	435,063	2	4,779	-
Goodwill (Note 16)	696,763	3	691,086	3	708,919	3
Other intangible assets (Note 17)	76,238	-	79,842	-	89,163	-
Deferred tax assets	158,673	1	151,411	1	148,189	1
Prepayments for equipment	29,802	-	31,412	-	26,934	-
Other financial assets - non-current (Notes 11 and 32)	22,712	-	22,636	-	22,713	-
Other non-current assets (Note 31)	11,000	-	11,112	-	12,251	-
Total non-current assets	8,204,175	34	7,949,403	35	7,487,787	34
TOTAL	\$ 23,935,440	100	\$ 22,854,318	100	\$ 21,726,873	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 18)	\$ 1,770,106	9	\$ 1,520,010	7	\$ 690,000	3
Contract liabilities - current (Notes 23 and 31)	59,613	-	89,084	-	179,498	1
Accounts payable (Note 19)	1,430,508	6	1,221,592	5	1,004,892	5
Accounts payable - related parties (Notes 19 and 31)	10,351	-	4,866	-	4,492	-
Dividends payable (Note 31)	830,555	3	830,550	4	847,128	4
Other payables (Notes 20 and 31)	1,048,069	4	1,084,902	5	961,323	4
Current tax liabilities	314,076	1	242,921	1	159,152	1
Lease liabilities - current (Notes 14 and 31)	16,107	-	16,893	-	19,501	-
Current portion of long-term borrowings (Note 18)	364,577	2	401,006	2	426,006	2
Other current liabilities	54,961	-	50,040	-	52,114	-
Total current liabilities	5,898,923	25	5,461,864	24	4,344,106	20
NON-CURRENT LIABILITIES						
Contract liabilities - non-current (Notes 23 and 31)	13,666	-	10,305	-	19,243	-
Long-term borrowings (Note 18)	5,730,974	24	5,440,046	24	5,310,551	25
Deferred tax liabilities	446,482	2	394,442	2	434,241	2
Lease liabilities - non-current (Notes 14 and 31)	50,883	-	54,491	-	59,747	-
Guarantee deposits received (Note 31)	6,573	-	7,396	-	6,432	-
Other non-current liabilities (Notes 21 and 31)	21,497	-	21,530	-	22,165	-
Total non-current liabilities	6,270,075	26	5,928,210	26	5,852,379	27
Total liabilities	12,168,998	51	11,390,074	50	10,196,485	47
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 22 and 27)						
Ordinary shares	380,186	2	380,195	2	380,195	2
Capital surplus	6,071,591	25	6,066,563	25	6,057,213	28
Retained earnings						
Legal reserve	1,302,732	5	1,251,838	5	1,125,967	5
Special reserve	-	-	4,481	-	14,830	-
Unappropriated earnings	3,445,643	15	3,441,571	16	3,046,706	14
Total retained earnings	4,748,375	20	4,697,890	21	4,187,503	19
Other equity	1,049,524	4	832,738	4	853,982	4
Treasury shares	(951,253)	(4)	(951,850)	(4)	(396,470)	(2)
Total equity attributable to owners of the Company	11,298,423	47	11,025,536	48	11,082,423	51
NON-CONTROLLING INTERESTS (Note 22)	468,019	2	438,708	2	447,965	2
Total equity	11,766,442	49	11,464,244	50	11,530,388	53
TOTAL	\$ 23,935,440	100	\$ 22,854,318	100	\$ 21,726,873	100

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

Chang Wah Technology Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31			
	2026 Amount	%	2025 Amount	%
OPERATING REVENUE (Notes 23 and 31)	\$ 3,671,848	100	\$ 3,180,425	100
OPERATING COSTS (Notes 10, 24 and 31)	2,874,633	78	2,476,297	78
GROSS PROFIT	797,215	22	704,128	22
OPERATING EXPENSES (Notes 9, 24 and 31)				
Selling and marketing expenses	70,168	2	58,978	2
General and administrative expenses	127,603	3	140,648	4
Research and development expenses	91,885	3	94,330	3
Expected credit loss (gains)	(66)	-	267	-
Total operating expenses	289,590	8	294,223	9
PROFIT FROM OPERATIONS	507,625	14	409,905	13
NON-OPERATING INCOME AND EXPENSES (Notes 24 and 31)				
Interest income	62,441	1	71,980	2
Other income	22,525	1	27,631	1
Other gains and losses	44,892	1	39,382	1
Finance costs	(33,879)	(1)	(29,956)	(1)
Total non-operating income and expenses	95,979	2	109,037	3
PROFIT BEFORE INCOME TAX	603,604	16	518,942	16
INCOME TAX EXPENSE (Note 25)	118,626	3	94,525	3
NET PROFIT FOR THE PERIOD	484,978	13	424,417	13

(Continued)

Chang Wah Technology Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31			
	2026 Amount	%	2025 Amount	%
OTHER COMPREHENSIVE INCOME				
(LOSS) (Notes 22 and 25)				
Items that will not be reclassified subsequently to profit or loss				
Unrealized gains and losses on investments in equity instruments at fair value through other comprehensive income	13,441	-	(173,959)	(5)
Items that may be reclassified subsequently to profit or loss				
Exchange differences on translating of the Financial Statements of foreign operations	256,688	7	119,729	4
Income tax relating to items that may be reclassified subsequently to profit or loss	(49,602)	(1)	(23,333)	(1)
Other comprehensive income for the period, net of income tax	220,527	6	(77,563)	(2)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	\$ 705,505	19	\$ 346,854	11
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 468,971		\$ 417,072	
Non-controlling interests	16,007		7,345	
	\$ 484,978		\$ 424,417	
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 682,040		\$ 336,047	
Non-controlling interests	23,465		10,807	
	\$ 705,505		\$ 346,854	
EARNINGS PER SHARE (Note 26)				
Basic	\$ 0.51		\$ 0.45	
Diluted	0.51		0.44	

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

(Concluded)

Chang Wah Technology Co., Ltd. and Subsidiaries

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

	Equity Attributable to Owner of the Company												
	Share Capital		Retained Earnings				Other Equity						Non-controlling Interests
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Total	Exchange Differences on Translating of the Financial Statements of Foreign Operations	Unrealized Gains and Losses on Financial Assets at Fair Value Through Other Comprehensive Income	Unearned Employee Benefits	Total	Treasury Shares	Total	
Balance at January 1, 2026	\$ 380,195	\$ 6,066,563	\$ 1,251,838	\$ 4,481	\$ 3,441,571	\$ 4,697,890	\$ 101,383	\$ 760,003	(\$ 28,648)	\$ 832,738	(\$ 951,850)	\$ 11,025,536	\$ 438,708
Appropriation of earnings													
Legal reserve	-	-	50,894	-	(50,894)	-	-	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(4,481)	4,481	-	-	-	-	-	-	-	-
Cash dividends to shareholders	-	-	-	-	(420,086)	(420,086)	-	-	-	-	-	(420,086)	(420,086)
	-	-	50,894	(4,481)	(466,499)	(420,086)	-	-	-	-	-	(420,086)	(420,086)
Net profit for the three months ended March 31, 2026	-	-	-	-	468,971	468,971	-	-	-	-	-	468,971	16,007
Other comprehensive income (loss) for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	-	198,406	14,663	-	213,069	-	213,069	7,458
Total comprehensive income (loss) for the three months ended March 31, 2026	-	-	-	-	468,971	468,971	198,406	14,663	-	213,069	-	682,040	23,465
Disposal of the Company's shares held by subsidiaries	-	301	-	-	-	-	-	-	-	-	597	898	936
Cash dividends received by subsidiaries from the Company	-	4,718	-	-	-	-	-	-	-	-	-	4,718	4,910
Share-based payments	(9)	9	-	-	-	-	-	-	5,317	5,317	-	5,317	-
Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	1,600	1,600	-	(1,600)	-	(1,600)	-	-	-
	\$ 380,186	\$ 6,071,591	\$ 1,302,732	\$ -	\$ 3,445,643	\$ 4,748,375	\$ 299,789	\$ 773,066	(\$ 23,331)	\$ 1,049,524	(\$ 951,253)	\$ 11,298,423	\$ 468,019
Balance at March 31, 2026													
Balance at January 1, 2025	\$ 380,215	\$ 6,053,109	\$ 1,069,991	\$ -	\$ 3,128,159	\$ 4,198,150	\$ 280,119	\$ 704,052	(\$ 56,598)	\$ 927,573	(\$ 314,420)	\$ 11,244,627	\$ 447,349
Appropriation of earnings													
Legal reserve	-	-	55,976	-	(55,976)	-	-	-	-	-	-	-	-
Special reserve	-	-	-	14,830	(14,830)	-	-	-	-	-	-	-	-
Cash dividends to shareholders	-	-	-	-	(427,719)	(427,719)	-	-	-	-	-	(427,719)	(427,719)
	-	-	55,976	14,830	(498,525)	(427,719)	-	-	-	-	-	(427,719)	(427,719)
Net profit for the three months ended March 31, 2025	-	-	-	-	417,072	417,072	-	-	-	-	-	417,072	7,345
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	93,330	(174,355)	-	(81,025)	-	(81,025)	3,462
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	417,072	417,072	93,330	(174,355)	-	(81,025)	-	336,047	10,807
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-	(68,175)	(68,175)	-
Purchase of the Company's shares by subsidiaries	-	-	-	-	-	-	-	-	-	-	(13,875)	(13,875)	(14,442)
Cash dividends received by subsidiaries from the Company	-	4,084	-	-	-	-	-	-	-	-	-	4,084	4,251
Share-based payments	(20)	20	-	-	-	-	-	-	7,434	7,434	-	7,434	-
	\$ 380,195	\$ 6,057,213	\$ 1,125,967	\$ 14,830	\$ 3,046,706	\$ 4,187,503	\$ 373,449	\$ 529,697	(\$ 49,164)	\$ 853,982	(\$ 396,470)	\$ 11,082,423	\$ 447,965
Balance at March 31, 2025													

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

Chang Wah Technology Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 603,604	\$ 518,942
Adjustments for:		
Depreciation expense	163,577	184,565
Amortization expense	3,919	4,704
Expected credit loss (gains)	(66)	267
Loss (gain) on financial assets at fair value through profit or loss	(25,145)	4,622
Finance costs	33,879	29,956
Interest income	(62,441)	(71,980)
Dividend income	(3,665)	(5,695)
Share-based compensation	5,317	7,434
Gain on disposal of property, plant and equipment	(3,676)	(19)
Impairment loss recognized on (reversal of) non-financial assets	7,784	(23,871)
Others	(2,144)	(3,737)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	5,335	4,688
Notes receivable	(623)	4,443
Accounts receivable	(56,679)	(61,418)
Accounts receivable - related parties	(30,293)	(25,856)
Other receivables	(22,514)	2,816
Inventories	(645,040)	78,128
Other current assets	(33,488)	(61,538)
Contract liabilities - current	(29,471)	(8,042)
Notes payable	-	(341)
Accounts payable	208,916	(341)
Accounts payable - related parties	5,485	1,022
Other payables	(53,435)	(35,864)
Other current liabilities	4,922	14,428
Contract liabilities – non-current	3,361	(1,914)
Other non-current liabilities	(29)	(289)
Cash generated from operations	77,390	555,110
Interest received	45,924	73,374
Dividends received	33,059	33,806
Interest paid	(30,713)	(26,537)
Income taxes paid	(49,604)	(62,934)
Net cash generated from (used in) operating activities	76,056	572,819

(Continued)

Chang Wah Technology Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at fair value through other comprehensive income	(\$ 241,916)	(\$ 18,203)
Proceeds from disposal of financial assets at fair value through other comprehensive income	21,787	-
Acquisition of property, plant and equipment	(248,150)	(88,334)
Proceeds from disposal of property, plant and equipment	3,697	2,586
Decrease (increase) in refundable deposits	(120)	176
Acquisition of intangible assets	(533)	(2,708)
Decrease in other financial assets	9,439	667,824
Increase in other non-current assets	(38)	1,790
Decrease (Increase) in prepayments for equipment	(15,316)	(6,032)
Net cash generated from (used in) investing activities	(471,150)	557,099
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from (repayments of) short-term borrowings	250,096	(610,000)
Proceeds from long-term borrowings	665,000	1,295,000
Repayments of long-term borrowings	(410,501)	(442,501)
Increase (decrease) in guarantee deposits received	(823)	81
Repayments of the principal portion of lease liabilities	(4,917)	(4,801)
Cash dividends paid	(410,454)	(382,216)
Payments for transaction costs attributable to the buy-back of treasury shares	-	(78,031)
Disposal of treasury shares	1,834	-
Net cash generated from (used in) financing activities	90,235	(222,468)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	218,870	104,011
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(85,989)	1,011,461
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5,396,909	5,334,076
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 5,310,920</u>	<u>\$ 6,345,537</u>

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

(Concluded)

Chang Wah Technology Co., Ltd. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Chang Wah Technology Co., Ltd. (the “Company”) was incorporated under the provisions of the Company Act on December 24, 2009. It mainly manufactures industrial plastic products and electronics components, and sells electronics components and machinery and tools.

