

Stock Code 6485

ASolid Technology Co., Ltd. and Subsidiaries

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

INDEPENDENT REVIEW REPORT

ASolid Technology Co., Ltd.

Introduction

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

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Group as of September 30, 2025 and 2024, its consolidated financial performance and its consolidated cash flows for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chih-Yuan Wen and Mei-Chen Tsai.

Deloitte & Touche
Taipei, Taiwan
Republic of China

Nov 11, 2025

Notice to Readers

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

standards, procedures and practices to audit such consolidated financial statements are those generally accepted and applied in the Republic of China.

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

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2025, SEPTEMBER 30, 2024 AND DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

ASSETS	September 30, 2025 (Reviewed)		December 31, 2024 (Audited)		September 30, 2024 (Reviewed)		LIABILITIES AND EQUITY	September 30, 2025 (Reviewed)		December 31, 2024 (Audited)		September 30, 2024 (Reviewed)	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
CURRENT ASSETS							CURRENT LIABILITIES						
Cash and cash equivalents (Note 6 and 28)	\$ 596,244	28	\$ 368,588	17	\$ 300,085	14	Short-term borrowings (Note 16 and 28)	\$ 91,350	4	\$ 65,580	3	\$ 148,755	7
Financial assets at amortized cost-current (Note 7, 28 and 30)	22,131	1	21,064	1	20,145	1	Contract liability-current (Note 21)	49,633	3	53,218	3	50,997	2
Notes receivable-Non-related parties (Note 9, 21 and 28)	115,206	6	159,451	8	154,879	7	Notes payable-Non-related parties (Note 17 and 28)	65,063	3	68,825	3	20,538	1
Other receivables (Note 9 and 28)	5,221	-	875	-	5,985	-	Other payables (Note 18 and 28)	88,014	4	82,005	4	81,202	4
Current income tax assets (Note 4 and 23)	4,830	-	48,670	2	48,566	2	Tax payable (Note 4 and 23)	3,200	-	15,600	1	15,600	1
Inventories (Note 10)	238,638	11	489,660	23	621,234	29	Other current liabilities (Note 18)	3,742	-	1,871	-	2,021	-
Prepayments (Note 15)	22,597	1	27,851	1	48,702	2	Total current liabilities	301,002	14	287,099	14	319,113	15
Other current assets (Note 15)	32,395	2	17,415	1	17,852	1	NON-CURRENT LIABILITIES						
Total current assets	1,037,262	49	1,133,574	53	1,217,448	56	Deferred tax liabilities (Note 4 and 23)	6,180	1	6,180	-	6,180	-
NON-CURRENT ASSETS							Guarantee deposits received (Note 28)	114	-	114	-	114	-
Financial assets at fair value through other comprehensive income-non-current (Note 8 and 28)	5,300	-	-	-	-	-	Total non-current liabilities	6,294	1	6,294	-	6,294	-
Financial assets at amortized cost-non-current (Note 7, 28 and 30)	5,245	-	5,209	-	5,197	-	Total liabilities	307,296	15	293,393	14	325,407	15
Property, plant and equipment (Note 12 and 30)	948,878	45	929,554	44	879,805	41	EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Notes 20)						
Intangible assets (Note 14)	98,467	5	39,800	2	43,723	2	Capital						
Deferred tax assets (Note 4 and 23)	22,583	1	22,583	1	22,583	1	Common shares	452,470	21	451,515	21	451,515	21
Guarantee deposits paid (Note 28)	655	-	2,046	-	2,052	-	Capital collected in advance	10	-	955	-	150	-
Total non-current assets	1,081,128	51	999,192	47	953,360	44	Total capital	452,480	21	452,470	21	451,665	21
							Capital surplus						
							Additional paid-in capital	670,900	32	693,498	32	691,359	32
							Employee share options	45,118	2	36,500	2	33,053	1
							Total capital surplus	716,018	34	729,998	34	724,412	33
							Retained earnings						
							Legal reserve	159,700	7	159,700	8	159,700	7
							Unappropriated earnings	482,531	23	496,840	23	509,264	24
							Total retained earnings	642,231	30	656,540	31	668,964	31
							Other equity	17	-	17	-	13	-
							Total equity attributable to owner of the company	1,810,746	85	1,839,025	86	1,845,054	85
							NON-CONTROLLING INTERESTS						
								348	-	348	-	347	-
							Total equity	1,811,094	85	1,839,373	86	1,845,401	85
TOTAL ASSETS	\$ 2,118,390	100	\$ 2,132,766	100	\$ 2,170,808	100	TOTAL LIABILITIES AND EQUITY	\$ 2,118,390	100	\$ 2,132,766	100	\$ 2,170,808	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated Nov 11, 2025)

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS AND THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	For the Three Months Ended September 30, 2025		For the Three Months Ended September 30, 2024		For the Nine Months Ended September 30, 2025		For the Nine Months Ended September 30, 2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 21)	\$ 323,647	100	\$ 339,954	100	\$ 1,053,646	100	\$ 918,584	100
OPERATING COSTS (Note 10)	(176,244)	(54)	(180,573)	(53)	(551,593)	(52)	(499,438)	(54)
GROSS PROFIT	147,403	46	159,381	47	502,053	48	419,146	46
OPERATING EXPENSES (Note 22)								
Marketing	(20,548)	(6)	(21,854)	(7)	(61,383)	(6)	(58,537)	(6)
General and administrative	(31,330)	(10)	(29,890)	(9)	(106,757)	(10)	(87,540)	(10)
Research and development	(128,001)	(40)	(112,839)	(33)	(365,835)	(35)	(339,260)	(37)
Total operating expenses	(179,879)	(56)	(164,583)	(49)	(533,975)	(51)	(485,337)	(53)
OPERATING LOSS	(32,476)	(10)	(5,202)	(2)	(31,922)	(3)	(66,191)	(7)
NON-OPERATING INCOME AND EXPENSES (Note 22 and 26)								
Interest income	1,516	-	421	-	4,324	1	2,745	-
Other income	591	-	398	-	2,082	-	1,279	-
Other gains and losses	870	-	(653)	-	3,276	-	2,295	-
Financial costs	(1,505)	-	(794)	-	(3,311)	-	(3,044)	-
Total non-operating income and expenses	1,472	-	(628)	-	6,371	1	3,275	-
LOSS BEFORE INCOME TAX	(31,004)	(10)	(5,830)	(2)	(25,551)	(2)	(62,916)	(7)
INCOME TAX BENEFIT (Note 4 and 23)	2,472	1	10,211	3	11,242	1	13,783	2
NET PROFIT (LOSS) FOR THE PERIOD	(28,532)	(9)	4,381	1	(14,309)	(1)	(49,133)	(5)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>(\$ 28,532)</u>	<u>(9)</u>	<u>\$ 4,381</u>	<u>1</u>	<u>(\$ 14,309)</u>	<u>(1)</u>	<u>(\$ 49,133)</u>	<u>(5)</u>
NET PROFIT (LOSS) ATTRIBUTED TO:								
Owners of the Company	(\$ 28,532)	(9)	\$ 4,381	1	(\$ 14,309)	(1)	(\$ 49,133)	(5)
Non-controlling interests	-	-	-	-	-	-	-	-
	<u>(\$ 28,532)</u>	<u>(9)</u>	<u>\$ 4,381</u>	<u>1</u>	<u>(\$ 14,309)</u>	<u>(1)</u>	<u>(\$ 49,133)</u>	<u>(5)</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTED TO:								
Owners of the Company	(\$ 28,532)	(9)	\$ 4,381	1	(\$ 14,309)	(1)	(\$ 49,133)	(5)
Non-controlling interests	-	-	-	-	-	-	-	-
	<u>(\$ 28,532)</u>	<u>(9)</u>	<u>\$ 4,381</u>	<u>1</u>	<u>(\$ 14,309)</u>	<u>(1)</u>	<u>(\$ 49,133)</u>	<u>(5)</u>
EARNINGS PER SHARE (Note 24)								
From continuing operating								
Basic	<u>(\$ 0.63)</u>		<u>\$ 0.10</u>		<u>(\$ 0.32)</u>		<u>(\$ 1.09)</u>	
Diluted	<u>(\$ 0.63)</u>		<u>\$ 0.10</u>		<u>(\$ 0.32)</u>		<u>(\$ 1.09)</u>	

