

Wonderful Hi-Tech Co., Ltd. and
Subsidiaries
Consolidated Financial Statements and
Independent Auditor's Report
For the Six Months Ended June 30, 2025 and
2024 (Stock Code: 6190)

Company Address: No. 17, Beiyuan Rd., Zhongli
Dist., Taoyuan City

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Independent Auditors' Report

(2025) Cai-Shen-Bao-Zi No. 25001621

To the Board of Directors and Shareholders of Wonderful Hi-Tech Co., Ltd.

Introduction

We have audited the accompanying consolidated financial statements of Wonderful Hi-Tech Co., Ltd. and its subsidiaries (the "Group"), which comprise the consolidated balance sheets for the three months ended June 30, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows for January 1 to June 30, 2025 and 2024, and 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

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

Basis for Qualified Conclusion

As stated in Notes 4(3) and 6(6) to the consolidated financial statements, the financial statements for the same period of some non-significant subsidiaries and some investments using the equity method included in the consolidated financial statements above have not been reviewed by accountants. The total assets of non-important subsidiaries as of June 30, 2025 and 2024 were NT\$930,187 thousand and NT\$1,906,422 thousand respectively, accounting for 13% and 28% of the total consolidated assets respectively; The total liabilities were NT\$297,067 thousand and NT\$644,580 thousand respectively, both accounting for 8% and 18% of the total consolidated liabilities; Its total comprehensive profit and loss from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 were respectively NT\$(39,245) thousand、NT\$95,554 thousand、NT\$(22,800) thousand and NT\$172,756 thousand accounting for 18%、70%、48% and 51% of the total consolidated comprehensive profit and loss respectively; For investments using the equity method, the balances as of June 30, 2025 and 2024 were NT\$58,147 thousand and NT\$62,486 thousand respectively, both accounting for 1% of the total consolidated assets. The share of profits and losses recognized by affiliated enterprises and joint ventures using the equity method from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024, and the share of other comprehensive profits and losses were NT\$ (6,075) thousand、NT\$ (1,007) thousand、NT\$ (9,687) thousand and NT\$ (2,658) thousand respectively. They accounted for 3%、(1%)、20% and (1%) of the total consolidated comprehensive profit and loss respectively.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying

consolidated financial statements do not present fairly, in all material respects, the financial position of the Group as of June 30, 2025 and 2024, and of its consolidated financial performance of April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 and its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issues into effect by the Financial Supervisory Commission of the Republic of China.

P w C T a i w a n

Shu-Chiung Chang

Certified Public Accountant

Lea Yang

Approval Certificate Document No.: Jin-Guan-Zheng-Shen-Zi No. 0990042602

Approval Certificate Document No.: Jin-Guan-Zheng-Shen-Zi No. 1130350413

August 12, 2025

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Balance Sheet
June 30, 2025, December 31 and June 30, 2024

Unite: NT\$ thousand

Assets	Note 1:	June 30, 2025		December 31, 2024		June 30, 2024		
		Amount	%	Amount	%	Amount	%	
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 874,042	13	\$ 838,373	12	\$ 651,636	10
1110	Financial assets measured at fair value through profit or loss - current	6(2)						
			5,899	-	2,120	-	5,365	-
1136	Financial assets measured at amortized cost - current	8	140,688	2	163,838	2	-	-
1150	Notes receivable, net	6(4)	69,048	1	70,882	1	70,832	1
1170	Accounts receivable, net	6(4)	1,904,229	27	1,768,958	26	1,811,277	27
1180	Accounts receivable - related parties, net	7	19,560	-	25,596	-	29,899	1
1200	Other receivables		141,280	2	132,621	2	90,636	1
1210	Other receivables - related party	7	5,516	-	60	-	379	-
130X	Inventory	6(5)	1,572,922	22	1,591,727	23	1,798,057	27
1410	Prepayments		112,080	2	33,399	1	75,863	1
1476	Other financial assets - current		-	-	-	-	94,814	1
1479	Other current assets - others		1,872	-	10,557	-	28,252	-
11XX	Total current assets		<u>4,847,136</u>	<u>69</u>	<u>4,638,131</u>	<u>67</u>	<u>4,657,010</u>	<u>69</u>
Non-current assets								
1510	Financial assets measured at fair value through profit or loss - current	6(2)	5,339	-	994	-	993	-
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	66,199	1	64,769	1	63,036	1
1550	Investment accounted for under the equity method	6(6) 、7 and 8	289,786	4	310,206	4	302,559	4
1600	Property, plant and equipment	6(7) and 8	1,181,804	17	1,226,821	18	1,130,241	17
1755	Right-of-use assets	6(8)	107,571	2	141,672	2	140,469	2
1760	Investment property, net	6(9) and 8	242,091	3	252,675	4	252,474	4
1780	Intangible assets	6(10)	156,723	2	156,220	2	155,488	2
1840	Deferred income tax assets		86,932	1	38,313	1	33,947	-
1990	Other non-current assets - others		63,267	1	43,522	1	54,793	1
15XX	Total non-current assets		<u>2,199,712</u>	<u>31</u>	<u>2,235,192</u>	<u>33</u>	<u>2,134,000</u>	<u>31</u>
1XXX	Total assets		<u>\$ 7,046,848</u>	<u>100</u>	<u>\$ 6,873,323</u>	<u>100</u>	<u>\$ 6,791,010</u>	<u>100</u>

(Continued)

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Balance Sheet
June 30, 2025, December 31 and June 30, 2024

Liabilities and equity		Note 1:	June 30, 2025		December 31, 2024		Unite: NT\$ thousand June 30, 2024	
			Amount	%	Amount	%	Amount	%
Current liabilities								
2100	Short-term borrowings	6(12)	\$ 1,538,133	22	\$ 1,032,645	15	\$ 1,178,635	17
2120	Financial liabilities measured at fair value through profit or loss - current	6(2)	-	-	6,042	-	5,053	-
2170	Accounts payable		429,201	6	556,914	8	529,150	8
2180	Accounts payable - related party	7	4,137	-	11,725	-	35,892	1
2200	Other payables	6(13)	594,680	8	275,576	4	413,453	6
2220	Other accounts payable - related party	7	5,947	-	5,540	-	12,230	-
2230	Current income tax liabilities		63,203	1	99,229	1	64,439	1
2280	Lease liabilities - current	7	36,792	1	40,569	1	39,939	1
2320	Current portion of long-term borrowings	6(11)(14)	476,153	7	792,043	11	39,499	1
2399	Other current liabilities - others		26,366	-	37,017	1	29,327	-
21XX	Total current liabilities		<u>3,174,612</u>	<u>45</u>	<u>2,857,300</u>	<u>41</u>	<u>2,347,617</u>	<u>35</u>
Non-current liabilities								
2530	Bonds payable	6(11)	-	-	-	-	746,536	11
2540	Long-term borrowings	6(14)	66,043	1	84,043	1	97,569	1
2570	Deferred income tax liabilities		258,075	4	250,352	4	226,691	3
2580	Lease liabilities - non-current	7	15,664	-	36,786	1	55,303	1
2640	Net defined benefit liabilities -- non-current		46,503	1	50,795	1	47,768	1
2670	Other non-current liabilities - others		28,601	-	33,003	-	2,460	-
25XX	Total non-current liabilities		<u>414,886</u>	<u>6</u>	<u>454,979</u>	<u>7</u>	<u>1,176,327</u>	<u>17</u>
2XXX	Total liabilities		<u>3,589,498</u>	<u>51</u>	<u>3,312,279</u>	<u>48</u>	<u>3,523,944</u>	<u>52</u>
Equity								
Equity attributable to owners of parent company								
Share capital								
3110	Common share capital	6(17)	1,726,476	24	1,636,597	24	1,627,413	24
Capital surplus								
3200	Capital surplus	6(18)	753,428	11	503,459	8	464,044	6
Retained earnings								
3310	Statutory reserves	6(19)	201,206	3	165,014	2	165,014	3
3320	Special reserves		100,852	1	142,811	2	142,811	2
3350	Unappropriated earnings		425,413	6	558,478	8	375,125	6
Other equity								
3400	Other equity		(89,183)	(1)	118,995	2	74,559	1
3500	Treasury shares	6(17)	(131,607)	(2)	(61,008)	(1)	(61,008)	(1)
31XX	Total equity attributable to the owners of the parent company		<u>2,986,585</u>	<u>42</u>	<u>3,064,346</u>	<u>45</u>	<u>2,787,958</u>	<u>41</u>
36XX	Non-controlling interests	4(3)	<u>470,765</u>	<u>7</u>	<u>496,698</u>	<u>7</u>	<u>479,108</u>	<u>7</u>
3XXX	Total equity		<u>3,457,350</u>	<u>49</u>	<u>3,561,044</u>	<u>52</u>	<u>3,267,066</u>	<u>48</u>
Significant Contingent Liabilities and Unrecognized Commitments								
3X2X	Total liabilities and equities	9	<u>\$ 7,046,848</u>	<u>100</u>	<u>\$ 6,873,323</u>	<u>100</u>	<u>\$ 6,791,010</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Chairman: Ming-Lieh Chang

Managerial Officer : Cheng-Ya Chang

Accounting Officer: Yu-Hsiu Hsu

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to June 30, 2025 and 2024

Unit: NT\$ thousand
(Except for earnings per share in NT\$)

Item	Note 1:	April 1 to June 30, 2025		April 1 to June 30, 2024		January 1 to June 30, 2025		January 1 to June 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue	6(20) and 7	\$ 2,242,528	100	\$ 2,160,742	100	\$ 4,504,874	100	\$ 3,866,018	100
5000 Operating cost	6(5)(25) and 7	(1,820,189)	(81)	(1,750,194)	(81)	(3,710,513)	(82)	(3,188,249)	(82)
5900 Gross profit		<u>422,339</u>	<u>19</u>	<u>410,548</u>	<u>19</u>	<u>794,361</u>	<u>18</u>	<u>677,769</u>	<u>18</u>
Operating expenses	6(25)								
6100 Selling expenses		(126,543)	(6)	(95,491)	(4)	(221,026)	(5)	(179,678)	(5)
6200 Administrative expenses		(87,921)	(4)	(141,474)	(7)	(217,485)	(5)	(214,295)	(5)
6300 Research and development expenses		(18,355)	(1)	(15,323)	(1)	(34,065)	(-)	(27,933)	(1)
6450 Expected credit impairment losses	12(2)	(1,112)	-	2,830	-	7,301	-	2,016	-
6000 Total operating expenses		<u>(233,931)</u>	<u>(11)</u>	<u>(249,458)</u>	<u>(12)</u>	<u>(465,275)</u>	<u>(10)</u>	<u>(419,890)</u>	<u>(11)</u>
6900 Operating income		<u>188,408</u>	<u>8</u>	<u>161,090</u>	<u>7</u>	<u>329,086</u>	<u>8</u>	<u>257,879</u>	<u>7</u>
Non-operating income and expenses									
7100 Interest income	6(21)	4,921	-	3,105	-	10,298	-	7,229	-
7010 Other income	6(22) and 7	13,520	1	10,407	1	23,501	1	21,041	1
7020 Other gains and losses	6(23)	(62,753)	(3)	20,945	1	(27,502)	(1)	49,338	1
7050 Finance costs	6(24) and 7	(15,430)	(1)	(13,285)	(1)	(30,068)	(1)	(25,175)	(1)
7060 Share of profits and losses of affiliated enterprises and joint ventures using the equity method	6(6)	(5,627)	-	1,439	-	(10,613)	-	(2,731)	-
7000 Total non-operating incomes and expenses		<u>(65,369)</u>	<u>(3)</u>	<u>22,611</u>	<u>1</u>	<u>(34,384)</u>	<u>(1)</u>	<u>49,702</u>	<u>1</u>
7900 Net income before tax		<u>123,039</u>	<u>5</u>	<u>183,701</u>	<u>8</u>	<u>294,702</u>	<u>7</u>	<u>307,581</u>	<u>8</u>
7950 Income tax expense	6(26)	<u>(45,112)</u>	<u>(2)</u>	<u>(68,436)</u>	<u>(3)</u>	<u>(88,734)</u>	<u>(2)</u>	<u>(106,234)</u>	<u>(3)</u>
8200 Net income for the period		<u>\$ 77,927</u>	<u>3</u>	<u>\$ 115,265</u>	<u>5</u>	<u>\$ 205,968</u>	<u>5</u>	<u>\$ 201,347</u>	<u>5</u>

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to June 30, 2025 and 2024

Unite: NT\$ thousand
(Except for earnings per share in NT\$)

Item	Note 1:	April 1 to June 30, 2025		April 1 to June 30, 2024		January 1 to June 30, 2025		January 1 to June 30, 2024		
		Amount	%	Amount	%	Amount	%	Amount	%	
Other comprehensive profit and loss (net)										
Items not reclassified subsequently to profit or loss										
8312		Real estate revaluation appreciation	-	-	-	-	-	-	85,235	2
8316	6(3)	Unrealized equity instrument profit or loss measured at fair value through other comprehensive income	2,398	-	(71)	-	2,388	-	(2,375)	-
8320	6(3)	Share of other comprehensive income of affiliated enterprises and joint ventures accounted for using equity method - Items not to be reclassified into profit or loss	2,957	-	5,890	-	4,162	-	10,902	1
Items that may be reclassified subsequently to profit or loss										
8361		Exchange differences on translation of financial statements of foreign operations	(343,439)	(15)	18,509	1	(302,762)	(7)	51,328	1
8370		Share of other comprehensive income of affiliated enterprises and joint ventures accounted for using equity method - Items may be reclassified into profit or loss	(13,768)	(1)	1,130	-	(11,492)	-	3,795	-
8399	6(26)	Income tax related to items may be reclassified into profit or loss	60,887	3	(3,371)	-	53,884	1	(9,989)	-

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to June 30, 2025 and 2024

Unite: NT\$ thousand
(Except for earnings per share in NT\$)

8300	Other comprehensive								
	profit and loss (net)	(\$ 290,965)	(13)	\$ 22,087	1	(\$ 253,820)	(6)	\$ 138,896	4
8500	Total comprehensive income								
	for the period	(\$ 213,038)	(10)	\$ 137,352	6	(\$ 47,852)	(1)	\$ 340,243	9
	Net income attributable to:								
8610	owners of the parent company	\$ 65,122	2	\$ 100,946	4	\$ 181,322	4	\$ 178,564	5
8620	Non-controlling interests	12,805	1	14,319	1	24,746	1	22,783	-
		<u>\$ 77,927</u>	<u>3</u>	<u>\$ 115,265</u>	<u>5</u>	<u>\$ 205,968</u>	<u>5</u>	<u>\$ 201,347</u>	<u>5</u>
	Total comprehensive								
	income attributable to:								
8710	owners of the parent company	(\$ 173,413)	(8)	\$ 120,456	5	(\$ 26,919)	(1)	\$ 298,242	8
8720	Non-controlling interests	(39,625)	(2)	16,896	1	(20,933)	-	42,001	1
		(\$ 213,038)	(10)	\$ 137,352	6	(\$ 47,852)	(1)	\$ 340,243	9
	Earnings per share								
			6(27)						
9750	Basic earnings per share	\$ 0.39		\$ 0.65		\$ 1.10		\$ 1.16	
9850	Diluted earnings per share	\$ 0.37		\$ 0.57		\$ 1.04		\$ 1.02	
		<u> </u>		<u> </u>		<u> </u>		<u> </u>	

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Chairman: Ming-Lieh Chang

Managerial Officer : Cheng-Ya Chang

Accounting Officer: Yu-Hsiu Hsu

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Statement of Changes in Equity
January 1 to June 30, 2025 and 2024

Unite: NT\$ thousand

Equity attributable to owners of parent company												
Note	Retained earning					Other equity						
	Common share capital	Capital surplus	Statutory reserves Surplus	Special reserves	Unappropriate d earnings	Exchange differences on translation of financial statements of foreign operations	Unrealized financial assets profit or loss measured at fair value through other comprehensive income	Real estate revaluation appreciation	Treasury shares	Total	Non-controlling interests	Total
<u>January 1 to June 30, 2024</u>												
	\$ 1,617,912	\$ 388,880	\$ 140,530	\$ 119,302	\$ 429,567	(\$ 53,081)	\$ 7,962	\$ -	(\$ 128,532)	\$ 2,522,540	\$ 407,277	\$ 2,929,817
	-	-	-	-	178,564	-	-	-	-	178,564	22,783	201,347
6(3)	-	-	-	-	-	39,953	10,147	69,578	-	119,678	19,218	138,896
	-	-	-	-	178,564	39,953	10,147	69,578	-	298,242	42,001	340,243
2023 Appropriation and distribution of retained earnings: 6(19)												
	-	-	24,484	-	(24,484)	-	-	-	-	-	-	-
	-	-	-	23,509	(23,509)	-	-	-	-	-	-	-
	-	-	-	-	(185,013)	-	-	-	-	(185,013)	-	(185,013)
6(11)(18)	9,501	22,053	-	-	-	-	-	-	-	31,554	-	31,554
6(17)(18)	-	(525)	-	-	-	-	-	-	67,524	66,999	-	66,999
	-	-	-	-	-	-	-	-	-	-	(3,000)	(3,000)
6(18)	-	21	-	-	-	-	-	-	-	21	-	21
6(28)	-	-	-	-	-	-	-	-	-	-	32,830	32,830
6(18)	-	415	-	-	-	-	-	-	-	415	-	415
6(16)(18)	-	53,200	-	-	-	-	-	-	-	53,200	-	53,200
	\$ 1,627,413	\$ 464,044	\$ 165,014	\$ 142,811	\$ 375,125	(\$ 13,128)	\$ 18,109	\$ 69,578	(\$ 61,008)	\$ 2,787,958	\$ 479,108	\$ 3,267,066
<u>January 1 to June 30, 2025</u>												
	\$ 1,636,597	\$ 503,459	\$ 165,014	\$ 142,811	\$ 558,478	\$ 42,276	\$ 7,141	\$ 69,578	(\$ 61,008)	\$ 3,064,346	\$ 496,698	\$ 3,561,044
	-	-	-	-	181,222	-	-	-	-	181,222	24,746	205,968
6(3)	-	-	-	-	-	(215,510)	7,369	-	-	(208,141)	(45,679)	(253,820)
	-	-	-	-	181,222	(215,510)	7,369	-	-	(29,919)	(20,933)	(47,852)
2024 Appropriation and distribution of retained earnings: 6(19)												
	-	-	36,192	-	(36,192)	-	-	-	-	-	-	-
	-	-	-	(41,959)	41,959	-	-	-	-	-	-	-
	-	-	-	-	(320,091)	-	-	-	-	(320,091)	-	(320,091)
6(11)(18)	89,879	205,138	-	-	-	-	-	-	-	295,017	-	295,017
6(17)(18)	-	(3,348)	-	-	-	-	-	-	43,890	40,542	-	40,542
	-	-	-	-	-	-	-	-	-	-	(5,000)	(5,000)
6(18)	-	1,455	-	-	-	-	-	-	-	1,455	-	1,455
6(18)	-	54	-	-	-	-	-	-	-	54	-	54
6(16)(18)	-	46,670	-	-	-	-	-	-	-	46,670	-	46,670
6(17)	-	-	-	-	-	-	-	-	(114,489)	(114,489)	-	(114,489)
6(3)	-	-	-	-	37	-	(37)	-	-	-	-	-
	\$ 1,726,476	\$ 753,428	\$ 201,206	\$ 100,852	\$ 425,413	(\$ 173,234)	\$ 14,473	\$ 69,578	(\$ 131,607)	\$ 2,986,585	\$ 470,765	\$ 3,457,350

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Chairman: Ming-Lieh Chang

Managerial Officer : Cheng-Ya Chang

Accounting Officer: Yu-Hsiu Hsu

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Statement of Cash Flow
January 1 to June 30, 2025 and 2024

