

**Stock Code 6485**

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

**Consolidated Financial Statements for the  
Six Months Ended June 30, 2026 and 2025 and  
Independent Auditors' Review Report**

## **INDEPENDENT AUDITORS' REVIEW REPORT**

ASolid Technology Co., Ltd.

### **Introduction**

We have reviewed the consolidated financial statements of ASolid Technology Co., Ltd. (the "Corporation") and its subsidiaries (collectively, the "Group") which comprise the consolidated balance sheets as of June 30, 2026 and 2025, the consolidated statements of comprehensive income for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2026 and 2025, 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 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 Statement of Auditing Standards 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 present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2026 and 2025, its consolidated financial performance for the three months ended June 30, 2026 and 2025, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 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' review report are Chih-Yuan Wen and Mei-Chen Tsai.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

August 11, 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.*

**ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025**  
**(In Thousands of New Taiwan Dollars)**  
**(Reviewed, Not Audited)**

|                                                                                               | June 30, 2026<br>(Reviewed) |            | December 31, 2025<br>(Audited) |            | June 30, 2025<br>(Reviewed) |            |
|-----------------------------------------------------------------------------------------------|-----------------------------|------------|--------------------------------|------------|-----------------------------|------------|
| ASSETS                                                                                        | Amount                      | %          | Amount                         | %          | Amount                      | %          |
| CURRENT ASSETS                                                                                |                             |            |                                |            |                             |            |
| Cash and cash equivalents (Note 6 and 29)                                                     | \$ 484,046                  | 19         | \$ 640,008                     | 29         | \$ 617,454                  | 28         |
| Financial assets at fair value through profit or loss-current (Note 7 and 29)                 | 11,107                      | -          | -                              | -          | -                           | -          |
| Financial assets at amortized cost-current (Note 9, 29 and 31)                                | 22,265                      | 1          | 22,198                         | 1          | 21,131                      | 1          |
| Notes receivable (Note 10 and 29)                                                             | 12,220                      | 1          | -                              | -          | -                           | -          |
| Accounts receivable-non-related parties (Note 10, 22 and 29)                                  | 106,689                     | 4          | 160,190                        | 7          | 152,131                     | 7          |
| Other receivables (Note 10)                                                                   | 13,224                      | 1          | 4,336                          | -          | 8,263                       | -          |
| Current tax assets (Note 4 and 24)                                                            | 5,344                       | -          | 5,011                          | -          | 4,680                       | -          |
| Inventories (Note 11)                                                                         | 789,840                     | 30         | 224,080                        | 10         | 306,193                     | 14         |
| Prepayments (Note 16)                                                                         | 30,944                      | 1          | 20,092                         | 1          | 32,427                      | 1          |
| Other current assets (Note 16)                                                                | <u>34,949</u>               | <u>1</u>   | <u>38,357</u>                  | <u>2</u>   | <u>32,376</u>               | <u>1</u>   |
| Total current assets                                                                          | <u>1,510,628</u>            | <u>58</u>  | <u>1,114,272</u>               | <u>50</u>  | <u>1,174,655</u>            | <u>52</u>  |
| NON-CURRENT ASSETS                                                                            |                             |            |                                |            |                             |            |
| Financial assets at fair value through other comprehensive income-non-current (Note 8 and 29) | 16,147                      | -          | 5,300                          | 1          | 2,300                       | -          |
| Financial assets at amortized cost-non-current (Note 9, 29 and 31)                            | 5,282                       | -          | 5,258                          | -          | 5,233                       | -          |
| Property, plant and equipment (Note 13 and 31)                                                | 936,959                     | 36         | 947,559                        | 43         | 951,185                     | 43         |
| Intangible assets (Note 15)                                                                   | 136,247                     | 5          | 115,180                        | 5          | 85,622                      | 4          |
| Deferred tax assets (Note 4 and 24)                                                           | 16,403                      | 1          | 22,583                         | 1          | 22,583                      | 1          |
| Guarantee deposits paid (Note 29)                                                             | <u>930</u>                  | <u>-</u>   | <u>903</u>                     | <u>-</u>   | <u>632</u>                  | <u>-</u>   |
| Total non-current assets                                                                      | <u>1,111,968</u>            | <u>42</u>  | <u>1,096,783</u>               | <u>50</u>  | <u>1,067,555</u>            | <u>48</u>  |
| TOTAL ASSETS                                                                                  | <u>\$ 2,622,596</u>         | <u>100</u> | <u>\$ 2,211,055</u>            | <u>100</u> | <u>\$ 2,242,210</u>         | <u>100</u> |

|                                                        | June 30, 2026<br>(Reviewed) |            | December 31, 2025<br>(Audited) |            | June 30, 2025<br>(Reviewed) |            |
|--------------------------------------------------------|-----------------------------|------------|--------------------------------|------------|-----------------------------|------------|
| LIABILITIES AND EQUITY                                 | Amount                      | %          | Amount                         | %          | Amount                      | %          |
| CURRENT LIABILITIES                                    |                             |            |                                |            |                             |            |
| Short-term borrowings (Note 17 and 29)                 | \$ 242,060                  | 9          | \$ 56,574                      | 3          | \$ 93,760                   | 4          |
| Contract liability-current (Note 22)                   | 18,348                      | 1          | 37,940                         | 2          | 49,055                      | 2          |
| Accounts payable-non-related parties (Note 18 and 29)  | 277,791                     | 11         | 117,032                        | 5          | 127,135                     | 6          |
| Other payables (Note 19 and 29)                        | 111,927                     | 4          | 124,204                        | 6          | 124,369                     | 6          |
| Current tax liabilities (Note 4 and 24)                | 1,700                       | -          | 3,700                          | -          | 6,700                       | -          |
| Other current liabilities (Note 19)                    | <u>772</u>                  | <u>-</u>   | <u>1,716</u>                   | <u>-</u>   | <u>604</u>                  | <u>-</u>   |
| Total current liabilities                              | <u>652,598</u>              | <u>25</u>  | <u>341,166</u>                 | <u>16</u>  | <u>401,623</u>              | <u>18</u>  |
| NON-CURRENT LIABILITIES                                |                             |            |                                |            |                             |            |
| Deferred tax liabilities (Note 4 and 24)               | -                           | -          | 6,180                          | -          | 6,180                       | -          |
| Guarantee deposits received (Note 29)                  | <u>114</u>                  | <u>-</u>   | <u>114</u>                     | <u>-</u>   | <u>114</u>                  | <u>-</u>   |
| Total non-current liabilities                          | <u>114</u>                  | <u>-</u>   | <u>6,294</u>                   | <u>-</u>   | <u>6,294</u>                | <u>-</u>   |
| Total liabilities                                      | <u>652,712</u>              | <u>25</u>  | <u>347,460</u>                 | <u>16</u>  | <u>407,917</u>              | <u>18</u>  |
| EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 21) |                             |            |                                |            |                             |            |
| Capital                                                |                             |            |                                |            |                             |            |
| Common shares                                          | 473,665                     | 18         | 452,470                        | 20         | 452,470                     | 20         |
| Capital collected in advance                           | <u>-</u>                    | <u>-</u>   | <u>595</u>                     | <u>-</u>   | <u>10</u>                   | <u>-</u>   |
| Total capital                                          | <u>473,665</u>              | <u>18</u>  | <u>453,065</u>                 | <u>20</u>  | <u>452,480</u>              | <u>20</u>  |
| Capital surplus                                        | <u>861,939</u>              | <u>33</u>  | <u>721,377</u>                 | <u>33</u>  | <u>710,685</u>              | <u>32</u>  |
| Retained earnings                                      |                             |            |                                |            |                             |            |
| Legal reserve                                          | 162,924                     | 6          | 159,700                        | 7          | 159,700                     | 7          |
| Unappropriated earnings                                | <u>470,987</u>              | <u>18</u>  | <u>529,084</u>                 | <u>24</u>  | <u>511,063</u>              | <u>23</u>  |
| Total retained earnings                                | <u>633,911</u>              | <u>24</u>  | <u>688,784</u>                 | <u>31</u>  | <u>670,763</u>              | <u>30</u>  |
| Other equity                                           | <u>20</u>                   | <u>-</u>   | <u>20</u>                      | <u>-</u>   | <u>17</u>                   | <u>-</u>   |
| Total equity attributable to owners of the Company     | 1,969,535                   | 75         | 1,863,246                      | 84         | 1,833,945                   | 82         |
| NON-CONTROLLING INTERESTS (Note 21)                    | <u>349</u>                  | <u>-</u>   | <u>349</u>                     | <u>-</u>   | <u>348</u>                  | <u>-</u>   |
| Total equity                                           | <u>1,969,884</u>            | <u>75</u>  | <u>1,863,595</u>               | <u>84</u>  | <u>1,834,293</u>            | <u>82</u>  |
| TOTAL LIABILITIES AND EQUITY                           | <u>\$ 2,622,596</u>         | <u>100</u> | <u>\$ 2,211,055</u>            | <u>100</u> | <u>\$ 2,242,210</u>         | <u>100</u> |

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

(With Deloitte & Touche review report dated August 11, 2026)

**ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS AND THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025**  
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)  
**(Reviewed, Not Audited)**

|                                                       | For the Three Months<br>Ended June 30, 2026 |              | For the Three Months<br>Ended June 30, 2025 |             | For the Six Months<br>Ended June 30, 2026 |             | For the Six Months<br>Ended June 30, 2025 |           |
|-------------------------------------------------------|---------------------------------------------|--------------|---------------------------------------------|-------------|-------------------------------------------|-------------|-------------------------------------------|-----------|
|                                                       | Amount                                      | %            | Amount                                      | %           | Amount                                    | %           | Amount                                    | %         |
| OPERATING REVENUE<br>(Note 22)                        | \$ 295,550                                  | 100          | \$ 333,023                                  | 100         | \$ 633,586                                | 100         | \$ 729,999                                | 100       |
| OPERATING COSTS (Note 11)                             | ( 134,317)                                  | ( 45)        | ( 176,896)                                  | ( 53)       | ( 279,104)                                | ( 44)       | ( 375,349)                                | ( 51)     |
| GROSS PROFIT                                          | <u>161,233</u>                              | <u>55</u>    | <u>156,127</u>                              | <u>47</u>   | <u>354,482</u>                            | <u>56</u>   | <u>354,650</u>                            | <u>49</u> |
| OPERATING EXPENSES<br>(Note 15 and 23)                |                                             |              |                                             |             |                                           |             |                                           |           |
| Marketing                                             | ( 22,757)                                   | ( 8)         | ( 20,067)                                   | ( 6)        | ( 43,743)                                 | ( 7)        | ( 40,835)                                 | ( 6)      |
| General and administrative                            | ( 34,714)                                   | ( 12)        | ( 42,247)                                   | ( 13)       | ( 63,651)                                 | ( 10)       | ( 75,427)                                 | ( 10)     |
| Research and development                              | ( 153,710)                                  | ( 52)        | ( 118,052)                                  | ( 35)       | ( 297,480)                                | ( 47)       | ( 237,834)                                | ( 33)     |
| Total operating expenses                              | ( 211,181)                                  | ( 72)        | ( 180,366)                                  | ( 54)       | ( 404,874)                                | ( 64)       | ( 354,096)                                | ( 49)     |
| OPERATING INCOME (LOSS)                               | ( 49,948)                                   | ( 17)        | ( 24,239)                                   | ( 7)        | ( 50,392)                                 | ( 8)        | 554                                       | -         |
| NON-OPERATING INCOME<br>AND EXPENSES (Note 23 and 27) |                                             |              |                                             |             |                                           |             |                                           |           |
| Interest income                                       | 1,968                                       | 1            | 2,092                                       | 1           | 3,381                                     | 1           | 2,808                                     | 1         |
| Other income                                          | 13,146                                      | 4            | 1,120                                       | -           | 13,713                                    | 2           | 1,491                                     | -         |
| Other gains and losses                                | 1,356                                       | -            | 742                                         | -           | 430                                       | -           | 2,406                                     | -         |
| Finance costs                                         | ( 703)                                      | -            | ( 724)                                      | -           | ( 1,273)                                  | -           | ( 1,806)                                  | -         |
| Total non-operating income and expenses               | <u>15,767</u>                               | <u>5</u>     | <u>3,230</u>                                | <u>1</u>    | <u>16,251</u>                             | <u>3</u>    | <u>4,899</u>                              | <u>1</u>  |
| PROFIT (LOSS) BEFORE<br>INCOME TAX                    | ( 34,181)                                   | ( 12)        | ( 21,009)                                   | ( 6)        | ( 34,141)                                 | ( 5)        | 5,453                                     | 1         |
| INCOME TAX BENEFIT<br>(Note 4 and 24)                 | <u>1,921</u>                                | <u>1</u>     | <u>9,778</u>                                | <u>3</u>    | <u>1,921</u>                              | -           | <u>8,770</u>                              | <u>1</u>  |
| NET PROFIT (LOSS) FOR THE<br>PERIOD                   | ( 32,260)                                   | ( 11)        | ( 11,231)                                   | ( 3)        | ( 32,220)                                 | ( 5)        | 14,223                                    | 2         |
| TOTAL COMPREHENSIVE<br>INCOME FOR THE PERIOD          | <u>(\$ 32,260)</u>                          | <u>( 11)</u> | <u>(\$ 11,231)</u>                          | <u>( 3)</u> | <u>(\$ 32,220)</u>                        | <u>( 5)</u> | <u>\$ 14,223</u>                          | <u>2</u>  |
| NET PROFIT (LOSS)<br>ATTRIBUTABLE TO:                 |                                             |              |                                             |             |                                           |             |                                           |           |
| Owners of the Company                                 | (\$ 32,260)                                 | ( 11)        | (\$ 11,231)                                 | ( 3)        | (\$ 32,220)                               | ( 5)        | \$ 14,223                                 | 2         |
| Non-controlling interests                             | -                                           | -            | -                                           | -           | -                                         | -           | -                                         | -         |
|                                                       | <u>(\$ 32,260)</u>                          | <u>( 11)</u> | <u>(\$ 11,231)</u>                          | <u>( 3)</u> | <u>(\$ 32,220)</u>                        | <u>( 5)</u> | <u>\$ 14,223</u>                          | <u>2</u>  |
| TOTAL COMPREHENSIVE<br>INCOME ATTRIBUTABLE TO:        |                                             |              |                                             |             |                                           |             |                                           |           |
| Owners of the Company                                 | (\$ 32,260)                                 | ( 11)        | (\$ 11,231)                                 | ( 3)        | (\$ 32,220)                               | ( 5)        | \$ 14,223                                 | 2         |
| Non-controlling interests                             | -                                           | -            | -                                           | -           | -                                         | -           | -                                         | -         |
|                                                       | <u>(\$ 32,260)</u>                          | <u>( 11)</u> | <u>(\$ 11,231)</u>                          | <u>( 3)</u> | <u>(\$ 32,220)</u>                        | <u>( 5)</u> | <u>\$ 14,223</u>                          | <u>2</u>  |
| EARNINGS (LOSS) PER SHARE<br>(Note 25)                |                                             |              |                                             |             |                                           |             |                                           |           |
| Basic                                                 | (\$ 0.68)                                   |              | (\$ 0.25)                                   |             | (\$ 0.70)                                 |             | \$ 0.31                                   |           |
| Diluted                                               | (\$ 0.68)                                   |              | (\$ 0.25)                                   |             | (\$ 0.70)                                 |             | \$ 0.31                                   |           |