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated Nov 11, 2025)

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Equity Attributable to Owners of the Corporation									
	Share Capital		Capital surplus			Retained Earnings		Other Equity	Non-controlling Interests	Total Equity
	Shares (In thousands)	Amount	Capital Collected In Advance	Additional Paid-in Capital	Employee Share Options	Legal Reserve	Unappropriated Earnings	Foreign Currency Translation Reserve		
BALANCE, JANUARY 1, 2024	44,676	\$ 446,760	\$ 4,755	\$ 690,960	\$ 20,838	\$ 150,786	\$ 621,493	\$ 13	\$ 347	\$ 1,935,952
Appropriations of 2023 earnings										
Legal capital reserve	-	-	-	-	-	8,914	(8,914)	-	-	-
Cash dividends to shareholders	-	-	-	-	-	-	(54,182)	-	-	(54,182)
Net loss for the nine months ended September 30, 2024	-	-	-	-	-	-	(49,133)	-	-	(49,133)
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	(49,133)	-	-	(49,133)
Issue of ordinary shares under employee share options	476	4,755	(4,605)	399	(124)	-	-	-	-	425
Other changes in capital surplus:										
Recognition of employee share options by the Company	-	-	-	-	12,339	-	-	-	-	12,339
BALANCE, SEPTEMBER 30, 2024	<u>45,152</u>	<u>\$ 451,515</u>	<u>\$ 150</u>	<u>\$ 691,359</u>	<u>\$ 33,053</u>	<u>\$ 159,700</u>	<u>\$ 509,264</u>	<u>\$ 13</u>	<u>\$ 347</u>	<u>\$ 1,845,401</u>
BALANCE, JANUARY 1, 2025	45,152	\$ 451,515	\$ 955	\$ 693,498	\$ 36,500	\$ 159,700	\$ 496,840	\$ 17	\$ 348	\$ 1,839,373
Net loss for the nine months ended September 30, 2025	-	-	-	-	-	-	(14,309)	-	-	(14,309)
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	-	(14,309)	-	-	(14,309)
Issue of ordinary shares under employee share options	95	955	(945)	26	(8)	-	-	-	-	28
Other changes in capital surplus:										
Recognition of employee share options by the Company	-	-	-	-	8,626	-	-	-	-	8,626
Cash distribution from capital surplus	-	-	-	(22,624)	-	-	-	-	-	(22,624)
BALANCE, SEPTEMBER 30, 2025	<u>45,247</u>	<u>\$ 452,470</u>	<u>\$ 10</u>	<u>\$ 670,900</u>	<u>\$ 45,118</u>	<u>\$ 159,700</u>	<u>\$ 482,531</u>	<u>\$ 17</u>	<u>\$ 348</u>	<u>\$ 1,811,094</u>

The accompanying notes are an integral part of these consolidated financial statements.
(With Deloitte & Touche review report dated Nov 11, 2025)

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the nine Months Ended September 30, 2025	For the nine Months Ended September 30, 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (Loss) before income tax	(\$ 25,551)	(\$ 62,916)
Adjustments for:		
Depreciation expenses	21,949	19,605
Amortization expense	40,467	28,326
Finance costs	3,311	3,044
Interest income	(4,324)	(2,745)
Compensation cost of employee share options	8,626	12,339
Inventory obsolescence reversal (gain) losses	(36,500)	6,800
Net loss (gain) on foreign currency exchange	4,233	18,978
Net changes related to operating assets and liabilities		
Accounts receivable	43,017	60,045
Other receivables	(4,346)	(408)
Inventories	287,522	(211,216)
Other current assets	5,254	(31,434)
Prepayments	(14,980)	11,846
Contract liabilities	(3,585)	47,375
Accounts payable	(3,760)	(124,502)
Other payables	4,787	(37,819)
Other current liabilities	<u>1,871</u>	<u>498</u>
Cash generated from operations	327,991	(262,184)
Interest paid	(3,311)	(3,044)
Income tax paid (received)	<u>42,682</u>	<u>(14,266)</u>
Net cash (used in) generated from operating activities	<u>367,362</u>	<u>(279,494)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(5,300)	-
Purchase of financial assets at amortized cost	(1,103)	(92)
Payment for property, plant and equipment	(40,058)	(9,147)
Decrease (Increase) in refundable deposits	1,391	(368)

(Continued)

	For the nine Months Ended September 30 , 2025	For the nine Months Ended September 30 , 2024
Payment for intangible assets	(99,134)	(17,107)
Interest received	<u>\$ 4,324</u>	<u>\$ 2,745</u>
Net cash used in investing activities	<u>(139,880)</u>	<u>(23,969)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term loans	287,692	300,553
Decrease in short-term loans	(263,920)	(244,314)
Cash dividends paid	(22,624)	(54,182)
Exercise of employee share options	<u>28</u>	<u>425</u>
Net cash generated from (used in) financing activities	<u>1,176</u>	<u>2,482</u>
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	<u>(1,002)</u>	<u>(19,329)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	227,656	(320,310)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>368,588</u>	<u>620,395</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 596,244</u>	<u>\$ 300,085</u>

The accompanying notes are an integral part of these consolidated financial statements.
(With Deloitte & Touche review report dated Nov 11, 2025)

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024

(Reviewed, Not Audited)

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

1. GENERAL INFORMATION

ASOLID TECHNOLOGY CO., LTD. (the “ASOLID”) was incorporated in February 2008 under the Company Act of the Republic of China (“ROC”). The Corporation mainly designs and sells flash memory controllers and peripheral system applications.

The Corporation’s shares have been traded on the Taipei Exchange since November 2015.

The consolidated financial statements are presented in the Corporation’s functional currency, the New Taiwan dollar.

ASOLID TECHNOLOGY CO., LTD. and its subsidiaries (collectively as “the Company”).

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Corporation’s board of directors on November 11, 2025.

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

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

Amendments to IAS 21 “Lack of exchangeability”

The amendment to IAS 21 regarding “lack of exchangeability” does not have any material impact on the Company’s accounting policies.

b. Effect of new issuances of IFRS issued by the IASB from 2025 are as follows

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Issue by IASB</u>
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
"Annual Improvements to IFRS Accounting Standards – Volume 11"	January 1, 2026
IFRS 17 "Insurance Contract" (including the 2020 and 2021 amendments)	January 1, 2023

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

c. New IFRSs issued by IASB, but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Issue by IASB (Note1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

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

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

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

- The income statement should divide income, expenses and taxes into business, investment, financing, income tax and discontinued operation categories.
- The income statement should list the subtotal and the total of the operating income, the profit or loss before financing and tax, and the profit or loss.
- Guidance provided for consolidation of the rules of aggregation and disaggregation: The Company should identify the assets, liabilities, equity, incomes, expenses, losses and cash flows being generated from individual transactions and other events, and classify and aggregate based on their common characteristics to ensure that every item listed in each single column in the primary financial statements share at least one similar characteristic. In the primary financial statements and the notes thereto, items with different characteristics shall be disaggregated. The Company lists items as "others" only when the Company is unable to find a more informative name for such items.
- Addition of the disclosure of the performance measurement defined by the management: For conducting public communication beyond financial statements and sharing a specific concept of overall financial performance with users of the financial statements, the Company shall disclose, in the notes to the financial statements, the information of the performance measurement defined by the management, including description of the measurement, calculation methods, adjustment of the subtotal or total amount specified in the IFRSs, and income tax and non-controlling interest effects.