Unite: NT\$ thousand

	Note	January 1 to June 30, 2025	January 1 to June 30, 2024
<u>Cash flows from operating activities</u>			
Net income before income tax		\$ 294,702	\$ 307,581
Adjustments			
Income/expense items			
Amortization expenses	6(10)(25)	4,430	8,724
Depreciation expenses	6(7)(8) (25)	103,494	97,689
Expected credit impairment losses	12(2)	(7,301)	(2,016)
Interest income	6(21)	(10,298)	(7,229)
Dividend income	6(22)	(687)	(575)
Interest expenses	6(24)	30,068	25,175
Gains on disposal of property, plant and equipment	6(23)	(1,854)	(96)
Loss on disposal of Intangible assets		-	19
Net gain on financial assets and liabilities at fair value through profit or loss	6(23)	(13,951)	48
Share of profits and losses of affiliated enterprises and joint ventures using the equity method	6(6)	10,613	2,731
Losses from disposals of investments	6(23)	(14,194)	-
Gains on revaluation at fair value of investment property	6(9)(23)	-	(3,161)
Share-based payment transaction	6(16)	46,670	53,200
Change in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Financial assets at fair value through profit or loss		14,088	7,896
Notes receivable		1,834	8,489
Accounts receivable		(127,101)	(614,566)
Accounts receivable related party		6,036	(15,831)
Other receivables		(9,266)	(14,827)
Other receivables - related Party		(688)	-
Inventory		18,805	(435,151)
Prepayments		(78,681)	(42,149)
Other current assets		8,322	(1,045)
Net changes in liabilities relating to operating activities			
Financial liabilities measured at fair value through profit or loss		(9,903)	(5,100)
Accounts payable		(127,713)	163,687
Accounts payable - related party		(7,588)	11,429
Other payables		(6,088)	(6,243)
Other accounts payable - related party		380	77
Other current liabilities		(10,651)	13,490
Other non-current liabilities		(8,694)	917
Cash inflow (outflow) from operating activities		104,784	(446,837)
Interests received		10,906	8,154
Dividends received		687	575
Interest paid		(18,048)	(14,976)
Income taxes paid		(108,627)	(91,455)
Net cash inflow (outflow) from operating activities		(10,298)	(544,539)

(Continued)

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Consolidated Statement of Cash Flow
January 1 to June 30, 2025 and 2024

Unite: NT\$ thousand

	Note	January 1 to June 30, 2025	January 1 to June 30, 2024
<u>Cash flows from investing activities</u>			
Decrease (increase) in other financial assets		\$ 23,150	(\$ 38,435)
Acquisition of investments by equity method	6(6)	-	(13,382)
Proceeds from disposal of investments by equity method	6(6)	14,801	-
Acquisition of property, plant and equipment	6(29)	(159,445)	(67,155)
Proceeds from disposal of property, plant and equipment		9,594	2,994
Acquisition of intangible assets	6(10)	(6,586)	(5,251)
Acquisition of financial assets at fair value through profit or loss		(4,981)	-
Increase in refundable deposits		363	(96)
Decrease (increase) in other non-current assets		6,697	(5,235)
Net cash outflow from investing activities		(116,407)	(126,560)
<u>Cash flows from financing activities</u>			
Increase in short-term borrowings	6(30)	505,488	465,257
Borrow of long-term borrowings	6(30)	40,102	44,725
Repayments of long-term borrowings	6(30)	(84,217)	(28,840)
Repurchase of treasury shares	6(17)	(114,489)	-
Treasury stock transfer employee	6(17)	40,542	66,999
Repaid principal of lease liabilities	6(30)	(19,211)	(19,215)
Changes in non-controlling interests	6(28)	-	32,830
Pay the dividend to non-controlling interests		(5,000)	(3,000)
Receiving gifts from shareholders	6(18)	54	415
Net cash outflow from investing activities		363,269	559,171
Exchange rate effects		(200,895)	45,175
Increase (decrease) in cash and cash equivalents for the period		35,669	(66,753)
Cash and cash equivalents at the beginning of the period		838,373	718,389
Cash and cash equivalents at the end of the period		\$ 874,042	\$ 651,636

The accompanying notes are an integral part of the consolidated financial statements; please refer to them altogether.

Chairman: Ming-Lieh Chang

Managerial Officer: Cheng-Ya Chang Accounting Officer: Yu-Hsiu Hsu

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Notes to Consolidated Financial Statements
For the Three Months Ended June 30, 2025

Unite: NT\$ thousand
(unless otherwise specified)

I. Company History

Wonderful Hi-Tech Co., Ltd. (the "Company") was established in June 1978 under the former company name of "Wonderful Wire Cable Co., Ltd.". The name of the Company was changed to "Wonderful Hi-Tech Co., Ltd." and approved by the competent authority in August 2002. The Company's shares were officially listed on Taipei Exchange (TPEX) for trading on February 4, 1998. The main business of the Company and subsidiaries ("the Group") refers to the manufacturing, processing, purchase and sales and import/export business of various types of wires and cables.

II. Approval Date and Procedures of The Financial Statements

These consolidated financial statements were approved by the Board of Directors on August 12, 2025.

III. New Standards, Amendments and Interpretations Adopted

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRSs") as endorsed by the Financial Supervisory Commission ("FSC")

The applicable new promulgated, amended and revised standards and interpretations of IFRSs endorsed by the FSC in 2025 are as follows:

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective date announced</u>
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

The Group has assessed the aforementioned standards and interpretations, and concluded that they do not have significant effects on the Group's financial position and financial performance.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2026 are as follows:

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective date announced</u>
Specific provisions of Amendments to IFRS 9 and IFRS 7, Amendments to the classification and measurement of financial	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts referencing nature-dependent electricity’	January 1, 2026
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 –comparative information’	January 1, 2023
Annual Improvements to IFRS Accounting Standards— Volume 11	January 1, 2026

The Group has assessed the aforementioned standards and interpretations, and concluded that they do not have significant effects on the Group’s financial position and financial performance.

(3) Effects of the IFRSs issued by IASB but not yet endorsed by the FSC

New standards and interpretations of and amendments to the IFRSs issued by IASB but not yet endorsed by the FSC are as follows:

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective date announced</u>
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by International Accounting Standards Board IFRS
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027

Except for the following, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

IFRS 18, ‘Presentation and disclosure in financial statements’

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS

1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

IV. Summary of Significant Accounting Policies

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparations, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

1. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.
2. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

(2) Basis of Preparation

1. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
 - (1) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
 - (2) Financial assets at fair value through other comprehensive income.
 - (3) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.
2. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC® Interpretations, and SIC® Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of Consolidation

1. Basis for preparation of consolidated financial statements:

The preparation principles of this consolidated financial report are the same as those of the 2024 consolidated financial report.

2. Subsidiaries included in the consolidated financial statements:

Name of investor	Subsidiary name	Business nature	Shareholding percentage (%)			Explanation
			June 30, 2025	December 31, 2024	June 30, 2024	
Wonderful Hi-Tech Co., Ltd. (Wonderful Hi-Tech)	Wonderful Holding (Cayman) Co., Ltd. (Wonderful Holding Cayman)	Holding company of investment	100	100	100	
Wonderful Hi-Tech	Lord Hero International Co., Ltd. (Lord Hero International)	"	81.63	81.63	81.63	
Wonderful Hi-Tech	Yi-Tai Technology Co., Ltd. (Yi-Tai Technology)	"	100	100	100	Note 3
Wonderful Hi-Tech	Wonderful Cabling Systems Corporation (Wonderful Cabling Systems)	Sales of wires and cables	80	80	80	Note 3
Wonderful Hi-Tech	Vietnam Wonderful Wire Cable Co., Ltd. (Vietnam Wonderful Wire Cable)	Sales and manufacturing of wires and cables	50	50	50	Note 4
Wonderful Hi-Tech	ABA Industry, Inc.	Sales of wires and cables	56.1	56.1	56.1	Note 3
Wonderful Hi-Tech	WHT International Llc.(WHT)	Real Estate Leasing	100	100	0	Note 1,3
Wonderful Holding Cayman	Wonderful International (Cayman) Co., Ltd. (Wonderful International Cayman)	Holding company of investment	100	100	100	
Wonderful International Cayman	Thai Wonderful Wire Cable Co., Ltd. (Thai	Sales and manufacturing of wires and cables	46.3	43.5	43.5	Note 2

	Wonderful Wire Cable)					
Wonderful International Cayman	Wonderful Holding (Thailand) Co., Ltd. (Wonderful Holding Thailand)	Holding company of investment	100	100	100	Note 3
Wonderful International Cayman	ABA	Sales of wires and cables	43.9	43.9	43.9	Note 3
Wonderful Holding Thailand	Thai Wonderful Wire and Cable	Sales and manufacturing of wires and cables	27.2	27.2	27.2	
Thai Wonderful Wire and Cable	Vietnam Wonderful Wire and Cable	"	50	50	50	Note 4
Lord Hero International	Lord Hero Co., Ltd. (Lord Hero Hong Kong)	Sales of wires and cables	100	100	100	
Lord Hero Hong Kong	Wonderful Cabling Systems Co., Ltd.(Wonderful Cabling Systems)	Manufacturing and Sales of wires and cables	100	100	100	
Yi-Tai Technology	Shanghai Elitech Technology Co., Ltd. (Elitech Technology)	Computer software development, manufacturing and sales of own products and surveillance equipment	-	-	100	Note 2,3
Wonderful Hi-Tech	ACTife Hi-Tech Co., Ltd. (ACTife Hi-Tech)	Sales of non-woven fabric processing products	100	100	100	Note 3
Wonderful Hi-Tech	Leading LOHAS International Trading Company (Leading LOHAS International)	"	100	100	100	Note 3

Note1: Wonderful Hi-Tech investment WHT that takes place in Q2 2024.

Note2: Wonderful Hi-Tech sold 100% of its shares in Elitech Technology, a subsidiary of the Group, and lost control of Elitech Technology.

Note3: It is not an important subsidiary of the Group, and its financial reports from January 1 to June 30, 2024 and 2025 have not been reviewed by accountants.

Note4: It is not an important subsidiary of the Group, and its financial reports from January 1 to June 30, 2024 have not been reviewed by accountants.

3. Subsidiaries not included in the consolidated financial statements: None.

4. Adjustments for subsidiaries with different accounting periods: None.

5. Significant restrictions: None.

6. Subsidiaries with significant non-controlling interest for the Group

The total non-controlling interests of the Group as of June 30, 2025, December 31, 2024 and June 30, 2024 were NT\$470,765, NT\$496,698 and \$479,108 respectively. The following provides information on the non-controlling interests and subsidiaries thereof having materiality on the Group:

Name of Subsidiary	Main operating location	Non-controlling interests		Non-controlling interests	
		June 30, 2025		December 31, 2024	
		Amount	Shareholding percentage	Amount	Shareholding percentage
Lord Hero International Thai Wonderful Wire and Cable	Hong Kong	\$ 123,317	18.37	\$ 135,422	18.37
	Thailand	331,954	26.50	342,947	26.50
Non-controlling interests					
Name of Subsidiary	Main operating location	June 30, 2024			
		Amount		Shareholding percentage	
Lord Hero International Thai Wonderful Wire and Cable	Hong Kong	\$ 141,425	18.37		
	Thailand	322,506	26.50		

Summary of financial information of subsidiaries:

(1) Balance Sheet

Lord Hero International Co., Ltd.			
	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 603,898	\$ 635,827	\$ 658,833
Non-current assets	249,063	273,726	280,469
Current liabilities	(180,100)	(170,399)	(128,527)
Non-current liabilities	(565)	(1,961)	(40,903)
Total net assets	<u>\$ 671,296</u>	<u>\$ 737,193</u>	<u>\$ 769,872</u>

Thai Wonderful Wire Cable Co., Ltd.			
	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 1,211,997	\$ 1,267,442	\$ 1,426,663
Non-current assets	1,024,855	1,016,838	937,301
Current liabilities	(907,177)	(895,487)	(1,098,730)
Non-current liabilities	(77,019)	(94,654)	(48,230)
Total net assets	<u>\$ 1,252,656</u>	<u>\$ 1,294,139</u>	<u>\$ 1,217,004</u>

(2) Statement of Comprehensive Income

Lord Hero International Co., Ltd.		
	April 1 to June 30, 2025	April 1 to June 30, 2024
Revenue	<u>\$ 310,405</u>	<u>\$ 292,838</u>
Net profit (loss) before income tax	\$ 9,618	(\$ 341)
Income tax benefit	<u>2,072</u>	<u>-</u>
Net income (loss) of current period	11,690	(341)
Other comprehensive income (net, after tax)	(89,613)	9,955
Total comprehensive income for the period	<u>(\$ 77,923)</u>	<u>\$ 9,614</u>
Total comprehensive income attributable to non-controlling interests	<u>(\$ 14,314)</u>	<u>\$ 1,766</u>
Non-controlling interests dividends paid	<u>\$ -</u>	<u>\$ -</u>

Lord Hero International Co., Ltd.

	January 1 to June 30, 2025	January 1 to June 30, 2024
Revenue	\$ 591,370	\$ 538,134
Net profit (loss) before income tax	\$ 12,054	(\$ 10,730)
Income tax expense	1,398	-
Net income (loss) of current period	13,452	(10,730)
Other comprehensive income (net, after tax)	(79,350)	116,769
Total comprehensive income for the period	(\$ 65,898)	\$ 106,039
Total comprehensive income attributable to non-controlling interests	(\$ 12,105)	\$ 19,479
Non-controlling interests dividends paid	\$ -	\$ -

Thai Wonderful Wire Cable Co., Ltd.

	April 1 to June 30, 2025	April 1 to June 30, 2024
Revenue	\$ 523,347	\$ 558,565
Net income before tax	\$ 37,508	\$ 53,510
Income tax expense	(2,426)	(5,415)
Net income for the period	35,082	48,095
Other comprehensive income (net, after tax)	(135,726)	2,820
Total comprehensive income for the period	(\$ 100,644)	\$ 50,915
Total comprehensive income attributable to non-controlling interests	(\$ 26,670)	\$ 13,452
Non-controlling interests dividends paid	\$ -	\$ -

Thai Wonderful Wire Cable Co., Ltd.		
	January 1 to June 30, 2025	January 1 to June 30, 2024
Revenue	\$ 1,171,904	\$ 1,104,559
Net income before tax	\$ 78,449	\$ 91,701
Income tax expense	(2,568)	(8,238)
Net income for the period	75,881	83,463
Other comprehensive income (net, after tax)	(117,362)	(8,428)
Total comprehensive income for the period	(\$ 41,481)	\$ 75,035
Total comprehensive income attributable to non-controlling interests	(\$ 10,992)	\$ 19,844
Non-controlling interests dividends paid	\$ -	\$ -

(3) Statement of Cash Flows

Lord Hero International Co., Ltd.		
	January 1 to June 30, 2025	January 1 to June 30, 2024
Net cash inflow (outflow) from operating activities	\$ 11,380	(\$ 95,714)
Net cash outflow from investing activities	24,662	(32,027)
Net cash inflow from financing activities	16,355	40,276
Effect of exchange rate changes on cash and cash equivalents	(79,350)	31,528
Increase (decrease) in cash and cash equivalents for the period	(26,953)	(55,937)
Cash and cash equivalents at the beginning of the period	83,346	161,132
Cash and cash equivalents at the end of the period	\$ 56,393	\$ 105,195

	Thai Wonderful Wire Cable Co., Ltd.	
	January 1 to June 30, 2025	January 1 to June 30, 2024
Net cash inflow (outflow) from operating activities	\$ 108,452	(\$ 325,171)
Net cash outflow from investing activities	(15,265)	(6,054)
Net cash inflow from financing activities	25,256	368,048
Effect of exchange rate changes on cash and cash equivalents	(114,271)	(2,315)
Increase (decrease) in cash and cash equivalents for the period	<u>4,172</u>	<u>34,508</u>
Cash and cash equivalents at the beginning of the period	<u>77,653</u>	<u>56,364</u>
Cash and cash equivalents at the end of the period	<u>\$ 81,825</u>	<u>\$ 90,872</u>

(4) Employee benefits

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

V. Significant Accounting Assumptions and Judgments, and Major Sources of Estimation Uncertainty

There are no major changes in this period. Please refer to Note 5 of the consolidated financial statements for the year 2024.

VI. Description of Significant Accounts

(1) Cash and cash equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand and revolving funds	\$ 6,753	\$ 4,115	\$ 4,356
Checking deposits and demand deposits	537,345	658,061	631,055
Time deposits	<u>329,944</u>	<u>176,197</u>	<u>16,225</u>
	<u>\$ 874,042</u>	<u>\$ 838,373</u>	<u>\$ 651,636</u>

1. Since the Group corresponds with multiple financial institutions with good credit quality to diversify credit risks, the risk of default is expected to be low.

2. The Group had no cash and cash equivalents pledged as collateral.

(2) Financial assets (liabilities) at fair value through profit or loss

<u>Item</u>	June 30, 2025	December 31, 2024	June 30, 2024
Current items:			
Financial assets compulsorily measured at fair value through profit or loss			
Equity instruments			
Shares listed on the stock exchange or the OTC market	\$ 3,669	\$ 3,669	\$ 3,669
Derivatives			
Forward exchange agreement (FXA)	3,832	-	-
- Convertible corporate bond redemption right	<u>11,085</u>	<u>18,660</u>	<u>19,432</u>
	18,586	22,329	23,101
Adjustments for change in value	<u>(12,687)</u>	<u>(20,209)</u>	<u>(17,736)</u>
	<u>\$ 5,899</u>	<u>\$ 2,120</u>	<u>\$ 5,365</u>
Current items:			
Financial liabilities possessed for transaction			
Derivatives			
- Forward commodity	\$ -	(\$ 3,069)	(\$ 4,123)

Forward exchange agreement (FXA)	-	(2,973)	(930)
	<u>\$ -</u>	<u>(\$ 6,042)</u>	<u>(\$ 5,053)</u>

Non-current:

Financial assets compulsorily measured at fair value through profit or loss			
Debt instruments			
- Ordinary corporate bonds	1,002	1,002	1,002
Derivatives			
- Hybrid instruments	<u>4,400</u>	<u>-</u>	<u>-</u>
	5,402	1,002	1,002
Adjustments for change in value	<u>(63)</u>	<u>(8)</u>	<u>(9)</u>
	<u>\$ 5,339</u>	<u>\$ 994</u>	<u>\$ 993</u>

1. Detail of the financial assets (liabilities) at fair value through profit or loss recognized under profit or loss is as follows:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Financial assets and liabilities compulsorily measured at fair value through profit or loss		
Equity instruments		
Shares listed on the stock exchange or the OTC market	(\$ 381)	\$ 148
Debt instruments		
- Ordinary corporate bonds	1	(7)
Derivatives		
- Forward commodity	80	153
Forward exchange agreement (FXA)	14,982	(2,221)
- Convertible corporate bond redemption right	-	3,406
Hybrid instruments	<u>(56)</u>	<u>-</u>
	<u>\$ 14,626</u>	<u>\$ 1,479</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Financial assets and liabilities compulsorily measured at fair value through profit or loss		
Equity instruments		
Shares listed on the stock exchange or the OTC market	(\$ 54)	\$ 152
Debt instruments		
- Ordinary corporate bonds	1	(8)
Derivatives		
- Forward commodity	1,605	2,432
Forward exchange agreement (FXA)	12,455	(6,030)
- Convertible corporate bond redemption right	-	3,406
Hybrid instruments	(56)	-
	<u>\$ 13,951</u>	<u>(\$ 48)</u>

2. The Group's handling of transactions and contracts of derivative financial assets (liabilities) to which hedge accounting is not applicable is described in the following:

	<u>June 30, 2025</u>		
<u>Derivative financial assets</u>	<u>Contract amount (Item principal) (NT\$ thousand)</u>		<u>Contract period</u>
Current items:			
Derivative financial assets			
Forward exchange agreement (FXA)			
-Sale of USD and purchase of NTD	USD	2,000	2025.03.24~2025.09.10
Non-Current items:			
Derivative financial assets			
- Hybrid instruments	USD	150	2025.03.27~2030.03.27
	<u>December 31, 2024</u>		
<u>Derivative financial assets</u>	<u>Contract amount (Item principal) (NT\$ thousand)</u>		<u>Contract period</u>
Current items:			
Derivative financial liabilities			

Forward commodity contract			
- Pre-purchase of copper	USD	975	2024.10.08~2025.01.06
Forward exchange agreement (FXA)			
-Sale of USD and purchase of NTD	USD	5,400	2024.10.22~2025.04.23
		June 30, 2024	
		Contract amount (Item principal) (NT\$ thousand)	
<u>Derivative financial assets</u>			<u>Contract period</u>

Current items:

Derivative financial assets

Forward commodity contract

- Pre-purchase of copper USD 2,037 2024.05.23~2024.08.30

Forward exchange agreement (FXA)

-Sale of USD and purchase of NTD USD 3,000 2024.04.16~2024.08.27

3. The forward exchange and commodity contracts signed by the Group were to hedge the exchange rate risk of (import) export and to hedge the price fluctuation of current positions; however, the hedge accounting was not applied.