The shares of the Company have been trading on the TPEx since September 2016.

As of March 31, 2026 and 2025, the parent company, Chang Wah Electromaterials Inc. (CWE), owned 47.8% and 47.8%, respectively, of the Company’s issued ordinary shares for both periods.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors and authorized for issue on May 4, 2026.

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

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

The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have material impact on the Company and its subsidiaries’ accounting policies.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”	January 1, 2027

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

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January

1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 “Presentation and Disclosure in Financial Statements” and consequential amendments

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

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

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

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

Except for the above impact, as of the date the consolidated financial statements were reported to the board of directors and authorized for issue, the Company and its subsidiaries are continuously assessing the possible impact that the initial application of the other standards and the amendments and interpretations will have on their financial position and financial performance and disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

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

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

- a) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- b) 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
- c) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The detailed information of subsidiaries (including percentages of ownership and main businesses) is provided in note 12 and Table 7 and 8.

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

a) Retirement benefits

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

b) Other long-term employee benefits

Other long-term employee benefits are accounted for in the same way as the accounting required for defined benefit plans except that remeasurement is recognized in profit or loss.

c) Income tax expense

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. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company and its subsidiaries' accounting policies, management is required to make

judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The material accounting judgments and key sources of estimation uncertainty adopted by these interim consolidated financial statements are disclosed in the consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	\$ 497	\$ 545	\$ 498
Checking accounts and demand deposits	3,047,132	2,970,629	3,336,060
Cash equivalents (investments with original maturities of less than three months)			
Time deposits	2,263,291	2,425,735	3,008,979
	<u>\$ 5,310,920</u>	<u>\$ 5,396,909</u>	<u>\$ 6,345,537</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds	<u>\$ 114,380</u>	<u>\$ 94,570</u>	<u>\$ 73,990</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Current</u>			
Investments in equity instruments			
Domestic listed shares	<u>\$ 440,898</u>	<u>\$ 303,099</u>	<u>\$ 90,613</u>
<u>Non-current</u>			
Investments in equity instruments			
Domestic listed shares	<u>\$ 2,819,472</u>	<u>\$ 2,706,184</u>	<u>\$ 2,472,171</u>

These investments in equity instruments are not held for trading; instead, they are held for medium to long-

term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Company and its subsidiaries' strategy of holding these investments for long-term purposes.

The Company entered into a securities-lending agreement with SinoPac Securities. During the lending period, the Company retains the risks and the returns of these financial assets; therefore, they were not excluded. As of March 31, 2026, December 31, 2025 and March 31, 2025, the carrying amounts of the securities were NT\$0 thousand, NT\$92,783 thousand and NT\$0 thousand, respectively.

9. NOTES, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable - operating			
Measured at amortized cost			
Gross carrying amount	<u>\$ 6,601</u>	<u>\$ 5,978</u>	<u>\$ 2,991</u>
Accounts receivable			
Measured at amortized cost			
Gross carrying amount	\$ 2,332,170	\$ 2,275,494	\$ 2,007,843
Less: Allowance for impairment loss	<u>4,179</u>	<u>4,182</u>	<u>1,903</u>
	<u>\$ 2,327,991</u>	<u>\$ 2,271,312</u>	<u>\$ 2,005,940</u>
Accounts receivable - related parties			
Measured at amortized cost			
Gross carrying amount	<u>\$ 747,483</u>	<u>\$ 720,717</u>	<u>\$ 644,189</u>
Other receivables			
Measured at amortized cost			
Gross carrying amount	<u>\$ 111,530</u>	<u>\$ 98,367</u>	<u>\$ 107,621</u>

For the Company and its subsidiaries' related credit management policies, refer to Note 30.

The Company and its subsidiaries measure the loss allowance for notes and accounts receivable at an amount equal to lifetime expected credit losses. The lifetime expected credit losses on notes and accounts receivable are estimated by reference to the past default experience of the customers, current financial position of the customers, economic condition of the industry in which the customers operate, as well as the industry outlook. The Company and its subsidiaries write off a notes and account receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g., when the debtor has been placed under liquidation, or when the notes and accounts receivable are past due. For notes and accounts receivable that have been written off, the Company and its subsidiaries continue to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of notes and accounts receivable.

March 31, 2026

	Not Past Due	Past Due 1 to 30 Days	Past Due 31 to 60 Days	Past Due 61 to 90 Days	Past Due Over 90 Days	Total
Expected credit loss rate (%)	-	-	50	100	100	
Gross carrying amount	\$ 2,977,013	\$ 101,817	\$ 6,491	\$ 503	\$ 430	\$ 3,086,254
Loss allowance (Lifetime ECL)	-	-	(3,246)	(503)	(430)	(4,179)
Amortized cost	<u>\$ 2,977,013</u>	<u>\$ 101,817</u>	<u>\$ 3,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,082,075</u>

December 31, 2025

	Not Past Due	Past Due 1 to 30 Days	Past Due 31 to 60 Days	Past Due 61 to 90 Days	Past Due Over 90 Days	Total
Expected credit loss rate (%)	-	-	0~50	100	100	
Gross carrying amount	\$ 2,880,195	\$ 113,496	\$ 6,971	\$ 489	\$ 1,038	\$ 3,002,189
Loss allowance (Lifetime ECL)	-	-	(2,655)	(489)	(1,038)	(4,182)
Amortized cost	<u>\$ 2,880,195</u>	<u>\$ 113,496</u>	<u>\$ 4,316</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,998,007</u>

March 31, 2025

	Not Past Due	Past Due 1 to 30 Days	Past Due 31 to 60 Days	Past Due 61 to 90 Days	Past Due Over 90 Days	Total
Expected credit loss rate (%)	-	-	50	100	100	
Gross carrying amount	\$ 2,575,841	\$ 76,509	\$ 1,541	\$ 879	\$ 253	\$ 2,655,023
Loss allowance (Lifetime ECL)	-	-	(771)	(879)	(253)	(1,903)
Amortized cost	<u>\$ 2,575,841</u>	<u>\$ 76,509</u>	<u>\$ 770</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,653,120</u>

The movements of the loss allowance for notes and accounts receivable were as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	\$ 4,182	\$ 1,617
Impairment loss recognized (reversed) in current period	(66)	267
Effect of foreign currency exchange differences	63	19
Balance, end of period	<u>\$ 4,179</u>	<u>\$ 1,903</u>

10. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials and supplies	\$ 1,117,579	\$ 906,189	\$ 657,682
Work in progress	1,370,015	1,038,913	912,998
Finished goods	841,237	779,948	713,994
Merchandise	26,509	28,439	35,504
Consumable supplies	202,914	170,469	163,436
	<u>\$ 3,558,254</u>	<u>\$ 2,923,958</u>	<u>\$ 2,483,614</u>

The nature of operating costs for the three months ended March 31, 2026 and 2025 is as follows:

	For the Three Months Ended March 31	
	2026	2025
Cost of inventories sold	\$ 3,212,733	\$ 2,687,103
Write-downs of (reversal of) inventories	7,784	(23,871)
Revenue from sale of scraps	(342,275)	(188,460)
Others	(3,609)	1,525
	<u>\$ 2,874,633</u>	<u>\$ 2,476,297</u>

The reversal of inventory write-downs was mainly caused by the disappearance of the factors that previously caused the net realizable value of inventories to fall below cost for the three months ended March 31, 2025.

11. OTHER FINANCIAL ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Time deposits with original maturities of more than 3 months	\$ 2,983,914	\$ 2,969,407	\$ 2,323,234
Pledged time deposits (Note 32)	-	23,946	-
	<u>\$ 2,983,914</u>	<u>\$ 2,993,353</u>	<u>\$ 2,323,234</u>
Non-current			
Pledged time deposits (Note 32)	<u>\$ 22,712</u>	<u>\$ 22,636</u>	<u>\$ 22,713</u>

12. SUBSIDIARIES

a. The detailed information of subsidiaries is as follows:

Investor Company	Investee Company	Main Business and Products	Proportion of Ownership (%)		
			March 31, 2026	December 31, 2025	March 31, 2025
The Company	CWTC (Shanghai) Inc. (CWTS)	Selling of lighting materials and equipment, communication devices, semiconductor materials and equipment, electronic products, machinery and equipment, etc.	100	100	100
	SH Asia Pacific Pte. Ltd. (SHAP)	Trading of electronic components and electronics; investment activities	100	100	100
	Shing Zheng Investment Co., Ltd. (Shing Zheng Investment)	Investment activities	49	49	49
	Malaysian SH Electronics Sdn. Bhd. (MSHE)	Manufacturing and selling lead frame and semiconductor materials	100	100	100 (Note)
SH Asia Pacific Pte. Ltd.	SH Electronics Chengdu Co., Ltd. (SHEC)	Researching, developing, manufacturing and selling of lead frame, semiconductor materials and precision tools	70	70	70

Investor Company	Investee Company	Main Business and Products	Proportion of Ownership (%)		
			March 31, 2026	December 31, 2025	March 31, 2025
WSP Electromaterials Ltd.	SH Precision Chengdu Co., Ltd. (SHPC)	Researching, developing, manufacturing and selling of lead frame, semiconductor materials and precision tools	70	70	70
	SH Electronics Suzhou Co., Ltd. (SHS)	Researching, developing, manufacturing and selling of lead frame, semiconductor packaging materials and precision tools	100	100	100
	WSP Electromaterials Ltd. (WSP)	International investment activities	100	100	100
	Shanghai Chang Wah Electromaterials Inc. (CWES)	Acting as an agent for IC packaging materials and equipment	69	69	69
	SH Electronics Chengdu Co., Ltd. (SHEC)	Researching, developing, manufacturing and selling of lead frame, semiconductor materials and precision tools	30	30	30
	SH Precision Chengdu Co., Ltd. (SHPC)	Researching, developing, manufacturing and selling of lead frame, semiconductor materials and precision tools	30	30	30

Note: The Company made a cash capital injection of USD\$20,000 thousand into its subsidiary MSHE in June 2025.

b. The Company and its subsidiaries do not have any subsidiaries with significant non-controlling interests.

13. PROPERTY, PLANT AND EQUIPMENT

For the Three Months Ended March 31, 2026

	Land	Buildings	Machinery and Equipment	Tooling Equipment	Transportation Equipment	Office Equipment	Other Equipment	Construction in Progress and Equipment to be Inspected	Total
Cost									
Balance at January 1, 2026	\$ -	\$ 3,236,509	\$ 6,032,664	\$ 4,038,532	\$ 35,151	\$ 115,984	\$ 738,338	\$ 278,049	\$ 14,475,227
Additions	-	10,529	9,448	17,718	5,882	755	5,475	213,749	263,556
Disposals	-	-	(34,847)	(9,068)	(3,367)	(1,449)	(197)	-	(48,928)
Reclassification	-	-	-	-	-	-	-	(224)	(224)
Effect of foreign currency exchange difference	-	35,085	84,628	69,813	514	1,723	3,331	6,303	201,397
Balance at March 31, 2026	-	3,282,123	6,091,893	4,116,995	38,180	117,013	746,947	497,877	14,891,028
Accumulated depreciation									
Balance at January 1, 2026	-	(1,844,360)	(5,070,940)	(3,809,536)	(27,135)	(93,480)	(435,980)	-	(11,281,431)
Depreciation	-	(27,993)	(66,675)	(36,555)	(1,082)	(1,581)	(19,853)	-	(153,739)
Disposals	-	-	34,847	9,046	3,367	1,449	198	-	48,907
Effect of foreign currency exchange difference	-	(31,266)	(72,845)	(65,776)	(299)	(1,599)	(2,954)	-	(174,739)
Balance at March 31, 2026	-	(1,903,619)	(5,175,613)	(3,902,821)	(25,149)	(95,211)	(458,589)	-	(11,561,002)
Accumulated impairment									
Balance at January 1, 2026	-	(29,736)	(11,145)	(27,966)	-	-	(220)	-	(69,067)
Effect of foreign currency exchange difference	-	(1)	(32)	-	-	-	(7)	-	(40)
Balance at March 31, 2026	-	(29,737)	(11,177)	(27,966)	-	-	(227)	-	(69,107)
Carrying amount at December 31, 2025	\$ -	\$ 1,362,413	\$ 950,579	\$ 201,030	\$ 8,016	\$ 22,504	\$ 302,138	\$ 278,049	\$ 3,124,729
Carrying amount at March 31, 2026	\$ -	\$ 1,348,767	\$ 905,103	\$ 186,208	\$ 13,031	\$ 21,802	\$ 288,131	\$ 497,877	\$ 3,260,919