As of the date the consolidated financial statements were authorized for issue, the Company is continuously assessing the possible impact that the application of aforementioned standards and interpretations will have on the Company's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of Compliance

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

b. Basis of Preparation

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

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

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

c. Basis of Consolidation

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

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

See Note 11, Tables 2 and Tables 3 following the Notes to Consolidated Financial Statements for detailed information on subsidiaries (including the percentage of ownership and main businesses).

d. Other significant accounting policies

Except for the following, the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024.

Taxation

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

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Please refer to the explanation of major sources of uncertainties in major accounting judgments, estimates and assumptions in the 2024 consolidated financial report.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 1,529	\$ 1,785	\$ 1,863
Checking accounts and demand deposits	144,715	166,803	198,222
Cash equivalents			
Time deposits with original maturity within 3 months	<u>450,000</u>	<u>200,000</u>	<u>100,000</u>
	<u>\$ 596,244</u>	<u>\$ 368,588</u>	<u>\$ 300,085</u>

7. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Restricted demand deposits	<u>\$ 22,131</u>	<u>\$ 21,064</u>	<u>\$ 20,145</u>
<u>Non-Current</u>			
Time deposits with original maturities of more than 3 months	<u>\$ 5,245</u>	<u>\$ 5,209</u>	<u>\$ 5,197</u>

- a. The interest rates on September 30, 2025, December 31, 2024 and September 30, 2024, time deposits with original maturities of more than 3 months and restricted demand deposits are 0.73%~1.70%、0.71%~1.23% and 0.73%~1.29% per annum.
- b. Refer to Note 30 for information relating to investments in financial assets at amortized cost pledged as security.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-Current</u>			
Domestic emerging stocks			
Common stock - EmBestor Technology Inc.	\$ 2,300	\$ -	\$ -
Domestic unlisted (OTC) stocks			
Common stock - Apollo power Co., Ltd.	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ -</u>
	<u>\$ 5,300</u>	<u>\$ -</u>	<u>\$ -</u>

In line with its medium- to long-term strategic investment objectives, the Company acquired common shares of EmBestor Technology Inc. and Apollo power Co., Ltd. in 2025 for NT\$2,300 thousand and NT\$3,000 thousand. Management considers that recognizing short-term fluctuations in fair value of such investment in profit or loss would be inconsistent with the Company's long-term investment strategy. Accordingly, the Company has elected to designate the investment as financial assets measured at fair value through other comprehensive income.

9. ACCOUNTS RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Accounts receivable</u>			
At amortized cost			
Gross carrying amount	\$ 138,587	\$ 182,832	\$ 178,260
Less: Loss allowance	(23,381)	(23,381)	(23,381)
	<u>\$ 115,206</u>	<u>\$ 159,451</u>	<u>\$ 154,879</u>
<u>Other receivables</u>			
Income tax refund receivable	<u>\$ 5,221</u>	<u>\$ 875</u>	<u>\$ 5,985</u>

Accounts receivable

The average credit period of sales of goods was 60 days to 90 days. No interest was charged on accounts receivable. The Company adopted a policy of only dealing with entities that are rated the equivalent of investment grade or higher and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. Credit rating information is the use of other publicly available financial information and historical transaction records to rate major customers. The Company continues to monitor the credit risk and the credit rating of the counterparty, and distributes the total transaction amount to different customers with qualified credit ratings. In addition, it manages the credit risk through the counterparty credit line reviewed and approved by the Risk Management Committee every year.

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

The Company writes off an accounts receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery, such as liquidation of the debtor. For accounts receivables that have been written off, the Company continues to attempt to recover the receivables, which are due. Where recoveries are made, these are recognized in profit or loss.

The Company measures the allowance loss of accounts receivable according to the reserve matrix as follows:

September 30, 2025

	Not past due	Past due 1-120 days	Past due 121-180 days	Past due 181-365 days	Past due over 365 days	Total
Gross carrying amount	\$105,570	\$ 33,017	\$ -	\$ -	\$ -	\$138,587
Loss allowance (lifetime expected credit losses)	-	(23,381)	-	-	-	(23,381)
Amortized cost	<u>\$105,570</u>	<u>\$ 9,636</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$115,206</u>

December 31, 2024

	Not past due	Past due 1-120 days	Past due 121-180 days	Past due 181-365 days	Past due over 365 days	Total
Gross carrying amount	\$128,939	\$ 37,994	\$ -	\$ -	\$ 15,899	\$182,832
Loss allowance (lifetime expected credit losses)	-	(7,482)	-	-	(15,899)	(23,381)
Amortized cost	<u>\$128,939</u>	<u>\$ 30,512</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$159,451</u>

September 30, 2024

	Not past due	Past due 1-120 days	Past due 121-180 days	Past due 181-365 days	Past due over 365 days	Total
Gross carrying amount	\$131,153	\$ 23,879	\$ 1,169	\$ -	\$ 22,059	\$178,260
Loss allowance (lifetime expected credit losses)	-	(1,205)	(117)	-	(22,059)	(23,381)
Amortized cost	<u>\$131,153</u>	<u>\$ 22,674</u>	<u>\$ 1,052</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$154,879</u>

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

	Nine Months Ended September 30	
	2025	2024
Balance, beginning of period	\$ 23,381	\$ 27,325
Less: Reversal	-	(3,944)
Balance, end of period	<u>\$ 23,381</u>	<u>\$ 23,381</u>

10. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Finished goods	\$ 169,915	\$ 248,888	\$ 281,000
Work in process	9,107	7,699	5,537
Raw materials	59,594	206,429	291,555
Merchandise	22	26,644	43,142
	<u>\$ 238,638</u>	<u>\$ 489,660</u>	<u>\$ 621,234</u>

The nature of the cost of sales is as follows:

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
The cost of inventory sold	\$ 194,744	\$ 176,173	\$ 588,093	\$ 492,638
Inventory write-downs and obsolescence losses (reversal gains)	(18,500)	4,400	(36,500)	6,800
	<u>\$ 176,244</u>	<u>\$ 180,573</u>	<u>\$ 551,593</u>	<u>\$ 499,438</u>

11. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements

The subsidiaries included in the consolidated financial statements are as follows:

Investor	Investee	Principal Activities	Proportion of Ownership (%)			Note
			September 30, 2025	December 31, 2024	September 30, 2024	
ASolid Technology Co., Ltd	Advanced Memory Technology Co., Ltd	Integrated circuit design	37.12	37.12	37.12	1、2
	Innostor Technology (Samoa) Limited	Investment holding company	100	100	100	2
Innostor Technology (Samoa) Limited	Innostor Technology (Shenzhen) Ltd.	Consumer electronics, services business	100	100	100	2

1. The Company acquired 37.12% equity of Advanced Memory Technology Co., Ltd. Because over 50% directors of Advanced Memory Technology Co., Ltd., who have the power to dominate the relevant activities, are assigned by the Company. The Company listed Advanced Memory Technology Co., Ltd. as a subsidiary.