4. The Group has not pledged any financial assets measured at fair value through profit or loss.

5. Please refer to Notes 12(2) for information relating to credit risk of financial assets (liabilities) at fair value through profit or loss.

(3) Financial assets at fair value through other comprehensive income

<u>Item</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Non-current:			
Equity instruments			
Shares not traded on the stock exchange, the OTC market, or the emerging stock market	\$ 60,725	\$ 61,279	\$ 55,849
Adjustments for change in value	<u>5,474</u>	<u>6,490</u>	<u>7,187</u>
	<u>\$ 66,199</u>	<u>\$ 64,769</u>	<u>\$ 63,036</u>

1. The Group chose to classify its strategic investment equity instruments as the financial assets at fair value through other comprehensive income, and the fair value of such investment as of June 30, 2025, December 31,

2024 and June 30, 2024 were amounted to NT\$66,199, NT\$64,769 and NT\$63,036 respectively.

2. Financial assets at fair value through other comprehensive income recognized in profit and loss/comprehensive income are as follows:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
<u>Equity instruments at fair value</u>		
Changes in fair value recognized in other comprehensive income - the Group	\$ 2,055	\$ 143
Changes in fair value recognized in other comprehensive income - investment accounted for under the equity method	2,957	5,890
Changes in fair value recognized in other comprehensive income - non-controlling interests	343	(214)
Accumulated benefits transferred to retained earnings due to delisting	-	-
	<u>\$ 5,355</u>	<u>\$ 5,819</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
<u>Equity instruments at fair value</u>		
Changes in fair value recognized in other comprehensive income - the Group	\$ 3,207	(\$ 755)
Changes in fair value recognized in other comprehensive income - investment accounted for under the equity method	4,162	10,902
Changes in fair value recognized in other comprehensive income - non-controlling interests	(819)	(1,620)
Accumulated benefits transferred to retained earnings due to delisting	(37)	-

\$ 6,513 \$ 8,527

3. The Group has not pledged any financial assets measured at fair value through profit or loss.

4. Please refer to Notes 12(2) for information relating to credit risk of financial assets at fair value through other comprehensive income.

(4) Notes and accounts receivable

	June 30, 2025	December 31, 2024	June 30, 2024
Notes receivable	\$ 69,048	\$ 70,882	\$ 70,832
Less: Allowance for bad debt	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 69,048</u>	<u>\$ 70,882</u>	<u>\$ 70,832</u>
Accounts receivable	\$ 1,932,101	\$ 1,804,998	\$ 1,844,767
Less: Allowance for bad debt	<u>(27,872)</u>	<u>(36,040)</u>	<u>(33,490)</u>
	<u>\$ 1,904,229</u>	<u>\$ 1,768,958</u>	<u>\$ 1,811,277</u>

1. The aging analysis of accounts receivable (including related party) and notes receivable is as follows:

	June 30, 2025		December 31, 2024	
	Accounts receivable (including related party)	Notes receivable	Accounts receivable (including related party)	Notes receivable
Not overdue	\$ 1,828,446	\$ 69,048	\$ 1,739,300	\$ 70,882
Within 30 days	73,835	-	49,153	-
31~90 days	27,123	-	9,482	-
Above 91 days	<u>22,260</u>	<u>-</u>	<u>32,663</u>	<u>-</u>
	<u>\$ 1,951,664</u>	<u>\$ 69,048</u>	<u>\$ 1,830,597</u>	<u>\$ 70,882</u>

	June 30, 2024	
	Accounts receivable (including related party)	Notes receivable
Not overdue	\$ 1,736,143	\$ 70,832
Within 30 days	90,265	-
31~90 days	20,606	-
Above 91 days	<u>27,653</u>	<u>-</u>
	<u>\$ 1,874,667</u>	<u>\$ 70,832</u>

The above aging schedules were based on the number of days past the due date.

2. As of June 30, 2025, December 31, 2024, June 30, 2024 and January 1, 2024, the balances of receivables (including notes receivable) from contracts of the Company with customers amounted to NT\$2,020,712, NT\$1,901,479, NT\$1,945,499 and NT\$1,323,593, respectively.
3. The Company does not hold any collaterals as security.
4. Without taking into account the collateral or other credit enhancements held, the notes receivable of the Group are most representative of the highest credit risk as of June 30, 2025, December 31, 2024, and June 30, 2024. The accident insurance amounts are \$69,048, \$70,882 and \$70,832 respectively; The maximum exposure amounts that best represent the credit risk of the Group's accounts receivable on June 30, 2025, December 31, 2024, and June 30, 2024 were \$1,923,789, \$1,794,554, and \$1,811,277 respectively.
5. Credit risks associated with accounts receivable and notes receivable are stated in Note 12(2).

(5) Inventory

	June 30, 2025		
	Costs	Allowance for inventory valuation	Carrying amount
Raw materials	\$ 429,810	(\$ 33,356)	\$ 396,454
Works in process	355,590	(8,421)	347,169
Finished products	416,732	(24,293)	392,439
Merchandise inventory	396,013	(36,868)	359,145
Inventory in transit	77,715	-	77,715
	<u>\$ 1,675,860</u>	<u>(\$ 102,938)</u>	<u>\$ 1,572,922</u>
	December 31, 2024		
	Costs	Allowance for inventory valuation	Carrying amount
Raw materials	\$ 288,385	(\$ 19,729)	\$ 268,656
Works in process	305,918	(6,546)	299,372
Finished products	602,366	(23,496)	578,870
Merchandise inventory	338,007	(39,119)	298,888
Inventory in transit	145,941	-	145,941
	<u>\$ 1,680,617</u>	<u>(\$ 88,890)</u>	<u>\$ 1,591,727</u>

	June 30, 2024		
	Costs	Allowance for inventory valuation	Carrying amount
Raw materials	\$ 574,117	(\$ 24,042)	\$ 550,075
Works in process	397,942	(7,166)	390,776
Finished products	463,354	(29,450)	433,904
Merchandise inventory	351,107	(53,659)	297,448
Inventory in transit	125,854	-	125,854
	<u>\$ 1,912,374</u>	<u>(\$ 114,317)</u>	<u>\$ 1,798,057</u>

The inventory costs recognized as expenses by the Group in the current period:

	April 1 to June 30, 2025	April 1 to June 30, 2024
Cost of inventory sold	\$ 1,849,870	\$ 1,798,562
Income from sale of scrap and waste materials	(29,303)	(33,661)
Inventory valuation losses	(36,652)	(10,493)
Loss (gain) on physical inventory and loss of scrap	3,274	(4,214)
	<u>\$ 1,820,189</u>	<u>\$ 1,750,194</u>

	January 1 to June 30, 2025	January 1 to June 30, 2024
Cost of inventory sold	\$ 3,752,943	\$ 3,245,578
Income from sale of scrap and waste materials	(59,987)	(53,227)
Inventory valuation losses	14,048	(4,622)
Loss (gain) on physical inventory and loss of scrap	3,509	520
	<u>\$ 3,710,513</u>	<u>\$ 3,188,249</u>

From April 1, to June 30, 2025, and from January 1, to June 30, 2025, the Group recognized a reduction in cost of goods sold due to the disposal of certain inventories that had previously been written down, resulting in an increase in the net realizable value of the inventories.

(6) Investment accounted for under the equity method

1. Detail is as follows:

—	June 30, 2025	December 31, 2024	June 30, 2024
Associates:			
Wanshih Electronic Co., Ltd. (Wanshih Electronic) (Note 4)	\$ 273,326	\$ 284,160	\$ 283,941
Wan Shih (Hong Kong) Co., Ltd. (Wan Shih Hong Kong)	16,429	20,279	19,920
Suzhou Wanshih Optical Communication Co., Ltd. (Suzhou Wanshih)	-	11,380	11,380
Saga YesFamily Healthcare Co. (Saga YesFamily)(Note 3)	-	-	-
Inga Nano Technology Co., Ltd. (Inga Nano Technology) (Note 1)	26,589	30,295	35,847
ALPHA TREASURE INVESTMENTS LIMITED (ALPHA)(Note 2)	3,146	5,267	6,719
HONG YI Co., Ltd. (HONG YI)(Note 3)	<u>11,983</u>	<u>11,992</u>	<u>-</u>
	331,473	363,373	357,807
Accumulated impairment loss	<u>(41,687)</u>	<u>(53,167)</u>	<u>(55,248)</u>
	<u>\$ 289,786</u>	<u>\$ 310,206</u>	<u>\$ 302,559</u>

Note 1: In 2024, the company participated in the cash capital increase of Inga Nano Technology totaling \$8,400, and the shareholding ratio remained unchanged.

Note 2: In 2024, the company participated in the cash capital increase of ALPHA Company totaling \$4,982, and the shareholding ratio remained unchanged.

Note 3: To expand into the Indian market, the Company invested NT\$12,000 in HONG YI in the fourth quarter of 2024, acquiring a 40% equity stake.

Note 4: In the first quarter of year 2025, the corporate bonds issued by Wanshih Electronic were gradually converted into common shares. Additionally, the company disposed of 40,000 shares of Wanshih Electronic, a material associates of the Group in the first

quarter of year 2025, the disposal price is \$1,274 and its investment has not lost its significant influence, so it is prorated transfer the amount previously recognized in other comprehensive profit or loss and recognize it in "Other gains and losses Loss-disposal of investment interests" totaling \$667.

Note 5: The company disposed of 409,000 shares of Suzhou Wanshih, a material associates of the Group in the first quarter of year 2025, the disposal price is \$13,527 and lost all of the influence. Because of the impairment loss had already been fully recognized, so record "Other gains and losses Loss-disposal of investment interests" totaling \$13,527.

2. Share of profit or loss of associates accounted for using equity method:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Wanshih Electronic	(\$ 2,214)	\$ 2,671
Wan Shih Hong Kong	282	43
Inga Nano Technology	(3,059)	(509)
ALPHA	(650)	(766)
HONG YI	<u>14</u>	<u>-</u>
	<u>(\$ 5,627)</u>	<u>\$ 1,439</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Wanshih Electronic	(\$ 3,459)	\$ 799
Wan Shih Hong Kong	(1,985)	(127)
Inga Nano Technology	(3,707)	(1,806)
ALPHA	(1,453)	(1,597)
HONG YI	<u>(9)</u>	<u>-</u>
	<u>(\$ 10,613)</u>	<u>(\$ 2,731)</u>

3. The investments held by the Group using the equity method - Wan Shih Hong Kong, Inga Nano Technology, HONG YI and ALPHA are recognized based on the evaluation of the invested companies' self-prepared financial statements for the same period.

4. (1) The basic information of material associates of the Group is as follows:

Company name	Main operating location	Shareholding percentage		Nature of relationship	Measurement method
		June 30, 2025	December 31, 2024		

Company name	Main operating location	Shareholding percentage	Nature of relationship	Measurement method
Wanshih Electronic	Taiwan	20.31%	Strategic investment	Equity method
Wanshih Electronic	Taiwan	24.11%	Strategic investment	Equity method

(2) The summary on the financial information of material associates of the Group is as follows:

Balance Sheet

	Wanshih Electronic		
	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 219,608	\$ 307,514	\$ 354,411
Non-current assets	996,300	879,526	865,167
Current liabilities	(258,951)	(173,939)	(163,228)
Non-current liabilities	(50,266)	(65,269)	(267,889)
Total net assets	<u>\$ 906,691</u>	<u>\$ 947,782</u>	<u>\$ 788,461</u>
Proportion of net assets of associate held by the Company	\$ 184,149	\$ 194,769	\$ 190,098
Goodwill	<u>47,490</u>	<u>47,604</u>	<u>49,975</u>
Associate carrying value	<u>\$ 231,639</u>	<u>\$ 242,373</u>	<u>\$ 240,073</u>

Statement of Comprehensive Income

	Wanshih Electronic	
	April 1 to June 30, 2025	April 1 to June 30, 2024
Revenue	\$ 143,972	\$ 160,978
Net loss for the period	(\$ 10,903)	\$ 11,080
Other comprehensive income (net, after tax)	(29,609)	28,209
Total comprehensive income for the period	<u>(\$ 40,512)</u>	<u>\$ 39,289</u>

Dividends received from associate	\$	-	\$	-
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	Wanshih Electronic	
	January 1 to June 30, 2025	January 1 to June 30, 2024
Revenue	\$ 277,346	\$ 290,647
Net loss for the period	(\$ 17,031)	\$ 3,315
Other comprehensive income (net, after tax)	(13,244)	57,346
Total comprehensive income for the period	(\$ 30,275)	\$ 60,661
Dividends received from associate	\$ -	\$ -

(3) The summary on the share of individual non-material associate's carrying amount and operating result of the Group is as follows:

As of June 30, 2025, December 31, 2024, June 30, 2024, the total of the carrying amount of individual non-material associate of the Group were NT\$58,147, NT\$67,833 and NT\$62,486 respectively.

	April 1 to June 30, 2025	April 1 to June 30, 2024
Net loss for the period	(\$ 3,413)	(\$ 1,232)
Other comprehensive income (net, after tax)	(2,661)	225
Total comprehensive income for the period	(\$ 6,074)	(\$ 1,007)

	January 1 to June 30, 2025	January 1 to June 30, 2024
Net loss for the period	(\$ 7,154)	(\$ 3,530)
Other comprehensive income (net, after tax)	(2,532)	872
Total comprehensive income for the period	(\$ 9,686)	(\$ 2,658)

5. The Group's material associate Wanshih Electronic had the quoted price, and its fair value as of June 30, 2025, December 31, 2024, June 30, 2024 was NT\$324,232, NT\$481,684 and NT\$402,437 respectively.

6. (1) Due to the operating loss of the investment under the equity method - Wanshih Electronic, for Wanshih Electronic and its subsidiary, the Group used the fixed asset useful value as the recoverable amount during the impairment test, and the impairment loss amount of NT\$47,175 was recognized in 2024. In addition, due to the Group's disposal of Wanshih Electronic's shares in the first quarter of 2025, the cumulative impairment was excluded. As of June 30, 2025, the cumulative amount of impairment was \$41,687.
- (2) For the investment accounted for under the equity method - Suzhou Wanshih, held by the Group, due to the recoverable amount being lower than the carrying value, the impairment loss for the previous years were recognized in full at an amount of NT\$11,380, and disposed in the first quarter of year 2025.
7. The Company is the largest single shareholder of Wanshih Electronic and holds shares representing 20.31% of the voting rights. However, since the shareholding percentage of other top 10 major shareholders (non-related parties) is higher than that of the Company, and since there are no agreements for negotiation or group decision among the shareholders, the Company has no actual capability in directing material decisions. Accordingly, it is determined that the Company has no control power on the associate.
8. Please refer to Note 8 for information on collaterals provided for investments under equity method.

(7) Property, plant and equipment

	2025					Total
	Land	Buildings and structures	Machinery and equipment	Office equipment	Others	
January 1						
Costs	\$ 194,045	\$ 635,913	\$ 2,004,746	\$ 82,198	\$ 549,156	\$ 3,466,058
Accumulated depreciation and impairment	-	(334,596)	(1,477,595)	(62,021)	(365,025)	(2,239,237)
	<u>\$ 194,045</u>	<u>\$ 301,317</u>	<u>\$ 527,151</u>	<u>\$ 20,177</u>	<u>\$ 184,131</u>	<u>\$ 1,226,821</u>
January 1	\$ 194,045	\$ 301,317	\$ 527,151	\$ 20,177	\$ 184,131	\$ 1,226,821
Addition	-	1,848	6,426	1,751	121,787	131,812
Disposal	-	-	(2,357)	-	(5,383)	(7,740)
Transfer	-	3,864	54,445	1,073	(59,382)	-
Depreciation expenses	-	(15,867)	(49,968)	(3,340)	(14,682)	(83,857)
Net exchange differences	(5,910)	(23,336)	(37,704)	(1,389)	(16,893)	(85,232)
June 30	<u>\$ 188,135</u>	<u>\$ 267,826</u>	<u>\$ 497,993</u>	<u>\$ 18,272</u>	<u>\$ 209,578</u>	<u>\$ 1,181,804</u>
June 30						
Costs	\$ 188,135	\$ 597,079	\$ 1,954,856	\$ 78,580	\$ 564,578	\$ 3,383,228

Accumulated depreciation and impairment	<u>-</u>	<u>(329,253)</u>	<u>(1,456,863)</u>	<u>(60,308)</u>	<u>(355,000)</u>	<u>(2,201,424)</u>
	<u>\$ 188,135</u>	<u>\$ 267,826</u>	<u>\$ 479,993</u>	<u>\$ 18,272</u>	<u>\$ 209,578</u>	<u>\$ 1,181,804</u>

	2024					
	Land	Buildings and structures	Machinery and equipment	Office equipment	Others	Total
January 1						
Costs	\$ 186,588	\$ 601,927	\$ 1,900,159	\$ 71,549	\$ 446,624	\$ 3,206,847
Accumulated depreciation and impairment	<u>-</u>	<u>(295,791)</u>	<u>(1,363,943)</u>	<u>(54,371)</u>	<u>(332,230)</u>	<u>(2,046,335)</u>
	<u>\$ 186,588</u>	<u>\$ 306,136</u>	<u>\$ 536,216</u>	<u>\$ 17,178</u>	<u>\$ 114,394</u>	<u>\$ 1,160,512</u>
January 1	\$ 186,588	\$ 306,136	\$ 536,216	\$ 17,178	\$ 114,394	\$ 1,160,512
Addition	976	2,272	10,241	1,777	34,784	50,050
Disposal	-	-	(2,706)	(29)	(163)	(2,898)
Transfer	-	(2,853)	15,179	69	(16,413)	(4,018)
Depreciation expenses	-	(12,315)	(49,435)	(2,713)	(13,221)	(77,684)
Net exchange differences	<u>(1,584)</u>	<u>2,449</u>	<u>3,235</u>	<u>141</u>	<u>38</u>	<u>4,279</u>
June 30	<u>\$ 185,980</u>	<u>\$ 295,689</u>	<u>\$ 512,730</u>	<u>\$ 16,423</u>	<u>\$ 119,419</u>	<u>\$ 1,130,241</u>
June 30						
Costs	\$ 185,980	\$ 596,131	\$ 1,912,122	\$ 73,116	\$ 459,209	\$ 3,226,558
Accumulated depreciation and impairment	<u>-</u>	<u>(300,442)</u>	<u>(1,399,392)</u>	<u>(56,693)</u>	<u>(339,790)</u>	<u>(2,096,317)</u>
	<u>\$ 185,980</u>	<u>\$ 295,689</u>	<u>\$ 512,730</u>	<u>\$ 16,423</u>	<u>\$ 119,419</u>	<u>\$ 1,130,241</u>

1. For information on the pledge of property, plant and equipment, please refer to Note 8 for details.
2. In 2024, some houses and buildings were transferred from self-use to rental, and from real estate plants and equipment to investment real estate. The book amount of the houses and buildings on the date of change of use was \$4,314, and the fair value was \$89,549.

(8) Lease transactions - lessee

1. The underlying assets of the Group's lease include lands, buildings, machinery equipment and company vehicles. The lease contract durations are typically for 3 to 8 years. Lease contracts are agreed upon individually and contain different terms and conditions. Except for leased assets shall not be used as collaterals, and are not restricted in any way.

2. The information on the carrying amount of the right-of-use asset and the recognized depreciation expense is as follows:

	Carrying amount		
	June 30, 2025	December 31, 2024	June 30, 2024
Land	\$ 55,771	\$ 65,268	\$ 45,778
Buildings	51,249	74,182	91,437
Transportation equipment (company vehicles)	551	2,222	3,254
	<u>\$ 107,571</u>	<u>\$ 141,672</u>	<u>\$ 140,469</u>

	Depreciation expenses	
	April 1 to June 30, 2025	April 1 to June 30, 2024
Land	\$ 575	\$ 436
Buildings	8,471	8,907
Transportation equipment (company vehicles)	457	728
	<u>\$ 9,503</u>	<u>\$ 10,071</u>

	Depreciation expenses	
	January 1 to June 30, 2025	January 1 to June 30, 2024
Land	\$ 1,204	\$ 867
Buildings	17,455	17,593
Transportation equipment (company vehicles)	978	1,545
	<u>\$ 19,637</u>	<u>\$ 20,005</u>

3. The Group's right-of-use asset increased by NT\$0 and NT\$1,050 for 2025 and January 1 to June 30, 2024, respectively.

