

**E&R ENGINEERING CORPORATION AND
SUBSIDIARIES**
**Consolidated Financial Statements for the Nine
Months Ended September 30, 2025 and 2024 and**
Independent Auditors' Review Report

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Independent Auditors' Review Report

To E&R ENGINEERING CORPORATION:

Introduction

We have reviewed E&R ENGINEERING CORPORATION and its subsidiaries' consolidated balance sheets as of September 30, 2025 and 2024, and consolidated statements of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, consolidated statements of changes in equity and consolidated statements of cash flows for the nine months ended September 30, 2025 and 2024, and notes on 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 the International Accounting Standard (IAS) 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC) 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 disclosed in basis for qualified conclusion, we conducted the review in accordance with the Standard on Review Engagements (TWSRE) No. 2410 "Review of Financial Statements". The procedures performed during the review of the Consolidated Financial Statements include inquiries (primarily of persons responsible for financial and accounting matters), analytical procedures, and other review procedures. A review is substantially narrower in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 4(3), the financial statements of immaterial subsidiaries and related information disclosed in Note 13 were consolidated based on their unreviewed financial statements as of the same period. The total assets of such subsidiaries as of September 30, 2025 and 2024 were NT\$1,200,138 thousand and NT\$1,219,353 thousand, respectively, representing 29.81% and 28.64% of the consolidated total assets, and the total liabilities were NT\$1,013,463 thousand and NT\$861,190 thousand, respectively, representing 68.16% and 56.34% of the consolidated total liabilities. The comprehensive income (loss) for the three months and nine months ended September 30, 2025 and 2024 were NT\$(24,709) thousand, NT\$(28,847) thousand, NT\$(137,557) thousand, and NT\$(65,822) thousand, respectively, representing 218.05%, 69.72%, 62.60% and 451.70% of the total consolidated comprehensive income (loss).

Qualified Conclusion

Based on our review, except for the effect of the adjustments, if any, on the accompanying consolidated financial statements that might have been required had the financial statements of the investee companies and the related information disclosed in Note 13, as described in the preceding paragraph, been reviewed by independent auditors, we are not aware of any material modifications that should be made to the accompanying consolidated financial statements for them to conform 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 the Financial Supervisory Commission for the fair presentation of the consolidated financial position of E&R ENGINEERING CORPORATION and its subsidiaries as of September 30, 2025 and 2024, their consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024, and their consolidated cash flows for the nine months ended September 30, 2025 and 2024.

Crowe (TW) CPAs

CPA: Hsieh, Ren Yao

CPA: Lee, Kuo Ming

November 5, 2025

Notice to Readers

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

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

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets
September 30, 2025, December 31, 2024, and September 30, 2024

Unit: Thousands of NTD

Code	Assets	September 30, 2025		December 31, 2024		September 30, 2024	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents (Note 6(1))	\$ 575,982	14	\$ 730,387	17	\$ 794,353	19
1110	Financial assets at fair value through profit or loss – current (Note 6(2))	167,321	4	233,751	6	290,803	7
1150	Notes receivable, net (Note 6(3))	9,849	–	6,997	–	4,031	–
1170	Accounts receivable, net (Note 6(4))	489,575	12	524,768	12	464,474	11
1200	Other receivables	20,810	1	6,311	–	9,864	–
1220	Current tax assets	534	–	118	–	43	–
130X	Inventories (Note 6(5))	848,685	21	897,451	22	940,764	21
1410	Prepayments	142,646	4	98,537	2	109,962	3
1476	Other financial assets – current (Note 6(6))	15,988	–	117,419	3	127,974	3
11xx	Total current assets	2,271,390	56	2,615,739	62	2,742,268	64
Non-current assets							
1517	Financial assets at fair value through other comprehensive income – non-current (Note 6(7))	53,298	1	84,619	2	86,827	2
1600	Property, plant and equipment (Note 6(8))	1,442,133	38	1,259,492	31	1,178,226	29
1755	Right-of-use assets (Note 6(9))	179,186	4	165,523	4	167,495	4
1780	Intangible assets (Note 6(10))	9,852	–	13,739	–	15,145	–
1840	Deferred tax assets	54,791	1	44,884	1	48,718	1
1920	Refundable deposit (Note 6(11))	9,918	–	11,828	–	12,281	–
1980	Other financial assets – non-current (Note 8)	5,600	–	5,900	–	5,900	–
15xx	Total non-current assets	1,754,778	44	1,585,985	38	1,514,592	36
1xxx	Total assets	\$ 4,026,168	100	\$ 4,201,724	100	\$ 4,256,860	100
Liabilities and equity							
Current liabilities							
2100	Short-term borrowings (Note 6(12))	\$ 105,938	3	\$ 5,000	–	\$ 32,700	1
2120	Financial liabilities at fair value through profit or loss – current (Note 6(2))	–	–	–	–	422	–
2130	Contract liabilities – current (Note 6(27))	115,322	3	29,347	1	23,002	1
2150	Notes payable	4,230	–	3,814	–	4,802	–
2170	Accounts payable	290,017	7	212,684	5	218,313	4
2200	Other payables (Note 6(13))	132,142	3	162,168	4	175,960	4
2230	Current tax liabilities	–	–	417	–	6	–
2250	Provisions - current (Note 6(14))	34,518	1	35,446	1	34,792	1
2280	Lease liabilities – current (Note 6(9))	22,276	1	19,806	–	21,345	1
2310	Advance receipts	1,163	–	854	–	1,301	–
2320	Long-term liabilities, current portion (Note 6(15))	51,197	1	26,029	1	26,335	1
21xx	Total current liabilities	756,803	19	495,565	12	538,978	13

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Code	Liabilities and equity	September 30, 2025		December 31, 2024		September 30, 2024	
		Amount	%	Amount	%	Amount	%
Non-current liabilities							
2530	Bonds payable (Note 6(16))	348, 270	9	373, 695	9	483, 961	11
2540	Long-term borrowings (Note 6(17))	218, 981	5	282, 502	7	284, 122	7
2570	Deferred tax liabilities	12	–	3, 251	–	587	–
2580	Lease liabilities - non-current (Note 6(9))	128, 583	3	119, 094	3	120, 680	3
2630	Long-term deferred revenue (Note 6(18))	32, 999	1	21, 912	1	21, 502	1
2640	Net defined benefit liabilities - non-current	1, 156	–	4, 912	–	7, 545	–
2645	Refundable deposits (Note 9(7))	–	–	71, 056	1	71, 056	1
25xx	Total non-current liabilities	730, 001	18	876, 422	21	989, 453	23
2xxx	Total liabilities	1, 486, 804	37	1, 371, 987	33	1, 528, 431	36
Equity							
Equity attributable to owners of parent							
3100	Share capital (Note 6(20))						
3110	Ordinary share	1, 074, 620	27	1, 064, 275	26	1, 027, 355	24
3130	Certificate of entitlement to new shares from convertible bond	185	–	18, 026	–	34, 800	1
3140	Advance receipts for ordinary share	–	–	1, 468	–	2, 120	–
3200	Capital surplus (Note 6(21))	1, 738, 707	43	1, 734, 570	41	1, 637, 464	39
3300	Retained earnings (Note 6(23))						
3310	Legal reserve	77, 177	2	77, 177	2	77, 177	1
3320	Special reserve	2, 704	–	31, 456	1	31, 456	1
3350	Unappropriated retained earnings	(147, 553)	(4)	56, 412	1	70, 242	2
3400	Other equity (Note 6(24))	(51, 522)	(1)	(2, 704)	–	(3, 175)	–
3500	Treasury shares (Note 6(25))	(166, 725)	(4)	(166, 725)	(4)	(166, 725)	(4)
31xx	Total equity attributable to owners of parent	2, 527, 593	63	2, 813, 955	67	2, 710, 714	64
36xx	Non-controlling interests (Note 6(26))	11, 771	–	15, 782	–	17, 715	–
3xxx	Total equity	2, 539, 364	63	2, 829, 737	67	2, 728, 429	64
	Total liabilities and equity	\$ 4, 026, 168	100	\$ 4, 201, 724	100	\$ 4, 256, 860	100

(Please refer to the accompanying notes on the consolidated financial statements.)

Chairman: Wang, Ming-Chin

Manager: Eric Chang

Accounting Supervisor: Max Cao

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
 Consolidated Statements of Comprehensive Income
 For the Three Months and Nine Months Ended September 30, 2025 and 2024

Unit: Thousands of NTD

Code	Item	July 1 to September 30, 2025		July 1 to September 30, 2024		January 1 to September 30, 2025		January 1 to September 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (Note 6(27))	\$ 398,499	100	\$ 422,485	100	\$ 1,087,930	100	\$ 1,214,228	100
5000	Operating costs (Note 6(5))	(252,374)	(62)	(279,785)	(66)	(707,435)	(66)	(780,859)	(65)
5900	Gross profit (loss) from operations	146,125	38	142,700	34	380,495	34	433,369	35
6000	Operating expenses								
6100	Selling expenses	(68,542)	(18)	(60,312)	(14)	(187,312)	(17)	(178,577)	(15)
6200	Administrative expenses	(53,514)	(13)	(61,558)	(15)	(163,805)	(15)	(156,589)	(13)
6300	Research and development expenses	(52,845)	(13)	(64,600)	(15)	(172,119)	(16)	(193,486)	(15)
6450	Expected credit losses (reversals) (Note 6(4))	5,054	1	4,232	1	(892)	—	5,742	—
6000	Total operating expenses	(169,847)	(43)	(182,238)	(43)	(524,128)	(48)	(522,910)	(43)
6900	Operating income (loss)	(23,722)	(5)	(39,538)	(9)	(143,633)	(14)	(89,541)	(8)
7000	Non-operating income and expenses								
7100	Interest revenue (Note 6(29))	1,609	—	3,213	1	7,007	1	9,918	1
7010	Other income (Note 6(30))	3,396	1	5,031	1	14,899	1	7,076	1
7020	Other gains and losses (Note 6(31))	44,589	11	(7,420)	(2)	(47,396)	(4)	44,189	3
7050	Finance cost (Note 6(32))	(3,825)	(1)	(4,979)	(1)	(12,557)	(1)	(15,753)	(1)
7000	Total non-operating income and expenses	45,769	11	(4,155)	(1)	(38,047)	(3)	45,430	4
7900	Profit (loss) before tax	22,047	6	(43,693)	(10)	(181,680)	(17)	(44,111)	(4)
7950	Income tax (expense) benefit (Note 6(33))	(9,918)	(2)	3,642	1	10,760	1	2,588	—
8200	net profit (loss) for the period	12,129	4	(40,051)	(9)	(170,920)	(16)	(41,523)	(4)
8300	Other comprehensive income (loss) (Note 6(34))								
8310	Items that will not be reclassified to profit or loss								
8316	Unrealized gains (losses) on equity instrument at fair value through other comprehensive income	(30,811)	(8)	1,148	—	(34,585)	(3)	9,046	1
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of foreign financial statements	7,564	2	(2,537)	—	(14,651)	(1)	18,294	1
8399	Income tax benefit (expense) related to items that may be reclassified subsequently to profit or loss	(214)	—	64	—	418	—	(389)	—
8300	Other comprehensive income (loss), net	(23,461)	(6)	(1,325)	—	(48,818)	(4)	26,951	2
8500	Total comprehensive income (loss)	\$ (11,332)	(2)	\$ (41,376)	(9)	\$ (219,738)	(20)	\$ (14,572)	(2)
8600	Net income (loss) attributable to:								
8610	Profit (loss) attributable to owners of parent	\$ 12,720	4	\$ (39,152)	(9)	\$ (166,909)	(16)	\$ (35,865)	(4)
8620	Profit (loss) attributable to non-controlling interests	(591)	—	(899)	—	(4,011)	—	(5,658)	—
		\$ 12,129	4	\$ (40,051)	(9)	\$ (170,920)	(16)	\$ (41,523)	(4)
8700	Comprehensive income attributable to:								
8710	Comprehensive income attributable to owners of parent	\$ (10,741)	(2)	\$ (40,477)	(9)	\$ (215,727)	(20)	\$ (9,810)	(2)
8720	Comprehensive income attributable to non-controlling interests	(591)	—	(899)	—	(4,011)	—	(4,762)	—
		\$ (11,332)	(2)	\$ (41,376)	(9)	\$ (219,738)	(20)	\$ (14,572)	(2)
9750	Earning per share								
9750	Basic (Note 6(36))	\$ 0.12		\$ (0.38)		\$ (1.59)		\$ (0.36)	
9850	Diluted (Note 6(36))	\$ 0.12		\$ (0.38)		\$ (1.59)		\$ (0.36)	