2. The financial statements of the immaterial subsidiaries have not been reviewed.

12. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Research and Development Equipment	Other Equipment	Construction in Progress	Total
<u>Cost</u>						
Balance at January 1, 2025	\$ 505,881	\$ 380,936	\$ 47,154	\$ 37,042	\$ 55,673	\$1,026,686
Additions	-	143	4,547	18,703	17,887	41,280
Disposals	-	-	(287)	(1,083)	-	(1,370)
Effect of rate changes	-	-	(10)	(34)	-	(44)
Balance at September 30, 2025	<u>\$ 505,881</u>	<u>\$ 381,079</u>	<u>\$ 51,404</u>	<u>\$ 54,628</u>	<u>\$ 73,560</u>	<u>\$1,066,552</u>
<u>Accumulated depreciation</u>						
Balance at January 1, 2025	\$ -	\$ 32,232	\$ 32,830	\$ 32,070	\$ -	\$ 97,132
Depreciation expense	-	8,785	6,335	6,829	-	21,949
Disposals	-	-	(287)	(1,083)	-	(1,370)
Effect of rate changes	-	-	(3)	(34)	-	(37)
Balance at September 30, 2025	<u>\$ -</u>	<u>\$ 41,017</u>	<u>\$ 38,875</u>	<u>\$ 37,782</u>	<u>\$ -</u>	<u>\$ 117,674</u>
Balance at September 30, 2025, net	<u>\$ 505,881</u>	<u>\$ 340,062</u>	<u>\$ 12,529</u>	<u>\$ 16,846</u>	<u>\$ 73,560</u>	<u>\$ 948,878</u>
Balance at December 31, 2024 and Balance at January 1, 2025, net	<u>\$ 505,881</u>	<u>\$ 348,704</u>	<u>\$ 14,324</u>	<u>\$ 4,972</u>	<u>\$ 55,673</u>	<u>\$ 929,554</u>
<u>Cost</u>						
Balance at January 1, 2024	\$ 505,881	\$ 380,936	\$ 38,572	\$ 35,825	\$ -	\$ 961,214
Additions	-	-	8,359	1,510	-	9,869
Disposals	-	-	-	(636)	-	(636)
Effect of rate changes	-	-	9	32	-	41
Balance at September 30, 2024	<u>\$ 505,881</u>	<u>\$ 380,936</u>	<u>\$ 46,940</u>	<u>\$ 36,731</u>	<u>\$ -</u>	<u>\$ 970,488</u>
<u>Accumulated depreciation</u>						
Balance at January 1, 2024	\$ -	\$ 20,531	\$ 25,162	\$ 25,987	\$ -	\$ 71,680
Depreciation expense	-	8,776	5,710	5,119	-	19,605
Disposals	-	-	-	(636)	-	(636)
Effect of rate changes	-	-	2	32	-	34
Balance at September 30, 2024	<u>\$ -</u>	<u>\$ 29,307</u>	<u>\$ 30,874</u>	<u>\$ 30,502</u>	<u>\$ -</u>	<u>\$ 90,683</u>
Balance at September 30, 2024, net	<u>\$ 505,881</u>	<u>\$ 351,629</u>	<u>\$ 16,066</u>	<u>\$ 6,229</u>	<u>\$ -</u>	<u>\$ 879,805</u>

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

Buildings	10-35 years
Research and Development Equipment	1-3 years
Other Equipment	1-5 years

Property, plant and equipment pledged as collateral for bank borrowings are disclosed in Note 30.

13. LEASE ARRANGEMENTS

a. Other lease information

	Three Months Ended		Nine Months Ended	
	September 30		September 30	
	2025	2024	2025	2024
Short-term rental expenses	<u>\$ 1,182</u>	<u>\$ 3,174</u>	<u>\$ 6,503</u>	<u>\$ 9,000</u>
The total amount of cash (outflow) from the lease			<u>(\$ 6,503)</u>	<u>(\$ 9,000)</u>

The Company leases certain office equipment, which qualify as short-term leases and parking space and certain office equipment. The Company has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

14. OTHER INTANGIBLE ASSETS

	Photomask	Computer Software	Technology Licensing	Total
<u>Cost</u>				
Balance at January 1, 2025	\$ 139,285	\$ 28,602	\$ 134,454	\$ 302,341
Additions	51,291	6,234	41,609	99,134
Disposals	-	(1,155)	(7,583)	(8,738)
Balance at September 30, 2025	<u>\$ 190,576</u>	<u>\$ 33,681</u>	<u>\$ 168,480</u>	<u>\$ 392,737</u>
<u>Accumulated amortization</u>				
Balance at January 1, 2025	\$ 114,375	\$ 18,493	\$ 129,673	\$ 262,541
Amortization	25,907	6,013	8,547	40,467
Disposals	-	(1,155)	(7,583)	(8,738)
Balance at September 30, 2025	<u>\$ 140,282</u>	<u>\$ 23,351</u>	<u>\$ 130,637</u>	<u>\$ 294,270</u>
Balance at September 30, 2025, net	<u>\$ 50,294</u>	<u>\$ 10,330</u>	<u>\$ 37,843</u>	<u>\$ 98,467</u>
Balance at December 31, 2024 and Balance at January 1, 2025, net	<u>\$ 24,910</u>	<u>\$ 10,109</u>	<u>\$ 4,781</u>	<u>\$ 39,800</u>
<u>Cost</u>				
Balance at January 1, 2024	\$ 117,685	\$ 26,792	\$ 134,454	\$ 278,931
Additions	15,297	1,810	-	17,107
Balance at September 30, 2024	<u>\$ 132,982</u>	<u>\$ 28,602</u>	<u>\$ 134,454</u>	<u>\$ 296,038</u>
<u>Accumulated amortization</u>				
Balance at January 1, 2024	\$ 91,111	\$ 12,826	\$ 120,052	\$ 223,989
Amortization	16,408	4,183	7,735	28,326
Balance at September 30, 2024	<u>\$ 107,519</u>	<u>\$ 17,009</u>	<u>\$ 127,787</u>	<u>\$ 252,315</u>
Balance at September 30, 2024, net	<u>\$ 25,463</u>	<u>\$ 11,593</u>	<u>\$ 6,667</u>	<u>\$ 43,723</u>

The above items of intangible assets are amortized on a straight-line basis over their following estimated useful lives:

Photomask	2-3 years
Computer software	1-3 years
Technology Licensing	1-3 years

15. OTHER ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
prepaid expenses	\$ 9,155	\$ 10,326	\$ 40,737
prepayment for purchases	13,122	17,205	7,646
tax credit carryforward	320	320	319
	<u>\$ 22,597</u>	<u>\$ 27,851</u>	<u>\$ 48,702</u>
<u>Other Assets</u>			
Temporary payments	\$ 32,377	\$ 17,405	\$ 17,842
Other	18	10	10
	<u>\$ 32,395</u>	<u>\$ 17,415</u>	<u>\$ 17,852</u>

16. LOANS

Short-Term Loans

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Unsecured loans</u>			
Credit Limit loans	<u>\$ 91,350</u>	<u>\$ 65,580</u>	<u>\$ 148,755</u>

As of September 30, 2025 , December 31, 2024 and September 30, 2024, the interest rates on bank credit limit loans were 4.77%~4.88%, 5.26%~5.50%and 5.68%~5.89%.

17. ACCOUNTS PAYABLE

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Accounts payable</u>			
Arising from operating activities	<u>\$ 65,063</u>	<u>\$ 68,825</u>	<u>\$ 20,538</u>

18. OTHER LIABILITIES

	September 30, 2025	December 31, 2024	September 30,2024
<u>Current</u>			
Other payables			
Salaries and bonuses payable	\$ 48,757	\$ 42,685	\$ 34,158
Equipment payment payable	11,335	9,858	10,163
Labor and health insurances payable	4,326	1,222	722
Research fees payable	3,460	4,519	5,082
Employees' compensation and remuneration of directors payable	2,643	2,610	1,682
Fees payable	-	3,787	12,623
Others	17,493	17,324	16,772
	<u>\$ 88,014</u>	<u>\$ 82,005</u>	<u>\$ 81,202</u>
<u>Other Liabilities</u>			
Receipts under custody	\$ 3,026	\$ 1,295	\$ 1,346
Refund liabilities	672	576	670
Temporary receipts	-	-	5
Others	44	-	-
	<u>\$ 3,742</u>	<u>\$ 1,871</u>	<u>\$ 2,021</u>

19. RETIREMENT BENEFIT PLANS

Defined contribution plan

Except the Innostor Technology (Shenzhen) Ltd, the Corporation adopted a pension plan under the Labor Pension Act (the "LPA"), which is a state-managed defined contribution plan. Under the LPA,

an entity makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

20. EQUITY

a. Common shares

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Number of shares authorized (in thousands)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Shares authorized	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>45,247</u>	<u>45,152</u>	<u>45,152</u>
Shares issued	<u>\$ 452,470</u>	<u>\$ 451,515</u>	<u>\$ 451,515</u>

b. Capital collected in advance

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Capital collected in advance	<u>\$ 10</u>	<u>\$ 955</u>	<u>\$ 150</u>

Fully paid issued common shares, which have a par value of NT\$10, carry one vote per share and carry a right to dividends.