4. Profit or loss items in relation to lease contracts are as follows:

	April 1 to June 30, 2025		April 1 to June 30, 2024	
<u>Items that affect profit or loss</u>				
Interest expense of lease liabilities	\$	204	\$	349
Expenses attributable to short-term lease contracts		574		1,093
		<u>January 1 to June 30, 2025</u>		<u>January 1 to June 30, 2024</u>
<u>Items that affect profit or loss</u>				

Interest expense of lease liabilities	\$	459	\$	712
Expenses attributable to short-term lease contracts		1,172		2,075

5. The Group's total cash used in lease contracts were NT\$20,842 and \$22,022 for 2025 and January 1 to June 30, 2024, respectively.

6. Option of lease extension and option of lease termination

(1) The lease subject matters classified as the building lease among the lease contracts of the Group is approximately 23%, including the option of extension that can be executed by the Group. The signing of such clause in the lease contract is to enhance the flexible operational management of the Group.

(2) During the determination of lease period, the Group considers all of the facts and conditions related to economic incentives that may be generated due to exercise of the option of extension. When material event is assessed to occur due to exercise of the option of extension or non-exercise of the option of termination, the lease period will be re-evaluated.

(9) Investment property

	2025		2024	
January 1	\$	252,675	\$	158,319
Transfer of self-occupied real estate		-		89,549
Gains on revaluation at fair value of investment property		-		3,161
Net exchange differences	(10,584)		1,445
June 30	\$	<u>242,091</u>	\$	<u>252,474</u>

1. Rental income from investment property and direct operating expenses arising from the investment property:

	April 1 to June 30, 2025		April 1 to June 30, 2024	
Rental income from investment property	\$	<u>2,843</u>	\$	<u>2,888</u>
Direct operating expenses arising from the investment property generating rental income in the current period	\$	<u>143</u>	\$	<u>391</u>
Direct operating expenses arising from the investment property generating rental income in the current period	\$	<u>-</u>	\$	<u>-</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Rental income from investment property	<u>\$ 5,806</u>	<u>\$ 5,545</u>
Direct operating expenses arising from the investment property generating rental income in the current period	<u>\$ 655</u>	<u>\$ 656</u>
Direct operating expenses arising from the investment property generating rental income in the current period	<u>\$ -</u>	<u>\$ -</u>

2. Investment property fair value basis

The investment properties held by the Group are mainly located at Wugu District, New Taipei City and Kowloon Bay, Hong Kong. Fair price refers to the valuation result of independent valuation expert, and the valuation uses the equity method in order to perform assessment based on the rent of similar real properties at the relevant neighborhood areas of the assets. The main appraisal report information used is as follows:

(1.) The locations of investment properties of the Group and the appraisal method used are summarized in the following:

<u>Year</u>	<u>Subject property</u>	<u>Location</u>	<u>Appraisal method</u>	<u>Appraiser</u>	<u>Appraiser firm</u>	<u>Appraisal base date</u>
June 30, 2025	Wugu Building	Wugu District, New Taipei City	Income approach	Wei-Han Sun	Xianjian	June 30, 2025
June 30, 2025	Hong Kong Building	Kowloon Bay, Hong Kong	Income approach	Guo-jun Hsu	Zhongliang	June 30, 2025
December 31, 2024	Wugu Building	Wugu District, New Taipei City	Income approach	Wei-Han Sun	Xianjian	December 31, 2024
December 31, 2024	Hong Kong Building	Kowloon Bay, Hong Kong	Income approach	Guo-jun Hsu	Zhongliang	December 31, 2024
June 30, 2024	Wugu Building	Wugu District, New Taipei City	Income approach	Wei-Han Sun	Xianjian	June 30, 2024
June 30, 2024	Hong Kong Building	Kowloon Bay, Hong Kong	Income approach	Guo-jun Hsu	Zhongliang	June 30, 2024

Note: We have obtained the valuer's statement on the validity of the Wugu Building valuation report on June 30, 2025 and June 30, 2024. The Hong Kong Building was reclassified as investment real estate on March 31, 2024, and a valuation report on June 30, 2025.

(2) For the individual case using the income approach, the income value estimation adopts the discounting cash flow analysis method. The cash inflow refers to the annual rent income, and the cash outflow includes land value tax, house tax, insurance fee, management and

maintenance fee, replacement allowance and other relevant operating expenses. The main parameters used are as follows:

Year	Location	Period	Discount rate (Note 1)	Income capitalization rate (Note 2)
June 30, 2025	Wugu District, New Taipei City	10	2.875%	3.875%
June 30, 2025	Kowloon Bay, Hong Kong	10	5.750%	3.750%
December 31, 2024	Wugu District, New Taipei City	10	2.875%	3.875%
December 31, 2024	Kowloon Bay, Hong Kong	10	5.750%	3.750%
June 30, 2024	Wugu District, New Taipei City	10	2.750%	3.750%
June 30, 2024	Kowloon Bay, Hong Kong	10	5.750%	3.750%

Note 1: For the discount rate, based on the consideration of the product type and risk factors of this case, the risk premium approach is used to determine the discount rate.

Note 2: The Income capitalization rate uses the investment return plus the risk premium of 1% of the real property value after 10 years.

Year	Cash inflow item	Local rent status	Similar comparable subject property in the market
June 30, 2025	Rental income (dollar/square meter/month)	Approximately \$706~\$804	Approximately \$735~\$829
June 30, 2025	Rental income (dollar/square foot/month)	Approximately \$79.4~\$79.6	Approximately \$72.3~\$136.1
December 31, 2024	Rental income (dollar/square meter/month)	Approximately \$706~\$804	Approximately \$735~\$829
December 31, 2024	Rental income (dollar/square foot/month)	Approximately \$79.4~\$79.6	Approximately \$72.3~\$136.1
June 30, 2024	Rental income (dollar/square meter/month)	Approximately \$763~\$797	Approximately \$740~\$767
June 30, 2024	Rental income (dollar/square foot/month)	Approximately \$77.5~\$77.8	Approximately \$68.3~\$83.5

3. Please refer to Note 12(3) for information on investment property fair value.

4. Please refer to Note 8 for Information on the restricted assets that were

pledged to others as collateral.

(10) Intangible assets

	2025			
	Goodwill	Customer relations	Computer software	Total
January 1				
Costs	\$ 129,108	\$ 75,630	\$ 78,259	\$ 282,997
Accumulated amortization and losses	-	(75,630)	(51,147)	(126,777)
	<u>\$ 129,108</u>	<u>\$ -</u>	<u>\$ 27,112</u>	<u>\$ 156,220</u>
January 1	\$ 129,108	\$ -	\$ 27,112	\$ 156,220
Addition – acquired independently	-	-	6,586	6,586
Disposal				
Amortization expenses	-	-	(4,430)	(4,430)
Net exchange differences	-	-	(1,653)	(1,653)
June 30	<u>\$ 129,108</u>	<u>\$ -</u>	<u>\$ 27,615</u>	<u>\$ 156,723</u>
June 30				
Costs	\$ 129,108	\$ 75,630	\$ 80,218	\$ 284,956
Accumulated amortization and losses	-	(75,630)	(52,603)	(128,233)
	<u>\$ 129,108</u>	<u>\$ -</u>	<u>\$ 27,615</u>	<u>\$ 156,723</u>
	2024			
	Goodwill	Customer relations	Computer software	Total
January 1				
Costs	\$ 129,108	\$ 75,630	\$ 61,028	\$ 265,766
Accumulated amortization and losses	-	(64,825)	(41,648)	(106,473)
	<u>\$ 129,108</u>	<u>\$ 10,805</u>	<u>\$ 19,380</u>	<u>\$ 159,293</u>
January 1	\$ 129,108	\$ 10,805	\$ 19,380	\$ 159,293
Addition – acquired independently	-	-	5,251	5,251

Amortization expenses	-	-	(19)	(19)
Net exchange differences	-	(5,402)	(3,322)	(8,724)
June 30	-	-	(313)	(313)
	<u>\$ 129,108</u>	<u>\$ 5,403</u>	<u>\$ 20,977</u>	<u>\$ 155,488</u>
June 30				
Costs				
Accumulated amortization and losses	\$ 129,108	\$ 75,630	\$ 65,006	\$ 269,744
	-	(70,227)	(44,029)	(114,256)
	<u>\$ 129,108</u>	<u>\$ 5,403</u>	<u>\$ 20,977</u>	<u>\$ 155,488</u>

1. Details of the intangible assets amortization were as follows:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Operating cost	\$ 2,131	\$ 1,614
Selling expenses	4	2,704
Administrative expenses	96	104
Research and development expenses	3	-
	<u>\$ 2,234</u>	<u>\$ 4,422</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Operating cost	\$ 4,222	\$ 3,093
Selling expenses	8	5,409
Administrative expenses	193	222
Research and development expenses	7	-
	<u>\$ 4,430</u>	<u>\$ 8,724</u>

2. Goodwill is allocated to the Group's cash generating unit identified according to the operating segments:

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
U.S.A.	<u>\$ 129,108</u>	<u>\$ 129,108</u>	<u>\$ 129,108</u>

3. Impairment Assessment of Goodwill

(1) The impairment assessment of goodwill involves significant management judgment, including the identification of cash-generating

units (“CGUs”) and the determination of the recoverable amounts of the related CGUs.

(2) The Group performs an impairment assessment of the recoverable amount of goodwill at the end of each annual reporting period, using the value in use as the basis for determining the recoverable amount.

(3) The value in use is calculated based on cash flow projections derived from financial budgets approved by management. The budgeted gross margins and growth rates are determined by management based on past performance and expectations of future market developments. The market assumptions adopted are consistent with those of comparable companies in the same industry. The discount rates used reflect specific risks associated with the relevant operating segments and the current market assessments of the time value of money.

(11) Bonds payable

	June 30, 2025	December 31, 2024	June 30, 2024
Bonds payable	\$ 435,400	\$ 732,900	\$ 763,300
Less: Bonds payable discount	(2,206)	(9,931)	(16,764)
	\$ 433,194	\$ 722,969	\$ 746,536
Less: Current portion or exercise of putoptions	(433,194)	(722,969)	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 746,536</u>

1. The Company issued the sixth time of domestic unsecured convertible bonds (referred to as “domestic sixth convertible bonds) on October 31, 2022, with the issuance total amount of NT\$800,000, and issued at 101% of par value. The main issuance criteria are as follows:

(1) Issuance period: 3 years, from October 31, 2022 to October 31, 2025 for maturity.

(2) Coupon rate: fixed annual interest rate of 0%

(3) Redemption method:

Unless the Company has redeemed, repurchased and canceled it in advance or the holders of the Sixth Convertible Bonds have exercised their conversion rights, the Sixth Convertible Bonds will be converted by the Company on the maturity date based on the Sixth Convertible Bonds. This sixth convertible bond will be redeemed at a yield plus an annual interest rate of 0.0% per face amount.

(4) Conversion period:

Except that the sixth convertible bonds have been redeemed or repurchased early, or the suspension of transfer period prescribed in the law and specified in the trust contract, up to the end of the next day when the issuance of the sixth convertible bonds has reached three full months, the holders of the sixth convertible bonds may request the Company to convert the sixth convertible bonds into common shares newly issued by the Company.

(5) Conversion price:

The conversion price of the sixth convertible bonds is 101.63% of the reference price, i.e. NT\$36.20. The reference price is determined based on the closing price of NT\$35.62 of the common shares price listed at TPEX on the business day one day before the base date specified by the Company. Since the Company has executed the cash capital increase, and according to Article 11 of the Regulations for Issuance and Conversion of Bonds, the conversion price shall be adjusted, the conversion price was adjusted to NT\$33.1 from NT\$34.10, when the share payments are made in full starting from July 15, 2024.

(6) Callable right:

Under the following conditions, the Company may redeem the fifth convertible bonds early:

- A. From the next day when the issuance has reached three full months to the date of 40 days before the maturity of the issuance period, if the closing price of the common shares of the Company in Taiwan continues to reach more than 30% of the conversion price at that time for thirty business days, the Company may redeem all of the sixth convertible bonds early based on the early redemption amount.
- B. From the next day when the issuance has reached three full months to the date of 40 days before the maturity of the issuance period, if the balance of the outstanding fifth convertible bonds is lower than 10% of the original total issuance amount, the Company may redeem all of the sixth convertible bonds early based on the early redemption amount.

(7) As of June 30, 2025, December 31, 2024, and June 30, 2024, the unconverted balances were \$435,400, \$732,900, and \$763,300, respectively.

2. During the issuance of the convertible bonds of the Group, according to the regulations of IAS 32 "Financial Instruments: Presentation", the conversion right of equity nature is separated from the liability component, which is recognized under the "Capital surplus - subscription right" at an amount of NT\$65,027. In addition, with regard to the embedded callable right, according to IFRS 9 "Financial

Instruments”, since it is not closely related to the economic characteristic and risk of the debt instruments of the main contract, it is handled separately, and its net value is recognized under the “financial assets at fair value through profit or loss”.

- From January 1 to June 30, 2025, and 2024 the sixth convertible corporate bonds with a face value of \$297,500 and \$32,400 were converted into 8,987,852 shares and 950,141 shares of common stock, with a conversion price of NT\$33.1 and NT\$34.1 per share.

(12) Short-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
Secured bank loans	\$ 254,337	\$ 468,434	\$ 255,753
Unsecured bank loans	1,283,756	564,211	922,882
	<u>\$ 1,538,133</u>	<u>\$ 1,032,645</u>	<u>\$ 1,178,635</u>
Interest rate range	1.87%~5.66%	1.87%~4.8%	1.85%~4.85%

- The interest expenses for the long and short term borrowings recognized from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 were NT\$13,059、NT\$9,567、NT\$24,313 and NT\$17,723, respectively.
- Please refer to Note 8 for details of the collaterals provided for the short-term borrowings of the Group.

(13) Other payables

	June 30, 2025	December 31, 2024	June 30, 2024
Dividend payable	\$ 325,091	\$ -	\$ 188,013
Salaries and bonuses payable	122,158	160,531	104,741
Provisional estimate of expenses payable	14,477	7,236	8,318
Others	<u>132,954</u>	<u>107,809</u>	<u>112,381</u>
	<u>\$ 594,680</u>	<u>\$ 275,576</u>	<u>\$ 413,453</u>

(14) Long-term borrowings

<u>Nature of borrowings</u>	June 30, 2025	December 31, 2024	June 30, 2024
Long-term bank loans			
Secured loan	\$ 71,181	\$ 92,218	\$ 55,808
No guarantee	37,821	60,899	81,260
Less: Current portion of long-term borrowings	<u>(42,959)</u>	<u>(69,074)</u>	<u>(39,499)</u>
	<u>\$ 66,043</u>	<u>\$ 84,043</u>	<u>\$ 97,569</u>

Interest rate range	1.798%~5.9%	2.1%~5.9%	2.1%~4.5%
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1. The repayment period for secured loans is from 2021 to 2042, and the repayment period for the unsecured loans is from the 2023 to 2030.
2. The Company signed the credit extension contract with the Taipei Branch, Bangkok Bank of Thailand, which requested the financial report of the Company to satisfy the following key performance:
 - (1) The current ratio of the annual consolidated financial statements shall not be less than 100% during the duration of the credit extension contract, and the debt-to-net worth ratio shall not be greater than 250% during the duration of the credit extension contract.
 - (2) In case where the Company breaches the aforementioned commitment, the Bangkok Bank of Thailand will suspend the Company's application of new loans, and unless the consent of the Bangkok Bank of Thailand is obtained, no amount can be further drawn.
3. Detail of the loan credit not yet drawn by the Group is as follows:

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Unused amount	<u>\$ 647,738</u>	<u>\$ 366,507</u>	<u>\$ 353,000</u>

4. Please refer to Note 8 for details of the collaterals provided for the long-term borrowings of the Group.

(15) Pension

- 1.(1) By adhering to the requirements set forth in the Labor Standards Act, the Company has established its own defined retirement benefits plan, which is applicable both to the service years of all regular employees rendered before the enforcement of the Labor Pension Act on July 1, 2005, and to the service years of all employees who elected to continue applying the Labor Standards Act after the implementation of the Labor Pension Act. Pensions for employees qualified for retirement are calculated based on their servicing years and their average salaries of the 6 months prior to their retirement. Two bases are given for each full year of service rendered within 15 years (inclusive). But for the rest of the years over 15 years, one base is given for each full year of service rendered. The total number of bases shall be no more than 45. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund

deposited with Bank of Taiwan, under the name of the Independent Retirement Fund Committee. In addition, the Company estimates the balance of the said designated pension account before the end of year. If the balance calculated in the manner specified above is not sufficient to cover the amount to be paid to all employees qualifying the retirement conditions next year, a lump-sum deposit will be made before of the end of March of the following year to cover the difference.

- (2) Thai Wonderful Wire and Cable chooses to adopt the confirmed pension payment method according to the local law, and relevant pension expense is appropriated according to the expected unit payment method.
 - (3) The pension costs of the Group recognized according to the aforementioned pension regulations from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 were NT\$593、NT\$2,245、NT\$2,655 and NT\$4,498 respectively.
 - (4) Expected contributions to the defined benefit pension plans of the Group for 2025 amounts to NT\$799.
2. (1) Since July 1, 2005, the Company and Wonderful Photoelectricity have established their own pension regulations applicable to Taiwanese nationals in accordance with the Labor Pension Act. For employees of the Company that choose to apply the Labor Pension Act, the Company makes a contribution equal to 6% of the monthly salary to their individual retirement account with the Bureau of Labor Insurance. Employee pensions may be paid in monthly installments or in lump-sum payment based the accumulated amount in the employee's individual retirement account.
- (2) Wonderful Photo Electricity Dongguan, Elitech Technology and Wan Shih Hong Kong contribute a certain ratio of total amount of local employee salaries for the social insurance fund according to the social insurance system specified by the People's Republic of China (PRC). The pension for employees is managed independently by the government. Except for making a monthly contribution, the Group has no further obligation.
 - (3) ABA provides the Employee 401(K) Retirement Saving Plan, and the 401(K) plan adopts the confirmed appropriation system. During the employment period of employees, a certain ratio of the salary is appropriated to the personal pension account

periodically according to the regulations.

(4) For the rest of overseas subsidiary, no retirement regulations and relevant policies have been established.

(5) The pension costs of the Group recognized according to the aforementioned pension regulations from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 were NT \$6,253、NT\$6,029、NT\$11,511 and NT\$10,840 respectively.

(16) Share-based payment

1. Up to June 30, 2025, the Group's share-based payment arrangements were as follows:

Type of arrangement	<u>Grant date</u>	<u>Quantity granted</u>	<u>Vesting conditions</u>
Treasury stock transferred to employees	March 12, 2025	2,600,000	Immediately

The restricted stocks issued by the Company cannot be transferred during one year from March 12, 2025.

Among the share-based payment arrangements above, are settled by equity.

2. The fair value of stock options granted on is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Type of arrangement	<u>Grant date</u>	<u>Stock Price(NT)</u>	<u>Exercise Price(NT)</u>	<u>Expected price volatility</u>	<u>Expected Option life</u>	<u>Expected dividends</u>	<u>Risk-free interest rate</u>	<u>Fair value per unit (NT)</u>
Treasury stock transferred to employees	March 12,2025	\$33.57	\$15.64	34.22%	0.121	\$ -	1.151%	17.95

Note: Expected price volatility rate was estimated by using the stock prices of 1 year before grant date, and the standard deviation of return on the stock during this period.

3. Expenses incurred on share-based payment transactions are shown below:

	<u>January 1 to June 30,2025</u>
Equity-settled	<u>\$ 46,670</u>

(17) Share capital

1. Up to June 30, 2025, the Company's authorized capital equal was NT\$3,000,000, paid-in capital equal was NT\$1,726,476, at par value of NT\$10 per share. All proceeds for share subscription of the Company were collected in full.