The accompanying notes are an integral part of the consolidated financial statements.  
(With Deloitte & Touche review report dated August 11, 2026)

# ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

|                                                                          | Equity Attributable to Owners of the Company |            |                                 |                               |                           |                   |                            |       | Other Equity<br>Exchange<br>Differences on<br>Translating the<br>Financial<br>Statements of<br>Foreign<br>Operations | Non-controlling<br>Interests | Total<br>Equity |
|--------------------------------------------------------------------------|----------------------------------------------|------------|---------------------------------|-------------------------------|---------------------------|-------------------|----------------------------|-------|----------------------------------------------------------------------------------------------------------------------|------------------------------|-----------------|
|                                                                          | Share Capital                                |            |                                 | Capital surplus               |                           | Retained Earnings |                            |       |                                                                                                                      |                              |                 |
|                                                                          | Shares<br>(In thousands)                     | Amount     | Capital Collected<br>In Advance | Additional<br>Paid-in Capital | Employee<br>Stock Options | Legal Reserve     | Unappropriated<br>Earnings |       |                                                                                                                      |                              |                 |
| BALANCE, JANUARY 1, 2025                                                 | 45,152                                       | \$ 451,515 | \$ 955                          | \$ 693,498                    | \$ 36,500                 | \$ 159,700        | \$ 496,840                 | \$ 17 | \$ 1,839,025                                                                                                         | \$ 348                       | \$ 1,839,373    |
| Other changes in capital surplus                                         |                                              |            |                                 |                               |                           |                   |                            |       |                                                                                                                      |                              |                 |
| Cash dividends to shareholders                                           | -                                            | -          | -                               | ( 22,624 )                    | -                         | -                 | -                          | -     | ( 22,624 )                                                                                                           | -                            | ( 22,624 )      |
| Net profit for the six months ended June 30, 2025                        | -                                            | -          | -                               | -                             | -                         | -                 | 14,223                     | -     | 14,223                                                                                                               | -                            | 14,223          |
| Total comprehensive income (loss) for the six months ended June 30, 2025 | -                                            | -          | -                               | -                             | -                         | -                 | 14,223                     | -     | 14,223                                                                                                               | -                            | 14,223          |
| Share-based payment transactions                                         | -                                            | -          | -                               | -                             | 3,293                     | -                 | -                          | -     | 3,293                                                                                                                | -                            | 3,293           |
| Issuance of common shares under employee stock option plan               | 95                                           | 955        | ( 945 )                         | 26                            | ( 8 )                     | -                 | -                          | -     | 28                                                                                                                   | -                            | 28              |
| BALANCE, JUNE 30, 2025                                                   | 45,247                                       | \$ 452,470 | \$ 10                           | \$ 670,900                    | \$ 39,785                 | \$ 159,700        | \$ 511,063                 | \$ 17 | \$ 1,833,945                                                                                                         | \$ 348                       | \$ 1,834,293    |
| BALANCE, JANUARY 1, 2026                                                 | 45,247                                       | \$ 452,470 | \$ 595                          | \$ 675,255                    | \$ 46,122                 | \$ 159,700        | \$ 529,084                 | \$ 20 | \$ 1,863,246                                                                                                         | \$ 349                       | \$ 1,863,595    |
| Appropriations of 2025 earnings                                          |                                              |            |                                 |                               |                           |                   |                            |       |                                                                                                                      |                              |                 |
| Legal reserve                                                            | -                                            | -          | -                               | -                             | -                         | 3,224             | ( 3,224 )                  | -     | -                                                                                                                    | -                            | -               |
| Cash dividends to shareholders                                           | -                                            | -          | -                               | -                             | -                         | -                 | ( 22,653 )                 | -     | ( 22,653 )                                                                                                           | -                            | ( 22,653 )      |
| Net loss for the six months ended June 30, 2026                          | -                                            | -          | -                               | -                             | -                         | -                 | ( 32,220 )                 | -     | ( 32,220 )                                                                                                           | -                            | ( 32,220 )      |
| Total comprehensive income (loss) for the six months ended June 30, 2026 | -                                            | -          | -                               | -                             | -                         | -                 | ( 32,220 )                 | -     | ( 32,220 )                                                                                                           | -                            | ( 32,220 )      |
| Cash capital increase                                                    | 1,600                                        | 16,000     | -                               | 102,080                       | -                         | -                 | -                          | -     | 118,080                                                                                                              | -                            | 118,080         |
| Share-based payment transactions                                         | -                                            | -          | -                               | -                             | 8,307                     | -                 | -                          | -     | 8,307                                                                                                                | -                            | 8,307           |
| Issuance of common shares under employee stock option plan               | 519                                          | 5,195      | ( 595 )                         | 41,882                        | ( 11,707 )                | -                 | -                          | -     | 34,775                                                                                                               | -                            | 34,775          |
| BALANCE, JUNE 30, 2026                                                   | 47,366                                       | \$ 473,665 | \$ -                            | \$ 819,217                    | \$ 42,722                 | \$ 162,924        | \$ 470,987                 | \$ 20 | \$ 1,969,535                                                                                                         | \$ 349                       | \$ 1,969,884    |

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

(With Deloitte & Touche review report dated August 11, 2026)

**ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

**FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025**

**(In Thousands of New Taiwan Dollars)**

**(Reviewed, Not Audited)**

|                                                                      | <b>For the Six<br/>Months Ended<br/>June 30, 2026</b> | <b>For the Six<br/>Months Ended<br/>June 30, 2025</b> |
|----------------------------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                          |                                                       |                                                       |
| Income (Loss) before income tax                                      | (\$ 34,141)                                           | \$ 5,453                                              |
| Adjustments for:                                                     |                                                       |                                                       |
| Depreciation expense                                                 | 18,609                                                | 14,468                                                |
| Amortization expense                                                 | 39,697                                                | 23,448                                                |
| Net gain on financial assets at fair value<br>through profit or loss | ( 1,089)                                              | -                                                     |
| Finance costs                                                        | 1,273                                                 | 1,806                                                 |
| Interest income                                                      | ( 3,381)                                              | ( 2,808)                                              |
| Dividend income                                                      | ( 44)                                                 | -                                                     |
| Share-based compensation cost                                        | 8,307                                                 | 3,293                                                 |
| Reversal of inventory write-downs and<br>obsolescence losses         | ( 2,500)                                              | ( 18,000)                                             |
| Net foreign exchange loss                                            | 271                                                   | 146                                                   |
| Net changes related to operating assets and<br>liabilities           |                                                       |                                                       |
| Notes receivable                                                     | ( 12,220)                                             | -                                                     |
| Accounts receivable                                                  | 52,514                                                | ( 3,430)                                              |
| Other receivables                                                    | ( 8,888)                                              | ( 7,388)                                              |
| Inventories                                                          | ( 563,260)                                            | 201,467                                               |
| Prepayments                                                          | ( 10,852)                                             | ( 4,576)                                              |
| Other current assets                                                 | 3,408                                                 | ( 14,961)                                             |
| Contract liabilities                                                 | ( 19,592)                                             | ( 5,458)                                              |
| Accounts payable                                                     | 159,482                                               | 63,895                                                |
| Other payables                                                       | ( 11,484)                                             | 18,518                                                |
| Other current liabilities                                            | ( 944)                                                | 28                                                    |
| Cash generated from operations                                       | ( 384,834)                                            | 275,901                                               |
| Interest paid                                                        | ( 1,273)                                              | ( 1,806)                                              |
| Income tax (paid) refunded                                           | ( 412)                                                | 43,860                                                |
| Net cash (used in) generated from operating<br>activities            | ( 386,519)                                            | 317,955                                               |

(Continued)

|                                                                                     | <b>For the Six<br/>Months Ended<br/>June 30, 2026</b> | <b>For the Six<br/>Months Ended<br/>June 30, 2025</b> |
|-------------------------------------------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                                         |                                                       |                                                       |
| Acquisition of financial assets at fair value<br>through other comprehensive income | (\$ 10,847)                                           | (\$ 2,300)                                            |
| Acquisition of financial assets at fair value<br>through profit or loss             | ( 10,018)                                             | -                                                     |
| Payment for property, plant and equipment                                           | ( 31,434)                                             | ( 34,889)                                             |
| Increase in refundable deposits                                                     | ( 27)                                                 | -                                                     |
| Decrease in refundable deposits                                                     | -                                                     | 1,414                                                 |
| Acquisition of intangible assets                                                    | ( 60,764)                                             | ( 69,270)                                             |
| Interest received                                                                   | 3,290                                                 | 2,717                                                 |
| Dividends received                                                                  | <u>44</u>                                             | <u>-</u>                                              |
| Net cash flows used in investing activities                                         | ( <u>109,756</u> )                                    | ( <u>102,328</u> )                                    |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                         |                                                       |                                                       |
| Increase in short-term borrowings                                                   | 316,504                                               | 199,055                                               |
| Decrease in short-term borrowings                                                   | ( 132,235)                                            | ( 163,396)                                            |
| Cash capital increase                                                               | 118,080                                               | -                                                     |
| Exercise of employee stock options                                                  | <u>34,775</u>                                         | <u>28</u>                                             |
| Net cash flows from financing activities                                            | <u>337,124</u>                                        | <u>35,687</u>                                         |
| <b>EFFECT OF EXCHANGE RATE CHANGES ON<br/>CASH AND CASH EQUIVALENTS</b>             | <u>3,189</u>                                          | ( <u>2,448</u> )                                      |
| <b>NET (DECREASE) INCREASE IN CASH AND<br/>CASH EQUIVALENTS</b>                     | ( 155,962)                                            | 248,866                                               |
| <b>CASH AND CASH EQUIVALENTS AT<br/>BEGINNING OF THE PERIOD</b>                     | <u>640,008</u>                                        | <u>368,588</u>                                        |
| <b>CASH AND CASH EQUIVALENTS AT END OF<br/>THE PERIOD</b>                           | <u>\$ 484,046</u>                                     | <u>\$ 617,454</u>                                     |

The accompanying notes are an integral part of these consolidated financial statements.  
(With Deloitte & Touche review report dated August 11, 2026)

# ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025

(Reviewed, Not Audited)

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

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### 1. GENERAL INFORMATION

ASOLID TECHNOLOGY CO., LTD. (“ASOLID”) was incorporated in February 2008 and is primarily engaged in integrated circuit design.

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

These consolidated financial statements are presented in New Taiwan dollars, the functional currency of ASOLID.

ASOLID TECHNOLOGY CO., LTD. and its subsidiaries are collectively referred to as “the Company”.