The shareholders' meeting resolved to approve the private placement of common shares on June 18, 2025, with a maximum limit of 3.9 million shares, authorizing the Board of Directors to handle the matter in one or two times within one year from the date of the shareholders' meeting resolution. As of September 30, 2025, the Company has not yet completed the private placement of common shares.

The rights and obligations of the private placement of common shares are the same as the common shares already issued by the company, and they will not be issued in physical form. However, in accordance with Article 43-8 of the Securities and Exchange Act, except under specific circumstances, the shares are generally subject to a restriction on free transfer for three years from the date of delivery. Three years after the delivery of the privately placed common shares, the company intends to apply for public issuance and listing on the OTC market in accordance with relevant regulations.

Of the Company's authorized capital shares, 10,000 thousand shares were reserved for the issuance of employee share options.

The change in paid-in capital in advance is due to the receipt of funds from employees exercising their employee stock warrants.

c. Capital surplus

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)</u>			
Issuance of common shares	\$ 552,948	\$ 575,572	\$ 575,572
Employee share options have been adjusted to issuance of common shares	117,952	117,926	115,787
<u>May not be used for any purpose</u>			
Employee share options	<u>45,118</u>	<u>36,500</u>	<u>33,053</u>
	<u>\$ 716,018</u>	<u>\$ 729,998</u>	<u>\$ 724,412</u>

- 1) 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).

d. Retained earnings and dividend policy

Under the dividends policy as set forth in the amended Articles, where the Company made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years (including adjustment of the unappropriated earnings amount), setting aside as legal reserve 10% of the remaining profit until the accumulated legal capital reserve equals to the paid-in capital, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with the beginning balance of undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonus to shareholders. For the policies on distribution of employees' compensation and remuneration to directors and supervisors before and after amendment, refer to Note 22(g) "employees' compensation and remuneration of directors and supervisors".

The Company's dividend distribution policy takes into consideration the current and future investment environment, capital requirements, domestic and international competition, capital budget plans, shareholders' interests, cash dividends should be at least 10% of the total dividends distributed. However, the Corporation may adjust the principle of distribution of cash dividends and stock dividends as necessary, depending on economic conditions, industrial development and capital needs

A legal reserve shall be charged until its balance amounts to the total amount of the Company's paid-in share capital. A 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.

- e. The appropriations of earnings for the years ended December 31, 2023 was approved in shareholders' meeting on June 20, 2024 and was as follows:

	2023
Legal reserve	<u>\$ 8,914</u>
Cash dividends	<u>\$ 54,182</u>
Cash dividends per share (NT\$)	\$ 1.20

The dividend distribution proposal of a cash distribution of NT\$22,624 thousand (NT\$0.5 per share) from capital reserve was approved at the meeting of shareholders on June 18, 2025.

- f. Non-controlling interests

	Nine months ended September 30	
	2025	2024
Balance, beginning and end of period	<u>\$ 348</u>	<u>\$ 347</u>

21. REVENUE

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Merchandise sales revenue	<u>\$ 323,647</u>	<u>\$ 339,954</u>	<u>\$1,053,646</u>	<u>\$ 918,584</u>

a. Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Accounts Receivable (Note 9)	<u>\$ 115,206</u>	<u>\$ 159,451</u>	<u>\$ 154,879</u>	<u>\$ 208,478</u>
Contract Liability-current Merchandise sales	<u>\$ 49,633</u>	<u>\$ 53,218</u>	<u>\$ 50,997</u>	<u>\$ 2,739</u>

b. Segmentation of revenue from contracts with customers

1) Main product and services income

The income analysis of the main products and services of the combined company is as follows:

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
	Flash Controller	\$ 311,797	\$ 326,035	\$ 1,022,958
Packaged Controller	603	846	5,179	9,270
Others	<u>11,247</u>	<u>13,073</u>	<u>25,509</u>	<u>57,905</u>
	<u>\$ 323,647</u>	<u>\$ 339,954</u>	<u>\$ 1,053,646</u>	<u>\$ 918,584</u>

2) Regional Information

The main regional operations of the combined company are Taiwan, China and South Korea. The Company's revenue from external customers is listed below according to the location of operations:

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
	China	\$ 167,202	\$ 130,253	\$ 484,561
Taiwan	79,012	121,218	277,202	267,707
South Korea	30,796	59,747	94,080	183,850
Others	<u>46,637</u>	<u>28,736</u>	<u>197,803</u>	<u>91,613</u>
	<u>\$ 323,647</u>	<u>\$ 339,954</u>	<u>\$ 1,053,646</u>	<u>\$ 918,584</u>

22. NET PROFIT

a. Interest income

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
	Bank deposits	<u>\$ 1,516</u>	<u>\$ 421</u>	<u>\$ 4,324</u>

b. Other income

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
	Government subsidies (Note26)	\$ -	\$ -	\$ 483
Others	<u>591</u>	<u>398</u>	<u>1,599</u>	<u>1,204</u>
	<u>\$ 591</u>	<u>\$ 398</u>	<u>\$ 2,082</u>	<u>\$ 1,279</u>

c. Other gains and losses

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Net foreign exchange gains (loss)	\$ 883	(\$ 642)	\$ 3,318	\$ 2,331
Other	(13)	(11)	(42)	(36)
	<u>\$ 870</u>	<u>(\$ 653)</u>	<u>\$ 3,276</u>	<u>\$ 2,295</u>

d. Finance costs

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on bank loans	<u>\$ 1,505</u>	<u>\$ 794</u>	<u>\$ 3,311</u>	<u>\$ 3,044</u>

e. Depreciation and amortization

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating expenses	<u>\$ 7,481</u>	<u>\$ 6,645</u>	<u>\$ 21,949</u>	<u>\$ 19,605</u>
An analysis of amortization by function				
Operating expenses	<u>\$ 17,019</u>	<u>\$ 10,660</u>	<u>\$ 40,467</u>	<u>\$ 28,326</u>

f. Employee benefits expense

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Post-employment benefits				
Defined contribution plans	\$ 4,712	\$ 4,265	\$ 13,692	\$ 12,625
Share-based payment (Note 25)				
Equity settlement	5,333	4,113	8,626	12,339
Other employee benefits	<u>130,438</u>	<u>116,111</u>	<u>361,331</u>	<u>328,387</u>
Total employee benefits	<u>\$ 140,483</u>	<u>\$ 124,489</u>	<u>\$ 383,649</u>	<u>\$ 353,351</u>
Employee benefits Recognized in operating expenses	<u>\$ 140,483</u>	<u>\$ 124,489</u>	<u>\$ 383,649</u>	<u>\$ 353,351</u>

g. Employees' compensation and remuneration of directors

The Corporation accrued employees' compensation and remuneration of directors at the rates of 7% to 17% and no higher than 5%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors.