(Please refer to the accompanying notes on the consolidated financial statements.)

Chairman: Wang, Ming-Chin

Manager: Eric Chang

Accounting Supervisor: Max Cao

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the Nine Months Ended September 30, 2025 and 2024

Unit: Thousands of NTD

	Equity attributable to owners of parent												
	Share capital			Retained earnings				Other equity interest items					
	Ordinary share	Certificate of entitlement to new shares from convertible bond	Advance receipts for ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	Treasury shares	Total equity attributable to owners of the parent	Non-controlling Interests	Total equity
Balance on January 1, 2024	\$ 985, 954	\$ -	\$ -	\$ 1, 237, 824	\$ 77, 177	\$ 36, 409	\$ 166, 014	\$ (15, 465)	\$ (15, 991)	\$ (166, 725)	\$ 2, 305, 197	\$ 44, 175	\$ 2, 349, 372
Appropriation and distribution of retained earnings:													
Cash dividends of ordinary shares	-	-	-	-	-	-	(49, 829)	-	-	-	(49, 829)	-	(49, 829)
Reversal of special reserve	-	-	-	-	-	(4, 953)	4, 953	-	-	-	-	-	-
Net profit (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	(35, 865)	-	-	-	(35, 865)	(5, 658)	(41, 523)
Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	-	17, 009	9, 046	-	26, 055	896	26, 951
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	(35, 865)	17, 009	9, 046	-	(9, 810)	(4, 762)	(14, 572)
Conversion of convertible bonds	-	76, 201	-	393, 617	-	-	-	-	-	-	469, 818	-	469, 818
Conversion of certificates of bonds-to-share	41, 401	(41, 401)	-	-	-	-	-	-	-	-	-	-	-
Difference between consideration and carrying amount of subsidiaries acquired or disposed of	-	-	-	-	-	-	(12, 805)	-	-	-	(12, 805)	-	(12, 805)
Share-based payment transactions	-	-	2, 120	6, 023	-	-	-	-	-	-	8, 143	-	8, 143
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(21, 698)	(21, 698)
Disposal of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	(2, 226)	-	2, 226	-	-	-	-
Balance on September 30, 2024	\$ 1, 027, 355	\$ 34, 800	\$ 2, 120	\$ 1, 637, 464	\$ 77, 177	\$ 31, 456	\$ 70, 242	\$ 1, 544	\$ (4, 719)	\$ (166, 725)	\$ 2, 710, 714	\$ 17, 715	\$ 2, 728, 429
Balance on January 1, 2025	\$ 1, 064, 275	\$ 18, 026	\$ 1, 468	\$ 1, 734, 570	\$ 77, 177	\$ 31, 456	\$ 56, 412	\$ 4, 223	\$ (6, 927)	\$ (166, 725)	\$ 2, 813, 955	\$ 15, 782	\$ 2, 829, 737
Appropriation and distribution of retained earnings:													
Reversal of special reserve	-	-	-	-	-	(28, 752)	28, 752	-	-	-	-	-	-
Net profit (loss) for the nine months ended September 30, 2025	-	-	-	-	-	-	(166, 909)	-	-	-	(166, 909)	(4, 011)	(170, 920)
Other comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	-	-	(14, 233)	(34, 585)	-	(48, 818)	-	(48, 818)
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	-	(166, 909)	(14, 233)	(34, 585)	-	(215, 727)	(4, 011)	(219, 738)
Conversion of convertible bonds	-	4, 741	-	24, 905	-	-	-	-	-	-	29, 646	-	29, 646
Conversion of certificates of bonds-to-share	22, 582	(22, 582)	-	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	(101, 184)	(101, 184)	-	(101, 184)
Retirement of treasury shares	(13, 750)	-	-	(21, 626)	-	-	(65, 808)	-	-	101, 184	-	-	-
Share-based payment transactions	1, 513	-	(1, 468)	858	-	-	-	-	-	-	903	-	903
Balance on September 30, 2025	\$ 1, 074, 620	\$ 185	\$ -	\$ 1, 738, 707	\$ 77, 177	\$ 2, 704	\$ (147, 553)	\$ (10, 010)	\$ (41, 512)	\$ (166, 725)	\$ 2, 527, 593	\$ 11, 771	\$ 2, 539, 364

(Please refer to the accompanying notes on the consolidated financial statements.)

Chairman: Wang, Ming-Chin

Manager: Eric Chang

Accounting Supervisor: Max Cao

E&R ENGINEERING CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Nine Months Ended September 30, 2025 and 2024

Unit: Thousands of NTD

Item	January 1 to September 30, 2025	January 1 to September 30, 2024
Cash flows from operating activities		
Net profit (loss) before tax for the period	\$ (181, 680)	\$ (44, 111)
Adjustments		
Reconcile profit items		
Depreciation expense	125, 386	110, 643
Amortization expense	7, 558	6, 172
Expected credit losses (reversals)	892	(5, 742)
Net (gains) losses on fair value changes of financial assets and liabilities at fair value through profit or loss	(5, 469)	(20, 982)
Interest expense	12, 557	15, 753
Interest revenue	(7, 007)	(9, 918)
Dividend revenue	(852)	(942)
share-based payment expense	768	1, 804
(Gains) losses on disposal and retirement of property, plant and equipment	(234)	916
Property, plant and equipment transferred to expenses	144	-
Impairment loss on non-financial assets	-	4, 524
(Gains) losses on lease modifications	488	(28)
Others	(803)	(373)
Total adjustments to reconcile profit (loss)	133, 428	101, 827
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets mandatorily measured at fair value through profit or loss	71, 831	63, 870
Decrease (increase) in notes receivable	(2, 856)	1, 630
Decrease (increase) in accounts receivable	34, 450	(23, 194)
Decrease (increase) in other receivables	(13, 887)	(2, 658)
Decrease (increase) in inventories	(44, 413)	(5, 399)
Decrease (increase) in prepayments	(44, 109)	(48, 587)
Decrease (increase) in other financial assets	101, 000	203, 000
Total changes in operating assets	102, 016	188, 662
Changes in operating liabilities		
Decrease (increase) in contract liabilities	85, 975	(36)
Decrease (increase) in notes receivable	416	1, 150
Decrease (increase) in accounts payable	77, 333	32, 281
Decrease (increase) in other payables	(16, 186)	(14, 237)
Decrease (increase) in provisions	(928)	3, 331
Decrease (increase) in net defined benefit liabilities	(3, 756)	(2, 039)
Total changes in operating liabilities	142, 854	20, 450

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Item	January 1 to September	January 1 to September
	30, 2025	30, 2024
Total changes in operating assets and liabilities	\$ 244, 870	\$ 209, 112
Total adjustments	378, 298	310, 939
Cash generated from (used in) operations	196, 618	266, 828
Interest received	7, 097	10, 057
Dividends received	852	942
Interest paid	(11, 493)	(7, 410)
Income tax refunded (paid)	(3, 107)	(17, 165)
Net cash generated from (used in) operating activities	189, 967	253, 252
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(3, 264)	(43, 313)
Proceeds from disposal of financial assets at fair value through other comprehensive income	–	26, 802
Acquisition of property, plant and equipment	(249, 333)	(357, 246)
Proceeds from disposal of property, plant and equipment	1, 069	59
Increase in refundable deposits	–	(993)
Decrease in refundable deposits	1, 910	–
Acquisition of intangible assets	(3, 706)	(4, 383)
Acquisition of right-of-use assets	(6, 073)	–
Decrease in other financial assets	731	12, 659
Net cash generated from (used in) investing activities	(258, 666)	(366, 415)
Cash flows from financing activities		
Increase in short-term borrowings	100, 938	–
Decrease in short-term borrowings	–	(64, 300)
Proceeds from long-term borrowings	–	219, 909
Repayments of long-term borrowings	(21, 386)	–
Decrease in refundable deposits received	(71, 056)	–
Repayments of lease principal	(17, 545)	(20, 999)
Increase in other non-current liabilities	13, 558	–
Cash dividends paid	–	(49, 829)
Exercise of employee share options	135	6, 339
Cost of treasury shares repurchased	(101, 184)	–
Changes in non-controlling interests	–	(34, 503)
Net cash generated from (used in) financing activities	(96, 540)	56, 617
Effect of exchange rate changes on cash and cash equivalents	10, 834	4, 486
Net increase (decrease) in cash and cash equivalents	(154, 405)	(52, 060)
Cash and cash equivalents at beginning of period	730, 387	846, 413
Cash and cash equivalents at end of period	\$ 575, 982	\$ 794, 353

(Please refer to the accompanying notes on the consolidated financial statements.)