Adjustments in the number of the Company's ordinary shares outstanding (in thousand shares) are as follows:

	2025	2024
January 1	160,045	154,176
Conversion of convertible corporate bonds	8,988	950
Treasury stock transferred to employees	2,600	4,000
Repurchase of shares	(3,000)	-
June 30	<u>168,633</u>	<u>159,126</u>

2. Treasury shares

(1) Reason of recovering shares and quantity change status (thousand shares):

Name of company holding shares	Reason of recovering shares	June 30, 2025	
		Number of shares	Carrying amount
The Company	For transfer of shares to employees	<u>4,014 thousand shares</u>	<u>\$ 131,607</u>

Name of company holding shares	Reason of recovering shares	December 31, 2024	
		Number of shares	Carrying amount
The Company	For transfer of shares to employees	<u>3,614 thousand shares</u>	<u>\$ 61,008</u>

Name of company holding shares	Reason of recovering shares	June 30, 2024	
		Number of shares	Carrying amount

The Company	For transfer of shares to employees	3,614 thousand shares	\$ 61,008
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- (2) According to the regulations of Securities and Exchange Act, the buyback ratio of the outstanding shares of a company shall not exceed 10% of the issued shares of the company, and the total amount of the buyback shares must not exceed the retained earnings plus the premium of the issued shares and the realized capital reserve amount.
 - (3) The treasury shares held by the Company, in accordance with Securities and Exchange Act, shall not be pledged and shall not enjoy the shareholders' right before transfer.
 - (4) According to the regulations of the Securities and Exchange Act, the shares bought back for transfer to employees shall be transferred within 5 years from the buyback date. If transfer is not completed by such time-limit, it shall be deemed that the Company has not issued such shares, and the registration of share cancellation must be made. In addition, for the shares bought back for the purpose of protecting the credit of the Company and the shareholders' equity, the registration of share cancellation must be made within 6 months from the buyback date.
 - (5) In 2024, the Company transferred 4,000 thousand treasury shares to employees, collecting a total of \$66,999 in share proceeds. In June 30, 2025, the Company transferred 2,600 thousand treasury shares to employees, collecting a total of \$40,542 in share proceeds and repurchased treasury shares totaling 3,000 thousand shares in succession, with a total of \$11,489. As of June 30, 2025, a total of 4,014 thousand shares .
3. The number of shares held by associates of the Company as of June 30, 2025, December 31, 2024 and June 30, 2024 were 6,077 thousand shares, 4,970 thousand shares and 4,200 thousand shares respectively.

(18) Capital surplus

Under the Company Act, capital surplus arising from shares issued at premium or from donation may be used for offsetting deficit. Furthermore, if the Company has no accumulated loss, capital surplus may be used for issuing new shares or distributing cash in proportion to shareholders' original shareholding percentage. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. The Company may use capital surplus to offset loss only when the amount of reserves is insufficient to offset the loss.

	<u>2025</u>								
	Issue premium	Treasury shares Trading	Employee Restricted shares	Receiving gifts from shareholders	Corporate debt options	Actual acquisition or disposal of subsidiary equity or difference in book value	Recognition of changes in all equity interests in subsidiaries	Changes in net equity value of affiliated companies	Total
January 1	\$321,862	\$ 72,510	\$ -	\$ 415	\$ 59,573	\$ 11,990	\$ 4,345	\$ 32,764	\$ 503,459
Conversion of convertible corporate bonds	229,321	-	-	-	(24,183)	-	-	-	205,138
Treasury stock transferred to employees	-	43,322	(46,670)	-	-	-	-	-	(3,348)
Recognition of change in equity associates in portion to the Group's	-	-	-	-	-	-	-	1,455	1,455
Receiving gifts from shareholders	-	-	-	54	-	-	-	-	54
Share-based payment	-	-	46,470	-	-	-	-	-	46,470
June 30	<u>\$551,183</u>	<u>\$115,832</u>	<u>\$ -</u>	<u>\$ 469</u>	<u>\$ 35,390</u>	<u>\$ 11,990</u>	<u>\$ 4,345</u>	<u>\$ 34,219</u>	<u>\$ 753,428</u>

	<u>2024</u>								
	Issue premium	Treasury shares Trading	Employee Restricted shares	Receiving gifts from shareholders	Corporate debt options	Actual acquisition or disposal of subsidiary equity or difference in book value	Recognition of changes in all equity interests in subsidiaries	Changes in net equity value of affiliated companies	Total
January 1	\$274,140	\$ 19,835	\$ -	\$ -	\$ 64,677	\$ 11,990	\$ 4,345	\$ 13,893	\$ 388,880
Conversion of convertible corporate bonds	24,686	-	-	-	(2,633)	-	-	-	22,053
Treasury stock transferred to employees	-	52,675	(53,200)	-	-	-	-	-	(525)
Recognition of change in equity associates in portion to the Group's	-	-	-	-	-	-	-	<u>21</u>	21
Receiving gifts from shareholders	-	-	-	415	-	-	-	-	415
Share-based payment	-	-	53,200	-	-	-	-	-	53,200
June 30	<u>\$298,826</u>	<u>\$ 72,510</u>	<u>\$ -</u>	<u>\$ 415</u>	<u>\$ 62,044</u>	<u>\$ 11,990</u>	<u>\$ 4,345</u>	<u>\$ 13,914</u>	<u>\$ 464,044</u>

(19) Retained earnings

1. According to the Articles of Incorporation of the Company, when the Company has a profit after the closing account of a fiscal year, amount shall be appropriated to pay tax and make up losses for the preceding years first, followed by setting aside a legal reserve of 10% thereof. For the remaining amount, in addition to the distribution of dividends, If there is still remaining surplus, the distribution of shareholders' dividends shall be determined according to the resolution of the shareholders' meeting.
2. According to the dividend policy of the Company, the factors of profit status, financial plan, future development of the Company and shareholders' interests are comprehensively considered, and the Board of Directors then establishes the dividend distribution proposal annually according to the law, and the distribution amount shall not be less than 50% of the earnings after tax of the current year, and at least 10% of the cash dividends is distributed among the dividends distributed for the current year.
3. Except for covering accumulated deficits or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of the legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.
4. According to law, the Company may appropriate earnings only after it has provided special reserve under the debit balance of other equity on the balance sheet date. If subsequently the debit balance of other equity is reversed, the reversed amount may be used as appropriable earnings.
5. The 2023 earnings distribution proposal of the Company resolved by the shareholders' meeting on June 12, 2024 was as follows:

	2023	
	Amount	Dividends Per Share (In Dollars)
Statutory reserves	\$ 24,484	
Special reserves	23,509	
Cash dividends	185,013	\$ 1.20
	\$ 233,006	

6. The 2024 earnings distribution proposal of the Company resolved by the shareholders' meeting on June 4, 2025 was as follows:

	2024	
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	Amount	Dividends Per Share (In Dollars)
Statutory reserves	\$ 36,192	
Special reserves	(41,959)	
Cash dividends	320,091	\$ 2.00
	\$ 314,324	

(20) Operating revenue

	April 1 to June 30, 2025	April 1 to June 30, 2024
Revenue from contracts with customers	\$ 2,242,528	\$ 2,160,742

	January 1 to June 30, 2025	January 1 to June 30, 2024
Revenue from contracts with customers	\$ 4,504,874	\$ 3,866,018

Details of revenue from contracts with customers

The Group's revenue derived from transfer of goods at a particular point of time are classified into the following categories:

	April 1 to June 30, 2025	April 1 to June 30, 2024
LAN cables	\$ 794,747	\$ 735,653
Electronic cables	550,931	568,678
Automotive wires	264,031	220,739
Paige cables	168,892	116,056
E Beam	101,525	81,070
Power cables	24,875	39,265
Computer cables	39,108	35,272
RF wires	5,473	7,690
Others	292,946	356,319
	\$ 2,242,528	\$ 2,160,742

	January 1 to June 30, 2025	January 1 to June 30, 2024
LAN cables	\$ 1,547,881	\$ 1,307,508
Electronic cables	1,100,070	1,022,258
Automotive wires	506,977	379,413
Paige cables	387,665	197,833
E Beam	207,905	152,384
Power cables	57,540	74,069

Computer cables	83,348	56,711
RF wires	12,188	11,796
Others	601,300	664,046
	<u>\$ 4,504,874</u>	<u>\$ 3,866,018</u>

(21) Interest income

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Interest income from bank deposits	\$ 3,773	\$ 3,082
Other interest income	1,148	23
	<u>\$ 4,921</u>	<u>\$ 3,105</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Interest income from bank deposits	\$ 8,010	\$ 6,509
Other interest income	2,288	720
	<u>\$ 10,298</u>	<u>\$ 7,229</u>

(22) Other income

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Rental income	\$ 6,861	\$ 6,079
Other income – others	6,659	4,328
	<u>\$ 13,520</u>	<u>\$ 10,407</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Rental income	\$ 13,751	\$ 11,245
Dividend income	687	575
Other income – others	9,063	9,221
	<u>\$ 23,501</u>	<u>\$ 21,041</u>

(23) Other gains and losses

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Gains on disposal of property, plant and equipment	(\$ 67)	\$ 218
Loss on disposal of intangible assets		
Foreign exchange gain (loss)	(76,399)	16,271
Financial assets at fair value through profit or loss	14,626	1,479
Gains on revaluation at fair value of investment property	-	3,161
Other benefits	(913)	(184)
	<u>(\$ 62,753)</u>	<u>\$ 20,945</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Gains on disposal of property, plant and equipment	\$ 1,854	\$ 96
Loss on disposal of intangible assets	-	(19)
Foreign exchange gain (loss)	(56,586)	46,371
Financial assets at fair value through profit or loss	13,951	(48)
Gains on disposal of investments	-	-
Gains on revaluation at fair value of investment property	-	3,161
Other benefits	(223)	(223)
	<u>\$ 27,502</u>	<u>\$ 49,338</u>

(24) Finance costs

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Interest expenses	\$ 13,085	\$ 9,627
Convertible bonds	2,141	3,309
Interest expense of lease liabilities	204	349
	<u>\$ 15,430</u>	<u>\$ 13,285</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Interest expenses	\$ 24,366	\$ 17,843
Convertible bonds	5,243	6,620
Interest expense of lease liabilities	<u>495</u>	<u>712</u>
	<u>\$ 30,068</u>	<u>\$ 25,175</u>

(25) Depreciation, amortization and employee benefit expenses

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Salary expense	\$ 189,805	\$ 162,468
Share-based payment	-	53,200
Labor and health insurance expense	8,835	8,227
Pension expense	6,846	8,274
Other personnel expense	8,210	8,774
Depreciation expenses	51,575	48,883
Amortization expenses	2,234	4,422

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Salary expense	\$ 357,834	\$ 303,765
Share-based payment	46,670	53,200
Labor and health insurance expense	17,325	16,078
Pension expense	14,166	15,338
Other personnel expense	16,286	16,255
Depreciation expenses	103,494	97,689
Amortization expenses	4,430	8,724

1. According to the Articles of Incorporation of the Company, when the Company has a profit for a fiscal year, 2% to 4% of the profit before tax and before the deduction of the distribution of remunerations of employees and directors shall be set aside as the remuneration of employees and no higher than 2% thereof shall be set aside as the remuneration of directors. However, when the Company has accumulated losses, the amount shall be reserved for

making up the accumulated losses first. The employee remuneration ratio mentioned above includes at least 1% allocated to rank-and-file employees. Employee remuneration may be settled in shares or cash. The allocation of employee and director remuneration shall be subject to a resolution of the Board of Directors and shall be reported to the shareholders' meeting.

2. The estimated remunerations of employees and directors of the Company are as follows.

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Remuneration of employees	\$ 5,500	\$ 1,802
Remuneration of directors	<u>2,750</u>	<u>901</u>
	<u>\$ 8,250</u>	<u>\$ 2,703</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Remuneration of employees	\$ 10,000	\$ 6,600
Remuneration of directors	<u>5,000</u>	<u>3,300</u>
	<u>\$ 9,900</u>	<u>\$ 9,900</u>

- (1) The remuneration of employees and the remuneration of directors for January 1 to June 30, 2025 were estimated at 2% and 4%, respectively according to the profit status up to the current period.
- (2) The difference between the employee remuneration of \$15,513 and directors' remuneration of \$7,757 in 2024 approved by the board of directors and the employee remuneration of \$15,000 and director's remuneration of \$7,500 recognized in the financial report of 2024 was an underestimation of \$770, which has been adjusted to the profit and loss in the first quarter of 2025.
- (3) The remuneration of employees and the remuneration of directors according to the resolution of the board of directors' meeting on March 12, 2025 were NT\$15,513 and NT\$7,757 respectively, and the remuneration of employees is to be distributed in the form of cash.
- (4) Relevant information of the remunerations of employees and directors of the Company as resolved by the board of directors is available at the Market Observation Post System" (MOPS) website for inquires.

(26) Income tax

1. Income tax expense

(1) Income tax components:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Current income tax:		
Tax attributable to \$ taxable income of the period	39,100	\$ 39,086
Prior year income tax	<u>5,272</u>	<u>14,904</u>
Total current income tax	<u>44,372</u>	<u>53,990</u>
Deferred income tax:		
Deferred income tax on temporary differences originated and reversed	<u>740</u>	<u>14,446</u>
Income tax expense	<u>\$ 45,112</u>	<u>\$ 68,436</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Current income tax:		
Tax attributable to \$ taxable income of the period	68,987	\$ 69,267
Additional Tax on Undistributed Earnings	2,380	-
Prior year income tax	<u>4,379</u>	<u>14,904</u>
Total current income tax	<u>75,746</u>	<u>84,171</u>
Deferred income tax:		
Deferred income tax on temporary differences originated and reversed	<u>12,988</u>	<u>22,063</u>
Income tax expense	<u>\$ 88,734</u>	<u>\$ 106,234</u>

(2) Income tax associates with other comprehensive income:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Translation difference \$ of foreign operations	58,133	(\$ 3,144)
Other comprehensive income of associates	2,754	(227)

	January 1 to June 30, 2025	January 1 to June 30, 2024
Translation difference of foreign operations	\$ 51,580	(\$ 9,230)
Other comprehensive income of associates	2,304	(759)

2. The Company's profit-seeking income tax has been approved by the taxation authority through 2022.

(27) Earnings per share

	April 1 to June 30, 2025		
	After-tax amount	Weighted average number of shares outstanding (in thousands)	Earnings per share (NT\$)
<u>Basic earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 65,122	167,804	\$ 0.39
<u>Diluted earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 65,122	167,804	
Dilutive effects of the potential common shares			
Remuneration of employees	-	265	
Convertible bonds	1,712	13,154	
Effects of net profit attributable to owners of the parent company and potential common shares	\$ 66,834	181,223	\$ 0.37

	April 1 to June 30, 2024		
	After-tax amount	Weighted average number of shares outstanding (in thousands)	Earnings per share (NT\$)
<u>Basic earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 100,946	154,504	\$ 0.65
<u>Diluted earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 100,946	154,504	
Dilutive effects of the potential common shares			
Remuneration of employees	-	144	
Convertible bonds	(759)	22,384	
Effects of net profit attributable to owners of the parent company and potential common shares	\$ 100,187	177,032	\$ 0.57

	April 1 to June 30, 2025		
	After-tax amount	Weighted average number of shares outstanding (in thousands)	Earnings per share (NT\$)
<u>Basic earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 181,222	164,425	\$ 1.10
<u>Diluted earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 181,222	164,425	
Dilutive effects of the potential common shares			
Remuneration of employees	-	417	
Convertible bonds	4,194	13,154	
Effects of net profit attributable to owners of the parent company and potential common shares	\$ 185,416	177,996	\$ 1.04

	January 1 to June 30, 2024		
	After-tax amount	Weighted average number of shares outstanding (in thousands)	Earnings per share (NT\$)
<u>Basic earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 178,564	154,457	\$ 1.16
<u>Diluted earnings per share</u>			
Net profit attributable to owners of the parent company	\$ 178,564	154,457	
Dilutive effects of the potential common shares			
Remuneration of employees	-	273	
Convertible bonds	1,890	22,384	
Effects of net profit attributable to owners of the parent company and potential common shares	\$ 180,454	177,114	\$ 1.02

(28) Non-controlling interests

1. Subsidiary capital increase

The Group's Thai subsidiary, Thai Wonderful Wire and Cable, issued new shares through a cash capital increase on March 25, 2024. The Group subscribed for 73.5% of its shareholding ratio, and the remaining 26.5% of the capital increase was subscribed by non-controlling interests. Therefore, the Group's interest in Thai Wonderful Wire and Cable equity remains unchanged, and the transaction increases non-controlling equity by NT\$32,830.

(29) Additional Information on Cash Flows

	January 1 to June 30, 2025	January 1 to June 30, 2024
Acquisition of property, plant, and equipment	\$ 131,812	\$ 50,050
Add: Opening balance of payable on equipment	3,275	2,329
Prepayments for business facilities at end of period	48,435	35,148
Less: Prepayments for business facilities at beginning of period	(21,993)	(16,451)

Ending balance of payable on equipment	(<u>2,084</u>)	(<u>3,921</u>)
Cash paid in the period	\$	<u>159,445</u>	\$	<u>67,155</u>

(30) Changes in liabilities arising from financing activities

	2025				
	Short-term borrowings	Long-term borrowings (including portion matured in one year or one operating cycle)	Lease liabilities	Bonds payable	Total liabilities from financing activities
January 1	\$ 1,032,645	\$ 153,117	\$ 77,355	\$ 722,969	\$ 1,986,086
Changes in cash flow from financing activities	505,488	(44,115)	(19,211)	-	442,162
Other non-monetary changes	-	-	(5,688)	(289,775)	(295,463)
June 30	<u>\$ 1,538,133</u>	<u>\$ 109,002</u>	<u>\$ 52,456</u>	<u>\$ 433,194</u>	<u>\$ 2,132,785</u>

2024

	Short-term borrowings	Long-term borrowings (including portion matured in one year or one operating cycle)	Lease liabilities	Bonds payable	Total liabilities from financing activities
January 1	\$ 713,378	\$ 121,183	\$ 108,042	\$ 771,581	\$ 1,714,184
Changes in cash flow from financing activities	465,257	15,885	(19,215)	-	461,927
Other non-monetary changes	-	-	6,415	(25,045)	(18,630)
June 30	<u>\$ 1,178,635</u>	<u>\$ 137,068</u>	<u>\$ 95,242</u>	<u>\$ 746,536</u>	<u>\$ 2,157,481</u>

VII. Related party transactions

(1) Name and Relationship of Related Party

<u>Related party name</u>	<u>Relationship with the Group</u>
Wanshieh Electronic Co., Ltd. (Wanshieh Electronic)	Associate
Dongguan Humen Wanshieh Electronics Co., Ltd. (Dongguan Humen)	"
Suzhou Wanshieh Optical Communication Co., Ltd. (Suzhou Wanshieh)	"
Hong Yi Co., Ltd. (Hong Yi)	"
Wan Shieh (Hong Kong) Co., Ltd. (Wan Shieh Hong Kong)	"
Inga Nano Technology Co., Ltd. (Inga Nano Technology)	"
Vietnam Wanshieh Optical Communication Co., Ltd. (Vietnam Wanshieh)	"
Alpha Treasure Investments Limited	"
Shanghai Elitech Technology Co., Ltd. (Elitech Technology)	Associate (Note)
Ming-Lieh Chang	Key management
Wonderful Wire Cable Co., Ltd. (Wonderful Wire Cable)	Other related parties
JBC LLC	"
Sheng-Yi Tsai	"
Ming-Dui Zhang	"

Note: The Group lost control over Elitech Technology in the third quarter of 2024 but still retains significant influence. Therefore, starting from the third quarter of 2024, Elitech Technology is classified as an associate of the Group.

(2) Significant Transactions with Related Party

1. Operating revenue

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Sale of goods:		
– Associates	\$ 16,538	\$ 23,853
Key management	<u>-</u>	<u>14</u>
	<u>\$ 16,538</u>	<u>\$ 23,867</u>
	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Sale of goods:		
– Associates	\$ 28,551	\$ 43,714
Key management	-	66
Other related parties	<u>-</u>	<u>1</u>
	<u>\$ 28,551</u>	<u>\$ 43,781</u>

There were no relevant transactions for the sales price of the Group to the aforementioned related parties, and the transaction terms were determined based on the negotiation of both parties. The payment receipt period of the Group from the related parties was 90~145 days, and the payment receipt period for non-related parties was 3~140 days.