Pursuant to the amendment to the Securities and Exchange Act in August 2024, the Company amended its Articles of Incorporation as resolved at the shareholders' meeting on June 18, 2025, to appropriate no less than 1% of profit before tax, before deduction of employees' and directors' and supervisors' remuneration, as compensation for non-managerial employees.

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

As the Company incurred a loss before tax for the year 2024, no employee compensation or directors' remuneration was accrued.

The employees' compensation and remuneration of directors for 2023 was resolved by the board of directors on March 12, 2024 as follows:

	<u>2023</u>
	<u>Cash Dividends</u>
Employees' compensation	\$ 11,340
Remuneration of directors	1,060

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

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

h. Gains or losses on foreign currency exchange

	<u>Three Months Ended</u> <u>September 30</u>		<u>Nine Months Ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Foreign exchange gains	\$ 6,741	\$ 5,203	\$ 30,766	\$ 12,847
Foreign exchange losses	(5,858)	(5,845)	(27,448)	(10,516)
Net gains (losses)	<u>\$ 883</u>	<u>(\$ 642)</u>	<u>\$ 3,318</u>	<u>\$ 2,331</u>

23. INCOME TAXES

a. Income tax recognized in profit or loss:

The major components of tax expense were as follows:

	<u>Three Months Ended</u> <u>September 30</u>		<u>Nine Months Ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Current tax				
In respect of the current year	(\$ 3,501)	\$ 75	(\$ 6,160)	\$ 80
Prior year adjustments	<u>1,029</u>	<u>(10,286)</u>	<u>(5,082)</u>	<u>(13,863)</u>
Income tax expense recognized in profit or loss	<u>(\$ 2,472)</u>	<u>(\$ 10,211)</u>	<u>(\$ 11,242)</u>	<u>(\$ 13,783)</u>

b. Income tax assessment

The Company's income tax returns have been assessed by the tax authorities through 2023.

24. EARNINGS (LOSS) PER SHARE

Unit: NT\$ Per Share

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Basic earnings (loss) per share	(\$ 0.63)	\$ 0.10	(\$ 0.32)	(\$ 1.09)
Diluted earnings (loss) per share	(\$ 0.63)	\$ 0.10	(\$ 0.32)	(\$ 1.09)

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

Net Profit (Loss) for the Period

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Earnings used in the computation of basic earnings per share	(\$ 28,532)	\$ 4,381	(\$ 14,309)	(\$ 49,133)

Shares

Unit: Thousands of Shares

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted-average number of common shares used in the computation of basic earnings (loss) per share	45,247	45,154	45,247	45,153

If the Company offered to settle compensation or bonuses paid to employees in cash or shares, the Company assumed the entire amount of the compensation or bonuses will be settled in shares, and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, 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.

25. SHARE-BASED PAYMENT ARRANGEMENTS

Restricted stock option plan for employees

a. Stock option plan for employees in 2019

On December 31, 2019, the Corporation gave 2,500 units of equity to employees, each of which can subscribe for 1 share of common stock, to employees who include the Company's specific conditions. The retention period of the rights issue shall be 6 years, and the holder may exercise a certain proportion of the rights to be given to it from the date of the issuance of the certificate

for 2 years. The above-mentioned employee warrants are declared effective by Rule No. 1080339350 issued by the Financial Supervisory Commission.

Information on share plan for employees was as follows:

	Nine Months Ended September 30			
	2025		2024	
Employee Stock Option	Unit	Weighted average execution price	Unit	Weighted average execution price
Balance at January 1	19	\$ 28.30	657	\$ 28.70
Executed	(1)	28.00	(490)	28.69
Balance at September 30	<u>18</u>	28.00	<u>167</u>	28.30
Balance at September 30 can be executed	<u>18</u>		<u>167</u>	

The remuneration costs recognized from July 1 to September 30, 2025 and 2024, from January 1 to September 30, 2025 and 2024 are both \$0 thousand.

b. Stock option plan for employees in 2023

On March 6, 2023, the Corporation gave 1,500 units of equity to employees, each of which can subscribe for 1 share of common stock, to employees who include the Company's specific conditions. The retention period of the rights issue shall be 6 years, and the holder may exercise a certain proportion of the rights to be given to it from the date of the issuance of the certificate for 2 years. The above-mentioned employee warrants are declared effective by Rule No. 1110336561 issued by the Financial Supervisory Commission.

Information on share plan for employees was as follows:

	Nine Months Ended September 30			
	2025		2024	
Employee Stock Option	Unit	Weighted average execution price	Unit	Weighted average execution price
Balance at January 1	1,424	\$ 76.30	1,424	\$ 77.50
Granted	(144)		-	-
Balance at September 30	<u>1,280</u>	75.60	<u>1,424</u>	76.30
Balance at September 30 can be executed	<u>750</u>		<u>-</u>	

The expected volatility is based on the standard deviation over the life of the simulated company's historical average stock price volatility over time and is annualized.

The remuneration costs recognized from July 1 to September 30, 2025 and 2024, from January 1 to September 30, 2025 and 2024 are \$2,124 thousand, \$4,113 thousand, \$72 thousand and \$12,339 thousand.

c. Stock option plan for employees in 2025

On January 2, 2025, the Corporation gave 2,000 units of equity to employees, each of which can subscribe for 1 share of common stock, to employees who include the Company's specific conditions. The retention period of the rights issue shall be 6 years, and the holder may exercise a certain proportion of the rights to be given to it from the date of the issuance of the certificate for 2 years. The above-mentioned employee warrants are declared effective by Rule No. 1140330044 issued by the Financial Supervisory Commission.

Information on share plan for employees was as follows:

Employee Stock Option	Nine Months Ended September 30, 2025	
	Unit	Weighted average execution price
Outstanding at the beginning of period	2,000	\$ 49.95
Executed	-	-
Balance at the end of period	<u>2,000</u>	49.95
Outstanding at the end of period	<u>-</u>	
Weighted-average fair value of stock options granted during the period (in NT\$)		<u>\$ 17.40</u>

In January 2025, the Corporation gave its employees a share issue using the Black-Scholes evaluation model, which uses the following input values:

	January 2025
Fair Value (NT \$)	49.95 元
The execution price (NT\$)	49.95 元
Expected volatility	46.98%~63.47%
Period	2 ~ 4 years
Expected dividend rate	-
Risk-free interest rates	1.3804%~1.4684%

The remuneration costs recognized from July 1 to September 30, 2025, from January 1 to September 30, 2025, are \$3,209 thousand and \$8,554 thousand.

26. GOVERNMENT SUBSIDIES

In 2025 and 2024, the company obtained a government subsidy of \$ 483 thousand and \$ 75 thousand from the "Youth Employment Flagship Program" and the "Ministry of Labor Security Program" (accounted for other income).

27. CAPITAL MANAGEMENT

Based on the overall operating environment and the future development of the Company, and taking into account external competition and environmental changes and other related factors, the Company's capital structure is regularly reviewed by the main management, including consideration of the cost of various types of capital and related risks, in order to determine the appropriate capital structure of the Company. Objective to maintain the Company's working capital requirements, research and development costs and dividend expenses for the future period, and to ensure that the Company can continue to operate, give back to shareholders while taking into account the interests of other stakeholders, and maintain the best capital structure to enhance shareholder value in the long term.

The capital structure of the Company consists of net debts (borrowings offset by cash and cash equivalents) and equity (comprising share capital, capital surplus, retained earnings and other equities).

The Company is not subject to any externally imposed capital requirements.

Key management personnel of the Company review the capital structure on an annual basis. As part of this review, the key management personnel consider 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 may adjust the amount of dividends paid to shareholders and the amount of new debt issued or existing debt redeemed.