Chairman: Wang, Ming-Chin

Manager: Eric Chang

Accounting Supervisor: Max Cao

E&R ENGINEERING CORPORATION AND SUBSIDIARIES

Notes on Consolidated Financial Statements

For the Nine Months Ended September 30, 2025 and 2024

(In Thousands of New Taiwan Dollars, Except Specified Otherwise)

1. Company History

E&R ENGINEERING CORPORATION (hereinafter referred to as the Company) was incorporated in October 1994, and its shares were traded on the emerging market on January 3, 2003. Following the Board of Directors' resolution to delist from the emerging market trading on November 13, 2008, it re-registered for emerging market trading on November 12, 2013, and was approved for over-the-counter trading by the Taipei Exchange (TPEX) on March 27, 2015. The Company engages mainly in the planning, designing, manufacturing, installing and selling of automatic machines, related components, computer software and pollution controlling equipment.

The principal operating activities of the Company and its subsidiaries (collectively referred to as the "Group") are described in Note 4(3) B. In addition, the Company has no ultimate parent company.

These Consolidated Financial Statements are presented in New Taiwan Dollar (NTD), the functional currency of the Company.

2. Authorization Date and Procedures for Issuance of Financial Statements

These accompanying consolidated financial statements were approved and authorized for issue by the Board of Directors on November 5, 2025.

3. Implementation of New Standards, Amendments, and Interpretations

(1) Effect of adoption of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively referred to as the "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The table below lists the new, amended, and revised standards and interpretations applicable to the 2025 recognized by the FSC under the IFRS:

New, Amended and Revised Standards and Interpretations	Effective Date Issued by IASB
Amendment to IAS 21 "Lack of exchangeability"	January 1, 2025

The Group has evaluated the aforementioned standards and interpretations, and there is no material impact on the Group's financial position and performance.

(2) Effect of new issuances or amendments to IFRSs as endorsed by the FSC but not yet adopted:

The table below lists the new, amended, and revised standards and interpretations under IFRSs recognized by the FSC in 2026:

New, Amended and Revised Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 – Comparative Information"	January 1, 2023
Annual Improvements to IFRSs – Volume 11	January 1, 2026

1. Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"

- (1) Clarify and enhance further guidance on assessing whether financial assets meet the solely payments of principal and interest (SPPI) criteria, covering contractual terms that change cash flows based on contingent events (e.g., interest rates linked to ESG targets), non-recourse features of instruments, and contract-linked instruments.
- (2) For instruments newly added with contract terms that can change cash flows (such as certain instruments with features related to achieving environmental, social, and governance (ESG) objectives), a qualitative description of the contingent nature should be disclosed; quantitative information on the range of changes in contractual cash flows that may arise from such contract terms; and the total carrying amount of financial assets and the amortized cost of financial liabilities under such contract terms.
- (3) Clarify the recognition and derecognition dates of certain financial assets and liabilities, adding that when using an electronic payment system to settle financial liabilities (or part of financial liabilities) in cash, companies are allowed to consider the financial liabilities as derecognized before the settlement date if and only if the company initiates the payment instruction and results in the following situation:
 - A. The enterprise has no ability to revoke, suspend, or cancel the specified payment.
 - B. The enterprise has no actual ability to access the cash to be used for settlement due to the payment instruction.
 - C. The settlement risk associated with the electronic payment system is not significant.
- (4) Update the instruments designated as through other comprehensive income by an irrevocable option, as through Fair value of equity (FVTOCI), should disclose their fair value by each category, without the need to disclose fair value information for each underlying item. The fair value gains and losses recognized in other comprehensive income during the reporting period should also be

disclosed, separately listing the fair value gains and losses related to investments derecognized during the reporting period, and those related to investments still held as of the end of the reporting period; as well as the cumulative gains and losses transferred to equity from investments derecognized during the reporting period.

2. Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

These amendments explain, for contracts where an entity is exposed to variations in the amount of electricity produced based on a power generation source that depends on uncontrollable natural conditions (e.g., weather), as follows:

(1) Clarification of the application of the "own use" requirement for contracts under which an enterprise purchases or sells natural electricity:

When a contract provides that an entity has an obligation to purchase and take delivery of electricity when it is generated, and the design and operation of the electricity market in which the contract is traded require the entity to sell any amount of unused electricity within a specified period, the entity shall consider reasonable and supportable information regarding its past, current, and anticipated future electricity transactions over a reasonable period of time not exceeding 12 months. When it purchases sufficient electricity to offset any unused electricity sold in the same market in which it sells electricity, the entity is a net purchaser of electricity.

The newly added application amendment for contracts involving natural electricity for own use requires disclosure of:

A. the enterprise faces risks associated with changes in the underlying volume of electricity and the risk that the enterprise may be required to purchase electricity during delivery intervals when electricity is unavailable;

B. unrecognized contractual commitments, including estimated future cash flows for power purchases under such contracts; and

C. The impact of the contract on the enterprise's financial performance during the reporting period.

(2) Clarifying how designating contracts involving natural electricity as hedging instruments qualifies for the application of hedge accounting:

The hedged item may be designated as a variable notional amount of a forecast electricity transaction, which is consistent with the variable amount of natural electricity expected to be delivered by the power generation facilities referred to in the hedging instrument. Furthermore, in a cash flow hedge relationship, when a contract involving natural electricity is designated as a hedging instrument, if the designation is conditional upon the occurrence of the designated forecast transaction, then that forecast transaction is presumed to be highly probable to occur.

For an entity that designates contracts involving natural electricity as hedging instruments, the terms and conditions of such hedging instruments shall be disclosed by risk category in accordance with IFRS 7.

The Group has evaluated the aforementioned standards and interpretations, and there is no material impact on the Group's financial position and performance.

(3) Effect of the IFRS issued by IASB but not yet endorsed and issued into effect by the FSC:

The table below lists the new standards, amendments, and revisions of the the IFRS issued by the IASB but not yet endorsed by the FSC and their impacts:

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Issued by IASB</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Undetermined Assets between an Investor and Its Associate or Joint Venture Assets"	
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries Without Public Accountability: Disclosures"	January 1, 2027

1. Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture Assets"

The amendment resolves the difference between IFRS 10 and IAS 28. Depending on the nature of the trading assets, all or part of the disposal gains and losses will be recognized.

- (1) When the assets sold (contributed) constitute a "business", the entire disposal gain or loss shall be recognized;
- (2) When the assets sold (contributed) do not constitute a "business", the gain or loss on disposal may only be recognized to the extent of the interests in the associate or joint venture held by non-related investors.

2. IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 "Presentation and Disclosure in Financial Statements" will replace IAS 1, update the structure of the consolidated income statement, add disclosures on management performance measurement, and strengthen the aggregation and segmentation principles applied to the main financial statements and notes.

3. IFRS 19 "Subsidiaries Without Public Accountability: Disclosures"

This standard allows eligible subsidiaries to apply the IFRSs with reduced disclosure requirements.

As of the issuance date the accompanying consolidated financial statements, the Group is still evaluating the impact on its financial position and financial performance as a result of the initial adoption of the aforementioned standards or interpretations. The related impact will be disclosed when the evaluation is completed.

4. Summary of Significant Accounting Policies

Except for the Compliance, Basis of preparation, Basis of consolidation, and the additional parts described below, the rest are the same as Note 4 of the 2024 Consolidated Financial Statements. Unless otherwise stated, these policies are consistently applied throughout all reporting periods.

(1) Compliance statement

The accompanying consolidated financial statements have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the Financial Supervisory Commission approved and issued International Accounting Standards No. 34 "Interim Financial Reporting. The consolidated financial statements should be read with the consolidated financial statements for the year ended December 31, 2024.

(2) Basis of preparation

1. Except for the following important item, these consolidated financial statements are prepared on a historical cost basis:
 - (1) Financial assets and liabilities (including derivative instruments) measured at fair value through profit or loss.
 - (2) Financial assets at fair value through other comprehensive income or loss.
 - (3) Liabilities on cash-settled share-based payment arrangements measured at fair value.
 - (4) Defined benefit liabilities are recognized based on the net amount of pension fund assets less the present value of defined benefit obligations.
2. The preparation of financial statements in compliance with IFRSs endorsed by the FSC requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment 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:
 - (1) All subsidiaries are included in the Group's consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
 - (2) Inter-company transactions, balances, and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting

policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

- (3) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.
- (4) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e., transactions with owners in their capacity as owners. Any difference between the amount of the non-controlling interest adjustments and the fair value of the consideration paid or received is recognized directly in equity.
- (5) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognized in profit or loss. For all amounts previously recognized in other comprehensive income in relation to that subsidiary, the accounting treatment is on the same basis as would be required if the Group had directly disposed of the related assets or liabilities. That is, if a gain or loss previously recognized in other comprehensive income would be reclassified to profit or loss on the disposal of the related assets or liabilities, the Group reclassifies the gain or loss from equity to profit or loss when it loses control of the subsidiary.

2. The consolidated entities were as follows:

Investee / subsidiary	Main businesses	Percentage of ownership		
		2025.9.30	2024.12.31	2024.9.30
1. The Company				
E&R Semiconductor Co., Ltd.	Materials Trading of semiconductor packaging materials	100%	100%	100%
TECH-WAVE Industrial Co., Ltd.	Flexible printed circuit (FPC) manufacturing, processing and trading	51.43%	51.43%	51.43%
ENRICHMENT TECH. CORPORATION	Investment holding company	100%	100%	100%
EXCELLENT INTERNATIONAL HOLDINGS LIMITED	Investment holding company	100%	100%	100%
EXCELLENT TECHKNOWLEDGIES HOLDINGS PTE LTD	Investment holding company	100%	100%	100%
2. E&R Semiconductor Co., Ltd.				
E&R(Dongguan) Semiconductor Materials Co., Ltd.	Manufacturing and selling of semiconductor packaging material	100%	100%	100%
3. ENRICHMENT TECH. CORPORATION				
ENR APPLIED PACKING	Investment holding company	100%	100%	100%
MATERIAL CORPORATION				
Chen Tai Trading (Shanghai) Co. Ltd.	Automated equipment after-sales service	100%	100%	100%
4. ENR APPLIED PACKING MATERIAL CORPORATION				
Wuxi E&R Semiconductor Materials Technology Co., Ltd.	Manufacturing and selling of semiconductor packaging material	100%	100%	100%
5. EXCELLENT INTERNATIONAL HOLDINGS LIMITED				
Superior Technology Semiconductor Co., Ltd. (Note)	Manufacturing and selling of automatic equipment	90.61%	90.61%	90.61%
6. Chen-Tai Trade (Shanghai) Co. Ltd.				
Superior Technology Semiconductor Co., Ltd. (Note)	Manufacturing and selling of automatic equipment	9.39%	9.39%	9.39%

(Note) Formerly known as Jiangsu E&R Technology Co., Ltd., it was approved to be renamed Superior Technology Semiconductor Co., Ltd. in August 2024.