(Continued)

For the Three Months Ended March 31, 2025

	Land	Buildings	Machinery and Equipment	Tooling Equipment	Transportation Equipment	Office Equipment	Other Equipment	Construction in Progress and Equipment to be Inspected	Total
Cost									
Balance at January 1, 2025	\$ 328,572	\$ 3,431,970	\$ 6,031,587	\$ 4,008,209	\$ 35,997	\$ 113,466	\$ 595,680	\$ 83,582	\$ 14,629,063
Additions	-	2,710	16,035	38,176	-	1,447	10,574	24,643	93,585
Disposals	-	-	(13,202)	(11,340)	-	(503)	(903)	-	(25,948)
Effect of foreign currency exchange difference	-	18,192	41,870	35,544	294	1,034	1,334	493	98,761
Balance at March 31, 2025	328,572	3,452,872	6,076,290	4,070,589	36,291	115,444	606,685	108,718	14,795,461
Accumulated depreciation									
Balance at January 1, 2025	-	(1,794,025)	(4,877,482)	(3,773,533)	(24,908)	(92,154)	(371,111)	-	(10,933,213)
Depreciation	-	(28,136)	(83,134)	(45,405)	(871)	(1,407)	(18,606)	-	(177,559)
Disposals	-	-	13,202	8,774	-	503	902	-	23,381
Effect of foreign currency exchange difference	-	(15,889)	(35,860)	(33,762)	(187)	(955)	(1,236)	-	(87,889)
Balance at March 31, 2025	-	(1,838,050)	(4,983,274)	(3,843,926)	(25,966)	(94,013)	(390,051)	-	(11,175,280)
Accumulated impairment									
Balance at January 1, 2025	-	(29,736)	(11,164)	(27,966)	-	-	(283)	-	(69,149)
Effect of foreign currency exchange differences	-	(2)	(14)	-	-	-	-	-	(16)
Balance at March 31, 2025	-	(29,738)	(11,178)	(27,966)	-	-	(283)	-	(69,165)
Carrying amount at March 31, 2025	\$ 328,572	\$ 1,585,084	\$ 1,081,838	\$ 198,697	\$ 10,325	\$ 21,431	\$ 216,351	\$ 108,718	\$ 3,551,016
									(Concluded)

(Concluded)

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

Buildings

Main building 15-35 years

Renovation 2-25 years

Machinery and equipment 2-10 years

Tooling equipment 2-5 years

Transportation equipment 3-5 years

Office equipment 2-5 years

Other equipment 2-10 years

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amounts			
Land	\$ 662,261	\$ 659,465	\$ 408,928
Buildings	31,232	34,912	42,492
Transportation equipment	1,419	1,551	232
	<u>\$ 694,912</u>	<u>\$ 695,928</u>	<u>\$ 451,652</u>

	For the Three Months Ended March 31	
	2026	2025
Depreciation charge for right-of-use assets		
Land	\$ 3,912	\$ 2,538
Buildings	4,190	4,233
Transportation equipment	133	116
	<u>\$ 8,235</u>	<u>\$ 6,887</u>

Except for the aforementioned depreciation of right-of-use assets, the Company and its subsidiaries did not have significant additions, sublease or impairment of right-of-use assets during the three months ended March 31, 2026 and 2025.

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Carrying amounts</u>			
Current	<u>\$ 16,107</u>	<u>\$ 16,893</u>	<u>\$ 19,501</u>
Non-current	<u>\$ 50,883</u>	<u>\$ 54,491</u>	<u>\$ 59,747</u>

Range of discount rates (%) for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	1.9235~2.171	1.9235~2.171	1.9235~2.171
Buildings	0.6661~5.0932	0.6661~5.0932	0.6661~5.0932
Transportation equipment	1.798	1.798	1.1033

c. Material leasing activities and terms

The Company lease land from the government. The lease term will expire in December 2031, and the Company has the option to extend or to terminate the lease contract. The Company does not have a purchase option to acquire the leased land at the expiration of the lease period. The government has the option to adjust the lease payments on the base on changes in announced land value.

The Company leases buildings from its associate, JMC Electronics Co., Ltd. (JMC). The rent was determined by negotiation and collected according to the contract. The contract price is comparable to the prices of similar contracts in the area. The lease term will expire in August 2026, and under certain conditions, the Company has the options to extend or to terminate the lease contract. The Company does not have bargain purchase option to acquire the leasehold buildings at the expiration of the lease period.

The main lease agreements of the subsidiaries SHEC, SHS, and MSHE are right-of-use agreements for the lease of land with lease terms of 48-97 years. The lease term will expire in end of March 2052,

February 2054 and March 2087, respectively. The subsidiaries does not have bargain purchase option to acquire the leasehold land at the expiration of the lease period.

The main lease agreements of the subsidiary SHPC relate to buildings. The lease term will expire in September 2028, and under certain conditions, the subsidiaries has options to extend or terminate the lease contract. The subsidiary does not have a bargain purchase option to acquire the leased buildings upon expiration of the lease terms.

d. Other lease information

	For the Three Months Ended March 31	
	2026	2025
Expenses relating to short-term leases	\$ 2,580	\$ 2,472
Expenses relating to low-value asset leases	\$ 165	\$ 197
Total cash outflow for leases	\$ 7,986	\$ 7,863

For staff dormitory, and other equipment that qualify as low-value asset leases, the Company and its subsidiaries have elected to apply the recognition exemption; thus, the Company and its subsidiaries did not recognize right-of-use assets and lease liabilities for these leases.

15. INVESTMENT PROPERTIES

	Land	Buildings	Total
<u>For the Three Months Ended March 31, 2026</u>			
<u>Cost</u>			
Balance at January 1, 2026	\$ 328,572	\$ 151,504	\$ 480,076
Reclassification	-	224	224
Balance at March 31, 2026	328,572	151,728	480,300
<u>Accumulated depreciation</u>			
Balance at January 1, 2026	-	(45,013)	(45,013)
Depreciation	-	(1,603)	(1,603)
Balance at March 31, 2026	-	(46,616)	(46,616)
Carrying amount at December 31, 2026	\$ 328,572	\$ 106,491	\$ 435,063
Carrying amount at March 31, 2026	\$ 328,572	\$ 105,112	\$ 433,684

(Continued)

	Land	Buildings	Total
<u>For the Three Months Ended March 31, 2025</u>			
<u>Cost</u>			
Balance at January 1, 2025 and March 31, 2025	\$ -	\$ 28,447	\$ 28,447
<u>Accumulated depreciation</u>			
Balance at January 1, 2025	-	(23,549)	(23,549)
Depreciation	-	(119)	(119)
Balance at March 31, 2025	-	(23,668)	(23,668)
Carrying amount at March 31, 2025	\$ -	\$ 4,779	\$ 4,779
			(Concluded)

Investment properties are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	10-35 years
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The Company's investment properties are located at the Nanzih Technology Industrial Park and Daliao Dist., Kaohsiung. The Company's management was unable to reliably measure the fair value of the investment property located at the Nanzih Technology Industrial Park because the land belongs to the government, and the Company only holds the building's ownership. The market transactions are not frequent and comparable properties in the active market and alternative reliable measurements of fair value are not available; therefore, the Company and its subsidiaries determined that the fair value of the investment property is not reliably measurable. The fair value of the Company's investment property located at Daliao Dist, Kaohsiung was appraised by an independent valuation company, which is not related to the company, on February 10, 2022. The fair value was \$452,271 thousand and \$452,271 thousand based on the lease terms as of March 31, 2026 and December 31 using the sales comparison approach and the cost comparison approach. Since there is no significant change in the transaction price of real estate in this area, there should be no significant difference between the fair value assessed on March 31, 2026 and December 31, 2025 the aforementioned fair value assessed by the independent valuation firm.

The abovementioned investment properties are leased out for 1 to 5 years. Certain contracts grant a right of first refusal for lease renewal and the lease contracts contain market review clauses in the event. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods.

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

	March 31, 2026	December 31, 2025	March 31, 2025
Year 1	\$ 7,200	\$ 10,524	\$ 4,830
Year 2	11,157	9,895	2,514
Year 3	7,800	7,800	1,467
Year 4	7,800	7,800	-
Year 5	3,250	5,200	-
	<u>\$ 37,207</u>	<u>\$ 41,219</u>	<u>\$ 8,811</u>

16. GOODWILL

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	\$ 691,086	\$ 704,700
Effect of foreign currency exchange difference	5,677	4,219
Balance, end of period	<u>\$ 696,763</u>	<u>\$ 708,919</u>

The Company and its subsidiaries will test the recoverable amount of goodwill at the end of the annual financial reporting period.

17. OTHER INTANGIBLE ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Computer software	\$ 11,855	\$ 13,554	\$ 18,616
Patents	<u>64,383</u>	<u>66,288</u>	<u>70,547</u>
	<u>\$ 76,238</u>	<u>\$ 79,842</u>	<u>\$ 89,163</u>

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

Computer software	2-10 years
Patents	10-20 years

18. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Credit loans	<u>\$ 1,770,106</u>	<u>\$ 1,520,010</u>	<u>\$ 690,000</u>
Range of interest rate (%)	0 ~ 1.77	0 ~ 1.795	1.7405 ~ 1.83

b. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Credit loans will be repaid progressively before June 2030	\$ 6,095,551	\$ 5,841,052	\$ 5,736,557
Less: Current portion	<u>364,577</u>	<u>401,006</u>	<u>426,006</u>
	<u>\$ 5,730,974</u>	<u>\$ 5,440,046</u>	<u>\$ 5,310,551</u>
Range of interest rate (%)	0.725 ~ 1.855	0.72 ~ 1.85	0.72 ~ 1.85

- 1) The Company has committed to maintain certain percentages and amounts for the current ratio, debt ratio, interest coverage ratio and total equity in the consolidated financial statements during the loan period, which are reviewed at least once every six months. If the Company is not in compliance with the aforementioned restrictions on the financial ratios and amounts, the Company should make improvements by the end of the year of submission of the annual consolidated financial statements or by the end of the second quarter of the next year's consolidated financial statements. If the restrictions are met, the Company will be deemed as not in violation of the restrictions, however, the interest rate will be raised. The Company and its subsidiaries' consolidated financial statements as of the year ended December 31, 2025 was not in breach of the aforementioned restrictions.
- 2) The Company entered into a syndicated loan agreement of NT\$7,200,000 thousand with seven banks led by First Commercial Bank in December 2020. The credit line can be used for loan A and loan B. The credit line of loan A is NT\$7,200,000 thousand (or equivalent amount in USD, RMB or JPY), and the joint credit line with loan B cannot exceed NT\$7,200,000 thousand. The credit line of loan B is NT\$5,760,000 thousand, which can be used on a revolving basis during the loan period (5 years from the initial drawdown date), and is used for the purpose of repaying the loans of financial institutions and enriching medium-term working capital. In addition, the Company may extend the loan period by 2 years after obtaining the consent of the seven banks, within the period of six months starting from 4 years after the initial drawdown date. Starting from the first utilization date following a period of three years, the credit facilities for Party A and Party B shall be gradually reduced in five semiannual installments. The first four installments shall each be reduced by NT\$ 360,000 thousand, and the fifth installment shall be reduced by NT\$ 5,760,000 thousand.
- 3) In September 2019, the Company obtained the approval letter from the Ministry of Economic Affairs (MOEA), Republic of China according to "Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan." The Company signed a credit loan contract with a financial institution to obtain a financing line of NT\$2,400,000 thousand, with a credit period of 7 to 10 years. The funds obtained are used for factory expansion, purchased machinery and equipment, buildings and operating turnover, etc.

19. ACCOUNTS PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Accounts payable	<u>\$ 1,430,508</u>	<u>\$ 1,221,592</u>	<u>\$ 1,004,892</u>
Accounts payable - related parties	<u>\$ 10,351</u>	<u>\$ 4,866</u>	<u>\$ 4,492</u>

The Company and its subsidiaries have in place financial risk management policies to ensure that all payables are repaid within the credit period.