28. FINANCIAL INSTRUMENTS

a. Fair Value Information – Financial instruments not measured at fair value

For the consolidated financial statements as of September 30, 2025, December 31, 2024, and September 30, 2024, the carrying amounts of financial assets and financial liabilities not measured at fair value did not differ materially from their fair values.

b. Fair Value Information – Financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value</u>				
<u>through other comprehensive</u>				
<u>income</u>				
Equity Instrument				
Investments				
– Domestic emerging stocks	\$ 2,300	\$ -	\$ -	\$ 2,300
– Domestic unlisted (OTC)				
stocks	<u>-</u>	<u>-</u>	<u>3,000</u>	<u>3,000</u>
	<u>\$ 2,300</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 5,300</u>

As of September 30, 2025, there were no transfers between Level 1 and Level 2 fair value measurements. As of December 31, 2024 and September 30, 2024, the Company had no financial instruments measured at fair value on a recurring basis.

2) Level 3 fair value measurement reconciliation

For the nine months ended September 30, 2025

<u>Financial assets</u>	<u>Financial assets at fair value through other comprehensive income</u>
	<u>Equity Instruments</u>
Beginning balance	\$ -
Acquired	5,300
Reclassification	<u>(2,300)</u>
Ending balance	<u>\$ 3,000</u>

3) Valuation techniques and inputs used in level 3 fair value measurements

Domestic and foreign unlisted (OTC) equity investments are measured using the asset-based approach, which evaluates the total value of the individual assets and liabilities included in the valuation to reflect the overall value of the entity or business.

c. Categories of financial instruments

	<u>September 30 2025</u>	<u>December 31, 2024</u>	<u>September 30 2024</u>
<u>Financial assets</u>			
Financial assets at amortized costs (Note 1)	\$ 744,702	\$ 557,233	\$ 488,343
Financial assets at fair value through other comprehensive income			
Equity instrument investment	5,300	-	-
<u>Financial liabilities</u>			
Financial liabilities at amortized costs (Note 2)	244,541	216,524	250,609

Note 1: Including cash and cash equivalents, financial assets at amortized cost, accounts receivable (including related parties), other receivables and refundable deposits.

Note 2: Including financial liabilities measured at amortized cost such as short-term loan, accounts payable, other payables and deposits.

d. Financial risk management objectives and policies

The Company's major financial instruments include equity investments, trade receivables, trade payables, borrowings and lease liabilities. The Company's financial management department provides services to the business unit and coordinates access to domestic and international financial markets. The risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Company's activities expose it primarily to the financial risks of changes in foreign currency rates (please refer below (a)) and interest rates (please refer below (b)). The Company engages in a variety of derivative financial instruments to manage the foreign currency exchange rate risks assumed.

The Company's approach to the risk of market risks in financial instruments and the way in which they are managed and measured has not changed.

a) Foreign currency risk

The Company had foreign currency sales and purchases, which exposed the Company to foreign currency risk. About 100% of the Company's sales are not denominated in functional currencies, while about 100% of the cost amounts are not denominated in functional currencies.

The book value of monetary assets and monetary liabilities denominated in non-functional currencies at the balance sheet date, as well as the book value of derivatives with exchange rate risk, please refer to Note 31.

Sensitivity analysis

The Company was mainly exposed to the US dollar.

The following table details the Company's sensitivity to a 1% increase and decrease in the New Taiwan dollar (the functional currency) against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items and adjusts its translation at the end of the reporting period for a 1% change in foreign currency rates. A positive number below indicates a decrease in pre-tax profit and other equity associated with the New Taiwan dollar strengthens 1% against the relevant currency. For a 1% weakening of the New Taiwan dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit and other equity and the balances below would be negative.

	Effect on USD	
	Nine Months Ended September 30	
	2025	2024
Profit and Loss	\$ 278(i)	\$ 801(i)

(i) Mainly derived from the Company's balance sheet date is still in circulation and no cash flow risk aversion in U.S. dollar-denominated bank savings, receivables, payables and loan.

b) Interest rate risk

As the Company borrows funds at both fixed and floating rates, interest rate risk arises. The Company manages interest rate risk by maintaining an appropriate fixed and floating interest rate portfolio. The Company regularly evaluates risk aversion activities to bring them into line with interest rate perspectives and established risk appetites to ensure the most cost-effective risk aversion strategies are adopted.

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

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
– Financial assets	\$ 456,245	\$ 205,209	\$ 105,197
Cash flow interest rate risk			
– Financial assets	165,846	187,868	218,366
– Financial liabilities	91,350	65,580	148,755

Sensitivity analysis

The following sensitivity analysis is based on the risk of interest rate risk at the balance sheet date for derivatives and non-derivatives. For floating rate assets, the analysis is based on the assumption that the amount of assets in circulation on the balance sheet day is in circulation during the reporting period. The rate of change used to report interest rates to key management within the Company increases or decreases by 1% per year, which also represents management's assessment of the reasonable range of possible changes in interest rates.

If increases or decreases rates had been 1% higher and all other variables were held constant, the Company's pre-tax profit for the ended September 30, 2025 and 2024 would increase or decrease by \$566 thousand and \$522 thousand, respectively. The main reason is the net risk of the Company's interest-bearing bank deposits and loan at variable interest rates.

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. As at the end of the reporting period, the Company's maximum exposure to credit risk, which would cause a financial loss to the Company due to a failure of counterparties to discharge an obligation and financial guarantees provided by the Company, comes from the carrying amounts of the respective recognized financial assets as stated in the parent company only balance sheets.

The Company's credit risk is mainly concentrated in the Company's top five customers, as of September 30, 2025 and December 31, 2024 and September 30, 2024, the total accounts receivable from the aforementioned customer's ratio of 67%, 74% and 81%, respectively.

3) Liquidity risk

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

The Company relies on bank borrowings as a significant source of liquidity. September 30, 2025 and December 31, 2024 and September 30, 2024, the Company's available unutilized bank loan facilities please refer below (b):

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

The analysis of the remaining contractual maturity of non-derivative financial liabilities is prepared based on the earliest possible date of repayment by the combined company, based on the undiscounted cash flows of financial liabilities (including principal and estimated interest). The bank borrowings that the Company may be required to repay immediately are within the earliest period in the table below, regardless of the probability that the bank will immediately execute the right; the maturity analysis of other non-derivative financial liabilities is prepared according to the agreed repayment date.

September 30, 2025

	<u>On Demand or Less Than 1 Month</u>	<u>1-3 Months</u>	<u>3 Months to 1 Year</u>
Non-interest bearing liabilities			
Account payable	\$ 44,049	\$ 20,629	\$ 385
Other payables	19,531	12,191	1
Floating interest rate instruments	<u>45,821</u>	<u>46,060</u>	<u>-</u>
	<u>\$ 109,401</u>	<u>\$ 78,880</u>	<u>\$ 386</u>

December 31, 2024

	<u>On Demand or Less Than 1 Month</u>	<u>1-3 Months</u>	<u>3 Months to 1 Year</u>
Non-interest bearing liabilities			
Account payable	\$ 41,261	\$ 25,874	\$ 1,690
Other payables	25,583	5,989	34
Floating interest rate instruments	<u>-</u>	<u>66,313</u>	<u>-</u>
	<u>\$ 66,844</u>	<u>\$ 98,176</u>	<u>\$ 1,724</u>

September 30, 2024

	<u>On Demand or Less Than 1 Month</u>	<u>1-3 Months</u>	<u>3 Months to 1 Year</u>
Non-interest bearing liabilities			
Account payable	\$ 12,606	\$ 6,604	\$ 1,328
Other payables	29,423	6,623	2
Floating interest rate instruments	<u>63,300</u>	<u>85,455</u>	<u>-</u>
	<u>\$ 105,329</u>	<u>\$ 98,682</u>	<u>\$ 1,330</u>

Note: The amount of the above-mentioned other payables excludes salaries and bonuses payable, pensions payable, remuneration payable to employees and directors, dividend payable.