(1) All subsidiaries included in the consolidated financial statement were not audited by the Accountant.

(2) Consolidated subsidiaries increase or decrease:

- (A) The Group, through a new investment, established and acquired a 100% equity interest in EXCELLENT TECHKNOWLEDGIES HOLDINGS PTE LTD in May 2024.
- (B) In March 2024, the Group acquired 9.39% of the outstanding shares of its subsidiary, Superior Technology Semiconductor Co., Ltd. Please refer to the description in Note 6(35).

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

4. Adjustments for subsidiaries with different balance sheet dates: None.

5. Major Restrictions:

Cash and cash in banks NT\$76,900 thousand are held in China and are subject to local foreign exchange controls. Such foreign exchange control restrictions limit the remittance of funds out of China (except through normal dividends).

6. Contents of the parent company's securities held by subsidiaries:

7. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Retirement benefits

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

(5) Income tax

Tax expense comprises current income tax and deferred income tax. Income tax expense during the interim period is evaluated annually and calculated with the tax rate for the expected earnings of the year and the pre-tax income of the interim period. The effect of a change in tax rate resulting from a change in tax law is recognized consistently with the accounting for the transaction itself, which gives rise to the tax consequence, and this is recognized in profit or loss, other comprehensive income, or directly in equity in full in the period in which the change in tax rate occurs.

5. Significant Accounting Judgments, Estimates, and Key Sources of Assumption Uncertainty

In the preparation of these consolidated financial statements by the Group, the significant judgments made in adopting accounting policies and the primary sources of significant accounting estimates and assumptions are consistent with Note 5 of the 2024 consolidated financial statements.

6. Details of Significant Accounts

Except as described below, please refer to Note 6 of the 2024 Consolidated Financial Statements for the remainder.

(1) Cash and cash equivalents

Item	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 1,031	\$ 1,135	\$ 1,294
Checking account deposits	373	951	442
Demand deposits	343,659	226,939	265,126
Cash equivalents			
Time deposits with maturities within three months	230,919	501,362	527,491
Total	<u>\$ 575,982</u>	<u>\$ 730,387</u>	<u>\$ 794,353</u>

1. The financial institutions dealing with the Group are creditworthy, and the Group transacts with a number of financial institutions to diversify credit risk that are unlikely to be expected to default.
2. The Group has not pledged the cash and cash equivalents.

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

Item	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at fair value through profit or loss – current:			
Listed shares and ETFs	\$ 74,645	\$ 73,745	\$ 75,428
Open-end funds	91,853	158,801	213,454
Foreign exchange contracts	-	583	-
Put option on corporate bonds	823	622	1,921
Total	<u>\$ 167,321</u>	<u>\$ 233,751</u>	<u>\$ 290,803</u>
Financial liabilities mandatorily measured at fair value through profit or loss – non-current:			
Foreign exchange contracts	\$ -	\$ -	\$ 422
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 422</u>

1. The net profit (loss) recognized by the Group for the periods from July to September of 2025 and 2024, and from January to September of 2025 and 2024 was NT\$10,352 thousand, NT\$3,849 thousand, NT\$5,469 thousand, and NT\$20,982 thousand, respectively.
2. The Group's purpose of engaging in derivative financial instrument transactions is primarily to avoid risks arising from exchange rate fluctuations in foreign currency assets and liabilities. As of September 30, 2025, December 31, 2024, and September 30, 2024, the outstanding contracts are as follows:

(1) Foreign exchange contracts:

September 30, 2025: None.

December 31, 2024:

Contract content	Contract period	Exercise price	Contract amount
Buy USD and sell NTD	2024.11–2025.01	32.35	USD 570
Buy USD and sell NTD	2024.11–2025.01	32.39	USD 1,000

September 30, 2024:

Contract content	Contract period	Exercise price	Contract amount
Buy USD and sell NTD	2024.9–2024.10	32.00	USD 275
Buy USD and sell NTD	2024.9–2024.11	32.00	USD 300
Buy USD and sell NTD	2024.9–2024.10	32.10	USD 380

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

4. Please refer to Note 12 for credit risk management and evaluation method.

(3) Notes receivable, net

Item	September 30, 2025	December 31, 2024	September 30, 2024
Measured at amortized cost			
Total carrying amount	\$ 9,856	\$ 7,000	\$ 4,037
Less: Allowance for impairment loss	(7)	(3)	(6)
Notes receivable, net	<u>\$ 9,849</u>	<u>\$ 6,997</u>	<u>\$ 4,031</u>

1. The Group has not pledged the notes receivable.

2. Please refer to Note 6(4) for the relevant disclosure of loss allowance for notes receivable.

(4) Accounts receivable, net

Item	September 30, 2025	December 31, 2024	September 30, 2024
Total carrying amount at amortised cost	\$ 495,139	\$ 529,589	\$ 469,593
Less: Allowance for impairment loss	(5,564)	(4,821)	(5,119)
Accounts receivable, net	<u>\$ 489,575</u>	<u>\$ 524,768</u>	<u>\$ 464,474</u>

1. The accounts receivable that were neither past due nor impaired were following the Group's credit policy, determined by reference to the industry characteristics, operational scale, and current financial position of the counterparties. The average credit period on sales of goods for automated equipment was 4-6 months, 6-9 months for soft board equipment (except for the final payment, the final payment is generally

about 10%-30%, and the credit period is based on the agreement, usually within 1 year after delivery); other divisions were 3-4 months.

2. The Group has not pledged the accounts receivable.
3. The Group applies the simplified approach to provisions for expected credit losses prescribed by IFRS 9, which permits the use of a lifetime expected credit losses provision for trade receivables. The expected credit losses on trade receivables are estimated by reference to a preparation matrix, past account aging records of the debtor, an analysis of the debtor's current financial position, and industrial trends. As the Group's historical credit losses experience does not show significantly different loss patterns for different customer segments, the provision for losses based on past due status of notes receivable and accounts receivable is not further distinguished between the Group's different customer base.
4. The Group measures the loss allowance for notes receivable and accounts receivable, and according to the preparation matrix, as follows:

September 30, 2025	Expected credit loss rate	Total carrying amount	Loss allowance (lifetime ECLs)	Amortized cost
Not overdue	0%-1%	\$ 448,291	\$ (1,720)	\$ 446,571
Overdue 0 – 30 days	0%-20%	22,306	(1,117)	21,189
Overdue 31 – 180 days	0%-20%	29,382	(1,697)	27,685
Overdue 181 – 365 days	0%-50%	4,995	(1,016)	3,979
Overdue for more than 1 year	0%-100%	-	-	-
Counterparty with signs of default	100%	21	(21)	-
Total		\$ 504,995	\$ (5,571)	\$ 499,424

December 31, 2024	Expected credit loss rate	Total carrying amount	Loss allowance (lifetime ECLs)	Amortized cost
Not overdue	0%-1%	\$ 499,986	\$ (1,516)	\$ 498,470
Overdue 0 – 30 days	0%-20%	18,462	(685)	17,777
Overdue 31 – 180 days	0%-20%	8,993	(704)	8,289
Overdue 181 – 365 days	0%-50%	7,163	(759)	6,404
Overdue for more than 1 year	0%-100%	1,963	(1,138)	825
Counterparty with signs of default	100%	22	(22)	-
Total		\$ 536,589	\$ (4,824)	\$ 531,765

September 30, 2024	Expected credit loss rate	Total carrying amount	Loss allowance (lifetime ECLs)	Amortized cost
Not overdue	0%–1%	\$ 443,095	\$ (3,140)	\$ 439,955
Overdue 0 – 30 days	0%–20%	15,947	(411)	15,536
Overdue 31 – 180 days	0%–20%	8,971	(597)	8,374
Overdue 181 – 365 days	0%–50%	3,654	(334)	3,320
Overdue for more than 1 year	0%–100%	1,957	(637)	1,320
Counterparty with signs of default	100%	6	(6)	-
Total		\$ 473,630	\$ (5,125)	\$ 468,505

5. Changes in the loss allowance for notes and accounts receivable were as follows:

Item	January to September, 2025	January to September, 2024
Opening balance	\$ 4,824	\$ 10,737
Impairment loss (reversal)	892	(5,742)
Effect of exchange rate changes	(145)	130
Closing balance	\$ 5,571	\$ 5,125

The amounts provided above have taken into account the collateral held or other credit enhancements. The other credit enhancements (such as letters of credit) held for the aforementioned accounts receivable as of September 30, 2025, December 31, 2024, and September 30, 2024 were NT\$2,846 thousand, NT\$0 thousand, and NT\$0 thousand, respectively.

If there is evidence that a counterparty is experiencing severe financial difficulties and the Group cannot reasonably expect to recover the outstanding amount, the related accounts are written off directly by the Group. However, the recovery efforts will continue, and any amounts subsequently recovered will be recognized in profit or loss. The Group's accounts receivable written off from contract amounts for the periods from January to September of 2025 and 2024 were both NT\$0 thousand.

6. Please refer to Note 12 for credit risk management and evaluation method.

(5) Inventories and operating costs

Item	September 30, 2025	December 31, 2024	September 30, 2024
Raw materials	\$ 452,877	\$ 507,125	\$ 520,112
Work in progress	223,690	212,320	243,622
Finished goods and merchandise	172,118	178,006	177,030
Total	\$ 848,685	\$ 897,451	\$ 940,764

1. The inventory-related (losses) gains recognized in operating costs for the current period are as follows:

	July to September, 2025	July to September, 2024
Cost of inventories sold	\$ 234,468	\$ 267,539
Inventory write-downs and obsolescence loss	17,906	12,246
Total operating costs	\$ 252,374	\$ 279,785

	January to September, 2025	January to September, 2024
Cost of inventories sold	\$ 664,257	\$ 735,756
Inventory write-downs and obsolescence loss	43,178	45,103
Total operating costs	\$ 707,435	\$ 780,859

2. The Group recognized losses on inventory write-down and obsolescence resulting from the write-down of inventories to their net realizable value due to inventory obsolescence or lack of market sales value for the periods from July to September of 2025 and 2024, and from January to September of 2025 and 2024, in the amounts of NT\$17,906 thousand, NT\$12,246 thousand, NT\$43,178 thousand, and NT\$45,103 thousand, respectively.