### 2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on August 11, 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 IFRSs endorsed and issued into effect by the FSC did not have any material impact on the Company’s accounting policies.

- b. IFRS Accounting Standards endorsed by the FSC and effective in 2027

| New, Amended and Revised Standards and Interpretations                                               | Effective Date<br>Announced by IASB |
|------------------------------------------------------------------------------------------------------|-------------------------------------|
| IFRS 18 “Presentation and Disclosure in Financial Statements”                                        | January 1, 2027 (Note 1)            |
| IFRS 19 “Subsidiaries without Public Accountability: Disclosures”<br>(including the 2025 amendments) | January 1, 2027                     |
| Amendments to IAS 21 “Translation to a Hyperinflationary<br>Presentation Currency”                   | January 1, 2027                     |
| Amendments to IAS 28 “Fair value option for investments in<br>associates and joint ventures”         | January 1, 2027 (Note 2)            |

**Note 1:** Entities in Taiwan shall apply IFRS 18 from January 1, 2028, with early application permitted.

**Note 2:** These amendments shall be applied concurrently with IFRS 18.

## IFRS 18 “Presentation and Disclosure in Financial Statements” and Related Consequential Amendments

IFRS 18 will replace IAS 1 “Presentation of Financial Statements”. The key changes under this standard include:

- **Income Statement Classification:** The Company should assess whether it has specified main business activities involving investing in particular types of assets and providing financing to customers, and, based on that assessment, classify income and expenses in the statement of profit or loss into the operating, investing, financing, income tax and discontinued operations categories.
- **Subtotals in the Income Statement:** The income statement should report operating profit, profit or loss before financing and income taxes, as well as subtotals and totals of income and expenses.
- **Guidance on Aggregation and Disaggregation:** Entities are required to identify assets, liabilities, equity, revenues, expenses, and cash flows arising from individual transactions or other events, and classify and aggregate them based on similar characteristics. This ensures that each line item reported in the primary financial statements has at least one similar characteristic. Items with dissimilar characteristics should be disaggregated in the primary financial statements and notes. Items should only be labeled as “other” when no more informative label can be identified.
- **Disclosure of Management-Defined Performance Measures:** When communicating management's views on certain aspects of overall financial performance outside the financial statements and to financial statement users, the entity must disclose relevant information about management-defined performance measures in a single note to the financial statements. This includes a description of the measure, how it is calculated, its reconciliation with subtotals or totals defined by IFRS Accounting Standards, and the income tax and non-controlling interest effects of related adjustments.

In addition, IAS 7 “Statement of Cash Flows” was amended as follows:

- When the Company presents cash flows from operating activities using the indirect method, operating profit or loss shall be used as the starting point for the reconciliation.
- Interest received and dividends received by the Company shall be classified as cash flows from investing activities, while interest paid and dividends paid by the Company shall be classified as cash flows from financing activities. If the Company is determined to have a specified main business activity, the classification of dividend income, interest income, and interest expense presented in the statement of profit or loss shall be considered in determining the classification of cash flows arising from dividends received, interest received, and interest paid in the statement of cash flows. However, each such cash flow shall be classified in only one category of the statement of cash flows.

The Company does not intend to adopt IFRS 18 and the related consequential amendments early.

As of the date the financial statements were authorized for issue, the Company continues to assess the possible impact of the aforementioned standards and interpretations on its financial position and financial performance and will disclose the relevant impact upon completion of the assessment.

- c. IFRS Accounting Standards issued by the IASB but not yet endorsed and issued into effect by the FSC with effective dates

| New, Amended and Revised Standards and Interpretations                                                                   | Effective Date Issued<br>by IASB (Note) |
|--------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|
| 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 20 “Regulatory Assets and Regulatory Liabilities”                                                                   | January 1, 2029                         |

Note: Unless otherwise specified, the above newly issued, amended or revised standards and interpretations are effective for annual reporting periods beginning on or after the respective dates.

As of the date the consolidated financial statements were authorized for issue, the Company continues to assess the effects of the amendments to the respective standards and interpretations on its financial position and financial performance. The related effects will be disclosed upon completion of the assessment.

#### 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### a. Statement of Compliance

These 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. These consolidated financial statements do not include all disclosures required by IFRS Accounting Standards for a complete set of annual financial statements.

##### b. Basis of Preparation

Except for financial instruments measured at fair value, these consolidated financial statements have been prepared on the historical cost basis.

Fair value measurements are classified into Levels 1 to 3 based on the degree to which the relevant inputs are observable and the significance of the inputs used in the fair value measurement, as follows:

- 1) Level 1 inputs: Quoted prices (unadjusted) in active markets for identical assets or liabilities that are accessible at the measurement date.
- 2) Level 2 inputs: 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).
- 3) Level 3 inputs: Unobservable inputs for the asset or liability.

##### c. Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). The financial statements of subsidiaries have been adjusted to conform their accounting policies to those of the Company. In preparing the consolidated financial statements, all intercompany transactions, account balances, income and expenses are eliminated in full. Total comprehensive income of subsidiaries is attributed to the owners of the Company and non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

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

recognized directly in equity and attributed to the owners of the Company.

See Note 12, Tables 2 and 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 as described below, please refer to the summary of significant accounting policies in the 2025 consolidated financial statements.

**1) Financial Instruments**

Financial Assets

The financial assets held by the Company comprise financial assets at fair value through profit or loss, financial assets measured at amortized cost, and investments in equity instruments designated at fair value through other comprehensive income.

Financial Assets at Fair Value through Profit or Loss

Financial assets at fair value through profit or loss are financial assets mandatorily measured at fair value through profit or loss. Financial assets mandatorily measured at fair value through profit or loss include investments in equity instruments that are not designated at fair value through other comprehensive income.

Financial assets at fair value through profit or loss are measured at fair value. Dividend income and interest income arising from such financial assets are recognized in other income and interest income, respectively, while gains or losses arising from remeasurement are recognized in other gains and losses. For the determination of fair value, please refer to Note 29.

**2) 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**

The significant accounting judgments, estimates and key sources of estimation uncertainty applied in these consolidated financial statements are the same as those disclosed in the 2025 consolidated financial statements.

**6. CASH AND CASH EQUIVALENTS**

|                                                        | June 30, 2026     | December 31, 2025 | June 30, 2025     |
|--------------------------------------------------------|-------------------|-------------------|-------------------|
| Cash on hand and petty cash                            | \$ 1,189          | \$ 1,463          | \$ 1,730          |
| Bank demand deposits                                   | 232,857           | 188,545           | 115,724           |
| Cash equivalents                                       |                   |                   |                   |
| Time deposits with original maturities within 3 months | 250,000           | 450,000           | 500,000           |
|                                                        | <u>\$ 484,046</u> | <u>\$ 640,008</u> | <u>\$ 617,454</u> |

## 7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

|                                                           | June 30, 2026 | December 31, 2025 | June 30, 2025 |
|-----------------------------------------------------------|---------------|-------------------|---------------|
| <u>Current</u>                                            |               |                   |               |
| Mandatorily measured at fair value through profit or loss |               |                   |               |
| Non-derivative financial assets                           |               |                   |               |
| -Beneficiary certificates of funds                        | \$ 11,107     | \$ -              | \$ -          |

## 8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

### Investments in equity instruments

|                                                 | June 30, 2026    | December 31, 2025 | June 30, 2025   |
|-------------------------------------------------|------------------|-------------------|-----------------|
| <u>Non-Current</u>                              |                  |                   |                 |
| Domestic investments                            |                  |                   |                 |
| Listed, OTC and emerging stocks                 |                  |                   |                 |
| Common stock - Macronix International Co., Ltd. | \$ 10,847        | \$ -              | \$ -            |
| Common stock - Apollo Power Co., Ltd.           | \$ 3,000         | \$ -              | \$ -            |
| Common stock - EmBestor Technology Inc.         | 2,300            | 2,300             | -               |
| Domestic unlisted and non-OTC stocks            |                  |                   |                 |
| Common stock - Apollo Power Co., Ltd.           | -                | 3,000             | -               |
| Common stock - EmBestor Technology Inc.         | -                | -                 | 2,300           |
|                                                 | <u>\$ 16,147</u> | <u>\$ 5,300</u>   | <u>\$ 2,300</u> |

For medium- to long-term strategic purposes, the Company invested in Macronix International Co., Ltd., EmBestor Technology Inc. and Apollo Power Co., Ltd. and expects to generate returns from these long-term investments. The Company's management considers that recognizing short-term fluctuations in the fair value of these investments in profit or loss would be inconsistent with the aforementioned long-term investment strategy. Accordingly, the Company has elected to designate these investments as financial assets at fair value through other comprehensive income.

## 9. FINANCIAL ASSETS AT AMORTIZED COST

|                                                              | June 30, 2026    | December 31, 2025 | June 30, 2025    |
|--------------------------------------------------------------|------------------|-------------------|------------------|
| <u>Current</u>                                               |                  |                   |                  |
| Restricted demand deposits                                   | \$ 21,265        | \$ 21,198         | \$ 21,131        |
| Time deposits with original maturities of more than 3 months | 1,000            | 1,000             | -                |
|                                                              | <u>\$ 22,265</u> | <u>\$ 22,198</u>  | <u>\$ 21,131</u> |
| <u>Non-Current</u>                                           |                  |                   |                  |
| Pledged time deposits                                        | <u>\$ 5,282</u>  | <u>\$ 5,258</u>   | <u>\$ 5,233</u>  |

- a. As of June 30, 2026, December 31, 2025 and June 30, 2025, the annual interest rates on time deposits with original maturities of more than 3 months and pledged time deposits were 0.73% to 1.70%, 0.73% to 1.70% and 0.73% to 1.23%, respectively.
- b. Refer to Note 31 for information on financial assets at amortized cost pledged as collateral.

# **10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES**

|                            | June 30, 2026     | December 31, 2025 | June 30, 2025     |
|----------------------------|-------------------|-------------------|-------------------|
| <u>Notes receivable</u>    |                   |                   |                   |
| At amortized cost          |                   |                   |                   |
| Gross carrying amount      | \$ 12,220         | \$ -              | \$ -              |
| Less: Loss allowance       | -                 | -                 | -                 |
|                            | <u>\$ 12,220</u>  | <u>\$ -</u>       | <u>\$ -</u>       |
| <u>Accounts receivable</u> |                   |                   |                   |
| At amortized cost          |                   |                   |                   |
| Gross carrying amount      | \$ 130,070        | \$ 183,571        | \$ 175,512        |
| Less: Loss allowance       | ( 23,381 )        | ( 23,381 )        | ( 23,381 )        |
|                            | <u>\$ 106,689</u> | <u>\$ 160,190</u> | <u>\$ 152,131</u> |
| <u>Other receivables</u>   |                   |                   |                   |
| Tax refund receivable      | <u>\$ 13,224</u>  | <u>\$ 4,336</u>   | <u>\$ 8,263</u>   |

## Notes receivable and accounts receivable

The average credit period for sales of goods is 60 to 90 days. No interest is charged on notes receivable or accounts receivable. The Company has a policy of transacting only with counterparties whose credit ratings are equivalent to investment grade or higher and, where necessary, obtaining sufficient collateral to mitigate the risk of financial loss arising from defaults. Credit ratings for major customers are determined based on other publicly available financial information and historical transaction records. The Company continuously monitors its credit exposure and counterparties' credit ratings and diversifies the total transaction amount among customers with acceptable credit ratings. In addition, credit risk is managed through counterparty credit limits reviewed and approved annually by the Risk Management Committee.

The Company recognizes a loss allowance for notes receivable and accounts receivable at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are calculated using a provision matrix that takes into account customers' historical default experience, current financial conditions, industry economic conditions, and GDP forecasts. As the Company's historical credit loss experience indicates that there are no significant differences in loss patterns among different customer groups, the provision matrix does not further distinguish customer groups, and the expected credit loss rates are determined based solely on the number of days past due for accounts receivable.

The Company writes off the related accounts receivable when there is evidence that the counterparty is experiencing severe financial difficulty and the Company has no reasonable expectation of recovery, such as when the counterparty is undergoing liquidation. The Company nevertheless continues its collection efforts, and any amounts recovered are recognized in profit or loss.