20. OTHER PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Salaries and bonuses	\$ 581,287	\$ 657,444	\$ 535,263
Purchase of equipment	41,529	42,697	56,737
Employees' compensation and remuneration of directors	37,026	25,801	40,985
Others	388,227	358,960	328,338
	<u>\$ 1,048,069</u>	<u>\$ 1,084,902</u>	<u>\$ 961,323</u>

21. RETIREMENT BENEFIT PLANS

The pension plans of the Company and its domestic subsidiaries include defined contribution plans and defined benefit plans. The defined contribution plans adopted under the Labor Pension Act ("LPA") are state-managed pension plans under which the Company and its subsidiaries make monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages. Pension expenses under the defined benefit plans are calculated based on actuarially determined pension cost rates.

The subsidiaries in foreign countries contribute monthly to pension funds based on a certain percentage of employees' monthly salaries and wages according to local laws and regulations.

22. EQUITY

a. Share Capital

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	1,750,000	1,750,000	1,750,000
Shares authorized	<u>\$ 700,000</u>	<u>\$ 700,000</u>	<u>\$ 700,000</u>
Number of shares issued and fully paid (in thousands)	950,465	950,489	950,489
Shares issued	<u>\$ 380,186</u>	<u>\$ 380,195</u>	<u>\$ 380,195</u>

On February 12, 2026 and February 20, 2025, the Company's Board of Directors resolved to Redeem shares of newly issued restricted employee shares and to reduce the Company's capital by \$9 thousand and \$20 thousand, respectively. The registration procedures were completed on March 3, 2026 and March 11, 2025, respectively.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distribute cash or transferred to share capital (Note)			
Additional paid-in capital	\$ 4,117,721	\$ 4,117,721	\$ 4,082,840
Conversions of bonds	1,784,093	1,784,093	1,784,093
Treasury share transactions	83,637	78,618	69,268
Expired options of convertible bonds	190	190	190
Expired employee share options	89	89	89
May be used to offset deficits only			
Share of changes in equity of subsidiaries	1	1	1
May not be used for any purpose			
Restricted stocks for employees	85,860	85,851	120,732
	<u>\$ 6,071,591</u>	<u>\$ 6,066,563</u>	<u>\$ 6,057,213</u>

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

c. Retained earnings and dividend policy

After the Company's articles of incorporation, that earnings distribution or loss make-up may be made after the close of each quarter. If there is any surplus at the end of each quarter, the Company shall first make up for losses, estimate and retain the taxable contributions and compensation to employees and directors, and set aside 10% of the legal reserve, except when the legal reserve has reached the Company's total capital, and set aside or reverse the special reserve as required by law or regulations prescribed by the competent authority. If there is any surplus, the remaining balance shall be added to the accumulated undistributed earnings of the previous quarter, and the board of directors shall prepare a proposal for the distribution of the earnings, which shall be resolved by the shareholders' meeting if the earnings are to be distributed by issuing new shares, or by the board of directors if the earnings are to be distributed in cash.

If there is any surplus in the Company's annual final accounts, the Company shall first pay taxes and make up for losses, and then set aside 10% as legal reserve, except when the accumulated legal reserve has reached the Company's total capital, and set aside or reverse the special reserve as required by law or the competent authority; if there is any remaining balance, the Company may give priority to the distribution of dividends from the preferred shares; if there is any unappropriated earnings from prior years, the Board of Directors shall prepare a proposal for the distribution of earnings, if the distribution is to be made by issuing new shares.

In accordance with the Article 240 of the Company Act, the Company authorizes the board of directors to distribute the distributable dividends and bonuses, as well as all or part of statutory surplus reserve and capital reserve in cash as stipulated in Article 241 of the Company Act, with the presence of more than two-thirds of the directors and a resolution approved by more than half of the directors present, and it shall be reported to the shareholders' meeting.

The Company is in line with the overall environment and the growth characteristics of the industry, as well as the long-term financial planning of the Company, in order to achieve sustainable and stable business development. The Company's dividend policy is based on the residual dividend policy, which is based on the Company's future capital budget plan to measure the annual capital requirements, and the remaining earnings are distributed in the form of cash and stock dividends after reserving the necessary capital for financing. The distribution steps are as follows:

- 1) Determine the best capital budget.
- 2) Determine the amount of financing needed to meet the previous capital budget.
- 3) Determine the amount of capital to be financed by retained earnings.
- 4) The remaining earnings may be distributed to the shareholders in the form of dividends, after reserving an appropriate amount for operating needs, and the distribution should be no less than 10% of the Company's distributable earnings for the year, provided that the portion of cash dividends is no less than 10% of the total dividends to be paid.

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.

In accordance with the Rule issued by FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs", the Company should appropriate to or reverse from special reserve.

The appropriations of the quarterly earnings for 2026, 2025 and 2024, which were resolved by the Company's board of directors, were as follows:

	For the Three Months Ended March 31, 2026			
Resolution Date of the board of directors' meeting	May 4, 2026			
Legal reserve	\$ 47,057			
Cash dividends	\$ 421,660			
Cash dividends per share (NT\$)	\$ 0.45			

	For the Three Months Ended December 31, 2025	For the Three Months Ended September 30, 2025	For the Three Months Ended June 30, 2025	For the Three Months Ended March 31, 2025
Resolution Date of the board of directors' meeting	March 10, 2026	November 5, 2025	August 6, 2025	May 7, 2025
Legal reserve	\$ 50,894	\$ 73,993	\$ 10,171	\$ 41,707
Special reserve (reversal)	(\$ 4,481)	(\$ 113,027)	\$ 117,063	(\$ 14,385)
Cash dividends	\$ 420,086	\$ 420,096	\$ 420,096	\$ -
Cash dividends per share (NT\$)	\$ 0.45	\$ 0.45	\$ 0.45	\$ -

	For the Three Months Ended December 31, 2024	For the Three Months Ended September 30, 2024	For the Three Months Ended June 30, 2024	For the Three Months Ended March 31, 2024
Resolution Date of the board of directors' meeting	March 12, 2025	November 5, 2024	August 6, 2024	May 10, 2024
Legal reserve	\$ 55,976	\$ 50,081	\$ 51,309	\$ 43,944
Special reserve (reversal)	\$ 14,830	\$ -	(\$ 4,185)	(\$ 4,676)
Cash dividends	\$ 427,719	\$ 427,742	\$ 389,721	\$ 389,721
Cash dividends per share (NT\$)	\$ 0.45	\$ 0.45	\$ 0.41	\$ 0.41

In addition to the above-mentioned cash dividends, the other proposed appropriations for 2024 had been resolved by the shareholders in their meeting on May 2025. The other proposed appropriations for 2025 will be resolved by the shareholders in their meeting to be held on June 2026.

d. Other equity items

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

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	\$ 101,383	\$ 280,119
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	248,008	116,663
Related income tax	(49,602)	(23,333)
Balance, end of period	\$ 299,789	\$ 373,449

2) Unrealized gains and losses on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	\$ 760,003	\$ 704,052
Recognized for the period		
Unrealized gains and losses - equity instruments	14,663	(174,355)
Cumulative unrealized gains and losses of equity instruments transferred to retained earnings due to disposal	(1,600)	-
Balance, end of period	\$ 773,066	\$ 529,697

3) Unearned employee benefits

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	(\$ 28,648)	(\$ 56,598)
Share - based payment expense	5,317	7,434
Balance, end of period	<u>(\$ 23,331)</u>	<u>(\$ 49,164)</u>

e. Non-controlling interests

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	\$ 438,708	\$ 447,349
Share of net profit for the period	16,007	7,345
Other comprehensive income (loss) for the period		
Exchange differences on translating of the financial statements of foreign operations	8,680	3,066
Unrealized gains and losses on financial assets at fair value through other comprehensive income	(1,222)	396
Acquisition of the Company's shares held by subsidiaries	-	(14,442)
Disposal of the Company's shares held by subsidiaries	936	-
Cash dividends received by subsidiaries from the Company	4,910	4,251
Balance, end of period	<u>\$ 468,019</u>	<u>\$ 447,965</u>

f. Treasury shares

Purpose of Treasury Shares	Beginning of period	Thousand Shares		March 31	
		Addition	Reduction	Thousand Shares	Amount
For the Three Months Ended March 31, 2026					
Transferring shares to employees	16,942	-	-	16,942	\$ 586,182
Shares held by subsidiaries	10,499	-	17	10,482	365,071
	27,441	-	17	27,424	\$ 951,253
For the Three Months Ended March 31, 2025					
Transferring shares to employees	-	1,942	-	1,942	\$ 68,175
Shares held by subsidiaries	8,970	397	-	9,367	328,295
	8,970	2,339	-	11,309	\$ 396,470

The Company's shares acquired and held by the subsidiary, Shing Zheng Investment, for the purpose of

investment are accounted for as treasury shares (subsidiaries recorded those shares as financial assets at FVTOCI) based on the percentage of ownership held by the Company. The Company does not hold more than 50% of the shares of Shing Zheng Investment; therefore, its rights to hold the Company's shares are the same as those of other ordinary shareholders. Refer to Table 3 for details of the subsidiaries' ownership of the Company's shares. In 2026 and 2025, the subsidiary sold 35 thousand shares and 0 thousand shares of the Company held by it at disposal price of NT\$1,834 thousand and NT\$0 thousand, and the carrying amount of treasury shares attributed to the Company was NT\$597 thousand and NT\$0 thousand, which was based on the proportion of shareholdings, and the gain on disposal of NT\$301 thousand and NT\$0 thousand, was recognized as capital surplus -treasury stock transactions. As of March 31, 2026 and 2025, the market value of the shareholding ratio of the Company above treasury shares was NT\$489,505 thousand and NT\$327,850 thousand based on the Company's shareholding at the end of the year, respectively.

For the abovementioned the repurchase of the Company's shares to be treasury shares transferred to employees. Refer to Note 27 (b). In accordance with the Securities and Exchange Act, treasury shares held by the Company shall not be pledged, and do not hold any shareholder rights.

23. OPERATING REVENUE

	For the Three Months Ended March 31	
	2026	2025
Revenue from sale of goods	\$ 3,654,628	\$ 3,170,784
Commission and revenue from the rendering of services	13,174	8,328
Other operating revenue	4,046	1,313
	<u>\$ 3,671,848</u>	<u>\$ 3,180,425</u>

a. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes and accounts receivable	<u>\$ 3,082,075</u>	<u>\$ 2,998,007</u>	<u>\$ 2,653,120</u>	<u>\$ 2,574,054</u>
Contract liabilities (including current and non-current)				
Sale of goods	<u>\$ 73,279</u>	<u>\$ 99,389</u>	<u>\$ 198,741</u>	<u>\$ 208,696</u>

The changes in the balance of contract liabilities resulted primarily from the difference in timing between the satisfaction of performance obligations and customer payment.

Revenue recognized in the current period from the satisfaction of performance obligations of the contract liabilities at the beginning of the period was as follows:

	For the Three Months Ended March 31	
	2026	2025
Sale of goods	\$ 41,809	\$ 36,304

b. Disaggregation of revenue

For the Three Months Ended March 31, 2026

	Operating Segment				
	IC Lead Frames	LED Lead Frames	Resins Material	Others	Total
Type of revenue					
Sale of goods	\$ 2,536,041	\$ 261,488	\$ 762,917	\$ 94,182	\$ 3,654,628
Commission and rendering of services	149	-	11,552	1,473	13,174
Others	-	285	-	3,761	4,046
	<u>\$ 2,536,190</u>	<u>\$ 261,773</u>	<u>\$ 774,469</u>	<u>\$ 99,416</u>	<u>\$ 3,671,848</u>

For the Three Months Ended March 31, 2025

	IC Lead Frames	LED Lead Frames	Resins Material	Others	Total
Type of revenue					
Sale of goods	\$ 2,305,948	\$ 230,605	\$ 582,272	\$ 51,959	\$ 3,170,784
Commission and rendering of services	859	-	6,514	955	8,328
Others	-	442	-	871	1,313
	<u>\$ 2,306,807</u>	<u>\$ 231,047</u>	<u>\$ 588,786</u>	<u>\$ 53,785</u>	<u>\$ 3,180,425</u>

c. Partially completed contracts

The transaction prices, excluding any estimated amounts of variable consideration that are constrained, allocated to the performance obligations that were not fully satisfied and the expected timing for recognition of revenue were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Sale of goods			
Full fill in first year	\$ 59,613	\$ 89,084	\$ 179,498
Full fill in second year and subsequent years	13,666	10,305	19,243
	<u>\$ 73,279</u>	<u>\$ 99,389</u>	<u>\$ 198,741</u>