3. The Group has not pledged the inventories.

(6) Other financial assets - current

Item	September 30, 2025	December 31, 2024	September 30, 2024
Time deposits with maturities of more than three months	\$ 10,000	\$ 111,000	\$ 111,000
Restricted assets	5,988	6,419	16,974
Total	\$ 15,988	\$ 117,419	\$ 127,974

(7) Financial assets at fair value through other comprehensive income or loss - non-current

Item	September 30, 2025	December 31, 2024	September 30, 2024
Investments in equity instruments			
Domestic listed shares	\$ -	\$ -	\$ -
Domestic unlisted shares	\$ 94,810	\$ 91,546	\$ 91,546
Subtotal	\$ 94,810	\$ 91,546	\$ 91,546
Evaluation adjustment	(41,512)	(6,927)	(4,719)
Total	\$ 53,298	\$ 84,619	\$ 86,827

1. The Group invests in domestic listed and unlisted shares in accordance with its medium and long-term strategies and expects to make a profit through long-term investment. Management of the Group believes that it is not consistent with the afore-mentioned long-term investment planning if the short-term fair value changes of such investment are presented in profit or loss. Therefore, the Group elects to designate such investment as to be measured at fair value through other comprehensive income.
2. Please refer to Note 12 for relevant credit risk management and assessment methods.
3. The financial assets at fair value through other comprehensive income were not pledged as collateral.

(8) Property, plant and equipment

Item	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 51,515	\$ 51,515	\$ 51,515
Buildings and structures	790,838	815,725	811,053
Machinery equipment	444,255	395,996	386,424
Transportation equipment	14,870	15,654	15,615
Office equipment	19,987	23,003	22,817
Miscellaneous equipment	641,230	599,508	595,925
Unfinished construction and equipment under acceptance	403,761	230,534	135,539
Total cost	\$ 2,366,456	\$ 2,131,935	\$ 2,018,888
Less: Accumulated depreciation	(914,939)	(862,454)	(830,770)
Accumulated impairment	(9,384)	(9,989)	(9,892)
Total	\$ 1,442,133	\$ 1,259,492	\$ 1,178,226

Cost	Land	Buildings and structures	Machinery equipment	Miscellaneous equipment (Note)	Unfinished construction and equipment under acceptance	Total
Balance at January 1, 2025	\$ 51,515	\$ 815,725	\$ 395,996	\$ 638,165	\$ 230,534	\$ 2,131,935
Additions	-	6,640	14,880	37,126	177,164	235,810
Disposals	-	-	(1,470)	(28,111)	-	(29,581)
Transferred from inventories	-	-	27,414	66,739	-	94,153
Reclassification	-	405	29,658	(26,680)	(3,383)	-
Transferred to inventories	-	-	-	(1,493)	-	(1,493)
Transferred to expense	-	-	-	(144)	-	(144)
Effect of exchange rate changes	-	(31,932)	(22,223)	(9,515)	(554)	(64,224)
Balance at September 30, 2025	\$ 51,515	\$ 790,838	\$ 444,255	\$ 676,087	\$ 403,761	\$ 2,366,456

Accumulated depreciation and impairment	Land	Buildings and structures	Machinery equipment	Miscellaneous equipment (Note)	Unfinished construction and equipment under acceptance	Total
Balance at January 1, 2025	\$ -	\$ 148,672	\$ 313,619	\$ 410,152	\$ -	\$ 872,443
Depreciation expense	-	27,451	12,041	66,321	-	105,813
Disposals	-	-	(1,470)	(26,574)	-	(28,044)
Transferred to inventories	-	-	-	(1,083)	-	(1,083)
Reclassification	-	-	5,555	(5,555)	-	-
Effect of exchange rate changes	-	(1,111)	(15,783)	(7,912)	-	(24,806)
Balance at September 30, 2025	\$ -	\$ 175,012	\$ 313,962	\$ 435,349	\$ -	\$ 924,323

Cost	Land	Buildings and structures	Machinery equipment	Miscellaneous equipment (Note)	Unfinished construction and equipment under acceptance	Total
Balance at January 1, 2024	\$ 51,515	\$ 297,789	\$ 330,597	\$ 577,856	\$ 263,777	\$ 1,521,534
Additions	-	2,896	3,783	20,253	378,099	405,031
Disposals	-	(2,414)	(11,068)	(21,221)	-	(34,703)
Transferred from inventories	-	-	50,268	58,225	-	108,493
Reclassification	-	511,372	871	(685)	(511,558)	-
Transferred to inventories	-	-	-	(5,757)	-	(5,757)
Transferred to intangible assets	-	-	-	-	(246)	(246)
Transferred to impairment loss	-	-	-	-	(4,524)	(4,524)
Effect of exchange rate changes	-	1,410	11,973	5,686	9,991	29,060
Balance at September 30, 2024	\$ 51,515	\$ 811,053	\$ 386,424	\$ 634,357	\$ 135,539	\$ 2,018,888
Accumulated depreciation and impairment	Land	Buildings and structures	Machinery equipment	Miscellaneous equipment (Note)	Unfinished construction and equipment under acceptance	Total
Balance at January 1, 2024	\$ -	\$ 126,425	\$ 301,326	\$ 342,819	\$ -	\$ 770,570
Depreciation expense	-	15,102	8,289	65,851	-	89,242
Disposals	-	(2,413)	(11,068)	(20,247)	-	(33,728)
Transferred to inventories	-	-	-	(743)	-	(743)
Reclassification	-	285	-	(285)	-	-
Effect of exchange rate changes	-	92	10,610	4,619	-	15,321
Balance at September 30, 2024	\$ -	\$ 139,491	\$ 309,157	\$ 392,014	\$ -	\$ 840,662

(Note) Including transportation equipment, office equipment, and miscellaneous equipment.

1. Amount and interest rate range of capitalized borrowing costs on property, plant and equipment: Please refer to Note 6(32).
2. The Group's impairment loss (reversal) for property, plant and equipment for the periods from July to September of 2025 and 2024 and from January to September of 2025 and 2024 were NT\$0 thousand, NT\$0 thousand, NT\$0 thousand, and NT\$4,524 thousand, respectively.
3. Property, plant and equipment pledged for the borrowings: Please refer to Note 8.
4. Reconciliations of current additions and the acquisition of property, plant and equipment in the statement of cash flows were as follows:

Item	January to September, 2025	January to September, 2024
Increase in property, plant and equipment	\$ 235,810	\$ 405,031
Decrease (increase) in machinery and equipment payable	13,523	(47,785)
Cash paid for acquisition of property, plant and equipment	\$ 249,333	\$ 357,246

5. The Group's property, plant and equipment are depreciated on a straight-line basis over the following useful lives:

Buildings and structures	
Main factory building	25 – 50 years
Auxiliary factory equipment	3 – 35 years
Machinery and Transportation Equipment	2 – 8 years
Miscellaneous equipment	2 – 10 years

(9) Lease agreement

1. Right-of-use assets

Item	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 136,772	\$ 142,064	\$ 141,934
Building	97,996	103,400	102,721
Transportation equipment	9,336	10,017	4,817
Total cost	\$ 244,104	\$ 255,481	\$ 249,472
Less: Accumulated depreciation	(64,918)	(89,958)	(81,977)
Net amount	\$ 179,186	\$ 165,523	\$ 167,495

Cost	Land	Buildings	Transportation equipment	Total
Balance at January 1, 2025	\$ 142,064	\$ 103,400	\$ 10,017	\$ 255,481
Increase for the period	6,073	32,014	1,689	39,776
Decrease for the period	(9,303)	(33,144)	(2,055)	(44,502)
Effect of exchange rate	(2,062)	(4,274)	(315)	(6,651)
Balance at September 30, 2025	\$ 136,772	\$ 97,996	\$ 9,336	\$ 244,104

Accumulated depreciation	Land	Buildings	Transportation equipment	Total
Balance at January 1, 2025	\$ 25,125	\$ 61,483	\$ 3,350	\$ 89,958
Depreciation expense	4,213	12,912	2,448	19,573
Decrease for the period	(9,303)	(31,027)	(2,055)	(42,385)
Effect of exchange rate	(175)	(2,002)	(51)	(2,228)
Balance at September 30, 2025	\$ 19,860	\$ 41,366	\$ 3,692	\$ 64,918

Cost	Land	Buildings	Transportation equipment	Total
Balance at January 1, 2024	\$ 140,616	\$ 97,558	\$ 4,996	\$ 243,170
Increase for the period	-	7,623	1,517	9,140
Decrease for the period	(37)	(5,276)	(771)	(6,084)
Derecognition	-	-	(925)	(925)
Effect of exchange rate	1,355	2,816	-	4,171
Balance at September 30, 2024	\$ 141,934	\$ 102,721	\$ 4,817	\$ 249,472

Accumulated depreciation	Land	Buildings	Transportation equipment	Total
Balance at January 1, 2024	\$ 18,969	\$ 43,327	\$ 2,946	\$ 65,242
Depreciation expense	4,423	15,712	1,266	21,401
Decrease for the period	-	(4,136)	(771)	(4,907)
Derecognition	-	-	(925)	(925)
Effect of exchange rate	82	1,084	-	1,166
Balance at September 30, 2024	\$ 23,474	\$ 55,987	\$ 2,516	\$ 81,977

2. Lease liabilities

Item	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amount of lease liabilities			
Current	\$ 22,276	\$ 19,806	\$ 21,345
Non-current	\$ 128,583	\$ 119,094	\$ 120,680

Range of discount rates for lease liabilities was as follows:

September 30, 2025	December 31, 2024	September 30, 2024
1.60%-3.60%	1.60%-3.53%	1.60%-3.53%

Please refer to Note 12(3) for the maturity analysis of lease liabilities.

3. Significant leasing activities and terms

The Group leases certain land and buildings for operational use, with lease terms ranging from 2 to 50 years. Some leases include renewal options upon expiration of the lease term, while others calculate rent based on the area of leased land according to sectional values and rates or based on the announced current land value for the year. The Group has included the renewal option upon the expiration of the lease term in the lease liabilities. According to the contract agreement, without the consent of the lessor, the group shall not sublease the leased assets to others. As of September 30 2025, there were no indications of impairment for right-of-use assets; therefore, no impairment assessment was performed.

4. Sublease: None.

5. Other leasing information

(1) Information on expense related to current lease is as follows:

Item	July to September, 2025	July to September, 2024
Short-term lease expenses	\$ 3,134	\$ 3,417
Low-value asset lease expenses	\$ 110	\$ 120
Total cash outflows for leases (Note)	\$ (9,099)	\$ (13,553)

Item	January to September, 2025	January to September, 2024
Short-term lease expenses	\$ 8,307	\$ 9,366
Low-value asset lease expenses	\$ 323	\$ 373
Total cash outflows for leases (Note)	\$ (26,175)	\$ (30,738)

(Note): Including principal payments on lease liabilities for the period.