The Company measures the loss allowance for notes receivable and accounts receivable using the provision matrix as follows:

June 30, 2026

|                                                     | Not Past Due      | 1-120 days<br>past due | 121-180 days<br>past due | 181-365 days<br>past due | Over<br>365 days | Total             |
|-----------------------------------------------------|-------------------|------------------------|--------------------------|--------------------------|------------------|-------------------|
| Gross carrying amount                               | \$ 112,429        | \$ 29,861              | \$ -                     | \$ -                     | \$ -             | \$ 142,290        |
| Loss allowance (lifetime<br>expected credit losses) | -                 | ( 23,381 )             | -                        | -                        | -                | ( 23,381 )        |
| Amortized cost                                      | <u>\$ 112,429</u> | <u>\$ 6,480</u>        | <u>\$ -</u>              | <u>\$ -</u>              | <u>\$ -</u>      | <u>\$ 118,909</u> |

December 31, 2025

|                                                     | Not Past Due      | 1-120 days<br>past due | 121-180 days<br>past due | 181-365 days<br>past due | Over<br>365 days | Total             |
|-----------------------------------------------------|-------------------|------------------------|--------------------------|--------------------------|------------------|-------------------|
| Gross carrying amount                               | \$ 151,972        | \$ 26,261              | \$ 5,338                 | \$ -                     | \$ -             | \$ 183,571        |
| Loss allowance (lifetime<br>expected credit losses) | -                 | ( 22,847 )             | ( 534 )                  | -                        | -                | ( 23,381 )        |
| Amortized cost                                      | <u>\$ 151,972</u> | <u>\$ 3,414</u>        | <u>\$ 4,804</u>          | <u>\$ -</u>              | <u>\$ -</u>      | <u>\$ 160,190</u> |

June 30, 2025

|                                                     | Not Past Due      | 1-120 days<br>past due | 121-180 days<br>past due | 181-365 days<br>past due | Over<br>365 days | Total             |
|-----------------------------------------------------|-------------------|------------------------|--------------------------|--------------------------|------------------|-------------------|
| Gross carrying amount                               | \$ 151,208        | \$ 24,304              | \$ -                     | \$ -                     | \$ -             | \$ 175,512        |
| Loss allowance (lifetime<br>expected credit losses) | -                 | ( 23,381 )             | -                        | -                        | -                | ( 23,381 )        |
| Amortized cost                                      | <u>\$ 151,208</u> | <u>\$ 923</u>          | <u>\$ -</u>              | <u>\$ -</u>              | <u>\$ -</u>      | <u>\$ 152,131</u> |

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

|                                      | For the Six Months Ended June 30 |                  |
|--------------------------------------|----------------------------------|------------------|
|                                      | 2026                             | 2025             |
| Balance, beginning and end of period | <u>\$ 23,381</u>                 | <u>\$ 23,381</u> |

**11. INVENTORIES**

|                 | June 30, 2026     | December 31, 2025 | June 30, 2025     |
|-----------------|-------------------|-------------------|-------------------|
| Finished goods  | \$ 361,638        | \$ 158,517        | \$ 171,876        |
| Work in process | 29,256            | 9,248             | 8,545             |
| Raw materials   | 398,099           | 56,214            | 122,256           |
| Merchandise     | <u>847</u>        | <u>101</u>        | <u>3,516</u>      |
|                 | <u>\$ 789,840</u> | <u>\$ 224,080</u> | <u>\$ 306,193</u> |

The nature of the cost of sales is as follows:

|                                                                      | Three Months Ended June 30 |                   | Six Months Ended June 30 |                   |
|----------------------------------------------------------------------|----------------------------|-------------------|--------------------------|-------------------|
|                                                                      | 2026                       | 2025              | 2026                     | 2025              |
| The cost of inventory sold                                           | \$ 134,317                 | \$ 194,896        | \$ 281,604               | \$ 393,349        |
| Inventory write-downs and<br>obsolescence losses<br>(reversal gains) | <u>-</u>                   | <u>( 18,000 )</u> | <u>( 2,500 )</u>         | <u>( 18,000 )</u> |
|                                                                      | <u>\$ 134,317</u>          | <u>\$ 176,896</u> | <u>\$ 279,104</u>        | <u>\$ 375,349</u> |

The increase in the net realizable value of inventories was due to the disappearance of the factors that had previously caused the net realizable value of inventories to fall below cost.

## 12. 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 (%) |                   |               | Remark |
|-------------------------------------|--------------------------------------|-----------------------------------------|-----------------------------|-------------------|---------------|--------|
|                                     |                                      |                                         | June 30, 2026               | December 31, 2025 | June 30, 2025 |        |
| 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                              | 100                         | 100               | 100           | 2      |
| Innostor Technology (Samoa) Limited | Innostor Technology (Shenzhen) Ltd.  | Consumer electronics, services business | 100                         | 100               | 100           | 2      |

1. Although the Company holds 37.12% of Advanced Memory Technology Co., Ltd., more than half of its directors are appointed by the Company, giving the Company the substantive ability to direct its relevant activities. Accordingly, Advanced Memory Technology Co., Ltd. is included as a subsidiary.
2. The financial statements of the immaterial subsidiaries have not been reviewed.

## 13. PROPERTY, PLANT AND EQUIPMENT

|                                                                  | Land              | Buildings         | Research and Development Equipment | Other Equipment  | Construction in Progress | Total              |
|------------------------------------------------------------------|-------------------|-------------------|------------------------------------|------------------|--------------------------|--------------------|
| <b>Cost</b>                                                      |                   |                   |                                    |                  |                          |                    |
| Balance at January 1, 2026                                       | \$ 505,881        | \$ 454,745        | \$ 57,664                          | \$ 56,097        | \$ -                     | \$1,074,387        |
| Additions                                                        | -                 | 500               | 4,213                              | 3,275            | -                        | 7,988              |
| Disposals                                                        | -                 | -                 | ( 548 )                            | ( 1,173 )        | -                        | ( 1,721 )          |
| Net exchange differences                                         | -                 | -                 | 29                                 | 503              | -                        | 532                |
| Balance at June 30, 2026                                         | <u>\$ 505,881</u> | <u>\$ 455,245</u> | <u>\$ 61,358</u>                   | <u>\$ 58,702</u> | <u>\$ -</u>              | <u>\$1,081,186</u> |
| <b>Accumulated depreciation</b>                                  |                   |                   |                                    |                  |                          |                    |
| Balance at January 1, 2026                                       | \$ -              | \$ 44,561         | \$ 42,421                          | \$ 39,846        | \$ -                     | \$ 126,828         |
| Depreciation expense                                             | -                 | 9,557             | 4,780                              | 4,272            | -                        | 18,609             |
| Disposals                                                        | -                 | -                 | ( 548 )                            | ( 1,173 )        | -                        | ( 1,721 )          |
| Net exchange differences                                         | -                 | -                 | 7                                  | 504              | -                        | 511                |
| Balance at June 30, 2026                                         | <u>\$ -</u>       | <u>\$ 54,118</u>  | <u>\$ 46,660</u>                   | <u>\$ 43,449</u> | <u>\$ -</u>              | <u>\$ 144,227</u>  |
| Balance at June 30, 2026, net                                    | <u>\$ 505,881</u> | <u>\$ 401,127</u> | <u>\$ 14,698</u>                   | <u>\$ 15,253</u> | <u>\$ -</u>              | <u>\$ 936,959</u>  |
| Balance at December 31, 2025 and Balance at January 1, 2026, net | <u>\$ 505,881</u> | <u>\$ 410,184</u> | <u>\$ 15,243</u>                   | <u>\$ 16,251</u> | <u>\$ -</u>              | <u>\$ 947,559</u>  |
| <b>Cost</b>                                                      |                   |                   |                                    |                  |                          |                    |
| Balance at January 1, 2025                                       | \$ 505,881        | \$ 380,936        | \$ 47,154                          | \$ 37,042        | \$ 55,673                | \$1,026,686        |
| Additions                                                        | -                 | 143               | 3,991                              | 15,564           | 16,413                   | 36,111             |
| Disposals                                                        | -                 | -                 | -                                  | ( 1,083 )        | -                        | ( 1,083 )          |
| Net exchange differences                                         | -                 | -                 | ( 19 )                             | ( 63 )           | -                        | ( 82 )             |
| Balance at June 30, 2025                                         | <u>\$ 505,881</u> | <u>\$ 381,079</u> | <u>\$ 51,126</u>                   | <u>\$ 51,460</u> | <u>\$ 72,086</u>         | <u>\$1,061,632</u> |
| <b>Accumulated depreciation</b>                                  |                   |                   |                                    |                  |                          |                    |
| Balance at January 1, 2025                                       | \$ -              | \$ 32,232         | \$ 32,830                          | \$ 32,070        | \$ -                     | \$ 97,132          |
| Depreciation expense                                             | -                 | 5,855             | 4,084                              | 4,529            | -                        | 14,468             |
| Disposals                                                        | -                 | -                 | -                                  | ( 1,083 )        | -                        | ( 1,083 )          |
| Net exchange differences                                         | -                 | -                 | ( 8 )                              | ( 62 )           | -                        | ( 70 )             |
| Balance at June 30, 2025                                         | <u>\$ -</u>       | <u>\$ 38,087</u>  | <u>\$ 36,906</u>                   | <u>\$ 35,454</u> | <u>\$ -</u>              | <u>\$ 110,447</u>  |
| Balance at June 30, 2025, net                                    | <u>\$ 505,881</u> | <u>\$ 342,992</u> | <u>\$ 14,220</u>                   | <u>\$ 16,006</u> | <u>\$ 72,086</u>         | <u>\$ 951,185</u>  |

No impairment loss was recognized or reversed for the six months ended June 30, 2026 and 2025.

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

|                                    |             |
|------------------------------------|-------------|
| 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 31.

#### 14. LEASE ARRANGEMENTS

##### Other lease information

|                               | Three Months Ended June 30 |          | Six Months Ended June 30 |              |
|-------------------------------|----------------------------|----------|--------------------------|--------------|
|                               | 2026                       | 2025     | 2026                     | 2025         |
| Short-term lease expenses     | \$ 1,598                   | \$ 2,149 | \$ 3,205                 | \$ 5,321     |
| Total cash outflow for leases |                            |          | ( \$ 3,205 )             | ( \$ 5,321 ) |

The Company has elected to apply the recognition exemption for short-term leases to leases of offices and parking spaces and, accordingly, does not recognize right-of-use assets or lease liabilities for such leases.

#### 15. OTHER INTANGIBLE ASSETS

|                                                                  | Photomask         | Computer Software | Technology Licensing | Total             |
|------------------------------------------------------------------|-------------------|-------------------|----------------------|-------------------|
| <u>Cost</u>                                                      |                   |                   |                      |                   |
| Balance at January 1, 2026                                       | \$ 202,230        | \$ 33,681         | \$ 196,463           | \$ 432,374        |
| Additions                                                        | 13,756            | 3,593             | 43,415               | 60,764            |
| Balance at June 30, 2026                                         | <u>\$ 215,986</u> | <u>\$ 37,274</u>  | <u>\$ 239,878</u>    | <u>\$ 493,138</u> |
| <u>Accumulated amortization</u>                                  |                   |                   |                      |                   |
| Balance at January 1, 2026                                       | \$ 154,955        | \$ 25,355         | \$ 136,884           | \$ 317,194        |
| Amortization                                                     | 18,038            | 4,417             | 17,242               | 39,697            |
| Balance at June 30, 2026                                         | <u>\$ 172,993</u> | <u>\$ 29,772</u>  | <u>\$ 154,126</u>    | <u>\$ 356,891</u> |
| Balance at June 30, 2026, net                                    | <u>\$ 42,993</u>  | <u>\$ 7,502</u>   | <u>\$ 85,752</u>     | <u>\$ 136,247</u> |
| Balance at December 31, 2025 and Balance at January 1, 2026, net | <u>\$ 47,275</u>  | <u>\$ 8,326</u>   | <u>\$ 59,579</u>     | <u>\$ 115,180</u> |
| <u>Cost</u>                                                      |                   |                   |                      |                   |
| Balance at January 1, 2025                                       | \$ 139,285        | \$ 28,602         | \$ 134,454           | \$ 302,341        |
| Additions                                                        | 47,371            | 6,234             | 15,665               | 69,270            |
| Disposals                                                        | -                 | ( 1,155 )         | ( 7,583 )            | ( 8,738 )         |
| Balance at June 30, 2025                                         | <u>\$ 186,656</u> | <u>\$ 33,681</u>  | <u>\$ 142,536</u>    | <u>\$ 362,873</u> |
| <u>Accumulated amortization</u>                                  |                   |                   |                      |                   |
| Balance at January 1, 2025                                       | \$ 114,375        | \$ 18,493         | \$ 129,673           | \$ 262,541        |
| Amortization                                                     | 15,593            | 4,008             | 3,847                | 23,448            |
| Disposals                                                        | -                 | ( 1,155 )         | ( 7,583 )            | ( 8,738 )         |
| Balance at June 30, 2025                                         | <u>\$ 129,968</u> | <u>\$ 21,346</u>  | <u>\$ 125,937</u>    | <u>\$ 277,251</u> |
| Balance at June 30, 2025, net                                    | <u>\$ 56,688</u>  | <u>\$ 12,335</u>  | <u>\$ 16,599</u>     | <u>\$ 85,622</u>  |

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

|                      |           |
|----------------------|-----------|
| Photomask            | 2-3 years |
| Computer Software    | 1-3 years |
| Technology Licensing | 1-3 years |

Amortization expense by function:

|                            | Three Months Ended June 30 |                  | Six Months Ended June 30 |                  |
|----------------------------|----------------------------|------------------|--------------------------|------------------|
|                            | 2026                       | 2025             | 2026                     | 2025             |
| General and administrative | \$ 258                     | \$ 10,498        | \$ 515                   | \$ 16,108        |
| Research and development   | 20,718                     | 3,916            | 39,182                   | 7,340            |
|                            | <u>\$ 20,976</u>           | <u>\$ 14,414</u> | <u>\$ 39,697</u>         | <u>\$ 23,448</u> |

## 16. OTHER ASSETS

|                           | June 30, 2026    | December 31, 2025 | June 30, 2025    |
|---------------------------|------------------|-------------------|------------------|
| <u>Current</u>            |                  |                   |                  |
| Prepayments               |                  |                   |                  |
| Tax credits               | \$ 11,724        | \$ 320            | \$ 320           |
| Prepayments for purchases | 11,660           | 11,867            | 15,108           |
| Prepaid expenses          | <u>7,560</u>     | <u>7,905</u>      | <u>16,999</u>    |
|                           | <u>\$ 30,944</u> | <u>\$ 20,092</u>  | <u>\$ 32,427</u> |
| <u>Other Assets</u>       |                  |                   |                  |
| Temporary payments        | \$ 34,939        | \$ 38,347         | \$ 32,366        |
| Other                     | <u>10</u>        | <u>10</u>         | <u>10</u>        |
|                           | <u>\$ 34,949</u> | <u>\$ 38,357</u>  | <u>\$ 32,376</u> |

## 17. BORROWINGS

### Short-Term Borrowings

|                                    | June 30, 2026     | December 31, 2025 | June 30, 2025    |
|------------------------------------|-------------------|-------------------|------------------|
| <u>Unsecured borrowings</u>        |                   |                   |                  |
| Borrowings under credit facilities | <u>\$ 242,060</u> | <u>\$ 56,574</u>  | <u>\$ 93,760</u> |

As of June 30, 2026, December 31, 2025 and June 30, 2025, the interest rates on bank borrowings were 4.35% to 4.46%, 4.50% to 4.69% and 4.78% to 5.08%, respectively.