24. PROFIT BEFORE INCOME TAX

The following items were included in profit before income tax:

a. Other income

	For the Three Months Ended March 31	
	2026	2025
Government grants	\$ 12,218	\$ 5,219
Dividend income	3,665	5,695
Rental income	3,294	1,340
Compensation income	1,169	12
Tooling revenue	341	3,354
Others	1,838	12,011
	<u>\$ 22,525</u>	<u>\$ 27,631</u>

b. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Net foreign exchange gain	\$ 21,762	\$ 45,144
Gain on financial assets mandatorily classified as at FVTPL	25,145	(4,622)
Others	(2,015)	(1,140)
	<u>\$ 44,892</u>	<u>\$ 39,382</u>

c. Finance costs

	For the Three Months Ended March 31	
	2026	2025
Interest on bank loans	\$ 32,688	\$ 28,754
Amortization of syndicated loan fee	770	720
Interest on lease liabilities	387	482
Others	34	-
	<u>\$ 33,879</u>	<u>\$ 29,956</u>

d. Depreciation and amortization

		For the Three Months Ended March 31	
		2026	2025
Depreciation expense			
Property, plant and equipment	\$	153,739	\$ 177,559
Right-of-use assets		8,235	6,887
Investment properties		1,603	119
		<u>\$ 163,577</u>	<u>\$ 184,565</u>
Analysis of depreciation by function			
Operating costs	\$	148,629	\$ 171,856
Operating expenses		13,345	12,590
Non-operating income and expenses		1,603	119
		<u>\$ 163,577</u>	<u>\$ 184,565</u>
Amortization expense			
Computer software	\$	1,727	\$ 2,469
Patents		1,921	1,975
Other non-current assets		271	260
		<u>\$ 3,919</u>	<u>\$ 4,704</u>
Analysis of amortization by function			
Operating costs	\$	2,466	\$ 2,841
Operating expenses		1,453	1,863
		<u>\$ 3,919</u>	<u>\$ 4,704</u>

e. Employee benefits

		For the Three Months Ended March 31	
		2026	2025
Short-term employee benefits	\$	502,857	\$ 475,213
Post-employment benefits			
Defined contribution plans		23,775	22,135
Defined benefit plans		327	242
		<u>526,959</u>	<u>497,590</u>
Share-based payments		5,317	7,434
Other long-term employee benefits		355	751

	For the Three Months Ended March 31	
	2026	2025
Analysis of employee benefits by function	\$ 532,631	\$ 505,775
Operating costs	\$ 368,199	\$ 330,555
Operating expenses	164,432	175,220
	<u>\$ 532,631</u>	<u>\$ 505,775</u>

f. Compensation of employees and remuneration of directors

In accordance with the Company's Articles, the Company accrues employees' compensation and remuneration of directors at the rates of 1% to 12% and no higher than 1.5%, respectively, of the pre-tax profit before deduction for employees' compensation and remuneration of directors. The shareholders of the Company resolved to amend the Company's Articles at their regular meeting on May 2025. The amendments stipulated that, if the Company allocates the above-mentioned employee remuneration in the year, no less than 20% of such remuneration shall be distributed to grassroots employees. The compensation of employees and remuneration of directors for the three months ended March 31, 2026 and 2025 were as follows:

	For the Three Months Ended March 31	
	2026	2025
Employees' compensation	\$ 5,360	\$ 4,621
Remuneration of directors	\$ 999	\$ 999

	For the Three Months Ended March 31	
	2026	2025
Accrual rate		
Employees' compensation (%)	1	1
Remuneration of directors (%)	0.19	0.22

The difference between the amounts recognized and approved by the Company's board of directors is recorded as a change in accounting estimate and will be adjusted in the next year.

The compensation of employees and remuneration of directors for 2025 and 2024 approved by the Company's board of directors in March 2026 and 2025, respectively, are as follows:

	For the Year Ended December 31	
	2025	2024
Employees' compensation - cash	\$ 16,728	\$ 21,889
Remuneration of directors - cash	\$ 4,000	\$ 4,000

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

December 31, 2025 and 2024.

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

g. Others

	For the Three Months Ended March 31	
	2026	2025
Gain on disposal of property, plant and equipment (included in operating costs)	\$ 3,676	\$ 19

25. INCOME TAX

a. Income tax expense recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current period	\$ 131,594	\$ 105,980
Adjustments for prior years	(10,835)	(21,486)
Deferred tax		
In respect of the current period	821	10,031
Adjustments for prior years	(2,954)	-
	<u>\$ 118,626</u>	<u>\$ 94,525</u>

b. Income tax expense (benefit) recognized in other comprehensive income

	For the Three Months Ended March 31	
	2026	2025
Deferred tax		
Exchange differences on translation of foreign operations	<u>\$ 49,602</u>	<u>\$ 23,333</u>

c. Income tax assessments

The income tax returns of the Company through 2024 has been assessed by the tax authorities. The income tax returns of the subsidiary in Taiwan through 2023 has been assessed by the tax authorities.

26. EARNINGS PER SHARE

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

	For the Three Months Ended March 31	
	2026	2025
Net profit for the period attributable to owners of the Company	\$ 468,971	\$ 417,072

Weighted average number of ordinary shares outstanding (in thousands of shares):

	For the Three Months Ended March 31	
	2026	2025
Weighted average number of ordinary shares used in the computation of basic earnings per share	918,342	935,419
Effect of potentially dilutive ordinary shares		
Employees' compensation	398	628
Employee restricted stock awards	3,827	3,264
Weighted average number of ordinary shares used in the computation of diluted earnings per share	922,567	939,311

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

27. SHARE-BASED PAYMENT ARRANGEMENTS

a. Employee restricted stock awards

The issuance of employee restricted stock awards (RSAs) for the year 2022 of no more than 6,365 thousand ordinary shares (par value of NT\$0.4) has been approved by the Company's shareholders in their meeting held in June 2022. The grants will be made free of charge. Under the aforementioned resolution, the Company's board of directors approved the issuance of RSAs of 5,925 thousand shares (par value of NT\$0.4) in October 2022. The grant date and the issuance date will be on October 11, 2022. The fair value of employee restricted stock awards at the date of grant was \$30.6 per share.

Vesting conditions of the aforementioned arrangement are as follows:

- 1) Three years from the date of new employee restricted stocks for employees who are still in employment and achieved their individual KPI each year.

- 2) The maximum percentage of shares that can be vested in each year is 20% for three years, 30% for four years and 50% for five years.

Employee restricted stocks that have been granted but have not yet met the vesting conditions are as follows:

- 1) During each vesting period, no key management personnel granted RSAs, except for inheritance, may sell, pledge, transfer, give to another person, create any encumbrance on, or otherwise dispose of, any shares under the unvested RSAs. After the employee meets the vesting conditions, the shares will be transferred to the employee's personal pool account in accordance with the trust custody agreement.
- 2) The right of attendance, proposal, speech, vote and election should be executed in accordance with the contract of stock trust.
- 3) Except for the restrictions mentioned above, the right of restricted shares is the same as the issued ordinary shares of the Company before meeting the vesting conditions (including the right of interest, dividends, capital surplus; share option for cash capital increase).

b. Treasury shares transferred to employees

For the purposes of motivating the employees and enhancing business performance, the Board of Directors resolved on March 12, 2025, and April 14, 2025, to repurchase 5,000 thousand and 15,000 thousand common shares, respectively, of the Company from the open market for transfer to employees, respectively. At the end of the exercise period, the Company had repurchased 5,000 thousand shares and 11,942 thousand shares, respectively, at a total cost of NT\$161,115 thousand and NT\$425,067 thousand, respectively. On May 4, 2026, the Board of Directors resolved to transfer the treasury stock repurchased for the second time in 2025 to eligible employees. The transfer date was July 7, 2026, with a total of 3,500,000 shares transferred at a price of NT\$35 per share.

28. NON-CASH TRANSACTIONS

The Company and its subsidiaries entered into the following non-cash investing activities that were not reflected in the statements of cash flows:

	For the Three Months Ended March 31	
	2026	2025
Investing activities affecting both cash and non-cash items		
Increase of property, plant and equipment	\$ 263,556	\$ 93,585
Decrease in prepayments for equipment	(18,949)	(16,878)
Decrease in payable for equipment (classified under other payables)	3,543	11,627
	<u>\$ 248,150</u>	<u>\$ 88,334</u>
Cash paid		
Increase of intangible assets	\$ 16	\$ 830
Increase in prepayments for equipment	1,972	2,167
Increase in payable for equipment (classified under other payables)	(1,455)	(289)
	<u>\$ 533</u>	<u>\$ 2,708</u>
Cash paid		

29. CAPITAL MANAGEMENT

The Company and its subsidiaries manage the capital to ensure that they will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance. The overall strategy of the Company and its subsidiaries did not change significantly during the three months ended March 31, 2026.

The capital structure of the Company and its subsidiaries consist of net debt and equity. The Company and its subsidiaries' long-term borrowings are subject to certain capital and financial ratio restrictions based on signed contracts. Refer to Note 18 for more information.

The key management personnel of the Company and its subsidiaries reviews the capital structure periodically in consideration of the current operation in the industry and the future development and external environmental changes. As part of the review, the key management personnel considers the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Company and its subsidiaries may adjust the amount of dividends paid to shareholders, the number of shares issued, repurchase and the amount of new debt issued or existing debt redeemed.

30. FINANCIAL INSTRUMENTS

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

The management of the Company and its subsidiaries believe the carrying amounts of financial assets and financial liabilities recognized in the financial statements approximate their fair values.

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

1) Fair value hierarchy

<u>March 31, 2026</u>				
	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Non - derivatives				
Mutual funds	<u>\$ 114,380</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 114,380</u>
<u>Financial assets at FVTOCI</u>				
Investment in equity instruments				
Domestic listed shares	<u>\$ 3,260,370</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,260,370</u>
 <u>December 31, 2025</u>				
	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Non - derivatives				
Mutual funds	<u>\$ 94,570</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 94,570</u>

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investment in equity instruments				
Domestic listed shares	<u>\$ 3,009,283</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,009,283</u>
<u>March 31, 2025</u>				
	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Non - derivatives				
Mutual funds	<u>\$ 73,990</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 73,990</u>
<u>Financial assets at FVTOCI</u>				
Investment in equity instruments				
Domestic listed shares	<u>\$ 2,562,784</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,562,784</u>

There was no transfer between Level 1 and Level 2 during the three months ended March 31, 2026 and 2025.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Financial assets</u>			
Financial assets mandatorily classified as at FVTPL	\$ 114,380	\$ 94,570	\$ 73,990
Financial assets at amortized cost (Note 1)	11,518,235	11,516,236	11,459,610
Financial assets at FVTOCI - equity instruments	3,260,370	3,009,283	2,562,784
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (Note 2)	10,361,158	9,679,818	8,403,696

Note 1: The balances included financial assets at amortized cost, which comprise cash and cash equivalents, notes and accounts receivable (including related parties), other receivables, refundable deposits (included in other non-current assets), and other financial assets.

Note 2: The balances included financial liabilities at amortized cost, which comprise short-term borrowings, notes payable, accounts payable (including related parties), other payables, long-term borrowings (including current portion of long-term borrowings) and guarantee deposits received.

d. Financial risk management objectives and policies

The Company and its subsidiaries' major financial instruments include equity investments, notes and accounts receivable, accounts payable, borrowings and lease liabilities. The Company and its subsidiaries' corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Company and its subsidiaries through internal risk reports that 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 significant financial activities of the Company and its subsidiaries are reviewed by the board of directors in accordance with relevant regulations and internal controls. The finance department follows the accountability and related financial risk control procedures required by the Company and its subsidiaries for executing financial projects. Compliance with policies and exposure limits is continually reviewed by the internal auditors. The Company and its subsidiaries did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Company and its subsidiaries were exposed primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other price (see (c) below).

There had been no change to the Company and its subsidiaries' exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Company and its subsidiaries were exposed to foreign currency risk due to sales, purchases and capital expenditures denominated in foreign currencies. Exchange rate exposures were managed within approved policy parameters utilizing foreign borrowings or foreign bond.

For the carrying amounts of the Company and its subsidiaries' significant non-functional currency denominated monetary assets and liabilities at the balance sheet date, refer to Note 35.

The Company and its subsidiaries are mainly exposed to the USD. The following table details the Company and its subsidiaries' sensitivity to a 1% increase and decrease in the functional currency against the USD. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%.

	USD Impact	
	For the Three Months Ended	
	March 31	
	2026	2025
Profit before income tax (Note)	(\$ 34,396)	(\$ 35,217)

Note: These were mainly attributable to the exposure on outstanding USD denominated cash and cash equivalents, accounts receivable (including related parties), other receivables, other financial assets, short-term borrowings, accounts payable (including related parties), and other payables which were not hedged at the balance sheet date.