6. For information on the right-of-use assets pledged as collateral, please refer to Note 8.

(10) Intangible assets

Item	September 30, 2025	December 31, 2024	September 30, 2024
Computer software	\$ 31,841	\$ 28,196	\$ 27,196
Less: Accumulated amortization	(21,989)	(14,457)	(12,051)
Net amount	\$ 9,852	\$ 13,739	\$ 15,145

	Computer software	Other intangible assets	Total
Cost			
Balance at January 1, 2025	\$ 28,196	\$ -	\$ 28,196
Additions	3,706	-	3,706
Effect of foreign exchange differences	(61)	-	(61)
Balance at September 30, 2025	\$ 31,841	\$ -	\$ 31,841

Accumulated amortization			
Cost			
Balance at January 1, 2025	\$ 14,457		\$ 14,457
Amortization expense	7,558		7,558
Effect of foreign exchange differences	(26)		(26)
Balance at September 30, 2025	\$ 21,989	\$ -	\$ 21,989

	Computer software	Other intangible assets	Total
Cost			
Balance at January 1, 2024	\$ 22,693	\$ 5,000	\$ 27,693
Additions	4,383	-	4,383
Transferred from property, plant and equipment	246	-	246
Derecognition	(158)	(5,000)	(5,158)
Effect of foreign exchange differences	32	-	32
Balance at September 30, 2024	\$ 27,196	\$ -	\$ 27,196

Accumulated amortization			
Cost			
Balance at January 1, 2024	\$ 6,775	\$ 4,250	\$ 11,025
Amortization expense	5,422	750	6,172
Derecognition	(158)	(5,000)	(5,158)
Effect of foreign exchange differences	12	-	12
Balance at September 30, 2024	\$ 12,051	\$ -	\$ 12,051

(11) Refundable deposits

Item	September 30, 2025	December 31, 2024	September 30, 2024
Lease deposits	6,218	6,984	6,940
Performance deposits	2,812	3,329	3,297
Other deposits	888	1,515	2,044
Total	\$ 9,918	\$ 11,828	\$ 12,281

(12) Short-term borrowings

Nature	September 30, 2025	
	Amount	Interest rate
Raw material purchase borrowings	\$ 2,338	4.97%
Mortgage borrowings	2,700	2.23%
Credit borrowings	100,900	2.20%–2.85%
Total	<u>\$ 105,938</u>	

Nature	December 31, 2024	
	Amount	Interest rate
Credit borrowings	\$ 5,000	2.848%

Nature	September 30, 2024	
	Amount	Interest rate
Mortgage borrowings	\$ 2,700	2.23%
Credit borrowings	30,000	2.50%
Total	<u>\$ 32,700</u>	

For short-term loans, the Group provides some other financial assets, real estate, plants and equipment as guarantees for the borrowings. Please refer to Note 8 for explanations.

(13) Other payables

Item	September 30, 2025	December 31, 2024	September 30, 2024
Wages and salaries payable	\$ 63,907	\$ 71,321	\$ 62,758
Commissions payable	13,995	20,063	18,585
Social insurance and provident fund payable	11,285	11,979	11,815
Insurance payable	4,442	4,554	4,680
Interest payable	60	377	68
Machinery and equipment payable	14,092	27,615	52,989
Others	24,361	26,259	25,065
Total	<u>\$ 132,142</u>	<u>\$ 162,168</u>	<u>\$ 175,960</u>

(14) Provisions - current

Item	September 30, 2025	December 31, 2024	September 30, 2024
Employee benefits	\$ 10,848	\$ 8,839	\$ 9,430
Warranty provision	23,670	26,607	25,362
Total	<u>\$ 34,518</u>	<u>\$ 35,446</u>	<u>\$ 34,792</u>

Item	January to September, 2025		
	Employee benefits	Warranty provision	Total
Balance at January 1	\$ 8,839	\$ 26,607	\$ 35,446
Additional provisions for the period	9,460	23,887	33,347
Provisions utilization for the period	(7,451)	(26,824)	(34,275)
Balance at September 30	<u>\$ 10,848</u>	<u>\$ 23,670</u>	<u>\$ 34,518</u>

Item	January to September, 2024		
	Employee benefits	Warranty provision	Total
Balance at January 1	\$ 9,117	\$ 22,344	\$ 31,461
Additional provisions for the period	8,686	20,933	29,619
Provisions utilization for the period	(8,373)	(17,915)	(26,288)
Balance at September 30	<u>\$ 9,430</u>	<u>\$ 25,362</u>	<u>\$ 34,792</u>

1. Provision for employee benefits represents vested short-term service leave entitlements accrued.
2. The type of warranty business provided by the Group guarantees that the products are consistent with the agreed specifications and is related to the sales of machine products. The warranty liability provision is estimated based on the historical warranty data of the product.

(15) Long-term loans, current portion

Item	September 30, 2025	December 31, 2024	September 30, 2024
Long-term borrowings due within one year	\$ 51,197	\$ 26,029	\$ 26,335

(16) Bonds payable

Item	September 30, 2025	December 31, 2024	September 30, 2024
Domestic 3rd unsecured convertible corporate bonds	\$ 358,000	\$ 388,700	\$ 505,400
Less: Discount on bonds payable	(9,730)	(15,005)	(21,439)
Total	<u>\$ 348,270</u>	<u>\$ 373,695</u>	<u>\$ 483,961</u>

1. The Company was approved by the competent authority on June 22, 2022, to offer and issue the third domestic unsecured convertible corporate bonds, with a total issuance amount of NT\$1,000,000 thousand, a coupon rate of 0%, and an issuance period of five years. The circulation period is from July 13, 2022 to July 13, 2027. These convertible corporate bonds shall be repaid in cash at the bond par value in a single installment upon maturity.

2. The conversion price of these convertible bonds is adjusted in accordance with the pricing model prescribed in the conversion measures. The conversion price at the time of issuance was NT\$67.60. The Company adjusted the conversion price due to changes in share capital. The conversion price for the period from January to September of 2025 was NT\$64.74. As of September 30, 2025, the number of shares converted was 9,897 thousand shares.
3. In accordance with the conversion regulations, all convertible bonds redeemed (including those repurchased by the securities business department), repaid, or converted will be retired and no longer be sold or issued, with their attached conversion rights also extinguished.
4. Pursuant to the provisions of the conversion measures, holders of these convertible corporate bonds may, from the day following the expiry of three months after the date of issuance of these bonds until the maturity date, with the exception of any period during which the transfer of shares is required to be suspended in accordance with the measures or laws and regulations, request the Company to convert the bonds into the Company common shares at any time. The rights and obligations of the common shares after conversion shall be the same as those of the originally issued common shares.
5. During the period from the day after the expiry of three months from the issuance date to the fortieth day prior to the maturity date, if the closing price of the Company common shares exceeds the then-current conversion price of these convertible bonds by 30% (inclusive) for thirty consecutive business days, or if the outstanding balance thereof is lower than 10% of the original total issuance amount, the issuing company may redeem all outstanding bonds in cash at the par value of the bonds.
6. Bondholders may request the issuing company to redeem the bonds at par value plus interest compensation on the third and fourth anniversaries of the issuance date. The interest compensation total amounts for the third and fourth years are 1.5075% and 2.0151% of the par value of the bonds, respectively. As of September 30, 2025, the amount requested for redemption by bondholders was NT\$0 thousand.
7. As of September 30, 2025, the par value of the convertible corporate bonds issued by the Company and repurchased from the open market using its own funds was NT\$0 thousand.
8. The conversion regarding the 3rd bonds payable in this period is as follows:

Item	January to September,	
	2025	2024
Conversion of bonds payable	\$ 30,700	\$ 494,600
Conversion offset against convertible bond discount	(986)	(23,788)
Conversion offset against financial assets at fair value through profit or loss	(68)	(994)
Changes in equity	<u>(29,646)</u>	<u>(469,818)</u>
Cash payment	\$ -	\$ -

(17) Long-term borrowings

Item	September 30, 2025	December 31, 2024	September 30, 2024
Guaranteed borrowings	\$ 273,086	\$ 308,531	\$ 310,457
Less: Unamortized discount	(2,908)	-	-
Less: Portion due within one year	(51,197)	(26,029)	(26,335)
Total	<u>\$ 218,981</u>	<u>\$ 282,502</u>	<u>\$ 284,122</u>
Interest rate range	2.125%–3.80%	2.125%–3.80%	2.125%–3.45%

Please refer to Note 8 for assets pledged as collateral for bank loans.

(18) Long-term deferred revenue

Item	September 30, 2025	December 31, 2024	September 30, 2024
Deferred revenue:			
Factory construction subsidy	\$ 30,421	\$ 18,243	\$ 18,066
Equipment subsidy	<u>5,972</u>	<u>5,972</u>	<u>5,972</u>
Subtotal	\$ 36,393	\$ 24,215	\$ 24,038
Less: Accumulated recognized revenue	(2,231)	(1,449)	(1,235)
Less: Transferred to advance receipts within one year	(1,163)	(854)	(1,301)
Closing balance	<u>\$ 32,999</u>	<u>\$ 21,912</u>	<u>\$ 21,502</u>

A plant construction subsidy was granted by the Management Committee of Nantong Economic and Technological Development Zone to Superior Technology Semiconductor Co., Ltd, a subsidiary of the Group, pursuant to an investment agreement entered into with the said Management Committee.

(19) Pension

1. Defined contribution plans

(1) The pension system applicable to this Company and its subsidiaries within the Republic of China under the "Labor Pension Act" is a government-managed defined contribution pension plan, where pension funds are allocated to individual accounts at the Bureau of Labor Insurance based on 6% of employees' monthly salaries. Subsidiaries outside the Republic of China have participated in defined contribution schemes managed by local governments, with monthly pension contributions made to the local government.

(2) Pension expenses recognized by the Group for the periods from July to September of 2025 and 2024 and from January to September of 2025 and 2024 were

NT\$8,157 thousand, NT\$9,204 thousand, NT\$25,723 thousand, and NT\$26,194 thousand, respectively.

2. Defined benefit plans

- (1) E&R ENGINEERING CORPORATION, a member of the Group, settled the old pension plan for domestic employees in the first half of 2025. The pension amounts recognized by the Group for the period from July to September 2025 and the period from January to September 2025 were NT\$38 thousand and NT\$2,114 thousand, respectively; the pension expenses related to defined benefit plans recognized for the period from July to September 2024 and the period from January to September 2024 were NT\$30 thousand and NT\$753 thousand, respectively. The above were calculated based on the pension cost rate determined by actuarial valuation on December 31, 2023.
- (2) Prior to the end of 2024, the Group estimated that the balance in the labor pension reserve account was insufficient to pay the employees who were estimated to meet the retirement conditions within the following year; therefore, the Group contributed the difference to the account in February 2025 and reduced the net defined benefit liability by NT\$3,762 thousand.