## 18. ACCOUNTS PAYABLE

|                                   | June 30, 2026     | December 31, 2025 | June 30, 2025     |
|-----------------------------------|-------------------|-------------------|-------------------|
| <u>Accounts payable</u>           |                   |                   |                   |
| Arising from operating activities | <u>\$ 277,791</u> | <u>\$ 117,032</u> | <u>\$ 127,135</u> |

## 19. OTHER LIABILITIES

|                                                             | June 30, 2026     | December 31, 2025 | June 30, 2025     |
|-------------------------------------------------------------|-------------------|-------------------|-------------------|
| <u>Current</u>                                              |                   |                   |                   |
| Other payables                                              |                   |                   |                   |
| Salaries and bonuses payable                                | \$ 45,545         | \$ 55,618         | \$ 40,480         |
| Dividends payable                                           | 22,653            | -                 | 22,624            |
| Labor and health insurance payable                          | 12,023            | 11,047            | 11,373            |
| Employees' compensation and directors' remuneration payable | 2,860             | 2,860             | 4,130             |
| Equipment payables                                          | 1,942             | 25,388            | 16,980            |
| Others                                                      | <u>26,904</u>     | <u>29,291</u>     | <u>28,782</u>     |
|                                                             | <u>\$ 111,927</u> | <u>\$ 124,204</u> | <u>\$ 124,369</u> |
| Other Liabilities                                           |                   |                   |                   |
| Receipts under custody                                      | \$ 772            | \$ 620            | \$ 604            |
| Temporary receipts                                          | <u>-</u>          | <u>1,096</u>      | <u>-</u>          |
|                                                             | <u>\$ 772</u>     | <u>\$ 1,716</u>   | <u>\$ 604</u>     |

## 20. POST-EMPLOYMENT BENEFIT PLANS

### Defined contribution plan

Except for Innostor Technology (Shenzhen) Ltd., the Company has adopted a pension plan under the Labor Pension Act (the "LPA"), which is a state-managed defined contribution plan. Under the LPA, the Company contributes 6% of employees' monthly salaries and wages to their individual pension accounts with the Bureau of Labor Insurance.

## 21. EQUITY

### a. Common shares

|                                                       | June 30, 2026       | December 31, 2025   | June 30, 2025       |
|-------------------------------------------------------|---------------------|---------------------|---------------------|
| Number of shares authorized (in thousands)            | <u>100,000</u>      | <u>100,000</u>      | <u>100,000</u>      |
| Authorized share capital                              | <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>47,366</u>       | <u>45,247</u>       | <u>45,247</u>       |
| Issued share capital                                  | <u>\$ 473,665</u>   | <u>\$ 452,470</u>   | <u>\$ 452,470</u>   |

### b. Capital collected in advance

|                              | June 30, 2026 | December 31, 2025 | June 30, 2025 |
|------------------------------|---------------|-------------------|---------------|
| Capital collected in advance | <u>\$ -</u>   | <u>\$ 595</u>     | <u>\$ 10</u>  |

The issued common shares have a par value of NT\$10 each and carry one vote per share and the right to receive dividends.

In consideration of the long-term cooperative relationship with strategic investors and the benefits of strengthening the Company's competitiveness and enhancing operational efficiency, the Company's annual shareholders' meeting held on June 18, 2025 approved a private placement of up to 3,900 thousand common shares and authorized the board of directors to complete the private placement in one or two tranches within one year from the date of the shareholders' meeting resolution. On March 20, 2026, the Company's board of directors

approved a private placement cash capital increase through the issuance of 1,600 thousand new common shares, each with a par value of NT\$10, at an issue price of NT\$73.8 per share. The capital increase record date was set as April 2, 2026.

The rights and obligations of the privately placed common shares are identical to those of the Company's outstanding common shares. The privately placed common shares are not issued in physical form. However, pursuant to Article 43-8 of the Securities and Exchange Act, except under certain specific circumstances, the privately placed shares may not be freely transferred within three years from the delivery date. Upon expiration of the three-year restriction period, the Company intends to apply for public offering and OTC trading of such shares in accordance with the relevant laws and regulations.

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

In addition to the private placement cash capital increase described above, the change in the Company's share capital was attributable to the issuance of 519 thousand new shares upon the exercise of employee stock options.

c. Capital surplus

|                                                                                                         | June 30, 2026     | December 31, 2025 | June 30, 2025     |
|---------------------------------------------------------------------------------------------------------|-------------------|-------------------|-------------------|
| <u>May be used to offset a deficit,<br/>distributed in cash or<br/>transferred to share capital (1)</u> |                   |                   |                   |
| Additional paid-in capital                                                                              | \$ 655,028        | \$ 552,948        | \$ 552,948        |
| Employee stock options<br>transferred to additional paid-<br>in capital                                 | 164,189           | 122,307           | 117,952           |
| <u>May not be used for any purpose</u>                                                                  |                   |                   |                   |
| Employee stock options                                                                                  | <u>42,722</u>     | <u>46,122</u>     | <u>39,785</u>     |
|                                                                                                         | <u>\$ 861,939</u> | <u>\$ 721,377</u> | <u>\$ 710,685</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 in cash or transferred to share capital (limited to a certain percentage of the Company's paid-in capital per year).

d. Retained earnings and dividend policy

Under the earnings distribution policy set forth in the Company's Articles of Incorporation, if the Company has net income after tax for the year, it shall first offset accumulated deficits (including adjustments to unappropriated earnings) and then appropriate 10% thereof as legal reserve in accordance with law, unless the accumulated legal reserve has reached the Company's total paid-in capital. The Company shall then appropriate or reverse a special reserve in accordance with applicable laws and regulations or requirements of the competent authorities. Any remaining earnings, together with the beginning balance of unappropriated earnings (including adjustments to unappropriated earnings), shall be distributed pursuant to an earnings distribution proposal prepared by the board of directors and submitted to the shareholders' meeting for approval. For the distribution policy on employees' compensation and directors' remuneration as stipulated in the Company's Articles of Incorporation, please refer to Note 23(g), "Employees' Compensation and Directors' Remuneration."

In addition, pursuant to the Company's Articles of Incorporation, the Company's dividend policy takes into consideration its current and future development plans, investment environment, capital requirements, domestic and international competitive conditions, and the interests of shareholders. Cash dividends or stock dividends shall be no less than 10% of the distributable earnings for the year, and cash dividends to shareholders shall account for no less than 10% of the total dividends distributed to shareholders. However, the Company may adjust the allocation

between cash dividends and stock dividends when necessary, taking into consideration economic conditions, industry developments and capital requirements.

A legal reserve shall be appropriated until its balance reaches the Company's total paid-in 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.

The Company's shareholders approved the 2024 deficit compensation proposal and cash distribution from capital reserve of \$22,624 thousand (\$0.5 per share) at the annual shareholders' meeting held on June 18, 2025.

The Company held its annual shareholders' meeting on June 16, 2026, at which the 2025 earnings distribution proposal was approved as follows:

|                                 | 2025             |
|---------------------------------|------------------|
| Legal reserve                   | <u>\$ 3,224</u>  |
| Cash dividends                  | <u>\$ 22,653</u> |
| Cash dividends per share (NT\$) | <u>\$ 0.5</u>    |

e. Non-controlling interests

|                                      | For the Six Months Ended June 30 |
|--------------------------------------|----------------------------------|
|                                      | 2026                      2025   |
| Balance, beginning and end of period | <u>\$ 349</u> <u>\$ 348</u>      |

## 22. REVENUE

|                                       | For the Three Months Ended June 30 |            | For the Six Months Ended June 30 |            |
|---------------------------------------|------------------------------------|------------|----------------------------------|------------|
|                                       | 2026                               | 2025       | 2026                             | 2025       |
| Revenue from contracts with customers |                                    |            |                                  |            |
| Merchandise sales revenue             | \$ 295,550                         | \$ 333,023 | \$ 633,586                       | \$ 729,999 |

a. Contract balances

|                               | June 30,<br>2026  | December 31,<br>2025 | June 30,<br>2025  | January 1,<br>2025 |
|-------------------------------|-------------------|----------------------|-------------------|--------------------|
| Accounts Receivable (Note 10) | <u>\$ 106,689</u> | <u>\$ 160,190</u>    | <u>\$ 152,131</u> | <u>\$ 159,451</u>  |
| Contract Liability-current    |                   |                      |                   |                    |
| Merchandise sales             | <u>\$ 18,348</u>  | <u>\$ 37,940</u>     | <u>\$ 49,055</u>  | <u>\$ 53,218</u>   |

b. Disaggregation of revenue from contracts with customers

1) Revenue from Major Products and Services

The Company's revenue from its major products and services was as follows:

|                     | For the Three Months Ended June 30 |                   | For the Six Months Ended June 30 |                   |
|---------------------|------------------------------------|-------------------|----------------------------------|-------------------|
|                     | 2026                               | 2025              | 2026                             | 2025              |
| Flash Controller    | \$ 272,183                         | \$ 321,563        | \$ 574,726                       | \$ 711,161        |
| Packaged Controller | 30                                 | 1,730             | 1,863                            | 4,576             |
| Others              | 23,337                             | 9,730             | 56,997                           | 14,262            |
|                     | <u>\$ 295,550</u>                  | <u>\$ 333,023</u> | <u>\$ 633,586</u>                | <u>\$ 729,999</u> |

2) Regional Information

The main regional operations of the Company are Taiwan, China and South Korea.