In management's opinion, the sensitivity analysis was unrepresentative of the inherent foreign

exchange risk because the exposure at the balance sheet date did not reflect the exposure during the period. Sales in USD will fluctuate based on different contracts and the business cycle.

b) Interest rate risk

The Company and its subsidiaries were exposed to interest rate risk because the Company and its subsidiaries borrowed funds at floating interest rates. The risk is managed by the Company and its subsidiaries by utilizing low-interest-rate financing methods. By taking advantage of the low interest rates, the Company and its subsidiaries can not only maintain low financing costs but have sufficient lines of credit for utilization.

The carrying amounts of the Company and its subsidiaries' financial assets and liabilities with exposure to interest rates at the balance sheet date were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
Financial assets	\$ 7,712	\$ 7,636	\$ 7,713
Financial liabilities	66,990	71,384	79,248
Cash flow interest rate risk			
Financial assets	3,724,917	3,687,495	3,948,235
Financial liabilities	7,565,647	7,061,052	6,426,557

The sensitivity analysis below was determined based on the Company and its subsidiaries' exposure to financial instruments at the balance sheet date. For floating rate liabilities, the analysis was prepared assuming the amount of the liabilities outstanding at the balance sheet date was outstanding for the whole year. A 1% basis point increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 1% higher/lower and all other variables were held constant, the Company and its subsidiaries' pre-tax profit for the three months ended March 31, 2026 and 2025 would have decreased/increased by NT\$18,914 thousand and NT\$16,066 thousand, respectively.

c) Other price risk

The Company and its subsidiaries are exposed to other price risk through its investments in securities and bonds. If prices had been 1% higher/lower, pre-tax profit for the three months ended March 31, 2026 and 2025 would have increased/decreased by NT\$1,144 thousand and NT\$740 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the pre-tax other comprehensive income for the three months ended March 31, 2026 and 2025 would have increased/decreased by NT\$32,604 thousand and NT\$25,628 thousand, respectively, as a result of the changes in the fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Company and its subsidiaries. As of the balance sheet date, the Company and its subsidiaries' maximum exposure to credit risk, which would cause a financial loss to the Company and its subsidiaries due to the failure of the counterparty to discharge its obligation is the carrying amount of financial assets recognized in the consolidated balance sheets.

The Company and its subsidiaries' transaction counterparties are all creditworthy companies, and the relevant business units grant credit lines to their customers based on the results of each credit check, and also regularly tracks customer collections. Therefore, no significant credit risk is expected.

There are a number of major customers when it comes to accounts receivable counterparties. They are mostly engaged in commercial activities, and have similar economic characteristics and similar ability to fulfill contracts affected by the economic or other conditions. Therefore, the Company and its subsidiaries were exposed to credit risk. The receivables balances (notes receivable, accounts receivable and other receivables, including related parties) with significant credit risk were as follows:

Customer	March 31, 2026	December 31, 2025	March 31, 2025
	2026	2025	2025
CWE (Parent company)	\$ 724,334	\$ 713,685	\$ 616,133

3) Liquidity risk

The Company and its subsidiaries manage liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Company and its subsidiaries' operations and mitigate the effects of fluctuations in cash flows. The Company and its subsidiaries rely on bank borrowings as a significant source of liquidity. As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company and its subsidiaries' unused credit facilities were NT\$12,763,939 thousand, NT\$13,160,098 thousand and NT\$14,009,147 thousand, respectively.

The following table details the Company and its subsidiaries' remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Company and its subsidiaries' can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time span regardless of the probability of the banks choosing to exercise their rights. To the extent that interest flows are at floating rate, the undiscounted amount was estimated by the interest rate at the balance sheet date.

	Less than 1 Year	1-5 Years	Over 5 Years	Total
March 31, 2026				
Non-interest bearing liabilities	\$ 3,319,482	\$ 1,950	\$ 4,624	\$ 3,326,056
Lease liabilities	17,395	31,324	25,527	74,246
Variable interest rate liabilities	1,936,460	5,825,583	-	7,762,043
Fixed interest rate liabilities	300,010	-	-	300,010
	<u>\$ 5,573,347</u>	<u>\$ 5,858,857</u>	<u>\$ 30,151</u>	<u>\$ 11,462,355</u>

	Less than 1 Year	1-5 Years	Over 5 Years	Total
December 31, 2025				
Non-interest bearing liabilities	\$ 3,143,305	\$ 1,530	\$ 4,471	\$ 3,149,306
Lease liabilities	18,317	34,453	26,247	79,017
Variable interest rate liabilities	1,715,110	5,530,916	-	7,246,026
Fixed interest rate liabilities	300,010	-	-	300,010
	<u>\$ 5,176,742</u>	<u>\$ 5,566,899</u>	<u>\$ 30,718</u>	<u>\$ 10,774,359</u>
	Less than 1 Year	1-5 Years	Over 5 Years	Total
March 31, 2025				
Non-interest bearing liabilities	\$ 2,818,065	\$ 2,733	\$ 3,469	\$ 2,824,267
Lease liabilities	21,129	38,388	28,406	87,923
Variable interest rate liabilities	1,205,341	5,373,294	14,308	6,592,943
	<u>\$ 4,044,535</u>	<u>\$ 5,414,415</u>	<u>\$ 46,183</u>	<u>\$ 9,505,133</u>

31. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, account balances and gains and losses were eliminated when preparing the consolidated financial statements. Besides information disclosed elsewhere in the other notes, details of transactions between the Company and its subsidiaries and their related parties are disclosed as follows:

- a. Names of related parties and their relationships with the Company and its subsidiaries

Related Party Name	Relationship
Chang Wah Electromaterials Inc. (CWE)	Parent company
Wah Lee Industrial Corp. (WLC)	Investment company that adopts equity method to evaluate the parent company
Dongguan Huagang International Trading Co., Ltd. (DHIT)	Subsidiary of investment company that adopt equity method to evaluate the parent company
Shanghai Yikang Chemicals & Industries Co., Ltd. (SYCI)	Subsidiary of investment company that adopt equity method to evaluate the parent company
JMC Electronics Co., Ltd.(JMC)	Associate
Tian Zheng International Precision Machinery Co., Ltd. (TZI)	Parent company serves as its corporate director
Shin East Enterprise Co., Ltd.	Other related parties (since February 2026)
Yan Lin Co., Ltd.	Other related parties (since February 2026)
Hung Yung Co., Ltd.	Other related parties (since February 2026)
Shi Jong Enterprise Co., Ltd.	Other related parties (since February 2026)

b. Operating revenue

Account Item	Related Party Name	For the Three Months Ended March 31	
		2026	2025
Revenue from sales of goods	CWE	\$ 686,843	\$ 565,580
	DHIT	20,348	25,359
		<u>\$ 707,191</u>	<u>\$ 590,939</u>

Sales to related parties were under normal terms applied to similar transactions in the market. Payment terms are 30-90 days from the end of the month, and the general customer payment terms are 30-120 days from the end of the month.

c. Purchase of goods

Related Party Name	For the Three Months Ended March 31	
	2026	2025
CWE	\$ 8,869	\$ 1,076
SYCI	2,880	2,479
WLC	435	435
	<u>\$ 12,184</u>	<u>\$ 3,990</u>

The purchase price is different from and not comparable with that for non-related parties. Payment terms are 30-90 days from the end of the month, and the general customer payment terms are 7 days after purchasing to 120 days from the end of the month.

d. Balance at period-end

Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable - related parties			
CWE	\$ 724,120	\$ 687,418	\$ 615,271
DHIT	23,363	33,299	28,918
	<u>\$ 747,483</u>	<u>\$ 720,717</u>	<u>\$ 644,189</u>
Other receivables			
Parent company	\$ 214	\$ 26,267	\$ 862
Other related parties	5	-	-
	<u>\$ 219</u>	<u>\$ 26,267</u>	<u>\$ 862</u>

Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Refundable deposit			
Associate	<u>\$ 615</u>	<u>\$ 615</u>	<u>\$ 615</u>
Contract liabilities - current			
CWE	<u>\$ 18,675</u>	<u>\$ 20,209</u>	<u>\$ 24,815</u>
Accounts payable - related parties			
CWE	\$ 7,299	\$ 651	\$ 1,324
SYCI	2,595	4,215	2,711
WLC	<u>457</u>	<u>-</u>	<u>457</u>
	<u>\$ 10,351</u>	<u>\$ 4,866</u>	<u>\$ 4,492</u>
Dividends payable			
CWE	\$ 204,457	\$ 204,452	\$ 204,462
JMC	7,106	7,151	\$ 6,194
WLC	<u>2,250</u>	<u>2,250</u>	<u>\$ 2,250</u>
	<u>\$ 213,813</u>	<u>\$ 213,853</u>	<u>\$ 212,906</u>
Other payables			
Other related parties	\$ 46,776	\$ -	\$ -
Investment company that adopts equity method to evaluate the parent company	14,721	15,455	10,947
Parent company serves as its corporate director	4,200	-	-
Parent company	<u>523</u>	<u>537</u>	<u>666</u>
	<u>\$ 66,220</u>	<u>\$ 15,992</u>	<u>\$ 11,613</u>
Contract liabilities – non current			
CWE	<u>\$ 3,016</u>	<u>\$ 2,032</u>	<u>\$ 6,867</u>
Guarantee deposit received			
Parent company	<u>\$ 230</u>	<u>\$ 230</u>	<u>\$ 230</u>

e. Lease arrangements

Lease liabilities

Related Party Name	March 31, 2026	December 31, 2025	March 31, 2025
JMC	<u>\$ 17,193</u>	<u>\$ 18,909</u>	<u>\$ 23,999</u>

Interest expense

Related Party Name	For the Three Months Ended March 31	
	2026	2025
JMC	<u>\$ 129</u>	<u>\$ 167</u>

Please refer to Note 14 (c) for the Lease Agreement.

f. Other transactions with related parties

Account Item	Related Party Category/Name	For the Three Months Ended March 31	
		2026	2025
Consumables	Investment company that adopts equity method to evaluate the parent company	<u>\$ 13,048</u>	<u>\$ 9,916</u>
Packaging materials and outsourced labor services	Other related parties	<u>\$ 38,293</u>	<u>\$ -</u>
Commission expenses	Parent company	<u>\$ 180</u>	<u>\$ 180</u>
Rental revenue	Parent company	<u>\$ 632</u>	<u>\$ 629</u>

The Company and its subsidiaries purchased consumables, packing materials, and outsourced labor services from related parties, which were recognized as manufacturing expenses and selling expenses. Transaction prices are negotiated by both parties with reference to market conditions, and the payment terms did not differ materially from those applicable to non-related parties.

Certain products of the Company are entrusted to the parent company CWE for sales. The handling fees paid according to the contract are listed in selling and marketing expenses - commission expenses.

The Company leases part of the building to its parent company, CWE. The rent was determined by negotiation and collected according to the contract. The contract price is comparable to the prices of similar contracts in the area. The lease term will expire in October 2027 and the relevant rental income was recognized under other income.

g. Remuneration for key management personnel

The remuneration of directors and other members of key management personnel was as follows:

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits	\$ 13,908	\$ 15,029
Share-based payments	3,395	4,735
Post-employment benefits	201	228
	<u>\$ 17,504</u>	<u>\$ 19,992</u>

32. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The Company and its subsidiaries provided the following assets as collateral for guarantees for purchase performance and import tariffs:

	March 31, 2026	December 31, 2025	March 31, 2025
Other financial assets			
Time deposits	<u>\$ 22,712</u>	<u>\$ 46,582</u>	<u>\$ 22,713</u>

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

The Company and its subsidiaries' commitments for the purchase of property, plant and equipment to which NT\$521,773 thousand was unpaid.

34. SIGNIFICANT EVENTS AFTER REPORTING PERIOD

To meet the needs of business expansion and capacity allocation, on May 4, 2016, the Board of Directors resolved that the company's mainland subsidiary, SHS would invest RMB 30 million to establish a new company in Weihai, Shandong, and signed an investment cooperation agreement with the Weihai Torch High-Tech Industrial Development Zone Administrative Committee. The Chairman is authorized to handle any future amendments or adjustments required by regulatory authorities, relevant laws and regulations, or other subjective or objective factors.

35. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the Company and its subsidiaries and the exchange rates between the foreign currencies and the respective

functional currencies were disclosed. The significant financial assets and liabilities denominated in foreign currencies were as follows:

	Foreign Currency (In Thousands)		Exchange Rate	Carrying Amount (In Thousands)
March 31, 2026				
Monetary foreign currency assets				
USD	\$ 70,970	31.9950	(USD:NTD)	\$ 2,270,669
USD	60,773	6.9194	(USD:RMB)	1,944,420
JPY	561,932	0.2005	(JPY:NTD)	112,667
RMB	158,630	4.6240	(RMB:NTD)	733,505
MYR	9,460	0.2470	(MYR:USD)	74,752
Monetary foreign currency liabilities				
USD	15,186	31.9950	(USD:NTD)	485,871
USD	9,053	6.9194	(USD:RMB)	289,648
JPY	218,440	0.2005	(JPY:NTD)	43,797
JPY	185,530	0.0063	(JPY:USD)	37,198
JPY	129,822	0.0434	(JPY:RMB)	26,029
RMB	23,186	4.6240	(RMB:NTD)	107,213
MYR	6,453	0.2490	(MYR:USD)	51,405
Non-monetary items				
Subsidiaries accounted for using the equity method				
USD	338,189	31.9950	(USD:NTD)	10,820,350
RMB	29,926	4.6240	(RMB:NTD)	138,378
December 31, 2025				
Monetary foreign currency assets				
USD	\$ 71,143	31.4300	(USD:NTD)	\$ 2,236,029
USD	62,527	7.0288	(USD:RMB)	1,965,237
JPY	537,932	0.2008	(JPY:NTD)	108,017
RMB	145,837	4.4716	(RMB:NTD)	652,126
MYR	3,679	0.2458	(MYR:USD)	28,415
Monetary foreign currency liabilities				
USD	15,358	31.4300	(USD:NTD)	482,699
USD	10,074	7.0288	(USD:RMB)	316,641
JPY	320,574	0.2008	(JPY:NTD)	64,371
JPY	130,947	0.0064	(JPY:USD)	26,295
RMB	23,760	4.4716	(RMB:NTD)	106,245

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
MYR	7,372	0.2440 (MYR:USD)	56,541
SGD	1,070	0.7779 (SGD:USD)	26,164
Non-monetary items			
Subsidiaries accounted for using the equity method			
USD	330,549	31.4300 (USD:NTD)	10,389,151
RMB	29,142	4.4716 (RMB:NTD)	130,313
March 31, 2025			
Monetary foreign currency assets			
USD	\$ 83,206	33.2050 (USD:NTD)	\$ 2,762,861
USD	45,534	7.1782 (USD:RMB)	1,511,957
JPY	419,234	0.2227 (JPY:NTD)	93,364
RMB	130,021	4.6258 (RMB:NTD)	601,453
MYR	3,131	0.2558 (MYR:USD)	23,469
Monetary foreign currency liabilities			
USD	14,583	33.2050 (USD:NTD)	484,239
USD	8,097	7.1782 (USD:RMB)	268,868
JPY	165,808	0.2227 (JPY:NTD)	36,925
RMB	24,828	4.6258 (RMB:NTD)	114,848
MYR	4,492	0.2255 (MYR:USD)	33,634
Non-monetary items			
Subsidiaries accounted for using the equity method			
USD	283,707	33.2050 (USD:NTD)	9,420,475
RMB	26,976	4.6258 (RMB:NTD)	124,785

Please refer to Note 24 for information relating to net foreign exchange gains and losses. Due to the variety of foreign currency transactions and functional currencies of each entity, it is impractical to disclose net foreign exchange gains and losses by each significant foreign currency.

36. ADDITIONAL DISCLOSURES

a. Information about significant transactions and investees; b. Information on investees

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)

- 3) Significant marketable securities held (excluding investments in subsidiaries and associates) (Table 3)
 - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 4)
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
 - 6) Intercompany relationships and significant intercompany transactions (Table 6)
 - 7) Information on investees (Table 7)
- c. Information on investments in Mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment gain or loss, 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 8)
 - 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:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period (Table 4)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period (Table 4)
 - c) The amount of property transactions and the amount of the resultant gains or losses (None)
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes (Table 2)
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds (Table 1)
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services (None)

37. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Reportable segments of the Company and subsidiaries were as follows:

- Chang Wah Technology Co., Ltd. - for the main operating activities, refer to Note 1.
- CWTS - for the main operating activities, refer to Note 12.
- SHAP - for the main operating activities, refer to Note 12.

- Shing Zheng Investment - for the main operating activities, refer to Note 12.
- SHEC - for the main operating activities, refer to Note 12.
- SHPC - for the main operating activities, refer to Note 12.
- SHS - for the main operating activities, refer to Note 12.
- MSHE - for the main operating activities, refer to Note 12.
- WSP - for the main operating activities, refer to Note 12.
- CWES - for the main operating activities, refer to Note 12.

a. Segments revenues and operating results

Please refer to Table 9 for the analysis of the Company and its subsidiaries' revenue and results from continuing operations by reportable segment.

Segment profit represents the profit before tax earned by each segment not including interest income, non-operating incomes and expenses, share of profit of subsidiaries accounted for using the equity method, share of profit of subsidiaries, finance costs and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment total assets and liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Segment assets</u>			
Chang Wah Technology Co., Ltd.	\$ 22,339,085	\$ 21,402,854	\$ 20,471,938
CWTS	287,172	294,858	296,469
SHAP	7,955,554	7,640,335	7,486,776
Shing Zheng Investment	1,383,616	1,333,291	1,134,236
SHEC	1,649,131	1,557,766	1,453,398
SHPC	791,851	755,325	736,744
SHS	2,153,585	2,111,474	1,960,402
MSHE	3,060,158	2,835,441	2,148,976
WSP	1,543,293	1,451,796	1,369,850
CWES	1,295,163	1,209,954	1,006,663
Adjustments and eliminations	(18,523,168)	(17,738,776)	(16,338,579)
	<u>\$ 23,935,440</u>	<u>\$ 22,854,318</u>	<u>\$ 21,726,873</u>
<u>Segment liabilities</u>			
Chang Wah Technology Co., Ltd.	\$ 11,040,663	\$ 10,377,318	\$ 9,389,514
CWTS	148,794	164,545	171,683

	March 31, 2026	December 31, 2025	March 31, 2025
SHAP	82,550	69,808	90,484
Shing Zheng Investment	80	80	19,770
SHEC	217,084	193,397	184,843
SHPC	196,701	192,935	211,223
SHS	451,388	463,909	393,585
MSHE	793,026	703,224	816,132
CWES	407,324	402,661	285,623
Adjustments and eliminations	(1,168,612)	(1,177,803)	(1,366,372)
	<u>\$ 12,168,998</u>	<u>\$ 11,390,074</u>	<u>\$ 10,196,485</u>

TABLE 1

Chang Wah Technology Co., Ltd. and Subsidiaries

**FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Financing Company	Counterparty	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually (Note 3)	Interest Rate (%)	Nature of Financing (Note 1)	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limit for Each Borrowing Company	Financing Company's Total Financing Amount Limits	Note
													Item	Value			
1	SH Electronics Chengdu Co., Ltd.	SH Electronics Suzhou Co., Ltd.	Other receivables	Yes	\$ 143,978	\$ 143,978	\$ -	3	2	\$ -	Repayments of borrowings	\$ -	None	\$ -	\$ 1,432,047	\$ 1,432,047	Note 2
2	SH Asia Pacific Pte. Ltd.	Malaysian SH Electronics Sdn. Bhd.	Other receivables	Yes	319,950	319,950	319,950	3.02	2	-	Financing of funds	-	None	-	7,873,004	7,873,004	Note 2

Note 1: The nature of financing is as follows:

1. Business relationship
2. The need for short-term financing

Note 2: The maximum amount of the total loan of funds provided by subsidiary for the companies or parties and the same object that needs short-term financing shall not exceed net worth in the latest audited or reviewed financial statements of the loan company. If the loan is made to a company in which the parent company has directly or indirectly, 100% of the ownership or voting rights of the Company, the term of the loan shall not exceed five years.

Note 3: Amount was eliminated from the consolidated financial statements.

TABLE 2**Chang Wah Technology Co., Ltd. and Subsidiaries****ENDORSEMENTS/GUARANTEES PROVIDED****FOR THE THREE MONTHS ENDED MARCH 31, 2026****(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Endorsement/ Guarantee Provider	Endorsee/Guarantee		Limits on Endorsement / Guarantee Amount Provided to Each Guaranteed Party (Note 1)	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Amount of Endorsement / Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity per Latest Financial Statements (%)	Maximum Endorsement / Guarantee Amount Allowable (Note 1)	Guarantee Provided by Parent Company	Guarantee Provided by Subsidiary	Guarantee Provided to Subsidiaries in Mainland China	Note
		Name	Nature of Relationship (Note 2)											
0	The Company	Shanghai Chang Wah Electromaterials Inc.	2	\$ 2,259,685	\$ 124,301	\$ 124,301	\$ 124,301	\$ -	1.10	\$ 5,649,212	Y	N	Y	

Note 1: The amount of guarantees to any individual entity shall not exceed 20% of the Company's net worth. The maximum amount of guarantees shall not exceed 50% of the Company's net worth.

Note 2: Relationships between the endorser/guarantor and the party being endorsed/guaranteed are as follows:

- a. A company with which it does business.
- b. A company in which the public company directly and indirectly holds more than 50% of the voting shares.
- c. A company that directly and indirectly holds more than 50 % of the voting shares in the public company.
- d. A company in which the public company holds, directly or indirectly, 90% or more of the voting shares.
- e. A company that fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
- f. A company that all capital contributing shareholders make endorsements/guarantees for their jointly invested company in proportion to their shareholding percentages.
- g. Companies in the same industry provide among themselves joint and several securities for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

TABLE 3**Chang Wah Technology Co., Ltd. and Subsidiaries****SIGNIFICANT MARKETABLE SECURITIES HELD****March 31, 2026****(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2026				Note
				Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
The Company	Stock - ordinary shares							
	Chang Wah Electromaterials Inc.	Parent company	Financial assets at fair value through other comprehensive income - non current	38,123,000	\$ 1,622,134	5.25	\$ 1,622,134	
	Taiflex Scientific Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non current	3,067,085	326,645	1.17	326,645	
	Everlight Electronics Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non current	1,999,000	133,533	0.45	133,533	
	Acter Group Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non current	437,000	300,656	0.35	300,656	
	Globalwafers Co., Ltd.	-	Financial assets at fair value through other comprehensive income - current	537,000	225,809	0.11	225,809	
	Sino-American Silicon Products Inc.	-	Financial assets at fair value through other comprehensive income - current	1,591,000	171,033	0.25	171,033	
Shing Zheng Investment Co., Ltd.	Fund							
	Yuanta Taiwan High-yield Leading Company Fund	-	Financial assets at fair value through profit or loss - current	7,000,000	114,380	-	114,380	
	Stock - ordinary shares							
	Chang Wah Electromaterials Inc.	Ultimate parent company	Financial assets at fair value through other comprehensive income - non-current	5,358,000	227,983	0.74	227,983	
	Chang Wah Technology Co., Ltd.	Parent company	Financial assets at fair value through other comprehensive income - non-current	21,391,642	998,990	2.25	998,990	Note 1

Note 1: Refer to Note 22, the Company's shares held by subsidiaries are treated as treasury shares.

Note 2: In accordance with the materiality principle, the Company designates marketable securities with an amount exceeding NT\$100 million as requiring disclosure.

TABLE 4

Chang Wah Technology Co., Ltd. and Subsidiaries

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Term	Ending Balance	% of Total	
The Company	Chang Wah Electromaterials Inc.	Parent company	Sale	(\$ 686,843)	(40)	60 days	Not significantly different	60 days	\$ 724,120	48	
SH Electronics Chengdu Co., Ltd.	The Company	Parent company	Sale	(271,319)	(70)	45 days	Not significantly different	45 days	221,401	77	Note 1
SH Precision Chengdu Co., Ltd.	SH Electronics Chengdu Co., Ltd.	Sister company	Sale	(169,030)	(100)	60 days	Not significantly different	60 days	114,829	100	Note 1
SH Electronics Suzhou Co., Ltd.	The Company	Parent company	Sale	(226,003)	(39)	45 days	Not significantly different	45 days	168,590	34	Note 1

Note 1: Amount was eliminated from the consolidated financial statements.

Note 2: Since the par value of the Company’s share is NT\$0.4, the transaction amount of 20% of the paid-in capital is calculated based on 10% of the equity attributable to the owners of the Company.