2. Purchase

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Purchase of goods:		
– Associates	<u>\$ 1,789</u>	<u>\$ 14,047</u>
	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Purchase of goods:		
– Associates	<u>\$ 6,086</u>	<u>\$ 17,112</u>

There were no relevant transactions for the purchase price of the Group from the aforementioned related parties, and the transaction terms were determined based on the negotiation of both parties. The payment

period of the Group from the related parties was 90~105 days, and the payment period for non-related parties was 30~105 days.

3. Receivables from related parties

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Accounts receivable			
– Associates	\$ 19,563	\$ 25,599	\$ 29,900
Less: Allowance for bad debt	<u>(3)</u>	<u>(3)</u>	<u>(1)</u>
	<u>\$ 19,560</u>	<u>\$ 25,596</u>	<u>\$ 29,899</u>

4. Payables to related parties:

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Accounts payable			
– Associates	<u>\$ 4,137</u>	<u>\$ 11,725</u>	<u>\$ 35,892</u>

5. Other receivables from and payables to related parties

(1) Receivables from related parties

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Other receivables:			
– Associates	\$ 5,576	\$ 120	\$ 439
Less: Allowance for bad debt	<u>(60)</u>	<u>(60)</u>	<u>(60)</u>
	\$ 5.516	\$ 60	\$ 379

(2) Other payables to related parties

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Other payables			
– Associates	<u>\$ 639</u>	<u>\$ 232</u>	<u>\$ 230</u>

6. Borrowings from related parties

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Other payables:			
Ming-Lieh Chang	<u>\$ 5,308</u>	<u>\$ 5,308</u>	<u>\$ 12,000</u>

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Interest expenses:		
Ming-Lieh Chang	<u>\$ 26</u>	<u>\$ 60</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Interest expenses:		
Ming-Lieh Chang	\$ <u>53</u>	\$ <u>120</u>

The terms of borrowings from Ming-Lieh Chang was repayment on the due day, and interest was collected at the annual interest rate of 2% and interest was paid on the due day.

7. Rental income

The Group lease the following assets to the related parties, and the details are as follows:

<u>Leasing party</u>	<u>Subject property</u>	<u>Lease term</u>	<u>Rental income</u>	
			<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Associates - Wanshih Electronic	Office at 3F to 5F of Wugu District, New Taipei City	January 1, 2023 to December 31, 2027	\$ <u>2,112</u>	\$ <u>2,090</u>

<u>Leasing party</u>	<u>Subject property</u>	<u>Lease term</u>	<u>Rental income</u>	
			<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Associates - Wanshih Electronic	Office at 3F to 5F of Wugu District, New Taipei City	January 1, 2023 to December 31, 2027	\$ <u>4,225</u>	\$ <u>4,181</u>

The Group leases office to related parties, and rent is determined according to the general rent standard of the location of the lease property and the area of use, and the rent is collected on a monthly basis.

8. Lease transactions - lessee

(1) The Group leases office from related parties, and rent is determined according to the general rent standard of the location of the lease property and the area of use, and the rent is paid on a monthly basis.

(2) Acquisition of right-of-use assets

The Group signed the lease contract with JBC LLC in 2021, for a lease period of 5 years, and the monthly rent of approximately NT\$1,936. When the contract was signed, it was stated that the rent could be adjusted due to fluctuations in the consumer price index, so the monthly rent has increased to approximately \$2,733 since 2025.

(3) Lease liabilities

A. Ending balance

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Lease liabilities- current:			
– other related party -			
JBC LLC	<u>\$ 31,667</u>	<u>\$ 34,458</u>	<u>\$ 33,156</u>
Lease liabilities - non-			
current:			
– other related party -			
JBC LLC	<u>\$ 10,672</u>	<u>\$ 28,896</u>	<u>\$ 44,608</u>

B. Interest expenses

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
– other related party -		
JBC LLC	<u>\$ 155</u>	<u>\$ 262</u>
	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
– other related party -		
JBC LLC	<u>\$ 348</u>	<u>\$ 540</u>

9. Other income

The incomes for providing information processing service and other support services to the associate - Wanshih Electronic from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 were also NT\$323 and \$646.

10. Property Transaction

The Group disposed of the following properties to related parties, with details as follows:

Related party name	Account	shares	Item	Price	January 1 to June 30, 2025 Disposal loss
Wanshih Electronic	Investment accounted for under the equity method	409,000	Equity of Wanshih	<u>\$ 13,527</u>	<u>\$ 13,527</u>

(3) Key management compensation information

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Salaries and short-term employee benefits	\$ 10,919	\$ 9,854
Post-retirement benefits	<u>250</u>	<u>148</u>
	<u>\$ 11,169</u>	<u>\$ 10,002</u>

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Salaries and short-term employee benefits	\$ 18,899	\$ 16,965
Post-retirement benefits	499	439
Share-based payment	<u>4,398</u>	<u>-</u>
	<u>\$ 23,796</u>	<u>\$ 17,404</u>

VIII. Pledged Assets

The Group's assets pledged as collateral are as follows:

Asset item	<u>Carrying value</u>			Purpose of collateral
	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>	
Financial assets measured at amortized cost - current	\$ 1,355	\$ -	\$ -	Mortgage guarantee
Investment accounted for under the equity method	49,935	52,123	48,890	Loan security
Property, plant and equipment	968,306	989,732	901,468	"
Investment property	<u>161,480</u>	<u>161,480</u>	<u>161,479</u>	"
	<u>\$ 1,181,076</u>	<u>\$ 1,203,335</u>	<u>\$ 1,111,837</u>	

IX. Significant Contingent Liabilities and Unrecognized Commitments

(1) Contingencies

None.

(2) Commitments

1. Please refer to Note 6(14).

2. Capital expenditures committed but not yet incurred:

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Property, plant and equipment	<u>\$ 35,443</u>	<u>\$ 83,954</u>	<u>\$ 140,362</u>

X. Losses Due to Major Disasters

None.

XI. Significant Subsequent Events

On August 12, 2025, the Board of Directors resolved to approve the issuance of the Company's seventh domestic unsecured convertible bonds. The total issuance amount will be capped at NT\$1,000,000, with a maturity period of three years and a zero percent (0%) coupon rate.

XII. Others

(1) Capital Management

There are no major changes in this period. Please refer to Note 12 of the consolidated financial statements for the year 2024.

(2) Financial Instrument

1. Categories of financial instruments

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets compulsorily measured at fair value through profit or loss	\$ 11,238	\$ 3,114	\$ 6,358
Financial assets at fair value through other comprehensive income			
Investment in equity instruments of which the fair value is designated to be recognized in other comprehensive income	66,199	64,769	63,036
Financial assets/loans and receivables at amortized cost			
Cash and cash equivalents	874,042	838,373	651,636
Financial assets/loans and receivables at amortized cost	140,688	163,838	-
Notes receivable	69,048	70,882	70,832
Accounts receivable	1,904,229	1,768,958	1,811,277

Accounts receivable - related party	19,560	25,596	29,899
Other receivables	141,280	132,621	90,636
Other receivables - related Party	5,516	60	379
Other financial assets - current	-	-	94,814
Deposit of margin (account "Other non-current assets - Others")	11,136	11,499	12,966
Other financial assets - non current (account "Other non-current assets - Others")	-	-	-
	<u>\$ 3,242,936</u>	<u>\$ 3,079,710</u>	<u>\$ 2,831,833</u>

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial liabilities:</u>			
Financial liabilities measured at fair value through profit or loss			
Financial liabilities possessed for transaction	\$ -	\$ 6,042	\$ 5,053
Financial liabilities at amortized cost			
Short-term borrowings	1,583,133	1,032,645	1,178,635
Accounts payable	429,201	556,914	529,150
Accounts payables to related parties	4,137	11,725	35,892
Other payables	594,680	275,576	413,453
Other accounts payable - related party	5,947	5,540	12,230
Bonds payable	433,194	722,969	746,536
Long-term borrowings	109,002	153,117	137,068
	<u>\$ 3,114,294</u>	<u>\$ 2,764,528</u>	<u>\$ 3,058,017</u>
Lease liabilities - current	\$ 36,792	\$ 40,569	\$ 39,939
Lease liabilities - non-current	15,664	36,786	55,303
	<u>\$ 52,456</u>	<u>\$ 77,355</u>	<u>\$ 95,242</u>

2. Risk management policy

There are no major changes in this period. Please refer to Note 12 of the consolidated financial statements for the year 2024.

3. Nature and Degree of Significant Financial Risks

(1) Market risk

Exchange rate risk

- A. The Group operates internationally and is exposed to foreign exchange risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD. Foreign exchange risk arises from future commercial transactions and recognized assets and liabilities.
- B. The Group's management has formulated a relevant policy to require entities within the Group to manage the foreign exchange risks associated with their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the financial department of the Group. The measurement of exchange rate risk is based on the expected transactions that are very likely to generate USD expenses, and to use forward exchange contracts in order to reduce the impacts of exchange rate fluctuation on the expected transactions.
- C. The Group used forward exchange transactions to hedge the exchange rate risk; however, the hedge accounting was not applied. Please refer to Notes 6(2) for information on recognition of financial assets or liabilities at fair value through profit or loss.
- D. The Group's businesses involve some non-functional currency operations such that they can be affected by the exchange rate fluctuation. The Information on assets and liabilities denominated in foreign currencies whose values are materially affected by the exchange rate fluctuations is as follows:

(Foreign currency: functional currency)	June 30, 2025		
	Foreign currency amount (In Thousands)	Exchange Rate	Carrying amount NT\$ thousand
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 25,382	29.30	\$ 743,693
USD : THB	3,909	32.308	114,534
USD : VND	16,447	25,940	481,897
USD : HKD	3,524	7.851	103,253
<u>Non-monetary items</u>			
USD : NTD	668	29.30	19,575
<u>Financial liabilities:</u>			
<u>Monetary items</u>			
USD : NTD	16,565	29.30	485,355

USD : THB	1,842	32.308	53,971
USD : VND	4,836	25.940	141,695

December 31, 2024

(Foreign currency: functional currency)	Foreign currency amount (In Thousands)	Exchange Rate	Carrying amount NT\$ thousand
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 21,673	32.785	\$ 710,549
USD : THB	2,850	34.069	93,439
USD : VND	10,087	25,251	330,702
USD : HKD	4,485	7.765	147,041
<u>Non-monetary items</u>			
USD : NTD	799	32.785	25,546
<u>Financial liabilities:</u>			
<u>Monetary items</u>			
USD : NTD	4,272	32.785	140,058
USD : THB	1,580	34.069	51,800
USD : VND	2,164	25,251	70,947
USD : HKD	147	7.765	4,819

June 30, 2024

(Foreign currency: functional currency)	Foreign currency amount (In Thousands)	Exchange Rate	Carrying amount NT\$ thousand
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 17,947	32.45	\$ 582,380
USD : THB	3,427	36.596	111,206
USD : VND	13,475	25,253	437,264
USD : RMB	1,556	7.332	50,492
USD : HKD	4,941	7.810	160,335
<u>Non-monetary items</u>			
USD : NTD	821	32.45	26,639
<u>Financial liabilities:</u>			
<u>Monetary items</u>			

USD : NTD	5,142	32.45	166,858
USD : THB	544	36.596	17,653
USD : VND	6,291	25,253	204,143
USD : HKD	287	7.810	9,313

E. The total exchange gain (loss) (including realized and unrealized) arising from significant foreign exchange variation on the monetary items held by the Group from April 1 to June 30, 2025 and 2024 、 January 1 to June 30, 2025 and 2024, amounted to profit of NT\$(76,399) 、 NT\$16,271 、 NT\$(56,586) and NT\$46,371 respectively.

F. Foreign exchange risks arising from significant exchange rate changes that the Group is exposed to are as follows:

January 1 to June 30, 2025			
Sensitivity Analysis			
(Foreign currency: functional currency)	Fluctuation	Effects on P/L	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 7,437	-
USD : THB	1%	1,145	-
USD : VND	1%	4,819	-
USD : HKD	1%	1,033	-
<u>Financial liabilities:</u>			
<u>Monetary items</u>			
USD : NTD	1%	4,854	-
USD : THB	1%	540	-
USD : VND	1%	1,417	-

January 1 to June 30, 2024			
Sensitivity Analysis			
(Foreign currency: functional currency)	Fluctuation	Effects on P/L	Effect on other comprehensive income
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 5,824	-
USD : THB	1%	1,112	-
USD : RMB	1%	4,373	-
USD : VND	1%	505	-

USD : HKD	1%	1,603	-
<u>Financial liabilities:</u>			
<u>Monetary items</u>			
USD : NTD	1%	1,669	-
USD : THB	1%	177	-
USD : VND	1%	2,041	-
USD : HKD	1%	93	-

Price risk

- A. The Group is exposed to equity securities price risk due to the financial assets and available-for-sale financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income held and accrued by the Group. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- B. The Group mainly invests in equity instruments issued by a domestic or foreign company. The price of such equity instruments can be affected by changes in future value of their investment targets. If the prices of these equity instruments had increased/decreased by 1% with all other variables held constant, the profit or loss of the equity instruments measured at fair value through profit or loss for the net income after tax of 2025 and January 1 to June 30 2024, would have increased or decreased by NT\$21 respectively; and for other comprehensive income of 2025 and January 1 to June 30 2024 classified as the equity instrument measured at fair value through comprehensive income, the profit or loss would have increased or decreased by NT\$662 and NT\$630 respectively.

Cash flow and fair value interest rate risk

- A. The borrowing interest rate risk of the Group mainly came from the short-term borrowings. Due to the borrowings at floating interest rate, the Group borne the cash flow interest rate risk, and a portion of the risk was being offset by the cash and cash equivalents held. The borrowing according to the fixed interest rate caused the Group to be under the fair value interest rate risk.
- B. The borrowing of the Group was measured at amortized cost, and re-pricing was performed according to the annual interest rate specified in the contract. Therefore, the Group is exposed to the risk of future market interest rate change.
- C. When the borrowing interest rate in NTD increases or decreases by 1%, with other variables remain constant, the net income after tax for 2025 and January 1 to June 30 2024 will also decrease or increase by NT\$8,236 and NT\$6,579, respectively,

which is mainly due to changes in interest expense caused by borrowings bearing a floating interest rate.

(2) Credit risk

- A. The Company's credit risk refers to the risk of financial loss to the Company arising from default by the clients or transaction counterparties of financial instruments on the contract obligations. Such risk is mainly due to the counterparties cannot repay the accounts payable according to the payment terms, classified as the contract cash flow.
- B. The Group establishes a framework for managing credit risks from a group's perspective. As the internal credit approval policy stipulates, an operating entity within the Group shall manage and analyze the credit risk of a new client before proposing terms and conditions pertaining to payments and delivery of goods. Internal risk control is achieved by evaluating a client's credit quality against the client's financial position, credit records, and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the board of directors. The utilization of credit limits is regularly monitored.
- C. The Group adopts IFRS 9 to provide preliminary assumption, and when the payment specified according to the contract term has exceeded 90 days, a breach of contract is deemed to have occurred.
- D. The Group adopts IFRS 9 to provide the following preliminary assumption, in order to use it as the basis for determining whether the credit risk of financial instruments has increased significantly since the original recognition:
If the contract payments are past due over 30 days based on the terms, it is deemed that there has been a significant increase in credit risk on that instrument since initial recognition.
- E. The Group classifies accounts receivable due from clients according to the characteristics of trading credit risk, and adopts the simplified approach that measures expected credit losses based on the preparation matrix.
- F. (A) The expected loss rate of customers in the related party group is 0.05%. Accounts receivable as of June 30, 2025, December 31, 2024, and June 30, 2024 - total book value of related parties and allowance for losses. They are NT\$19,563 and NT\$3, NT\$25,599 and NT\$3, NT\$29,900 and NT\$1 respectively.
(B) Based on historical experience, the Group uses individual assessments to calculate expected credit losses for customers with higher credit risks. The total book value and allowance losses as of June 30, 2025, December 31, 2024, and June 30,

2024 were NT\$0 and NT\$0, NT\$0 and NT\$0, and NT\$4,423 and NT\$4,423 respectively.

(C) By including the forward-looking consideration on the global economic information, the Group adjusts the expected credit loss rate that was established based on historical or present information, so as to estimate the preparation matrices of the loss allowance for the accounts and notes receivable as follows:

	Not overdue	Overdue within 30 days	Overdue 60 days	Overdue 90 days	Overdue 90 days	Total
June 30, 2025						
Expected loss (%)	0.05%~0.12%	0.05%~4.55%	0.05%~18.48%	1.98%~52.25%	100%	
Total carrying amount	<u>\$ 1,877,931</u>	<u>\$ 73,835</u>	<u>\$ 24,758</u>	<u>\$ 2,365</u>	<u>\$ 22,260</u>	<u>\$2,001,149</u>
Allowance for loss	<u>\$ 981</u>	<u>\$ 1,815</u>	<u>\$ 2,067</u>	<u>\$ 812</u>	<u>\$ 22,60</u>	<u>\$ 27,872</u>
December 31, 2024						
Expected loss (%)	0.03%~1.00%	0.03%~13.97%	0.04%~41.28%	1.98%~70.81%	100%	
Total carrying amount	<u>\$ 1,784,583</u>	<u>\$ 49,152</u>	<u>\$ 5,019</u>	<u>\$ 4,463</u>	<u>\$ 32,633</u>	<u>\$ 1,875,880</u>
Allowance for loss	<u>\$ 823</u>	<u>\$ 945</u>	<u>\$ 258</u>	<u>\$ 1,351</u>	<u>\$ 32,633</u>	<u>\$ 36,040</u>
June 30, 2024						
Expected loss (%)	0.02%~1.28%	0.5%~16.69%	6.64%~46.80%	24.81%~77.96%	100%	
Total carrying amount	<u>\$ 1,790,442</u>	<u>\$ 86,395</u>	<u>\$ 10,947</u>	<u>\$ 162</u>	<u>\$ 23,230</u>	<u>\$1,911,176</u>
Allowance for loss	<u>\$ 2,821</u>	<u>\$ 1,741</u>	<u>\$ 1,198</u>	<u>\$ 77</u>	<u>\$ 23,230</u>	<u>\$ 29,067</u>

G. The loss allowance change table for accounts and notes receivable (including related party) of the Group is as follows:

	2025	
January 1	\$	36,043
Impairment losses recognized	(7,068)
Exchange rate effects	(1,100)

June 30	\$	<u>27,875</u>
		2024
January 1	\$	34,977
Impairment losses recognized	(1,754)
Exchange rate effects		<u>268</u>
June 30	\$	<u>33,490</u>

The impairment losses recognized for notes receivable and accounts (including related parties) arising from customer contracts from April 1 to June 30, 2025 and 2024、January 1 to June 30, 2025 and 2024 were NT\$1,377、(NT\$2,669)、(NT\$7,068) and (NT\$1,754) respectively and other receivable (including related parties) arising were NT\$265、NT\$161、NT\$233 and NT\$262.

(3) Liquidity risk

- A. Cash flows forecast is done by each operating entity; the Financial Department of the Group is responsible only for summarizing the results. The financial department of the Group monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- B. The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period from the balance sheet date to the contractual maturity date for non-derivative financial liabilities. Derivative financial liabilities were analyzed based on the balance sheet date to the retaining period at the expected maturity date. The table below disclosed the contractual cash flows not discounted.

June 30, 2025

<u>Non-derivative financial liabilities:</u>	<u>Within 1 year</u>	<u>Over 1 year</u>
Short-term borrowings	\$ 1,538,133	\$ -
Accounts payable (including related party)	433,338	-
Other payables (including related party)	600,627	-
Lease liabilities	36,949	17,051
Bonds payable	435,400	-
Long-term borrowings (including portion matured in one year or one operating cycle)	42,959	66,043

December 31, 2024

<u>Non-derivative financial liabilities:</u>	<u>Within 1 year</u>	<u>Over 1 year</u>
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Short-term borrowings	\$	1,032,645	\$	-
Accounts payable (including related party)		568,639		-
Other payables (including related party)		281,116		-
Lease liabilities		40,871		38,330
Bonds payable		732,900		-
Long-term borrowings (including portion matured in one year or one operating cycle)		69,074		84,043
<u>Derivative financial liabilities</u>		Within 1 year		Over 1 year
Forward commodity contract	\$	3,069	\$	-
Forward exchange agreement (FXA)		2,973		-
June 30, 2024				
<u>Non-derivative financial liabilities:</u>		Within 1 year		Over 1 year
Short-term borrowings	\$	1,178,635	\$	-
Accounts payable (including related party)		565,042		-
Other payables (including related party)		425,683		-
Lease liabilities		40,219		56,325
Bonds payable		-		763,300
Long-term borrowings (including portion matured in one year or one operating cycle)		39,499		97,569
<u>Derivative financial liabilities</u>		Within 1 year		Over 1 year
Forward exchange agreement (FXA)	\$	5,053	\$	-

(3) Fair Value Information

- Below are the definitions assigned to each level of valuation technique used to measure the fair value of financial and non-financial assets.