The Company's revenue from external customers is listed below according to the location of operations:

|             | For the Three Months Ended June 30 |                   | For the Six Months Ended June 30 |                   |
|-------------|------------------------------------|-------------------|----------------------------------|-------------------|
|             | 2026                               | 2025              | 2026                             | 2025              |
| China       | \$ 155,744                         | \$ 139,953        | \$ 319,122                       | \$ 317,359        |
| Taiwan      | 89,181                             | 79,531            | 167,757                          | 198,190           |
| South Korea | 3,548                              | 25,979            | 24,425                           | 63,284            |
| Others      | 47,077                             | 87,560            | 122,282                          | 151,166           |
|             | <u>\$ 295,550</u>                  | <u>\$ 333,023</u> | <u>\$ 633,586</u>                | <u>\$ 729,999</u> |

**23. NET PROFIT (LOSS)**

a. Interest income

|                                                       | For the Three Months Ended June 30 |                 | For the Six Months Ended June 30 |                 |
|-------------------------------------------------------|------------------------------------|-----------------|----------------------------------|-----------------|
|                                                       | 2026                               | 2025            | 2026                             | 2025            |
| Bank deposits                                         | \$ 1,959                           | \$ 2,092        | \$ 3,372                         | \$ 2,808        |
| Financial assets at fair value through profit or loss | 9                                  | -               | 9                                | -               |
|                                                       | <u>\$ 1,968</u>                    | <u>\$ 2,092</u> | <u>\$ 3,381</u>                  | <u>\$ 2,808</u> |

b. Other income

|                             | For the Three Months Ended June 30 |                 | For the Six Months Ended June 30 |                 |
|-----------------------------|------------------------------------|-----------------|----------------------------------|-----------------|
|                             | 2026                               | 2025            | 2026                             | 2025            |
| Tax incentive refund        | \$ 12,220                          | \$ -            | \$ 12,220                        | \$ -            |
| Government grants (Note 27) | 353                                | 483             | 353                              | 483             |
| Dividend income             | 44                                 | -               | 44                               | -               |
| Others                      | 529                                | 637             | 1,096                            | 1,008           |
|                             | <u>\$ 13,146</u>                   | <u>\$ 1,120</u> | <u>\$ 13,713</u>                 | <u>\$ 1,491</u> |

c. Other gains and losses

|                                                                   | For the Three Months Ended June 30 |               | For the Six Months Ended June 30 |                 |
|-------------------------------------------------------------------|------------------------------------|---------------|----------------------------------|-----------------|
|                                                                   | 2026                               | 2025          | 2026                             | 2025            |
| Net gain on financial assets at fair value through profit or loss | \$ 1,089                           | \$ -          | \$ 1,089                         | \$ -            |
| Net foreign exchange gains (losses)                               | 278                                | 758           | ( 632 )                          | 2,435           |
| Other                                                             | ( 11 )                             | ( 16 )        | ( 27 )                           | ( 29 )          |
|                                                                   | <u>\$ 1,356</u>                    | <u>\$ 742</u> | <u>\$ 430</u>                    | <u>\$ 2,406</u> |

d. Finance costs

|                        | For the Three Months Ended June 30 |               | For the Six Months Ended June 30 |                 |
|------------------------|------------------------------------|---------------|----------------------------------|-----------------|
|                        | 2026                               | 2025          | 2026                             | 2025            |
| Interest on bank loans | <u>\$ 703</u>                      | <u>\$ 724</u> | <u>\$ 1,273</u>                  | <u>\$ 1,806</u> |

e. Depreciation and amortization

|                                         | For the Three Months Ended June 30 |                  | For the Six Months Ended June 30 |                  |
|-----------------------------------------|------------------------------------|------------------|----------------------------------|------------------|
|                                         | 2026                               | 2025             | 2026                             | 2025             |
| An analysis of depreciation by function |                                    |                  |                                  |                  |
| Operating expenses                      | <u>\$ 9,398</u>                    | <u>\$ 7,828</u>  | <u>\$ 18,609</u>                 | <u>\$ 14,468</u> |
| An analysis of amortization by function |                                    |                  |                                  |                  |
| Operating expenses                      | <u>\$ 20,976</u>                   | <u>\$ 14,414</u> | <u>\$ 39,697</u>                 | <u>\$ 23,448</u> |

For information on the allocation of amortization expense of intangible assets to the respective line items, please refer to Note 15.

f. Employee benefits expense

|                               | For the Three Months Ended June 30 |                   | For the Six Months Ended June 30 |                   |
|-------------------------------|------------------------------------|-------------------|----------------------------------|-------------------|
|                               | 2026                               | 2025              | 2026                             | 2025              |
| Post-employment benefits      |                                    |                   |                                  |                   |
| Defined contribution plan     | \$ 5,142                           | \$ 4,777          | \$ 9,831                         | \$ 8,980          |
| Share-based payment (Note 26) |                                    |                   |                                  |                   |
| Equity-settled                | 4,153                              | ( 970 )           | 8,307                            | 3,293             |
| Other employee benefits       | <u>140,243</u>                     | <u>118,527</u>    | <u>259,377</u>                   | <u>230,893</u>    |
| Total employee benefits       | <u>\$ 149,538</u>                  | <u>\$ 122,334</u> | <u>\$ 277,515</u>                | <u>\$ 243,166</u> |
| Summarized by function        |                                    |                   |                                  |                   |
| Operating expenses            | <u>\$ 149,538</u>                  | <u>\$ 122,334</u> | <u>\$ 277,515</u>                | <u>\$ 243,166</u> |

g. Employees' compensation and directors' remuneration

According to the Company's Articles of Incorporation, employees' compensation and directors' remuneration shall be appropriated at rates of 7% to 17% and no more than 5%, respectively, of profit before tax before deduction of employees' compensation and directors' remuneration. Pursuant to the amendment to the Securities and Exchange Act in August 2024, the Company's shareholders approved an amendment to the Articles of Incorporation at the shareholders' meeting held on June 18, 2025, stipulating that no less than 1% of profit before tax before deduction of employees' compensation and directors' remuneration shall be appropriated as compensation to rank-and-file employees.

As the Company incurred losses before tax for both the three months and six months ended June 30, 2026, no employees' compensation (including compensation to rank-and-file employees) or directors' remuneration was accrued. Employees' compensation (including compensation to rank-and-file employees) and directors' remuneration accrued for the three months and six months ended June 30, 2025 were as follows:

|                         | For the Three Months Ended June 30, 2025 | For the Six Months Ended June 30, 2025 |
|-------------------------|------------------------------------------|----------------------------------------|
| Employees' compensation | <u>\$ 550</u>                            | <u>\$ 3,750</u>                        |
| Directors' remuneration | <u>\$ 60</u>                             | <u>\$ 380</u>                          |

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

Due to a pre-tax loss in 2024, the Company did not accrue employees' compensation and directors' remuneration.

The employees' compensation and directors' remuneration for 2025 were resolved by the board of directors on March 11, 2026 as follows:

|                         | 2025     |
|-------------------------|----------|
|                         | Cash     |
| Employees' compensation | \$ 2,600 |
| Directors' remuneration | \$ 260   |

There was no difference between the actual amounts of employees' compensation and directors' remuneration distributed for 2025 and the amounts recognized in the 2025 consolidated financial statements.

Information on the employees' compensation and directors' remuneration 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

|                         | For the Three Months Ended June 30 |            | For the Six Months Ended June 30 |            |
|-------------------------|------------------------------------|------------|----------------------------------|------------|
|                         | 2026                               | 2025       | 2026                             | 2025       |
| Foreign exchange gains  | \$ 3,821                           | \$ 19,938  | \$ 8,833                         | \$ 24,025  |
| Foreign exchange losses | ( 3,543 )                          | ( 19,180 ) | ( 9,465 )                        | ( 21,590 ) |
| Net gains (losses)      | \$ 278                             | \$ 758     | ( \$ 632 )                       | \$ 2,435   |

## 24. INCOME TAXES

### a. Income tax recognized in profit or loss:

The major components of income tax benefit were as follows:

|                                                 | For the Three Months Ended June 30 |              | For the Six Months Ended June 30 |              |
|-------------------------------------------------|------------------------------------|--------------|----------------------------------|--------------|
|                                                 | 2026                               | 2025         | 2026                             | 2025         |
| Current tax                                     |                                    |              |                                  |              |
| In respect of the current period                | \$ 79                              | ( \$ 2,921 ) | \$ 79                            | ( \$ 2,659 ) |
| Adjustments for prior periods                   | ( 2,000 )                          | ( 6,857 )    | ( 2,000 )                        | ( 6,111 )    |
| Income tax benefit recognized in profit or loss | ( \$ 1,921 )                       | ( \$ 9,778 ) | ( \$ 1,921 )                     | ( \$ 8,770 ) |

### b. Income tax assessments

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

## 25. EARNINGS PER SHARE

|                            | For the Three Months Ended June 30 |             | For the Six Months Ended June 30 |         |
|----------------------------|------------------------------------|-------------|----------------------------------|---------|
|                            | 2026                               | 2025        | 2026                             | 2025    |
| Basic earnings per share   | ( \$ 0.68 )                        | ( \$ 0.25 ) | ( \$ 0.70 )                      | \$ 0.31 |
| Diluted earnings per share | ( \$ 0.68 )                        | ( \$ 0.25 ) | ( \$ 0.70 )                      | \$ 0.31 |

Unit: NT\$ Per Share

The net income (loss) and weighted-average number of common shares outstanding used in the computation of earnings (loss) per share were as follows:

**Net Profit (Loss) for the Period**

|                                                                                          | <u>For the Three Months Ended June 30</u> |               | <u>For the Six Months Ended June 30</u> |             |
|------------------------------------------------------------------------------------------|-------------------------------------------|---------------|-----------------------------------------|-------------|
|                                                                                          | <u>2026</u>                               | <u>2025</u>   | <u>2026</u>                             | <u>2025</u> |
| Net income (loss) used in the computation of basic and diluted earnings (loss) per share | ( \$ 32,260 )                             | ( \$ 11,231 ) | ( \$ 32,220 )                           | \$ 14,223   |

**Shares**

|                                                                                                       | <u>For the Three Months Ended June 30</u> |               | <u>For the Six Months Ended June 30</u> |               |
|-------------------------------------------------------------------------------------------------------|-------------------------------------------|---------------|-----------------------------------------|---------------|
|                                                                                                       | <u>2026</u>                               | <u>2025</u>   | <u>2026</u>                             | <u>2025</u>   |
| Weighted-average number of common shares used in the computation of basic earnings (loss) per share   | 47,349                                    | 45,247        | 46,314                                  | 45,247        |
| Effect of potentially dilutive common shares:                                                         |                                           |               |                                         |               |
| Employees' compensation                                                                               | -                                         | -             | -                                       | 70            |
| Weighted-average number of common shares used in the computation of diluted earnings (loss) per share | <u>47,349</u>                             | <u>45,247</u> | <u>46,314</u>                           | <u>45,317</u> |

If the Company has the option to settle employees' compensation in shares or cash, the Company assumes that the employees' compensation will be settled in shares when calculating diluted earnings per share. If the resulting potential common shares have a dilutive effect, they are included in the weighted-average number of common shares outstanding in the calculation of diluted earnings per share. The dilutive effect of such potential common shares continues to be considered in the calculation of diluted earnings per share until the number of shares to be distributed as employees' compensation is resolved in the following year.

The Company's employee stock options were excluded from the calculation of diluted earnings per share as they had an antidilutive effect.

**26. SHARE-BASED PAYMENT ARRANGEMENTS**

**Employee stock option plan**

a. Stock option plan for employees in 2019

On December 31, 2019, the Company granted 2,500 units of employee stock options to employees of the Company who met certain eligibility requirements. Each unit entitles the holder to subscribe for 1 thousand common shares. The employee stock options have a contractual life of 6 years. Holders may exercise a specified proportion of the options granted beginning 2 years after the issuance date. The above-mentioned employee stock options became effective upon filing with the Financial Supervisory Commission pursuant to Letter No. 1080339350.

Information on employee stock options was as follows:

| Employee stock option                      | For the Six Months Ended June 30 |                                        |       |                                        |
|--------------------------------------------|----------------------------------|----------------------------------------|-------|----------------------------------------|
|                                            | 2026                             |                                        | 2025  |                                        |
|                                            | Unit                             | Weighted-average exercise price (NT\$) | Unit  | Weighted-average exercise price (NT\$) |
| Outstanding at the beginning of the period | -                                | \$ -                                   | 19    | \$ 28.30                               |
| Exercised during the period                | -                                | -                                      | ( 1 ) | 28.00                                  |
| Outstanding at the end of the period       | -                                | -                                      | 18    | 28.00                                  |
| Exercisable at the end of the period       | -                                | -                                      | 18    | -                                      |

No share-based compensation costs were recognized for the three months ended June 30, 2026 and 2025, or for the six months ended June 30, 2026 and 2025.

b. Stock option plan for employees in 2023

On March 6, 2023, the Company granted 1,500 units of employee stock options to employees of the Company who met certain eligibility requirements. Each unit entitles the holder to subscribe for 1 thousand common shares. The employee stock options have a contractual life of 6 years. Holders may exercise a specified proportion of the options granted beginning 2 years after the issuance date. The above-mentioned employee stock options became effective upon filing with the Financial Supervisory Commission pursuant to Letter No. 1110336561.

Information on employee stock options was as follows:

| Employee stock option                      | For the Six Months Ended June 30 |                                        |         |                                        |
|--------------------------------------------|----------------------------------|----------------------------------------|---------|----------------------------------------|
|                                            | 2026                             |                                        | 2025    |                                        |
|                                            | Unit                             | Weighted-average exercise price (NT\$) | Unit    | Weighted-average exercise price (NT\$) |
| Outstanding at the beginning of the period | 1,182                            | \$ 75.60                               | 1,424   | \$ 76.30                               |
| Exercised during the period                | ( 460 )                          | 75.60                                  | -       | -                                      |
| Forfeited during the period                | -                                | -                                      | ( 144 ) | -                                      |
| Outstanding at the end of the period       | 722                              | 74.70                                  | 1,280   | 76.30                                  |
| Exercisable at the end of the period       | 621                              | -                                      | 750     | -                                      |

For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, share-based compensation costs recognized (reversed) were \$946 thousand, \$(4,177) thousand, \$1,892 thousand, and \$(2,052) thousand, respectively.

c. Stock option plan for employees in 2025

On January 22, 2025, the Company granted 2,000 units of employee stock options to employees of the Company who met certain eligibility requirements. Each unit entitles the holder to subscribe for 1 thousand common shares. The employee stock options have a contractual life of 6 years. Holders may exercise a specified proportion of the options granted beginning 2 years after the issuance date. The above-mentioned employee stock options became effective upon filing with the Financial Supervisory Commission pursuant to Letter No. 1140330044.