TABLE 5**Chang Wah Technology Co., Ltd. and Subsidiaries**

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance		Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Doubtful Accounts
						Amount	Actions Taken		
The Company	Chang Wah Electromaterials Inc.	Parent company	Accounts receivable	724,120	0.98	-	-	\$ 405,010	\$ -
SH Asia Pacific Pet. Ltd.	Malaysian SH Electronics Sdn. Bhd.	Sister company	Other receivables	319,950 (Note 2)	Note 1	-	-	-	-
SH Electronics Chengdu Co., Ltd.	The Company	Parent company	Accounts receivable	221,401 (Note 2)	1.40	-	-	82,260	-
SH Precision Chengdu Co., Ltd.	SH Electronics Chengdu Co., Ltd.	Sister company	Accounts receivable	114,829 (Note 2)	1.62	-	-	77,169	-
SH Electronics Suzhou Co., Ltd.	The Company	Parent company	Accounts receivable	168,590 (Note 2)	1.22	-	-	73,229	-

Note 1: The amounts include other receivables such as intercompany loan and interest receivable, hence the turnover rate is not applicable.

Note 2: The amount was eliminated from the consolidated financial statements.

Note 3: Since the par value of the Company's share is NT\$0.4, the transaction amount of 20% of the paid-in capital is calculated based on 10% of the equity attributable to the owners of the Company.

TABLE 6

Chang Wah Technology Co., Ltd. and Subsidiaries

**INTERCOMPANY BUSINESS RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Investee Company	Counterparty	Relationship	Transactions Details			
				Financial Statement Account	Amount	Payment Terms	% of Total Sales or Assets
1	SH Asia Pacific Pet. Ltd.	Malaysian SH Electronics Sdn. Bhd.	Subsidiary to subsidiary	Other receivables	319,950	By contract terms	1.34
3	SH Electronics Chengdu Co., Ltd.	The Company	Subsidiary to parent	Sales	271,319	By contract terms	7.39
3	SH Electronics Chengdu Co., Ltd.	The Company	Subsidiary to parent	Accounts receivable	221,401	By contract terms	0.92
4	SH Precision Chengdu Co., Ltd.	SH Electronics Chengdu Co., Ltd.	Subsidiary to subsidiary	Sales	169,030	By contract terms	4.6
4	SH Precision Chengdu Co., Ltd.	SH Electronics Chengdu Co., Ltd.	Subsidiary to subsidiary	Accounts receivable	114,829	By contract terms	0.48
5	SH Electronics Suzhou Co., Ltd.	The Company	Subsidiary to parent	Sales	226,003	By contract terms	6.16
5	SH Electronics Suzhou Co., Ltd.	The Company	Subsidiary to parent	Accounts receivable	168,590	By contract terms	0.7

Note: Amount was eliminated from the consolidated financial statements.

TABLE 7**Chang Wah Technology Co., Ltd. and Subsidiaries**
INFORMATION ON INVESTEEES (EXCLUDING INVESTMENT IN MAINLAND CHINA)
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2026	December 31, 2025	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
The Company	SH Asia Pacific Pte. Ltd.	Singapore	Trading of electronic components and equipment; investing activities	\$ 3,273,072	\$ 3,273,072	21,206,103	100	\$ 8,125,425	\$ 97,867	\$ 91,763	Notes 1、2、4
The Company	Shing Zheng Investment Co., Ltd.	Taiwan	General Investments	490,000	490,000	49,000,000	49	188,427	9,667	20	Notes 2、3、4
The Company	Malaysian SH Electronics Sdn. Bhd.	Malaysia	Manufacturing and selling leadframe and semiconductor materials	1,173,703	1,173,703	108,246,000	100	2,694,925	95,197	94,548	Notes 1、2、4
SH Asia Pacific Pte. Ltd.	WSP Electromaterials Ltd.	British Virgin Islands	International investment activities	693,279	681,036	5,235,000	100	1,543,293	46,297	46,297	Notes 1、4

Note 1: Translated into NTD using the average exchange rate for the reporting period and exchange rate at the balance sheet date.

Note 2: The difference between the net income (loss) of investees and the investment income or loss recognized by the Company is the unrealized gains and losses from the intercompany transaction, the amortization of the investment cost premium and dividends received by subsidiaries from the Company.

Note 3: The carrying amount is the cost after deducting the shares of the Company held by Shing Zheng Investment Co., Ltd.

Note 4: Amount was eliminated from the consolidated financial statements.

TABLE 8

Chang Wah Technology Co., Ltd. and Subsidiaries

INFORMATION ON INVESTMENTS IN MAINLAND CHINA FOR THE THREE MONTHS ENDED MARCH 31, 2026 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (Note 1)	Method of Investment (Note 2)	Accumulated Outward Remittance for Investments from Taiwan as of January 1, 2026	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee (Note 3)	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 3)	Carrying Amount as of March 31, 2026 (Note 3)	Accumulated Repatriation of Investment Income as of March 31, 2026 (Note 4)	Note
					Outward	Inward							
CWTC (Shanghai) Inc.	Selling of lighting materials and equipment, communication devices, semiconductor materials and equipment, electronic products, machinery and equipment, etc.	\$ 63,990	1	\$ 64,308	\$ -	\$ -	\$ 64,308	\$ 3,566	100	\$ 3,566	\$ 138,378	\$ -	
Shanghai Chang Wah Electromaterials Inc.	Acting as an agent for IC packaging materials and equipment	127,980	2	-	-	-	-	52,204	69	36,215	616,184	-	
SH Electronics Chengdu Co., Ltd.	Researching, developing, manufacturing and selling of leadframe, semiconductor materials and precision tools	271,958	2	-	-	-	-	20,742	100	20,866	1,640,354	698,048	
SH Precision Chengdu Co., Ltd.	Researching, developing, manufacturing and selling of leadframe, semiconductor materials and precision tools	111,983	2	-	-	-	-	13,363	100	12,738	700,520	322,488	
SH Electronics Suzhou Co., Ltd.	Researching, developing, manufacturing and importation of leadframe, semiconductor packaging materials and precision tools	799,875	2	-	-	-	-	(1,875)	100	(1,957)	1,700,904	125,080	

Investor Company	Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2026	Investment Amount Authorized by Investment Commission, MOEA (Notes 1 and 5)	Upper Limit on the Amount of Investments Stipulated by Investment Commission, MOEA (Note 6)
Chang Wah Technology Co., Ltd.	64,308	1,460,349	-

Note 1: Translated into NTD using the exchange rate at the balance sheet date.

Note 2: Methods of investment 1: Direct investment.

Methods of investment 2: Investments through a holding company registered in a third region.

Note 3: The basis for investment income (loss) recognition is the financial statement reviewed and attested, and the amount was eliminated from the consolidated financial statements.

Note 4: The accumulated remittance of profit from investment by SH Electronics Chengdu Co., Ltd. is RMB161,196 thousand (US\$22,785 thousand). The accumulated remittance of profit from investment by SH Precision Chengdu Co., Ltd. is RMB76,215 thousand (US\$10,688 thousand). The accumulated remittance of profit from investment by SH Electronics Suzhou Co., Ltd. is RMB28,407 thousand (US\$4,000 thousand).

Note 5: This includes the investment of US\$2,000 thousand in CWTC (Shanghai) Inc., US\$23,279 thousand in SH Electronics Chengdu Co., Ltd., US\$8,035 thousand in SH Precision Chengdu Co., Ltd., US\$3,659 thousand in SH Electronics Suzhou Co., Ltd. and US\$8,670 thousand in Shanghai Chang Wah Electromaterials Inc. approved by the Ministry of Economic Affairs.

Note 6: Pursuant to the Jing-Shen-Zi Letter No. 09704604680 of the Ministry of Economic Affairs, ROC and the amended Regulation Governing the Examination of Investment or Technical Cooperation in Mainland China dated August 29, 2008, the Company obtained the certificate of being qualified for operating headquarters, issued by the Industrial Development Bureau of Ministry of Economic Affairs. The ceiling amount of the investment in Mainland China is not applicable to the Company.

TABLE 9**Chang Wah Technology Co., Ltd. and Subsidiaries****SEGMENT INFORMATION
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)**

For the Three Months Ended March 31, 2026

	CWTC	CWTS	SHAP	Shing Zheng Investment	SHEC	SHPC	SHS	MSHE	WSP	CWES	Adjustments and Eliminations	Total
Revenues from external customers	\$ 1,641,838	\$ 143,853	\$ 24,553	\$ -	\$ 106,666	\$ 400	\$ 163,399	\$ 663,833	\$ -	\$ 927,306	\$ -	\$ 3,671,848
Inter-segment revenues	65,020	-	19,306	9,628	278,690	175,527	411,319	3,807	-	-	(963,297)	-
Segment revenues	<u>\$ 1,706,858</u>	<u>\$ 143,853</u>	<u>\$ 43,859</u>	<u>\$ 9,628</u>	<u>\$ 385,356</u>	<u>\$ 175,927</u>	<u>\$ 574,718</u>	<u>\$ 667,640</u>	<u>\$ -</u>	<u>\$ 927,306</u>	<u>(\$ 963,297)</u>	<u>\$ 3,671,848</u>
Segment income (expense)	\$ 260,513	\$ 4,692	(\$ 4,842)	\$ 9,626	\$ 24,974	\$ 15,905	(\$ 2,124)	\$ 135,830	\$ -	\$ 63,557	(\$ 506)	\$ 507,625
Interest income	14,768	84	29,000	41	7,328	3,255	5,552	4,359	-	411	(2,357)	62,441
Other non-operating income and expenses	98,243	(21)	11,970	-	(8,841)	(4,859)	(8,257)	(9,994)	-	5,633	(16,457)	67,417
Share of profits of subsidiaries accounted for using the equity method	189,897	-	67,862	-	-	-	-	-	46,297	-	(304,056)	-
Finance cost	(33,803)	(2)	(8)	-	-	(59)	-	(2,355)	-	(7)	2,355	(33,879)
Profit before tax	529,618	4,753	103,982	9,667	23,461	14,242	(4,829)	127,840	46,297	69,594	(321,021)	603,604
Income tax expense (benefit)	60,647	1,187	6,115	-	2,719	879	(2,954)	32,643	-	17,390	-	118,626
Net profit for the period	<u>\$ 468,971</u>	<u>\$ 3,566</u>	<u>\$ 97,867</u>	<u>\$ 9,667</u>	<u>\$ 20,742</u>	<u>\$ 13,363</u>	<u>(\$ 1,875)</u>	<u>\$ 95,197</u>	<u>\$ 46,297</u>	<u>\$ 52,204</u>	<u>(\$ 321,021)</u>	<u>\$ 484,978</u>

For the Three Months Ended March 31, 2025

	CWTC	CWTS	SHAP	Shing Zheng Investment	SHEC	SHPC	SHS	MSHE	WSP	CWES	Adjustments and Eliminations	Total
Revenues from external customers	\$ 1,537,064	\$ 143,062	\$ 20,399	\$ -	\$ 86,035	\$ 363	\$ 139,363	\$ 562,025	\$ -	\$ 692,114	\$ -	\$ 3,180,425
Inter-segment revenues	90,712	-	16,697	8,335	270,565	148,962	401,565	19,371	-	2	(956,209)	-
Segment revenues	<u>\$ 1,627,776</u>	<u>\$ 143,062</u>	<u>\$ 37,096</u>	<u>\$ 8,335</u>	<u>\$ 356,600</u>	<u>\$ 149,325</u>	<u>\$ 540,928</u>	<u>\$ 581,396</u>	<u>\$ -</u>	<u>\$ 692,116</u>	<u>(\$ 956,209)</u>	<u>\$ 3,180,425</u>
Segment income (expense)	\$ 186,969	\$ 4,143	(\$ 11,137)	\$ 8,335	\$ 43,715	\$ 12,738	\$ 22,037	\$ 105,212	\$ -	\$ 34,545	\$ 3,348	\$ 409,905
Interest income	22,689	159	32,625	71	7,284	2,829	6,359	4,697	-	354	(5,087)	71,980
Other non-operating income and expenses	54,133	(2)	23,516	-	1,063	39	352	1,431	-	22	(13,541)	67,013
Share of profits of subsidiaries accounted for using the equity method	222,515	-	103,406	-	-	-	-	-	34,071	-	(359,992)	-
Finance cost	(29,825)	(4)	(44)	-	-	(66)	-	(5,086)	-	(17)	5,086	(29,956)
Profit before tax	456,481	4,296	148,366	8,406	52,062	15,540	28,748	106,254	34,071	34,904	(370,186)	518,942
Income tax expense (benefit)	39,409	1,092	5,728	-	7,834	2,335	247	26,841	-	11,039	-	94,525
Net profit for the period	<u>\$ 417,072</u>	<u>\$ 3,204</u>	<u>\$ 142,638</u>	<u>\$ 8,406</u>	<u>\$ 44,228</u>	<u>\$ 13,205</u>	<u>\$ 28,501</u>	<u>\$ 79,413</u>	<u>\$ 34,071</u>	<u>\$ 23,865</u>	<u>(\$ 370,186)</u>	<u>\$ 424,417</u>