Level 1 Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed shares is included in Level 1.

Level 2 Level 2: Inputs other than quoted prices included within

Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in most of the derivatives is included in Level 2.

Level 3 Level 3: Unobservable inputs for the asset or liability. The Group's investments in equity instrument investment of non-active market and investment properties are included in Level 3.

2. Financial instruments not measured at fair values

Except for the ones listed in the table below, including cash and cash equivalents, notes receivable, accounts receivable, other accounts receivable, other financial assets, long/short-term borrowings, notes payable, accounts payable and other accounts payable, their book values are approximate to the reasonably close values of fair values:

		June 30, 2025		
		Fair value		
Carrying amount		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 433,194	\$ -	\$ 433,194	\$ -

		December 31, 2024		
		Fair value		
Carrying amount		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 722,969	\$ -	\$ 721,084	\$ -

		June 30, 2024		
		Fair value		
Carrying amount		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 746,536	\$ -	\$ 744,004	\$ -

3. Financial and non-financial assets at fair value are classified by nature, characteristic, risk, and fair value level, stated as follows:

(1) The Group classifies its assets and liabilities by their function; stated as follows:

June 30, 2025	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 2,067	\$ -	\$ -	\$ 2,067
Forward exchange agreement (FXA)	\$ -	\$ 3,832	\$ -	\$ 3,832
Ordinary corporate bonds	995	-	-	995
Hybrid instruments	4,344	-	-	4,344
Financial assets at fair value through other comprehensive income				
Equity instruments	-	-	66,199	66,199
Investment property	-	-	242,091	242,091
	<u>\$ 7,406</u>	<u>\$ 3,832</u>	<u>\$ 308,290</u>	<u>\$ 319,528</u>

December 31, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 2,120	\$ -	\$ -	\$ 2,120
Ordinary corporate bonds	994	-	-	994
Financial assets at fair value through other comprehensive income				
Equity instruments	-	-	64,769	64,769
Investment property	-	-	252,675	252,675
	<u>\$ 3,114</u>	<u>\$ -</u>	<u>\$ 317,444</u>	<u>\$ 320,558</u>

December 31, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Liabilities				
<u>Recurring fair value</u>				
Financial liabilities measured at fair value through profit or loss				
Forward commodity	\$ -	\$ 3,069	\$ -	\$ 3,069
Forward exchange agreement (FXA)	-	2,973	-	2,973
	<u>\$ -</u>	<u>\$ 6,042</u>	<u>\$ -</u>	<u>\$ 6,042</u>

June 30, 2024	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value</u>				
Financial assets at fair value through profit or loss				
Equity instruments	\$ 2,070	\$ -	\$ -	\$ 2,070
Ordinary corporate bonds	993			993
Convertible corporate bond redemption right	-	-	3,295	3,295
Financial assets at fair value through other comprehensive income				
Equity instruments	-	-	63,036	63,036
Investment property	-	-	252,474	252,474
	<u>\$ 3,063</u>	<u>\$ -</u>	<u>\$ 318,805</u>	<u>\$ 321,868</u>
Liabilities				
<u>Recurring fair value</u>				
Financial liabilities measured at fair value through profit or loss				
Forward exchange agreement (FXA)	\$ -	\$ 4,123	\$ -	\$ 4,123
Forward commodity	-	930	-	930
	<u>\$ -</u>	<u>\$ 5,035</u>	<u>\$ -</u>	<u>\$ 5,053</u>

(2) The techniques and assumptions used by the Group to measure fair value are stated as follows:

- A. For the equity-based securities that the Group used the market quoted price as the fair value (i.e. level 1 inputs), the market quoted price refers to the closing price on the balance sheet date.
- B. Except for financial instruments with an active market, the fair value of other financial instruments is obtained either based on the valuation technique or by reference to the quotes from counter-parties. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date (such as the reference yield curve of TPEX, Reuters commercial paper interest rate average price).
- C. When assessing non-standard and low-complexity financial instruments, such as forward exchange and forward

commodity, the Group adopts the valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.

- D. For high-complexity financial instruments, the Group measures the fair value by using self-developed valuation model based on the valuation method and technique widely used within the same industry. Such type of valuation model is normally applied to derivative financial instruments, embedded derivative debt instruments or securitized commodities. Certain inputs used in such type of valuation model are not observable at market, and the Group must make reasonable estimates based on its assumptions. For the impacts of non-market observable parameters on financial instrument valuation, please refer to Notes 12(3)-8 for details.
 - E. The valuation of derivative financial Instrument is based on the valuation model widely used and accepted by users in the market, such as discount method and option pricing model. Forward exchange agreement is typically evaluated based on the current forward exchange rate.
 - F. The fair value valuation technique for investment property at fair value adopted by the Group complies with the provisions of the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the fair value is determined according to the valuation result of independent expert. Please refer to Note 6(9) for details.
 - G. Outputs from the valuation models are estimates and valuation techniques may not be able to reflect all relevant factors of the financial and non-financial instruments held by the Group. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments in the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
4. For 2025 and January 1 to June 30 2024, there was no transfer between Level 1 and Level 2.
 5. The following table shows the change of Level 3 for 2025 and January 1 to June 30 2024.

2025

	Equity instruments	Convertible bonds Callable right	Investment property	Total
January 1	\$ 64,769	\$ -	\$ 252,675	\$ 317,444
Gains recognized in other comprehensive income	2,388	-	-	2,388
Recognized in P/L	-	-	-	6,567
Exchange rate effects	(958)		(10,584)	(11,542)
June 30	<u>\$ 66,199</u>	<u>\$ -</u>	<u>\$ 242,091</u>	<u>\$ 308,290</u>

	2023			
	Equity instruments	Convertible bonds Callable right:	Investment property	Total
January 1	\$ 65,878	\$ -	\$ 158,319	\$ 224,197
Gains recognized in other comprehensive income	(2,375)	-	85,235	82,860
Recognized in P/L	-	3,406	3,161	6,567
Transfer in this period	-	-	4,314	4,314
Convert in this period	-	(111)	-	(111)
Exchange rate effects	(467)		1,445	978
June 30	<u>\$ 63,036</u>	<u>\$ 3,295</u>	<u>\$ 252,474</u>	<u>\$ 318,805</u>

6. There were no transfers in or out from the Level 3 from January 1 to June 30, 2025 and January 1 to June 30, 2024.
7. For the investment property of the Group, it is assumed that the Group has retained an external appraiser to perform appraisal according to the valuation method and parameter announced by the FSC. The financial department establishes the financial instrument and investment property fair value valuation policy, valuation procedure and verifies the compliance with requirements of relevant

International Financial Reporting Standards.

8. The significant non-observable input value quantified information and significant non-observable input value change sensitivity analysis for the valuation model used in relation to the Level 3 fair value measurements are as follows:

	June 30, 2025 Fair value	Valuation technique	Significant unobservable inputs	Range (weighted average)	Input value and fair value relationship
Investment property - Wugu Building	\$ 161,480	Cash flow discount method	Discount rate	2.875%	The higher the discount rate, the lower the fair value
Investment property - Hong Kong Building	80,611	Cash flow discount method	Discount rate	5.750%	The higher the discount rate, the lower the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	-	Cash flow discount method	Discount rate	5.180%	The higher the discount rate, the lower the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	17,263	Public company comparables	Enterprise value to operating revenue ratio	0.4042~0.8331	The higher the value multiples, the higher the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	12,599	Public company comparables	Price-book ratio (PBR)	0.4737~0.6278	The higher the value multiples, the higher the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	36,337	Public company comparables	Price-book ratio (PBR)	1.5017~3.15547	The higher the value multiples, the higher the fair value
- Convertible corporate bond redemption right	-	Least-squares Monte Carlo simulation approach	Volatility	41.82%	The higher the volatility, the higher the fair value

	December 31, 2024 Fair value	Valuation technique	Significant unobservable inputs	Range (weighted average)	Input value and fair value relationship
Investment property - Wugu Building	\$ 161,480	Cash flow discount method	Discount rate	2.875%	The higher the discount rate, the lower the fair value
Investment property - Hong K0ng Building	91,195	Cash flow discount method	Discount rate	5.750%	The higher the discount rate, the lower the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	-	Cash flow discount method	Discount rate	5.280%	The higher the discount rate, the lower the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	22,902	Public company comparables	Enterprise value to operating revenue ratio	0.4169~0.8626	The higher the value multiples, the higher the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	16,648	Public company comparables	Price-book ratio (PBR)	0.7478~0.5195	The higher the value multiples, the higher the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	25,219	Public company comparables	Price-book ratio (PBR)	1.2201~2.6496	The higher the value multiples, the higher the fair value
- Convertible corporate bond redemption right	-	Least-squares Monte Carlo simulation approach	Volatility	34.53%	The higher the volatility, the higher the fair value
	June 30, 2023 Fair value	Valuation technique	Significant unobservable inputs	Range (weighted average)	Input value and fair value relationship
Investment property	\$ 161,479	Cash flow discount method	Discount rate	2.750%	The higher the discount rate, the

- Wugu Building					lower the fair value
Investment property - Hong Kong Building	89,549	Cash flow discount method	Discount rate	5.750%	The higher the discount rate, the lower the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	-	Cash flow discount method	Discount rate	5.180%	The higher the discount rate, the lower the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	19,544	Public company comparables	Enterprise value to operating revenue ratio	0.4437~0.9489	The higher the value multiples, the higher the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	21,487	Public company comparables	Price-book ratio (PBR)	0.6875~1.3680	The higher the value multiples, the higher the fair value
Non-derivative equity instruments-stocks not listed in the stock exchange or the OTC market	22,005	Public company comparables	Price-book ratio (PBR)	1.9365~3.3751	The higher the value multiples, the higher the fair value
- Convertible corporate bond redemption right	3,295	Least-squares Monte Carlo simulation approach	Volatility	30.870%	The higher the volatility, the higher the fair value

XIII. Other Disclosures

(1) Information on Significant Transactions

1. Loaning funds to others: Please refer to Table 1.
2. Provision of endorsements and guarantees: Please refer to Table 2.
3. Marketable securities held at the end of the period (excluding investment in subsidiaries, affiliated companies, and the control

portion in a joint venture): Please refer to Table 3.

4. Transaction with related party reaching NT\$100 million or 20% of paid-in capital or more: Please refer to Table 4.
5. Receivables due from related party reaching NT\$100 million or 20% of paid-in capital or more: Please refer to Table 5.
6. Business relationship, significant transactions, and significant transaction amount between parent and subsidiaries, or among subsidiaries: Please refer to Table 6.

(2)Information on Investees

Name and location of investees (excluding those in Mainland China): Please refer to Table 7.

(3)Information on investments in Mainland China

1. Basic Information: Refer to Table 8.
2. Significant transactions with investees in Mainland China that are invested by the Company directly or Indirectly through another third region entity: Please refer to Table 6.

XIV. Operating Segment Information

(1)General Information

The Group management has determined the operating segments based on the reports reviewed by the operating decision maker that are used to make strategic decisions. The operating decision maker of the Group operates business according to the region and performs the sale of various types of wires and cables as the main source of income. Taiwan, China, and Hong Kong, Thailand are the main regions for the manufacturing and sales activities of the Group. The Group provides the individual operation result indicated in the consolidated statements to the operating decision maker for review and approval, in order to evaluate the performance of the segment.

(2)Segment Information

The Company and subsidiaries report the net income or loss before tax of each region to the main operating decision maker, and the income and expenses indicated in the income statement adopts consistent measurement method. In addition, the performance of each operating segment is evaluated according to the net income and loss before tax. The Company and subsidiaries have not provided the amounts of the total assets and total liabilities to the operating decision maker to make operational decisions.

The relevant regional financial information of the Group for 2025 and

January 1 to June 30,2024 is as follows:

	January1 to June 30, 2025						
	Taiwan	China and Hong Kong	Thailand	Vietnam	U.S.A.	Adjustment and write-off	Total
Revenue from external customers	\$ 1,513,572	\$ 566,120	\$ 1,112,639	\$ 747,654	\$ 564,889	\$ -	\$ 4,504,874
Inter-segment transactions	595,241	25,251	59,265	529,383	-	(1,209,140)	-
Segment revenue	<u>\$ 2,108,813</u>	<u>\$ 519,371</u>	<u>\$ 1,171,904</u>	<u>\$ 1,277,037</u>	<u>\$ 564,889</u>	<u>(\$ 1,209,140)</u>	<u>\$ 4,504,874</u>
Net income before tax of segment	<u>\$ 256,104</u>	<u>\$ 12,054</u>	<u>\$ 78,449</u>	<u>\$ 142,298</u>	<u>\$ 25,155</u>	<u>(\$ 218,358)</u>	<u>\$ 294,702</u>

	January1 to June 30, 2024						
	Taiwan	China & Hong Kong	Thailand	Vietnam	U.S.A.	Adjustment and write-off	Total
Revenue from external customers	\$ 1,164,161	\$ 469,619	\$ 1,056,043	\$ 673,511	\$ 502,684	\$ -	\$ 3,866,018
Inter-segment transactions	468,475	85,154	48,516	404,213	-	(1,006,358)	-
Segment revenue	<u>\$ 1,632,636</u>	<u>\$ 554,773</u>	<u>\$ 1,104,559</u>	<u>\$ 1,077,724</u>	<u>\$ 502,684</u>	<u>(\$ 1,006,358)</u>	<u>\$ 3,866,018</u>
Net income before tax of segment	<u>\$ 265,938</u>	<u>(\$ 16,241)</u>	<u>\$ 91,701</u>	<u>\$ 139,920</u>	<u>\$ 11,564</u>	<u>(\$ 185,301)</u>	<u>\$ 307,581</u>

(3) Reconciliation of Segment Profit or Loss

Since the operating decision maker evaluates the segment performance and determines the allocation of resources based on the segment revenue and segment net operating income or loss, adjustment of the profit or loss of the segment is not required.

(4) Reportable Reconciliation of Segment Profit or Loss

The Company reports the net income or loss after tax of each region to the operating decision maker, and the income and expenses indicated in the statement of comprehensive income adopt a consistent measurement method. The Company has not provided the amounts of the total assets and total liabilities to the operating decision maker to make operational decisions. Since there is no difference between the statements provided to the operating decision maker to make segment operational decisions and the segment income statement, adjustment is not required.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries

Loaning funds to others

January 1 to June 30, 2025

Table 1

Unit: NT\$ thousand; thousand shares
(unless otherwise specified)

No. (Note 1)	Lending company	Borrower	Current items (Note 2)	Whether related	Current maximum amount (Note 3)	Ending balance (Note 8)	Actually paid	Interest rate range	Loan nature (Note 4)	Current amount (Note 5)	Reason for short- term financing (Note 6)	Allowa nce for loss	Name Promissor y note	Security Value	Loan limit for specific borrower (Note 7)	Total loan limit (Note 7)	Remarks
0	Wonderful Hi-Tech Co., Ltd.	Thai Wonderful Wire Cable Co., Ltd.	Financing funds receivable	Yes	66,410	58,600	-	4.0%	2	-	business turnover	-	USD 2,000	100,000	517,943		
1	Wonderful Photoelectricity (Dongguan) Co. Ltd	Shanghai Elitech Technology Co., Ltd.	Financing funds receivable	Yes	2,193	2,035	2,035	2.85%	2	-	business turnover	-	-	-	25,332	53,069	

Note 1: Instruction for the number column is as follows:

(1) Fill in 0 for the issuer.

(2) The investees are numbered in order starting from number 1.

Note 2: Accounts receivable from related companies, receivable from related parties, shareholder current account, advance payments, temporary payments... or any other items of loan nature must be filled in this field.

Note 3: The maximum balance of funds lent in the current year.

Note 4: The loan nature shall be specified as business payment or short-term financing.

(1) For business payment, please fill in 1.

(2) For short-term financing, please fill in 2.

Note 5: If the loan is a business payment, the amount should be filled in. The amount of business payment refers to the amount of the business transaction between the lending company and the borrower in the recent one year.

Note 6: If the loan is a short-term financing, the reason for the loan and use by the borrower shall be specified, such as repayment of loans, purchase of equipment, business turnover... etc..

Note 7: (1) For companies or firms that do business with Wonderful Hi-Tech Co., Ltd., the total loan amount shall not exceed 30% of the lower of the paid-up capital and net value of Wonderful Hi-Tech Co., Ltd., with individual loan amount not exceeding the amount of business transactions between the two parties in the recent one year, and shall not exceed NT\$100 million based on risk considerations.

For companies or firms that need short-term financing, the total loan amount shall not exceed 30% of the lower of the paid-up capital and net value of Wonderful Hi-Tech Co., Ltd., with the individual loan amount not exceeding NT\$100 million.

Note 8: If the public offering company proposes the loan to the board of directors one by one in accordance with paragraph 1 of Article 14 of the Standards for the Treatment of Capital Loan and Endorsement Guarantee of Public Offering Company, the amount approved by the resolution of the board of directors shall be filled in to disclose the risk taking even though it is not yet paid; however, in case of subsequent repayment, the balance after repayment shall be disclosed to reflect the adjustment of risks. However, if the funds are subsequently repaid, the balance after repayment should be disclosed to reflect the risk adjustment. If a publicly issued company authorizes the chairman of the board of directors by resolution of the board of directors to allocate loans in installments or use them on a recurring basis within a certain amount and within a period of one year in accordance with Article 14, Paragraph 2 of the Treatment Guidelines. Fill in "The balance of loss of each subsidiary directly reinvested in the current period shall still be the loan limit approved by the board of directors. Although the funds may be repaid later, considering the loan may be granted again, the amount approved by the board of directors shall still be listed as the balance.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Provision of Endorsements and Guarantees
January 1 to June 30, 2025

Table 2

Unit: NT\$ thousand
(unless otherwise specified)

No. (Note 1)	Endorsement and guarantee provider	Company name	Relations (Note 2)	Limit of	Current maximum	Ending balance of	Actually paid (Note 6)	Amount of endorsement and guarantee secured by property	Ratio of accumulated	Maximum limit of endorsement and guarantee (Note 3)	Endorsement	Endorsement	Endorsement	Remarks
				endorsement and guarantee for a single enterprise (Note 3)	balance of endorsement and guarantee (Note 4)	endorsement and guarantee (Note 5)			amount of endorsement and guarantee to the net value of the most recent financial statement (Note 3)		provided by the parent company to a subsidiary company (Note 7)	provided by a subsidiary company to the parent company (Note 7)	and guarantee provided to the mainland China (Note 7)	
1	Thai Wonderful Wire Cable Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd.	2	125,266	39,846	35,160	2,774	-	3.18%	501,062	N	N	N	
1	Thai Wonderful Wire Cable Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd.	2	125,266	19,923	17,580	17,580	-	1.59%	501,062	N	N	N	
1	Thai Wonderful Wire Cable Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd.	2	125,266	59,769	52,740	9,768	-	4.77%	501,062	N	N	N	
2	Lord Hero Co., Ltd.	Wonderful Photoelectricity (Dongguan) Co. Ltd.	4	671,296	68,250	61,035	12,207	-	10.17%	671,296	N	N	Y	
2	Lord Hero Co., Ltd.	Wonderful Photoelectricity (Dongguan) Co. Ltd.	4	671,296	68,250	61,035	-	-	10.17%	671,296	N	N	Y	
2	Lord Hero Co., Ltd.	Wonderful Photoelectricity (Dongguan) Co. Ltd.	4	671,296	45,500	40,690	-	-	6.78%	671,296	N	N	Y	
2	Lord Hero Co., Ltd.	Wonderful Photoelectricity (Dongguan) Co. Ltd.	4	671,296	68,250	61,035	18,717	-	10.17%	671,296	N	N	Y	

Note 1: Instruction for the number column is as follows:

- (1) Fill in 0 for the issuer.
- (2) The investees are numbered in order starting from Arabic digit 1.