(20) Ordinary share

1. The reconciliation of the number and the amount of ordinary shares outstanding at the beginning and end of the period was as follows:

	January to September, 2025		January to September, 2024	
	Shares (in thousand)	Amount	Shares (in thousand)	Amount
January 1	106,427	\$ 1,064,275	98,595	\$ 985,954
Conversion of bonds payable (Note)	2,259	22,582	4,140	41,401
Retirement of treasury shares	(1,375)	(13,750)	-	-
Employee share options	151	1,513	-	-
September 30	<u>107,462</u>	<u>\$ 1,074,620</u>	<u>102,735</u>	<u>\$ 1,027,355</u>

(Note) The bonds payable conversion for the period from January to September of 2025 includes the amount of NT\$4,556 thousand, which has been transferred to share capital upon completion of the registration of change, out of NT\$18,026 thousand of certificate of entitlement to new shares from convertible bond at the opening balance, and the NT\$4,741 thousand of the certificate of entitlement to new shares from convertible bond newly added due to conversions for the period.

- (1) As of September 30 2025, the authorized capital of the Company was NT\$1,500,000 thousand, divided into NT\$150,000 thousand shares (of which NT\$5,000 thousand shares are reserved for the exercise of subscription rights

under share subscription warrants, preferred shares with warrants, or corporate bonds with warrants).

(2) Regarding the convertible corporate bonds issued by the Company, the par value of the corporate bonds for which conversion into common shares was requested from the Company during the periods from January to September of 2025 and 2024 was NT\$30,700 thousand and NT\$494,600 thousand, respectively, with 474 thousand shares and 7,620 thousand shares converted, respectively. As of September 30 2025 and 2024, among such shares, 456 thousand shares and 4,140 thousand shares, respectively, have completed the registration of change and were reclassified to share capital in the amounts of NT\$4,556 thousand and NT\$41,401 thousand, respectively; in addition, 19 thousand shares and 3,480 thousand shares, respectively, have not yet completed the registration of change and were recorded under certificate of entitlement to new shares from convertible bond in the amounts of NT\$185 thousand and NT\$34,800 thousand, respectively.

(3) Regarding the employee share subscription warrants issued by the Company, the number of shares for which the subscription rights were exercised by requesting the Company in the periods from January to September of 2025 and 2024 were 4.5 thousand shares and 0 thousand shares, respectively, at a subscription price per share of NT\$29.9 and NT\$0, respectively; the registration of changes has been completed as of September 30, 2025 and 2024.

(21) Capital surplus

Item	September 30, 2025	December 31, 2024	September 30, 2024
Share premium	\$ 1,691,243	\$ 1,680,517	\$ 1,576,068
Difference between consideration and carrying amount of subsidiaries acquired or disposed of	9,786	9,786	9,786
Share options	23,830	25,874	33,642
Employee share options	4,765	9,310	8,885
Others - disgorgement	9,083	9,083	9,083
Total	\$ 1,738,707	\$ 1,734,570	\$ 1,637,464

In accordance with the Company Act, the capital surplus generated from the excess of the issuance price over the par value of capital share and donations can be used to offset deficit or may be distributed as share dividends or in cash. In accordance with the Securities and Exchange Act, the maximum amount transferred from the foregoing capital surplus to the Company's capital per year shall not exceed 10% of the Company's paid-in capital. Capital surplus cannot be used to offset deficit unless legal reserve is insufficient. The capital surplus from long-term investments may not be used for any purpose.

(22) Share-based Payment

1. Employee share options - issued in November 2021

On November 15, 2021, the Company approved issuance of employee share options for 500 units. For each share option, the holder may subscribe for 1,000 ordinary shares at NT\$32 per share, but not less than 50% of the Company's ordinary share closing price. Upon the issuance of the warrants, if there is any change in the ordinary shares of the Company, the exercise price shall be adjusted according to a specific formula. The duration of the issued share subscription warrants is 5 years. Employees may exercise their subscription rights in accordance with the employee share subscription warrant measures after 2 years have elapsed from the date the share subscription warrants are granted. The compensation costs recognized for compensatory employee share options for the periods from July to September of 2025 and 2024, and from January to September of 2025 and 2024 were NT\$256 thousand, NT\$601 thousand, NT\$768 thousand, and NT\$1,804 thousand, respectively.

(1) Information on the number and weighted average exercise price of share options under the compensatory employee share option plans for the periods from January to September of 2025 and 2024 is disclosed as follows:

	January to September, 2025	
	Shares (in thousand)	Weighted-average exercise price
Outstanding at beginning of period	128	29.90
Granted	-	-
Exercised	(4)	29.90
Forfeited	-	-
Outstanding at end of period	124	29.90
Share options exercisable at end of period	124	

	January to September, 2024	
	Shares (in thousand)	Weighted-average exercise price
Outstanding at beginning of period	500	30.10
Granted	-	-
Exercised	(212)	29.90
Forfeited	-	-
Outstanding at end of period	288	29.90
Share options exercisable at end of period	288	

(2) Information regarding employee share options outstanding as of September 30, 2025, December 31, 2024, and September 30, 2024 is disclosed as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Range of exercise price (NT\$)	29.90	29.90	29.90
Weighted-average remaining contract term (years)	1.13	1.88	2.13

(3) The Company used the Black-Scholes Option Pricing Model to estimate the fair value of the option granted, and the information for calculating the fair value is as follows:

Grant date	November 15, 2021
Dividend yield	0%
Expected volatility	43.12%–43.63%
Risk-free interest rate	0.40%–0.43%
Expected duration	3.5 – 4.5 years
Fair value of weighted-average price (per share)	NT\$35.52–NT\$37.02

2. Transfer of treasury shares to employees: Please refer to the description in Note 6(25).

(23) Retained earnings and dividend policies

1. In accordance with the earnings appropriation policy of the Articles of Incorporation, if there is a profit in the Company's annual final accounts, it shall be distributed in the following order:

(1) Pay taxes in accordance with the law.

(2) Covering prior years' accumulated deficit.

(3) Allocate 10% as the legal reserve, but when the legal reserve has accumulated to the total capital of the Company, this restriction does not apply.

(4) Appropriate a special reserve in accordance with laws and regulations or as necessitated by operations; after deducting the balances of the preceding items, and then adding the accumulated unappropriated retained earnings from the previous year, the Board of Directors shall prepare a proposal for the distribution of shareholders' bonuses, to be submitted to the shareholders' meeting for resolution and distribution.

(5) If the distribution of dividends or legal reserve and capital surplus of the Company, in whole or in part, is to be made in the form of cash, the Board of Directors is authorized to do so with the attendance of two-thirds or more of the directors and the approval of a majority of the directors present, and shall report such distribution to the shareholders' meeting.

In the future, the Company will, in line with its operating environment and growth stage, and based on capital expenditure, business expansion needs, sound financial planning, and balancing shareholder interests to achieve sustainable development, adopt a the Company dividend policy whereby no less than 10% of the

aforementioned distributable earnings shall be appropriated for the distribution of shareholders' dividends and bonuses, based on the Company's future capital expenditure budget and funding requirements; provided, however, that when the accumulated distributable earnings are less than 5% of the paid-in share capital, such distribution may be withheld. When distributing shareholders' bonuses, such distribution may be made in the form of stock dividends or cash dividends, provided that the distribution ratio of cash dividends shall not be less than 10% of the total amount of shareholders' bonuses. If the Company has significant investment or development policies, it may distribute them entirely as share dividends.

2. Legal reserve shall not be used except to make good the losses of the Company and to issue new shares or cash in proportion to the original shares held by the shareholders; provided, however, that the issuance of new shares or cash shall be limited to the portion of such reserve exceeding 25% of the paid-in capital.

3. Special reserve

Item	September 30, 2025	December 31, 2024	September 30, 2024
Appropriation to retained earnings from other equity items	\$ 2,704	\$ 31,456	\$ 31,456

When the Company distributes surplus, it must, in accordance with legal regulations, offset the debit balance of the other equity interest item as of the balance sheet date for the current year before distribution. When the debit balance of the other equity interest item is reversed later, the reversed amount may be included in the distributable surplus.

4. The earning appropriation proposals of 2024 approved by the Board of Directors of the Company in March 2025 and the shareholders' meeting in June 2025 are as follows:

Item	Earnings appropriation proposals
Reversal of special reserve	\$ (28,752)

4. The earnings appropriation proposals of 2024 approved by the Board of Directors of the Company in March, 2025 and the shareholders' meeting in June, 2025 are as follows:

Item	Earnings appropriation proposals	Dividends per share (NT\$)
Reversal of special reserve	\$ (4,953)	
Cash dividends of ordinary shares	49,829	0.5
Total	\$ 44,876	

5. Information on the earnings appropriation resolved at the shareholders' meeting is available on the Market Observation Post System of the Taiwan Stock Exchange.

(24) Other equity

Item	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	Total
Balance at January 1, 2025	\$ 4,223	\$ (6,927)	\$ (2,704)
Exchange differences on translation of foreign financial statements	(14,233)	-	(14,233)
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	-	(34,585)	(34,585)
 Balance at September 30, 2025	 \$ (10,010)	 \$ (41,512)	 \$ (51,522)
 Item	 Exchange differences on translation of foreign financial statements	 Unrealized gains (losses) on financial assets at fair value through other comprehensive income	 Total
Balance at January 1, 2024	\$ (15,465)	\$ (15,991)	\$ (31,456)
Exchange differences on translation of foreign financial statements	17,009	-	17,009
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	-	9,046	9,046
 Disposal of items through other comprehensive income	 -	 2,226	 2,226
Equity at fair value			
Gains (losses) on financial instruments			
 Balance at September 30, 2024	 \$ 1,544	 \$ (4,719)	 \$ (3,175)

(25) Treasury shares

1. Reason for share repurchase and changes in quantity

Reason for repurchase	January to September, 2025			Unit: Thousand Shares
	January 1	Increase for the period	Decrease for the period	
Transferred to employees	2,823	-	-	2,823
Maintain the Company's credibility and shareholders' interest	-	1,375	(1,375)	-

Reason for repurchase	January to September, 2024			Unit: Thousand Shares
	January 1	Increase for the period	Decrease for the period	
Transferred to employees	2,823	-	-	2,823

- (1) On August 17, 2021, the Company, for transfer to employees, obtained approval from the Board of Directors resolution to execute a buyback of 1,000 thousand treasury shares from September 18, 2021, to October 17, 2021. As of the expiration date of the buyback period, the Company had bought back a total of 834 thousand shares, for a total amount of NT\$54,075 thousand.
- (2) On October 13, 2022, the Company, for the purpose of transferring shares to employees, obtained approval from the Board of Directors resolution to execute a buyback of 1,000 thousand treasury shares from October 14, 2022 to November 13, 2022. As of the expiration date of the buyback period, the Company had bought back a total of 989 thousand shares, for a total amount of NT\$51,706 thousand.
- (3) On June 5, 2023, the Company, for the purpose of transferring to employees, obtained approval from the board of directors resolution to execute the buyback of 1,000 thousand treasury shares from June 6, 2023 to August 5, 2023, which was completed as of June 30, 2023; the Company a total of 1,000 thousand shares were bought back for a total amount of NT\$60,944 thousand.
- (4) On April 9, 2025, the Company, for the purpose of maintaining the Company's credit and shareholders' equity, obtained approval from the Board of Directors resolution to execute a buyback of 1,500 thousand treasury shares from April 10 to June 9, 2025. As of the expiry date of the buyback period, the Company had

bought back a total of 1,375 thousand shares for a total amount of NT\$101,184 thousand. Such treasury shares were canceled in August 2025.