Information on employee stock options was as follows:

| Employee stock option                                                   | For the Six Months Ended June 30 |                                        |          |                                        |
|-------------------------------------------------------------------------|----------------------------------|----------------------------------------|----------|----------------------------------------|
|                                                                         | 2026                             |                                        | 2025     |                                        |
|                                                                         | Unit                             | Weighted-average exercise price (NT\$) | Unit     | Weighted-average exercise price (NT\$) |
| Outstanding at the beginning of the period                              | 1,822                            | \$ 49.50                               | -        | \$ -                                   |
| Granted during the period                                               | -                                | -                                      | 2,000    | 49.95                                  |
| Outstanding at the end of the period                                    | 1,822                            | 49.00                                  | 2,000    | 49.95                                  |
| Exercisable at the end of the period                                    | -                                | -                                      | -        | -                                      |
| Weighted-average fair value of options granted during the period (NT\$) | \$ -                             | -                                      | \$ 17.40 | -                                      |

All employee stock options granted by the Company in January 2025 were valued using the Black-Scholes model. The inputs used in the valuation model were as follows:

|                                  | January 2025      |
|----------------------------------|-------------------|
| Share price at grant date (NT\$) | 49.95             |
| Exercise price (NT\$)            | 49.95             |
| Expected volatility              | 46.98% ~ 63.47%   |
| Expected life                    | 2 ~ 4 years       |
| Expected dividend yield          | -                 |
| Risk-free interest rate          | 1.3804% ~ 1.4684% |

For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, share-based compensation costs recognized were \$3,207 thousand, \$3,207 thousand, \$6,415 thousand, and \$5,345 thousand, respectively.

## 27. GOVERNMENT GRANTS

The Company received government grants related to the “Youth Employment Flagship Program” amounting to \$353 thousand and \$483 thousand for the six months ended June 30, 2026 and 2025, respectively, which were recognized as other income.

## 28. CAPITAL RISK MANAGEMENT

Based on the overall operating environment and the Company’s future development, and taking into consideration external competition, changes in the business environment and other relevant factors, the Company’s key management personnel regularly review its capital structure. Such review includes consideration of the costs and risks associated with each class of capital in order to determine an appropriate capital structure for the Company. The objective is to maintain sufficient capital to meet the Company’s future working capital, research and development expenditures and dividend payment requirements, while safeguarding the Company’s ability to continue as a going concern, provide returns to shareholders, take into account the interests of other stakeholders, and maintain an optimal capital structure to enhance shareholder value over the long term.

The Company’s capital structure consists of net debt (borrowings less cash and cash equivalents) and equity (comprising share capital, capital surplus, retained earnings, other equity and non-controlling interests).

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

The Company's key management personnel review the capital structure annually, taking into consideration the costs and risks associated with each class of capital. Based on the recommendations of key management personnel, the Company balances its overall capital structure through dividend payments, issuance of new shares, share repurchases, issuance of new debt, or repayment of existing debt.

## 29. FINANCIAL INSTRUMENTS

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

The Company's management believes that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values.

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

#### 1) Fair value hierarchy

##### June 30, 2026

|                                                                                              | Level 1   | Level 2 | Level 3 | Total     |
|----------------------------------------------------------------------------------------------|-----------|---------|---------|-----------|
| <u>Financial assets at fair value</u><br><u>through profit or loss</u>                       |           |         |         |           |
| Beneficiary certificates of funds                                                            | \$ 11,107 | \$ -    | \$ -    | \$ 11,107 |
| <u>Financial assets at fair value</u><br><u>through other comprehensive</u><br><u>income</u> |           |         |         |           |
| Equity Instrument Investments                                                                |           |         |         |           |
| -Domestic listed, OTC and<br>emerging stocks                                                 | \$ 16,147 | \$ -    | \$ -    | \$ 16,147 |

##### December 31, 2025

|                                                                                              | Level 1  | Level 2 | Level 3  | Total    |
|----------------------------------------------------------------------------------------------|----------|---------|----------|----------|
| <u>Financial assets at fair value</u><br><u>through other comprehensive</u><br><u>income</u> |          |         |          |          |
| Equity Instrument Investments                                                                |          |         |          |          |
| -Emerging stocks                                                                             | \$ 2,300 | \$ -    | \$ -     | \$ 2,300 |
| -Domestic unlisted and<br>non-OTC stocks                                                     | -        | -       | 3,000    | 3,000    |
| Total                                                                                        | \$ 2,300 | \$ -    | \$ 3,000 | \$ 5,300 |

##### June 30, 2025

|                                                                                              | Level 1 | Level 2 | Level 3  | Total    |
|----------------------------------------------------------------------------------------------|---------|---------|----------|----------|
| <u>Financial assets at fair value</u><br><u>through other comprehensive</u><br><u>income</u> |         |         |          |          |
| Equity Instrument Investments                                                                |         |         |          |          |
| -Domestic unlisted and<br>non-OTC stocks                                                     | \$ -    | \$ -    | \$ 2,300 | \$ 2,300 |

There were no transfers between Level 1 and Level 2 fair value measurements during the six months ended June 30, 2026 and 2025.

2) Level 3 fair value measurement reconciliation

|                          | Financial assets at fair value through other<br>comprehensive income |                 |
|--------------------------|----------------------------------------------------------------------|-----------------|
|                          | Equity Instruments                                                   |                 |
|                          | For the Six Months Ended June 30                                     |                 |
| Financial assets         | 2026                                                                 | 2025            |
| Beginning balance        | \$ 3,000                                                             | \$ -            |
| Purchases                | -                                                                    | 2,300           |
| Transfers out of Level 3 | 3,000                                                                | -               |
| Ending balance           | <u>\$ -</u>                                                          | <u>\$ 2,300</u> |

3) Valuation techniques and inputs used in Level 3 fair value measurement

Domestic unlisted and non-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

|                                                                         | June 30, 2026 | December 31, 2025 | June 30, 2025 |
|-------------------------------------------------------------------------|---------------|-------------------|---------------|
| <u>Financial assets</u>                                                 |               |                   |               |
| Measured at fair value<br>through profit or loss                        |               |                   |               |
| Mandatorily measured at<br>fair value through<br>profit or loss         | \$ 11,107     | \$ -              | \$ -          |
| Financial assets at amortized<br>cost (Note 1)                          | 631,432       | 828,557           | 796,581       |
| Financial assets at fair value<br>through other<br>comprehensive income |               |                   |               |
| Equity instrument<br>investment                                         | 16,147        | 5,300             | 2,300         |
| <u>Financial liabilities</u>                                            |               |                   |               |
| Financial liabilities at<br>amortized cost (Note 2)                     | 548,811       | 228,399           | 266,771       |

Note 1: The balance includes cash and cash equivalents, restricted bank deposits, time deposits with original maturities of more than three months, pledged time deposits, notes receivable, accounts receivable, and refundable deposits, all of which are financial assets measured at amortized cost.

Note 2: The balance includes short-term borrowings, accounts payable, other payables, and guarantee deposits received, all of which are financial liabilities measured at amortized cost.

d. Financial risk management objectives and policies

The Company's major financial instruments include investments in equity instruments, trade receivables, trade payables and borrowings. The Company's financial management department provides services to the various business units and coordinates access to domestic and international financial markets. It monitors and manages the financial risks relating to the Company's operations through internal risk reports that analyze risk exposures based on their

degree and extent. These 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 operating activities expose it primarily to financial risks arising from changes in foreign currency exchange rates (please refer to (a) below) and interest rates (please refer to (b) below).

There has been no change in the Company's exposure to market risks arising from financial instruments or in the manner in which such risks are managed and measured.

##### a) Foreign currency risk

The Company engages in sales and purchase transactions denominated in foreign currencies and is therefore exposed to foreign currency risk. Approximately 100% of the Company's sales and approximately 100% of its costs are denominated in currencies other than the functional currencies of the respective group entities entering into the transactions.

For the carrying amounts of the Company's monetary assets and monetary liabilities denominated in currencies other than the functional currencies at the balance sheet date, including such monetary items eliminated in the consolidated financial statements, please refer to Note 32.

##### Sensitivity analysis

The Company is mainly exposed to fluctuations in the U.S. dollar exchange rate.

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 1% sensitivity rate is 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. The sensitivity analysis includes only outstanding foreign currency-denominated monetary items and adjusts their translation at the end of the reporting period for a 1% change in exchange rates. The negative amounts in the table below represent the decrease in profit before tax that would result from a 1% depreciation of the New Taiwan dollar against the relevant foreign currencies. Conversely, a 1% appreciation of the New Taiwan dollar against the relevant foreign currencies would have an equal but positive effect on profit before tax.

|                | Effect on USD                    |             |
|----------------|----------------------------------|-------------|
|                | For the Six Months Ended June 30 |             |
|                | 2026                             | 2025        |
| Profit or loss | (\$ 3,402)(i)                    | (\$ 150)(i) |

- (i) The exposure mainly arises from the Company's U.S. dollar-denominated bank deposits, trade receivables, short-term borrowings, trade payables and other payables that were outstanding at the balance sheet date and were not designated as cash flow hedges.

##### b) Interest rate risk

The Company is exposed to interest rate risk as it borrows funds at floating interest rates. The Company manages its interest rate risk by maintaining an appropriate mix of fixed- and floating-rate borrowings. The Company regularly evaluates its hedging activities to ensure that they are consistent with its views on interest rates and established risk appetite, and that the most cost-effective hedging strategies are adopted.

The carrying amounts of the Company's financial assets and financial liabilities exposed to interest rate risk at the end of the reporting period were as follows:

|                               | June 30, 2026 | December 31, 2025 | June 30, 2025 |
|-------------------------------|---------------|-------------------|---------------|
| Fair value interest rate risk |               |                   |               |
| -Financial assets             | \$ 256,282    | \$ 456,258        | \$ 505,233    |
| Cash flow interest rate risk  |               |                   |               |
| -Financial assets             | 254,122       | 209,743           | 136,855       |
| -Financial liabilities        | 242,060       | 56,574            | 93,760        |

#### Sensitivity analysis

The following sensitivity analysis is determined based on the interest rate exposure of derivative and non-derivative instruments at the end of the reporting period. For floating-rate assets and liabilities, the analysis assumes that the amounts outstanding at the end of the reporting period were outstanding throughout the reporting period. A 1% increase or decrease in interest rates is 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 increased/decreased by 1%, with all other variables held constant, the Company's loss before tax for the six months ended June 30, 2026 would have decreased/increased by \$60 thousand, and the Company's profit before tax for the six months ended June 30, 2025 would have increased/decreased by \$215 thousand, mainly due to the net exposure arising from the Company's floating-rate bank deposits and borrowings.

#### c) Other price risks

The Company is exposed to equity price risk through its investments in equity securities. These equity investments are not held for trading but are held for strategic purposes. Accordingly, the Company does not actively trade these investments.

#### Sensitivity Analysis

The following sensitivity analysis is based on the Company's exposure to equity price risk at the end of the reporting period.

If equity prices had increased/decreased by 1%, the Company's profit or loss before tax for the six months ended June 30, 2026 would have increased/decreased by \$111 thousand due to the corresponding increase/decrease in the fair value of financial assets at fair value through profit or loss.

For the six months ended June 30, 2026 and 2025, other comprehensive income before tax would have increased/decreased by \$161 thousand and \$23 thousand, respectively, due to the corresponding increase/decrease in the fair value of financial assets at fair value through other comprehensive income.

#### 2) Credit risk

Credit risk refers to the risk of financial loss to the Company arising from a counterparty's failure to fulfill its contractual obligations. As of the end of the reporting period, the Company's maximum exposure to credit risk arising from counterparties' failure to discharge their obligations and from financial guarantees provided by the Company mainly represents the carrying amounts of financial assets recognized in the consolidated balance sheets.

The Company's credit risk is mainly concentrated among its five largest customers. As of June 30, 2026, December 31, 2025 and June 30, 2025, accounts receivable from these customers accounted for 78%, 77% and 82% of total accounts receivable, respectively.

### 3) Liquidity risk

The Company manages liquidity risk by monitoring and maintaining an adequate level of cash and cash equivalents to support the Company's operations and mitigate the effects of fluctuations in cash flows. The Company's management monitors the utilization of bank credit facilities and ensures compliance with the terms of borrowing agreements.

Bank borrowings represent a significant source of liquidity for the Company. For details of the Company's unutilized credit facilities, please refer to (b) Bank Loan Facilities below.

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

The remaining contractual maturity analysis of non-derivative financial liabilities is prepared based on the earliest date on which the Company can be required to repay, using the undiscounted cash flows of the financial liabilities, including principal and estimated interest. Accordingly, bank borrowings that the Company may be required to repay immediately are included in the earliest time band in the table below, regardless of the likelihood that the bank will exercise such right. The maturity analysis of other non-derivative financial liabilities is prepared based on their contractual repayment dates.