Note 2: There are 7 types of relationship between the endorser and the endorsed as follows, fill in the code:

- (1) A company having business dealings with the Company.
- (2) A company in which the Company directly or indirectly holds more than 50% of shares with voting rights.
- (3) A company that directly or indirectly holds more than 50% of shares with voting rights of the Company.
- (4) Between companies where the Company directly or indirectly holds more than 90% of shares with voting rights.
- (5) Companies of the same trade or joint manufactures that are mutually endorsed for the needs of the contracted works.
- (6) A company endorsed and guaranteed by all the contributing shareholders in accordance with their shareholding ratio due to the joint investment relationship.
- (7) Joint and several performance guarantee of the same trade for pre-sale house sales contracts in accordance with the consumer protection law.

Note 3: (1) The total amount of external endorsement and guarantee provided by Thai Wonderful Wire Cable Co., Ltd. shall not exceed 40% of the current net value of Thai Wonderful Wire Cable Co., Ltd., and the limit of endorsement and guarantee for a single enterprise shall not exceed 20% of the current net value of Thai Wonderful Wire Cable Co., Ltd. if it is a subsidiary that Thai Wonderful Wire Cable Co., Ltd. directly holds more than 90% of the equity of common shares, and 10% for others.

Subsidiaries with more than 90% common stock equity shall not exceed 20% of the current net worth, and the remaining subsidiaries shall not exceed 10% of the current net worth of Thai Wonderful Wire and Cable Co., Ltd.

For those provided with endorsement and guarantee due to business relationship with Thai Wonderful Wire Cable Co., Ltd., in addition to the foregoing limit, the amount of individual endorsement or guarantee shall not exceed the amount of business transaction between the two parties.

The net value shall be subject to the most recent financial statement audited or reviewed by an accountant.

For those provided with endorsement and guarantee due to business relationship with Thai Wonderful Wire Cable Co., Ltd., in addition to the foregoing limit, the amount of individual endorsement or guarantee shall not exceed the amount of business transaction between the two parties.

(2) The total amount of external endorsement and guarantee provided by Lord Hero Co., Ltd., shall not exceed 40% of the current net value of Lord Hero Co., Ltd., and the limit of endorsement and guarantee for a single enterprise shall not exceed 10% of the current net worth of Lord Hero Co., Ltd.,.

But the company which holds 100% of the equity of common shares by the company directly or indirectly, the amount of external endorsement and guarantee provided shall not exceed the net worth of the current net value of Lord Hero Co., Ltd.,.

Note 4: The maximum balance of endorsement and guarantee provided for others in the current year.

Note 5: The amount approved by the board of directors shall be disclosed. However, if the board of directors authorizes the Chairman to determined the amount in accordance with paragraph 8 of Article 12 of the Standards for the Treatment of Capital Loan and Endorsement Guarantees of Public Offering Company, it refers to the amount decided by the Chairman.

Note 6: The actual amount used by the endorsed or guaranteed within the balance of the endorsement and guarantee amount.

Note 7: Fill in Y for endorsement and guarantee provided by the listed parent company to a subsidiary, or provided by a subsidiary to the parent company, or provided to the mainland China.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries

Marketable Securities Held at the End of the Period (Excluding Investment in Subsidiaries, Affiliated Companies, and the Control Portion in a Joint Venture)

June 30, 2025

Table 3

Unit: NT\$ thousand
(unless otherwise specified)

<u>Holding company</u>	<u>Type and name of marketable securities</u> (Note 1)	<u>Relationship with the marketable securities issuer</u> (Note 2)	<u>Account</u>	<u>Ending</u>			<u>Fair value</u>	<u>Remarks</u> (Note 4)
				<u>Number of shares (in thousands)</u>	<u>Carrying amount</u> (Note 3)	<u>Shareholding percentage</u>		
Wonderful Hi-Tech Co., Ltd.	Sanitar Co., Ltd.	-	Financial assets measured at fair the consideration through profit or loss - current	51.00	\$ 2,040	-	\$ 2,040	-
	NT Pharma Group Co., Ltd. (Hong Kong Stock)	-	Financial assets measured at fair the consideration through profit or loss - current	17.00	27	-	27	-
	Taiwan Semiconductor Manufacturing Co., Ltd. 2023 The second tranche of unsecured ordinary corporate bonds Class A (P12 TSMC 2A)	-	Financial assets measured at fair the consideration through profit or loss - current	10.00	995	-	995	-
	Asahi Malaysia Co., Ltd.	-	Financial assets at fair the consideration through other comprehensive income - non-current	1,900.00	17,263	9.40	17,263	-
	M-Mobility Co. Ltd.	-	Financial assets at fair the consideration through other comprehensive income - non-current	0.67	-	4.53	-	-
	Sunpower Energy Technology Co., Ltd.	-	Financial assets at fair the consideration through other comprehensive income - non-current	774.28	36,337	2.1	36,337	-
Thai Wonderful Wire Cable Co., Ltd.	Focuz Manufacturing Company Ltd.	-	Financial assets at fair the consideration through other comprehensive income - non-current	58.82	12,599	4.69	12,599	-
ABA Industry Inc.	CITIGROUP GLOBAL MKTS HLDGS LKD TO SPXDPUI/17333HT95		Financial assets at fair the consideration through profit or loss - non-current	-	4,344	-	4,344	
	UNITED STATES TREASURY BILL		Financial assets measured at amortized cost - current	-	96,530	-	96,530	

Note 1: The "marketable securities" in this table refer to stocks, bonds, beneficiary certificates and securities derived from the above items falling within IFRS No. 9 "Financial Instruments".

Note 2: If the issuer of marketable securities is not a related party, this column can be left blank.

Note 3: If measured at fair value, please fill in the book balance after the adjustment of fair value evaluation and deducting the accumulated impairment in the carrying amount column; if it is not measured at fair value, please fill in the book balance of original acquisition cost or amortized cost minus accumulated impairment in the carrying amount column.

Note 4: If the marketable securities are subject to restricted use due to the provision of guarantee, pledge loan or others agreed upon, the number of shares guaranteed or pledged, the amount of guarantee or pledge and the restricted use shall be indicated in the remarks column.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Transaction with related party reaching NT\$100 million or 20% of paid-in capital or more.
January 1 to June 30, 2025

Table 4

Unit: NT\$ thousand
(unless otherwise specified)

<u>Involved company</u>	<u>Name of Counterparty</u>	<u>Relationship</u>	<u>Transaction</u>		<u>Ratio to total transaction</u>	<u>Period of credit granting</u>	<u>The circumstances and reasons why the terms of transaction are different from those of ordinary transactions (Note 1)</u>		<u>Bills receivable (payable), accounts</u>	<u>Ratio to total bills receivable (payable) and accounts</u>	<u>Remarks (Note 2)</u>
			<u>Transaction</u>	<u>Amount</u>			<u>Unit price</u>	<u>Period of credit granting</u>			
Wonderful Hi-Tech Co., Ltd.	ABA Industry Inc.	Subsidiary	Sales	\$ (508,939)	25%	90 days	\$ -	-	\$ 361,695	31%	None
Wonderful Hi-Tech Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd.	Subsidiary	Purchase	528,122	34%	120 days	-	-	(313,405)	57%	None

Note 1: If the related party transaction conditions are different from the general transaction conditions, the situation and reasons for the difference shall be stated in the field of unit price and credit granting period.

Note 2: If any payment is received (paid) in advance, the reasons, terms agreed, amount and the difference from the general transaction type shall be stated in the remarks column.

Note 3: The sale and purchase between Wonderful Hi-Tech Co., Ltd. and its subsidiaries is equivalent to the purchase and sale between the subsidiaries and Wonderful Hi-Tech Co., Ltd., so the relative transactions will not be disclosed separately.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries

Receivables due from related party reaching NT\$100 million or 20% of paid-in capital or more.

June 30, 2025

Table 5

Unit: NT\$ thousand
(unless otherwise specified)

<u>Company disclosing</u> <u>receivables</u>	<u>Name of Counterparty</u>	<u>Relationship</u>	<u>Balance of receivables</u> <u>due from related</u> <u>parties</u> <u>(Note 1)</u>	<u>Turnover rate</u>	<u>Overdue Receivables due from</u> <u>related parties</u> <u>Amount</u>	<u>Accounting</u> <u>treatment method</u>	<u>Amount recovered</u> <u>after the payment</u> <u>period of</u> <u>receivable from</u> <u>related parties</u>	<u>Allowance for loss</u>
Wonderful Hi-Tech Co., Ltd.	ABA Industry Inc.	Subsidiary	\$ 361,695	3.02	\$ -		\$ -	\$ -
Vietnam Wonderful Wire Cable Co., Ltd.	Wonderful Hi-Tech Co., Ltd.	Parent Company	313,405	4.30	-		26,484	-

Note 1: Please fill in separately according to the accounts receivable, bills, other receivables... etc.

Note 2: Paid-in capital refers to the paid-in capital of the parent company. If the issuer's shares have no par value or the par value of each share is not NT\$10, the transaction amount requirement of 20% of the paid-in capital shall be calculated at 10% of the equity attributable to the owner of the parent company in the balance sheet.

Note 3: The post-payment period ends on July 30, 2025

Wonderful Hi-Tech Co., Ltd. and Subsidiaries

Business relationship, significant transactions, and significant transaction amount between parent and subsidiaries, or among subsidiaries.

January 1 to June 30, 2025

Table 6

Unit: NT\$ thousand
(unless otherwise specified)

<u>No.</u> (Note 1)	<u>Name of trader</u>	<u>Counterparty</u>	<u>Relationship with the trader</u> (Note 2)	<u>Item</u>	<u>Amount</u>	<u>Conditions</u>	<u>Ratio to total</u>
							<u>consolidated revenue or total assets</u> (Note 3)
0	Wonderful Hi-Tech Co., Ltd.	Wonderful Cabling Systems.	1	Sales revenue	35,232	Note 4	1%
0	Wonderful Hi-Tech Co., Ltd.	ABA Industry Inc.	1	Sales revenue	508,939	Note 4	11%
0	Wonderful Hi-Tech Co., Ltd.	ABA Industry Inc.	1	Accounts receivable	361,695	Note 4	5%
0	Wonderful Hi-Tech Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd..	1	Purchase	528,122	Note 4	12%
0	Wonderful Hi-Tech Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd..	1	Accounts payable	313,405	Note 4	4%
0	Wonderful Hi-Tech Co., Ltd.	Thai Wonderful Wire Cable Co., Ltd..	1	Purchase	57,014	Note 4	1%
1	Lord Hero Co., Ltd.	Wonderful Photoelectricity (Dongguan) Co. Ltd.	3	Purchase	135,355	Note 4	3%

Note 1: The business transaction information between the parent company and its subsidiaries shall be indicated in the number column respectively, details are as follows:

(1) Fill in 0 for the parent company.

(2) The subsidiaries are numbered in order starting from number 1.

Note 2: There are 3 types of relationship with counterparties as follows, fill in the code:

(1) The parent company to a subsidiary.

(2) A subsidiary to the parent company.

(3) Among subsidiaries.

Note 3: The ratio of transaction amount to total consolidated revenue or total assets shall be calculated by the ending balance as a percentage of the consolidated total assets for assets and liabilities items; for profit and loss items, it shall be calculated by the cumulative amount as a percentage of the consolidated total revenue.

Note 4: In accordance with the general sales method.

Note 5: Individual transaction with an amount less than 1% of the consolidated total revenue and consolidated total assets will not be disclosed.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Name and location of investees (excluding those in Mainland China).
January 1 to June 30, 2025

Table 7

Unit: NT\$ thousand
(unless otherwise specified)

Name of investor	Name of investee (Note 1, Note 2)	Location	Main business items	Original investment amount		Shareholding at the end of the period		Current gain and loss of the investee (Note 2(2))	Investment gains and losses recognized in the current period (Note 2(3) and 3)	Remarks	
				At the end of the period	At the end of last year	Number of shares	Ratio				Carrying amount
Wonderful Hi-Tech Co., Ltd.	Wonderful Holding (Cayman) Co., Ltd.	Cayman Islands	Holding company of investment	\$ 363,273	\$ 363,273	13,249,209	100.00	\$ 1,076,104	\$ 63,735	\$ 63,735	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Wanshih Electronic Co., Ltd.	Taiwan	Assembly of distribution lines	294,529	295,238	16,627,272	20.31	231,639	(17,031)	(3,459)	The investee evaluated by the equity method.
Wonderful Hi-Tech Co., Ltd.	Lord Hero International Co., Ltd.	British Virgin Islands	Holding company of investment	461,167	461,167	16,326	81.63	547,070	13,452	10,981	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Yi-Tai Technology Co., Ltd.	Hong Kong	Holding company of investment	83,120	83,120	21,377,348	100.00	-	-	-	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Wonderful Cabling Systems Corporation	Taiwan	Sales of wires and cables	12,800	12,800	2,000,000	80.00	60,688	10,833	8,590	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd.	Vietnam	Sales and manufacturing of wires and cables	217,101	217,101	-	50.00	449,468	118,348	59,174	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Wan Shih (Hong Kong) Co., Ltd.	Hong Kong	Assembly of distribution lines	28,541	28,541	3,067,500	17.04	16,429	(11,646)	(1,985)	The investee evaluated using the equity method.
Wonderful Hi-Tech Co., Ltd.	HONG YI Co., Ltd.	Taiwan	Sales of wires and cables	12,000	12,000	1,200,000	40.00	11,983	(25)	(9)	The investee evaluated using the equity method.
Wonderful Hi-Tech Co., Ltd.	Inga Nano Technology Co., Ltd.	Taiwan	Other Textile Products Manufacturing	42,725	42,725	3,010,000	28.00	26,589	(9,198)	(3,707)	The investee evaluated using the equity method.
Wonderful Hi-Tech Co., Ltd.	ABA Industry Inc.	U.S.A.	Sales of wires and cables	171,766	171,766	92,000	56.10	198,714	18,139	10,176	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	ACTife Hi-Tech Co., Ltd.	Taiwan	Sales of non-woven fabric processing products	68,000	68,000	2,000,000	100.00	(7,119)	4	4	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Leading LOHAS International Trading Company	Taiwan	Sales of non-woven fabric processing products	1,000	1,000	100,000	100.00	667	2	2	Subsidiary of the Company.
Wonderful Hi-Tech Co., Ltd.	Wht International Llc.	U.S.A.	Real states rental	175,188	648	-	100.00	163,829	(1,510)	(1,510)	Subsidiary of the Company.

Wonderful Hi-Tech Co., Ltd.	Alpha Treasure Investments Limited	Republic of Seychelles	Holding company of investment	15,105	15,105	507,500	35.00	3,146	(4,150)	(1,453)	The investee evaluated using the equity method.
Wonderful Holding (Cayman) Co., Ltd.	Wonderful International (Cayman) Co., Ltd.	Cayman Islands	Holding company of investment	363,273	363,273	13,249,209	100.00	1,076,104	63,735		Note 3 Sub-subsidiary of the Company.
Wonderful International (Cayman) Co., Ltd.	ABA Industry Inc.	U.S.A.	Sales of wires and cables	20,909	20,909	72,000	43.90	156,266	18,139		Note 3 Subsidiary of the Company.
Wonderful International (Cayman) Co., Ltd.	Wonderful Holding (Thailand) Co., Ltd.	Thailand	Holding company of investment	47	47	490	100.00	340,796	20,639		Note 3 Sub-subsidiary of the Company.
Wonderful International (Cayman) Co., Ltd.	Thai Wonderful Wire Cable Co., Ltd.	Thailand	Sales and manufacturing of wires and cables	215,407	215,407	992,892	46.30	579,981	75,881		Note 3 Great-subsidiary of the Company.
Wonderful Holding (Thailand) Co., Ltd.	Thai Wonderful Wire Cable Co., Ltd.	Thailand	Sales and manufacturing of wires and cables	103,781	103,781	583,372	27.20	340,722	75,881		Note 3 Great-subsidiary of the Company.
Thai Wonderful Wire Cable Co., Ltd.	Vietnam Wonderful Wire Cable Co., Ltd.	Vietnam	Sales and manufacturing of wires and cables	226,415	226,415	-	50.00	454,593	118,348		Note 3 Subsidiary of the Company.
Lord Hero International Co., Ltd.	Lord Hero Co., Ltd.	Hong Kong	Sales of wires and cables	245,513	245,513	41,401,000	100.00	671,288	13,452		Note 3 Sub-subsidiary of the Company.

Note 1: If the public offering company has a foreign holding company and the consolidated financial report is the main financial report according to the local law, the disclosure of information about the foreign investee may be disclosed only to the information about the holding company.

Note 2: For persons other than those mentioned in Note 1, fill in the following:

(1) The columns of "the investee's name", "location", "main business items", "original investment amount" and "ending shareholding situation" shall be filled out in accordance with the reinvestment situation of the (publicly issued) company and the reinvestment of the investee directly or indirectly under control. Indicate in the remarks column the relationship between each investee and the (public offering) company (if it is a subsidiary or a great -subsidiary).

(2) The "current profit and Loss of investees" shall be fill in the amount of current profit and loss of each investee.

(3) The column "investment profit and loss recognized in the current period" is only required to fill in the profit and loss of the subsidiaries recognized by the (public offering) company for direct reinvestment and that of the investee evaluated by the equity acquisition method. The rest is not required. When filling in the "current profit and loss amount of each subsidiary recognized as direct reinvestment", it should be confirmed that the current profit and loss amount of each subsidiary has included the investment profit and loss that should be recognized by its reinvestment in accordance with regulations.

Note 3: The investment profit and loss listed in the current period only discloses the part recognized by Wonderful Hi-Tech Co., Ltd., and the rest is exempted from completion according to regulations.

Wonderful Hi-Tech Co., Ltd. and Subsidiaries
Information on investments in Mainland China - Basic Information
January 1 to June 30, 2025

Table 8

Unit: NT\$ thousand
(unless otherwise specified)

<u>Name of investee in Mainland China</u>	<u>Main business items</u>	<u>Paid-in capital</u>	<u>Form of investment (Note 1)</u>	<u>Accumulated investment remitted from Taiwan at the beginning of the period</u>	<u>Investment remitted or recovered in the current period</u>		<u>Accumulated investment remitted from Taiwan at the end of the period</u>	<u>Current gain and loss of the investee</u>	<u>The Company's shareholding in direct or indirect investment</u>	<u>Recognize investment gains and losses in the current period (Note 2)</u>	<u>Carrying amount of investment at the end of the period</u>	<u>Repatriated investment income as of the current period</u>	<u>Remarks</u>
					<u>Remitted</u>	<u>Recovered</u>							
Suzhou Wanshih Optical Communication Co., Ltd.	Assembly of distribution lines	\$ 520,584	1	\$ 11,380	\$ -	\$ 11,380	\$ -	\$ 19,547	0%	\$ -	\$ -	\$ 18,535	Note 3
Wonderful Photoelectricity (Dongguan) Co., Ltd.	Sales and manufacturing of wires and cables	177,616	2	50,624	-	-	50,624	14,244	81.63%	11,627 (2) B	206,784	-	
<u>Company name</u>	<u>Cumulative investment remitted from Taiwan to the mainland China at the end of the period</u>	<u>The investment approved by the Ministry of Economic Affairs</u>	<u>Investment to the Mainland China approved by the Ministry of Economic Affairs</u>										
Wonderful Hi-Tech Co., Ltd.	\$ 50,624	\$ 85,669	\$ 2,074,410										

Note 1: Investments are made in the following four ways, fill in the code:

- (1) Direct investment in mainland China.
- (2) Re-investment in Mainland company through a third region company (please specify the third region company).
 - A. Reinvestment in Wonderful Photoelectricity (Dongguan) Co., Ltd. through Lord Hero International Co., Ltd.

Note 2: In the investment profit and loss recognized in the current period:

- (1) Please specify if it is in preparation and there is no investment gain or loss.
- (2) Investment profit and loss are recognized on the following three basis, which should be specified.
 - A. Financial statements audited by an international accounting firm in partnership with a Republic of China accounting firm.
 - B. Financial statements audited by certified accountants of the parent company in Taiwan.
 - C. Financial statements prepared and not verified by accountants for the corresponding period

Note 3: Suzhou Wanshih Optical Communication Co., Ltd., an investee held by the Company under the equity method, was disposed of in first quarter 2025, amount is \$13,527.