The amount of the above-mentioned floating rate instruments for non-derivative financial assets and liabilities will vary depending on the variable rate and the interest rate estimated at the balance sheet date.

b) Bank loan facilities

	September 30 2025	December 31 2024	September 30 2024
Uncollateralized Bank loan facilities			
– Utilized	\$ 91,350	\$ 65,580	\$ 148,755
– Unutilized	<u>168,650</u>	<u>194,420</u>	<u>211,245</u>
	<u>\$ 260,000</u>	<u>\$ 260,000</u>	<u>\$ 360,000</u>
Collateralized Bank loan facilities			
– Unutilized	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ 40,000</u>

29. RELATED PARTY TRANSACTIONS

Balances and transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Company and other related parties are disclosed below:

Compensation of key management personnel

The total remuneration of directors and other major management staff is as follows:

	Three Months Ended September 30		Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	<u>\$ 11,422</u>	<u>\$ 11,043</u>	<u>\$ 36,074</u>	<u>\$ 39,624</u>

The remuneration of directors and key executives was determined by the remuneration committee based on the performance of individuals and market trends.

30. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for the bank loan and tariff of imported raw materials:

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at amortized cost – current (Note 7)	\$ 27,376	\$ 26,273	\$ 25,342
Land	44,592	44,592	44,592
Buildings	<u>22,581</u>	<u>23,214</u>	<u>23,425</u>
	<u>\$ 94,549</u>	<u>\$ 94,079</u>	<u>\$ 93,359</u>

31. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Company's monetary financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies and the related exchange rates between foreign currencies and respective functional currencies were as follows:

Unit: Each foreign currency / NTD thousand

<u>September 30, 2025</u>	Foreign Currencies	Exchange Rates	Carrying Amount
Financial assets			
<u>Monetary</u>			
USD	\$ 6,008	30.45	\$ 182,944
CNY	114	4.27	<u>487</u>
			<u>\$ 183,431</u>
Financial liabilities			
<u>Monetary</u>			
USD	5,094	30.45	<u>\$ 155,112</u>

December 31, 2024

	<u>Foreign Currencies</u>	<u>Exchange Rates</u>	<u>Carrying Amount</u>
<u>Financial assets</u>			
<u>Monetary</u>			
USD	\$ 5,735	32.79	\$ 188,050
CNY	128	4.48	573
KRW	210	0.02	<u>5</u>
			<u>\$ 188,628</u>
<u>Financial liabilities</u>			
<u>Monetary</u>			
USD	4,142	32.79	<u>\$ 135,816</u>

September 30, 2024

	<u>Foreign Currencies</u>	<u>Exchange Rates</u>	<u>Carrying Amount</u>
<u>Financial assets</u>			
<u>Monetary</u>			
USD	\$ 7,907	31.65	<u>\$ 250,257</u>
<u>Financial liabilities</u>			
<u>Monetary</u>			
USD	5,377	31.65	<u>\$ 170,182</u>

Foreign exchange gain and loss (unrealized) towards each foreign currency with significant impact were as follows:

	<u>Three Months Ended September 30</u>			
	<u>2025</u>		<u>2024</u>	
	<u>Exchange Rate</u>	<u>Net exchange loss</u>	<u>Exchange Rate</u>	<u>Net exchange loss</u>
Foreign Currencies				
USD	30.45 (USD:NTD)	(<u>\$ 4,087</u>)	31.65 (USD:NTD)	(<u>\$ 1,348</u>)
	<u>Nine Months Ended September 30</u>			
	<u>2025</u>		<u>2024</u>	
	<u>Exchange Rate</u>	<u>Net exchange loss</u>	<u>Exchange Rate</u>	<u>Net exchange gain</u>
Foreign Currencies				
USD	30.45 (USD:NTD)	(<u>\$ 4,233</u>)	31.65 (USD:NTD)	<u>\$ 5,088</u>

32. ADDITIONAL DISCLOSURES

- a. Information about significant transactions:
 - 1) Financing provided to others. (None)
 - 2) Endorsements/guarantees provided. (None)
 - 3) Marketable securities held (excluding investments in subsidiaries, associates and joint ventures). (None).
 - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (None)
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (None)
 - 6) Others: The business relationship between the parent and the subsidiaries and significant transactions between them. (Table 1)

- b. Information of investees. (Table 2)
- c. Information on investment in mainland China
 - 1) The name of the investee in mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, income (losses) of the investee, share of profits/losses of investee, ending balance, amount received as dividends from the investee, and the limitation on investee. (Table 3)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: (None).
 - (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - (3) The amount of property transactions and the amount of the resultant gains or losses.
 - (4) The balance of negotiable instrument endorsements, guarantees or pledges of collateral at the end of the period and their purposes.
 - (5) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
 - (6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services.
- d. Main Shareholder Information: Name of shareholders with an equity ratio of more than 5%, amount and proportion of shareholding (None)

33. SEGMENT INFORMATION

The Company engages mainly in integrated circuit design, and there was single operating segment for January 1 to September 30, 2025 and 2024. 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.

TABLE 1
ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

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

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transactions Details (Note 3)			Transactions Terms
				Financial Statement Accounts	Amount	percentage to Total Sales or Assets	
0	ASolid Technology Co., Ltd	Innostor Technology (Shenzhen) Ltd	1	Research experiment service fee	\$ 45,755	4.34%	-
			1	Prepaid Expense	271	0.01%	-

Note 1: The information on the business transactions between the parent company and its subsidiaries should be indicated in the serial number column respectively, and the serial number should be filled in as follows:

1. Fill in 0 for parent company.
2. Subsidiaries are numbered sequentially starting from Arabic numeral 1 according to the company.

Note 2: The relationship with the trader has the following three types, indicating the type:

1. Parent company to subsidiary.
2. Subsidiary to parent company.
3. Subsidiary to Subsidiary.

Note 3: Balances and transactions between the company and its subsidiaries have been eliminated on consolidation.

TABLE 2
ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Company Investee	Company Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss)	Notes
				September 30, 2025	December 31, 2024	Shares	%	Carrying Amount			
ASolid Technology Co., Ltd	Advanced Memory Technology Co., Ltd	Taipei	Integrated circuit design	\$ 21,860	\$21,860	2,450	37.12%	\$ 216	\$ -	\$ -	—
	Innostor Technology (Samoa) Limited	Samoa	Investment	2,626 (USD 80)	2,626 (USD 80)	80	100%	199	43	43	—

Note: Information on Investment in Mainland China, please refer to TABLE 3.

TABLE 3
ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025

(Amounts in Thousands of New Taiwan Dollars/USD, Unless Specified Otherwise)

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2025	Net Income (Losses) of the Investee Company	Percentage of Ownership	Share of Profits/Losses	Carrying Amount as of September 30, 2025	Accumulated Inward Remittance of Earnings as of September 30, 2025	Notes
					Outflow	Inflow							
Innostor Technology (Shenzhen) Ltd.	Consumer electronics, services business	\$ 2,626 (USD 80)	Indirectly invested through companies registered in a third region	\$ 2,626 (USD 80)	\$	\$	\$ 2,626 (USD 80)	\$ 43	100%	\$ 43	\$ 199	\$ -	Subsidiary

Accumulated Investments in Mainland China as of September 30, 2025	Investment Amount Authorized by the Investment Commission, MOEA	Limit on Investments(Note1)
\$2,626 (USD80)	\$2,626 (USD80)	\$1,086,447

Note 1: In accordance with the Provisions on the Examination of Investment or Technical Cooperation in the Mainland Area as stipulated by the Investment Commission of the Ministry of Economic Affairs.

Note 2: The aforementioned related party transactions have been eliminated in the consolidated financial statement