##### June 30, 2026

|                                       | On Demand or<br>Less Than 1<br>Month | 1-3 Months        | 3 Months to<br>1 Year |
|---------------------------------------|--------------------------------------|-------------------|-----------------------|
| Non-interest-bearing liabilities      |                                      |                   |                       |
| Accounts payable                      | \$ 133,729                           | \$ 141,372        | \$ 2,690              |
| Other payables                        | 24,323                               | 30,570            | -                     |
| Floating interest rate<br>instruments | <u>38,638</u>                        | <u>206,052</u>    | <u>-</u>              |
|                                       | <u>\$ 196,690</u>                    | <u>\$ 377,994</u> | <u>\$ 2,690</u>       |

##### December 31, 2025

|                                       | On Demand or<br>Less Than 1<br>Month | 1-3 Months        | 3 Months to<br>1 Year |
|---------------------------------------|--------------------------------------|-------------------|-----------------------|
| Non-interest-bearing liabilities      |                                      |                   |                       |
| Accounts payable                      | \$ 61,936                            | \$ 55,096         | \$ -                  |
| Other payables                        | 53,601                               | 7,922             | 2                     |
| Floating interest rate<br>instruments | <u>19,071</u>                        | <u>38,136</u>     | <u>-</u>              |
|                                       | <u>\$ 134,608</u>                    | <u>\$ 101,154</u> | <u>\$ 2</u>           |

##### June 30, 2025

|                                       | On Demand or<br>Less Than 1<br>Month | 1-3 Months        | 3 Months to<br>1 Year |
|---------------------------------------|--------------------------------------|-------------------|-----------------------|
| Non-interest-bearing liabilities      |                                      |                   |                       |
| Accounts payable                      | \$ 60,072                            | \$ 66,530         | \$ 533                |
| Other payables                        | 26,075                               | 7,335             | 1                     |
| Floating interest rate<br>instruments | <u>56,044</u>                        | <u>45,508</u>     | <u>-</u>              |
|                                       | <u>\$ 142,191</u>                    | <u>\$ 119,373</u> | <u>\$ 534</u>         |

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

|                                | <u>June 30, 2026</u> | <u>December 31, 2025</u> | <u>June 30, 2025</u> |
|--------------------------------|----------------------|--------------------------|----------------------|
| Unsecured bank loan facilities |                      |                          |                      |
| -Utilized                      | \$ 242,060           | \$ 56,574                | \$ 93,760            |
| -Unutilized                    | <u>17,940</u>        | <u>203,426</u>           | <u>166,240</u>       |
|                                | <u>\$ 260,000</u>    | <u>\$ 260,000</u>        | <u>\$ 260,000</u>    |
| Secured bank loan facilities   |                      |                          |                      |
| -Unutilized                    | <u>\$ 40,000</u>     | <u>\$ 40,000</u>         | <u>\$ 40,000</u>     |

### 30. RELATED PARTY TRANSACTIONS

Transactions, balances, income and expenses between the Company and its subsidiaries, which are related parties of the Company, are eliminated in full upon consolidation and therefore are not disclosed in this note. Except as disclosed in other notes, transactions between the Company and other related parties are as follows:

Compensation of key management personnel

|                              | <u>For the Three Months Ended June 30</u> |                  | <u>For the Six Months Ended June 30</u> |                  |
|------------------------------|-------------------------------------------|------------------|-----------------------------------------|------------------|
|                              | <u>2026</u>                               | <u>2025</u>      | <u>2026</u>                             | <u>2025</u>      |
| Short-term employee benefits | <u>\$ 13,255</u>                          | <u>\$ 12,905</u> | <u>\$ 26,173</u>                        | <u>\$ 24,652</u> |

The remuneration of directors and other key management personnel is determined by the Remuneration Committee based on individual performance and market trends.

### 31. ASSETS PLEDGED AS COLLATERAL

The following assets were pledged as collateral for bank borrowings and as security for customs duties on imported raw materials:

|                                    | <u>June 30, 2026</u> | <u>December 31, 2025</u> | <u>June 30, 2025</u> |
|------------------------------------|----------------------|--------------------------|----------------------|
| Land                               | \$ 44,592            | \$ 44,592                | \$ 44,592            |
| Financial assets at amortized cost | 26,547               | 26,456                   | 26,364               |
| Buildings                          | <u>21,948</u>        | <u>22,370</u>            | <u>22,792</u>        |
|                                    | <u>\$ 93,087</u>     | <u>\$ 93,418</u>         | <u>\$ 93,748</u>     |

### 32. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information is presented on an aggregate basis by foreign currencies other than the respective functional currencies of the entities comprising the Company. The exchange rates disclosed represent the rates used to translate such foreign currencies into the respective functional currencies. Significant foreign currency-denominated assets and liabilities were as follows:

June 30, 2026

|                         | <u>Foreign Currencies</u> | <u>Exchange Rates</u> | <u>Carrying Amount</u> |
|-------------------------|---------------------------|-----------------------|------------------------|
| Foreign Currency Assets |                           |                       |                        |
| <u>Monetary Items</u>   |                           |                       |                        |
| USD                     | \$ 5,766                  | 31.850                | <u>\$ 183,649</u>      |

|                                     | <u>Foreign Currencies</u> | <u>Exchange Rates</u> | <u>Carrying Amount</u> |
|-------------------------------------|---------------------------|-----------------------|------------------------|
| <u>Foreign Currency Liabilities</u> |                           |                       |                        |
| <u>Monetary Items</u>               |                           |                       |                        |
| USD                                 | \$ 16,447                 | 31.850                | <u>\$ 523,791</u>      |

December 31, 2025

|                                | <u>Foreign Currencies</u> | <u>Exchange Rates</u> | <u>Carrying Amount</u> |
|--------------------------------|---------------------------|-----------------------|------------------------|
| <u>Foreign Currency Assets</u> |                           |                       |                        |
| <u>Monetary Items</u>          |                           |                       |                        |
| USD                            | \$ 6,330                  | 31.430                | <u>\$ 198,952</u>      |

|                                     |          |        |                   |
|-------------------------------------|----------|--------|-------------------|
| <u>Foreign Currency Liabilities</u> |          |        |                   |
| <u>Monetary Items</u>               |          |        |                   |
| USD                                 | \$ 5,405 | 31.430 | <u>\$ 169,879</u> |

June 30, 2025

|                                | <u>Foreign Currencies</u> | <u>Exchange Rates</u> | <u>Carrying Amount</u> |
|--------------------------------|---------------------------|-----------------------|------------------------|
| <u>Foreign Currency Assets</u> |                           |                       |                        |
| <u>Monetary Items</u>          |                           |                       |                        |
| USD                            | \$ 7,177                  | 29.300                | <u>\$ 210,286</u>      |

|                                     |          |        |                   |
|-------------------------------------|----------|--------|-------------------|
| <u>Foreign Currency Liabilities</u> |          |        |                   |
| <u>Monetary Items</u>               |          |        |                   |
| USD                                 | \$ 7,688 | 29.300 | <u>\$ 225,258</u> |

Significant unrealized foreign exchange gains and losses were as follows:

| For the Three Months Ended June 30 |                  |                          |                  |                          |
|------------------------------------|------------------|--------------------------|------------------|--------------------------|
|                                    | 2026             |                          | 2025             |                          |
| Foreign Currencies                 | Exchange Rate    | Net exchange gain (loss) | Exchange Rate    | Net exchange gain (loss) |
| USD                                | 31.850 (USD:NTD) | ( <u>\$ 1,676</u> )      | 29.300 (USD:NTD) | <u>\$ 3</u>              |

| For the Six Months Ended June 30 |                  |                          |                  |                          |
|----------------------------------|------------------|--------------------------|------------------|--------------------------|
|                                  | 2026             |                          | 2025             |                          |
| Foreign Currencies               | Exchange Rate    | Net exchange gain (loss) | Exchange Rate    | Net exchange gain (loss) |
| USD                              | 31.850 (USD:NTD) | ( <u>\$ 271</u> )        | 29.300 (USD:NTD) | ( <u>\$ 146</u> )        |

### 33. ADDITIONAL DISCLOSURES

- a. Information about significant transactions:
  - 1) Financing provided to others. (None)
  - 2) Endorsements/guarantees provided. (None)
  - 3) Significant marketable securities held at the end of the period (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: Business relationships and significant transactions between the parent and its subsidiaries and among the subsidiaries, including the amounts thereof. (Table 1)
- b. Information on investees. (Table 2)
- c. Information on investment in Mainland China
- 1) The name of the investee in Mainland China, its principal business activities, paid-in capital, method of investment, information on inflows and outflows of investment funds, percentage of ownership, investment income (loss), carrying amount of the investment at the end of the period, investment income repatriated, and the investment limit in Mainland China. (Table 3)
  - 2) Any of the following significant transactions with investee companies in Mainland China, either directly or indirectly through a third jurisdiction, 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.

### **34. SEGMENT INFORMATION**

The Company is primarily engaged in integrated circuit design and had only one operating segment for the six months ended June 30, 2026 and 2025. Information provided to the chief operating decision maker for the purposes of resource allocation and performance assessment focuses on the types of products delivered or services provided.

TABLE 1

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS  
FOR THE SIX MONTHS ENDED JUNE 30, 2026  
(In Thousands of New Taiwan Dollars)

| No. | Company                     | Counterparty                        | Relationship<br>(Note 1) | Transaction Details               |           |                   |                                        |
|-----|-----------------------------|-------------------------------------|--------------------------|-----------------------------------|-----------|-------------------|----------------------------------------|
|     |                             |                                     |                          | Financial Statement Accounts      | Amount    | Transaction Terms | Percentage of Total<br>Sales or Assets |
| 0   | ASolid Technology Co., Ltd. | Innostor Technology (Shenzhen) Ltd. | 1                        | Research and development expenses | \$ 31,167 | -                 | 4.92%                                  |

Note 1: 1 represents transactions between the parent company and its subsidiary.  
Note 2: The Company may determine whether transactions are required to be disclosed in this table based on the principle of materiality.

TABLE 2

ASOLID TECHNOLOGY CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEEES  
FOR THE SIX MONTHS ENDED JUNE 30, 2026  
(In Thousands of New Taiwan Dollars, Unless Otherwise Stated)

| Investor                    | Investee Company                     | Location | Main Businesses and Products | Original Investment Amount  |                             | Ending Balance     |        |                 | Net Income (Loss) of the Investee | Share of Profit (Loss) | Notes      |
|-----------------------------|--------------------------------------|----------|------------------------------|-----------------------------|-----------------------------|--------------------|--------|-----------------|-----------------------------------|------------------------|------------|
|                             |                                      |          |                              | June 30, 2026               | December 31, 2025           | Shares (thousands) | %      | Carrying Amount |                                   |                        |            |
| ASOLID TECHNOLOGY CO., LTD. | Advanced Memory Technology Co., Ltd. | Taipei   | Integrated circuit design    | \$ 21,860                   | \$ 21,860                   | 2,450              | 37.12% | \$ 217          | \$ -                              | \$ -                   | Subsidiary |
|                             | Innostor Technology (Samoa) Limited  | Samoa    | Investment                   | 2,626<br>( USD 80 thousand) | 2,626<br>( USD 80 thousand) | 80                 | 100%   | 214             | -                                 | -                      | Subsidiary |

Note: For 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 SIX MONTHS ENDED JUNE 30, 2026  
(In Thousands of New Taiwan Dollars/USD, Unless Otherwise Stated)

| 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, 2026 | Investment Flows |        | Accumulated amount of investment remitted from Taiwan as of the end of the period | Net Income (Loss) of the Investee Company | Percentage of Ownership | Share of Profits/Losses | Carrying Amount of Investment at the End of the Period | Investment Income Repatriated as of the End of the Period | Notes      |
|-------------------------------------|-----------------------------------------|---------------------------------|----------------------|---------------------------------------------------------------------|------------------|--------|-----------------------------------------------------------------------------------|-------------------------------------------|-------------------------|-------------------------|--------------------------------------------------------|-----------------------------------------------------------|------------|
|                                     |                                         |                                 |                      |                                                                     | Outflow          | Inflow |                                                                                   |                                           |                         |                         |                                                        |                                                           |            |
| Innostor Technology (Shenzhen) Ltd. | Consumer electronics, services business | \$ 2,626<br>( USD 80 thousand)  | Note                 | \$ 2,626<br>( USD 80 thousand)                                      | \$ -             | \$ -   | \$ 2,626<br>( USD 80 thousand)                                                    | \$ -                                      | 100%                    | \$ -                    | \$ 214                                                 | \$ -                                                      | Subsidiary |

| Accumulated Investments in Mainland China as of the End of the Period | Investment Amount Authorized by the Investment Commission, MOEA | Upper Limit on Investment Stipulated by the Investment Commission, MOEA |
|-----------------------------------------------------------------------|-----------------------------------------------------------------|-------------------------------------------------------------------------|
| \$2,626<br>(USD 80 thousand)                                          | \$2,626<br>(USD 80 thousand)                                    | \$ 1,181,721                                                            |

Note: The investment in the Mainland China company was made through Innostor Technology (Samoa) Limited, which was established in a third jurisdiction.