2. Pursuant to the provisions of Securities and Exchange Act, the ratio of the number of shares repurchased by the Company to the total number of its issued shares shall not exceed ten percent of the total number of issued shares of the Company, and the total amount for the repurchase of shares shall not exceed the amount of retained earnings plus the premium on issued shares and realized capital surplus.
3. The treasury shares held by the Company may not be pledged in accordance with the provisions of the Securities and Exchange Act, and no shareholder rights may be enjoyed prior to the transfer thereof.
4. Pursuant to the provisions of the Securities and Exchange Act, shares repurchased for transfer to employees shall be transferred within five years from the date of repurchase; shares not transferred within said period shall be deemed unissued shares of the Company, and an amendment registration shall be processed for the cancellation of such shares. Shares bought back for the purpose of maintaining the Company's credit and shareholders' equity shall be canceled by undergoing amendment registration within six months from the buyback date.

(26) Non-controlling Interests

Item	January to September,	
	2025	2024
Opening balance	\$ 15,782	\$ 44,175
Attributable to non-controlling interests:		
Net profit (loss)	(4,011)	(5,658)
Other comprehensive income	-	896
Decrease in non-controlling interests - transfer of minority equity	-	(34,503)
Increase in non-controlling interests - difference between acquisition cost and net equity	-	12,805
Closing balance	<u>\$ 11,771</u>	<u>\$ 17,715</u>

(27) Operating Revenue

Item	July to September,	
	2025	2024
Revenue from contracts with customers		
Total operating revenue	\$ 400,109	\$ 423,465
Sales returns	(90)	(367)
Sales discounts	(1,520)	(613)
Net operating revenue	<u>\$ 398,499</u>	<u>\$ 422,485</u>

Item	January to September, 2025		January to September, 2024	
	2025	2024	2025	2024
Revenue from contracts with customers				
Total operating revenue	\$ 1,090,365	\$ 1,230,135		
Sales returns	(327)	(13,085)		
Sales discounts	(2,108)	(2,822)		
Net operating revenue	<u>\$ 1,087,930</u>	<u>\$ 1,214,228</u>		

1. Explanation of contract revenue

This refers to sales revenue from machinery products, flexible printed circuit board products, and semiconductor materials, etc.; the primary customers are downstream manufacturers, and sales are conducted at prices stipulated in contracts.

2. Disaggregation of contract revenue:

The Group's revenue can be categorized into the following main product/service lines and geographical areas:

July to September, 2025:

Major regional markets	Automation equipment	Electronic products	Net amount
Taiwan	\$ 199,422	\$ 14,563	\$ 213,985
Hong Kong and Mainland China	41,956	51,711	93,667
Southeast Asia	44,683	32,995	77,678
America	2,264	-	2,264
Europe	3,580	-	3,580
Other countries	3,130	4,195	7,325
Total	<u>\$ 295,035</u>	<u>\$ 103,464</u>	<u>\$ 398,499</u>

Main product line			
Automation equipment	\$ 295,035	\$ -	\$ 295,035
Flexible printed circuit boards	-	13,223	13,223
Semiconductor materials	-	90,241	90,241
Others	-	-	-
Total	<u>\$ 295,035</u>	<u>\$ 103,464</u>	<u>\$ 398,499</u>

Timing of revenue recognition			
Obligations fulfilled at a point of time	\$ 295,035	\$ 103,464	\$ 398,499
Obligations fulfilled over time	-	-	-
Total	<u>\$ 295,035</u>	<u>\$ 103,464</u>	<u>\$ 398,499</u>

July to September, 2024:

	Automation equipment	Electronic products	Net amount
Major regional markets			
Taiwan	\$ 234,861	\$ 14,947	\$ 249,808
Hong Kong and Mainland China	47,088	51,184	98,272
Southeast Asia	10,909	27,878	38,787
America	8,427	-	8,427
Europe	1,115	-	1,115
Other countries	24,774	1,302	26,076
Total	\$ 327,174	\$ 95,311	\$ 422,485
Main product line			
Automation equipment	\$ 327,174	\$ -	\$ 327,174
Flexible printed circuit boards	-	12,293	12,293
Semiconductor materials	-	83,018	83,018
Others	-	-	-
Total	\$ 327,174	\$ 95,311	\$ 422,485
Timing of revenue recognition			
Obligations fulfilled at a point of time	\$ 327,174	\$ 95,311	\$ 422,485
Obligations fulfilled over time	-	-	-
Total	\$ 327,174	\$ 95,311	\$ 422,485

January to September, 2025:

	Automation equipment	Electronic products	Net amount
Major regional markets			
Taiwan	\$ 454,938	\$ 40,251	\$ 495,189
Hong Kong and Mainland China	130,567	138,013	268,580
Southeast Asia	116,906	93,008	209,914
America	91,737	-	91,737
Europe	5,923	-	5,923
Other countries	6,168	10,419	16,587
Total	\$ 806,239	\$ 281,691	\$ 1,087,930

	Automation equipment	Electronic products	Net amount
Main product line			
Automation equipment	\$ 806,239	\$ -	\$ 806,239
Flexible printed circuit boards	-	32,672	32,672
Semiconductor materials	-	249,019	249,019
Others	-	-	-
Total	\$ 806,239	\$ 281,691	\$ 1,087,930
Timing of revenue recognition			
Obligations fulfilled at a point of time	\$ 806,239	\$ 281,691	\$ 1,087,930
Obligations fulfilled over time	-	-	-
Total	\$ 806,239	\$ 281,691	\$ 1,087,930

January to September, 2024:

	Automation equipment	Electronic products	Net amount
Major regional markets			
Taiwan	\$ 450,956	\$ 37,832	\$ 488,788
Hong Kong and Mainland China	199,738	128,306	328,044
Southeast Asia	115,687	82,946	198,633
America	148,543	-	148,543
Europe	12,238	-	12,238
Other countries	29,625	8,357	37,982
Total	\$ 956,787	\$ 257,441	\$ 1,214,228
Main product line			
Automation equipment	\$ 956,787	\$ -	\$ 956,787
Flexible printed circuit boards	-	31,964	31,964
Semiconductor materials	-	225,477	225,477
Others	-	-	-
Total	\$ 956,787	\$ 257,441	\$ 1,214,228
Timing of revenue recognition			
Obligations fulfilled at a point of time	\$ 956,787	\$ 257,441	\$ 1,214,228
Obligations fulfilled over time	-	-	-
Total	\$ 956,787	\$ 257,441	\$ 1,214,228

3. Contract balances

The Group recognizes the receivable, contract assets, and contract liabilities related to contract revenue as follows:

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Accounts receivable	\$ 499,424	\$ 531,765	\$ 468,505	\$ 441,329
Contract assets	-	-	-	-
Total	\$ 499,424	\$ 531,765	\$ 468,505	\$ 441,329
Contract liabilities - current	\$ 115,322	\$ 29,347	\$ 23,002	\$ 23,038

(1) Significant changes in contract assets and liabilities

Changes in contract assets and contract liabilities primarily result from the timing difference between the satisfaction of performance obligations and the timing of customer payments; there were no other material changes.

(2) The amount recognized as revenue during the period from the opening balance of contract liabilities and performance obligations satisfied in prior periods is as follows:

Amount recognized as revenue for the period	January to September, 2025	January to September, 2024
From opening contract liabilities – product sales	\$ 22,303	\$ 21,987
From performance obligations satisfied in prior periods	\$ -	\$ -

(28) Employee benefits, depreciation, and amortization expenses

Nature	July to September, 2025:		
	Operating costs	Operating expenses	Total
Employee benefit expenses			
Salaries and wages expense	\$ 25,184	\$ 68,242	\$ 93,426
Labor and health insurance expense	1,114	5,597	\$ 6,711
Pension expense	3,236	4,959	\$ 8,195
Other employee benefit expenses	979	2,719	\$ 3,698
Depreciation expense	7,615	36,535	\$ 44,150
Amortization expense	2	2,549	\$ 2,551
Total	\$ 38,130	\$ 120,601	\$ 158,731

Nature	July to September, 2024		
	Operating costs	Operating expenses	Total
Employee benefit expenses			
Salaries and wages expense	\$ 31,254	\$ 78,456	\$ 109,710
Labor and health insurance expense	1,064	6,006	7,070
Pension expense	4,205	5,029	9,234
Other employee benefit expenses	1,104	4,257	5,361
Depreciation expense	8,971	33,256	42,227
Amortization expense	-	2,189	2,189
Total	\$ 46,598	\$ 129,193	\$ 175,791

Nature	January to September, 2025		
	Operating costs	Operating expenses	Total
Employee benefit expenses			
Salaries and wages expense	\$ 70,324	\$ 204,885	\$ 275,209
Labor and health insurance expense	3,159	17,100	\$ 20,259
Pension expense	10,404	17,433	\$ 27,837
Other employee benefit expenses	2,864	8,407	\$ 11,271
Depreciation expense	23,286	102,100	\$ 125,386
Amortization expense	2	7,556	\$ 7,558
Total	\$ 110,039	\$ 357,481	\$ 467,520

Nature	January to September, 2024		
	Operating costs	Operating expenses	Total
Employee benefit expenses			
Salaries and wages expense	\$ 76,443	\$ 239,728	\$ 316,171
Labor and health insurance expense	3,184	18,551	21,735
Pension expense	11,800	15,147	26,947
Other employee benefit expenses	3,361	10,655	14,016
Depreciation expense	28,222	82,421	110,643
Amortization expense	-	6,172	6,172
Total	\$ 123,010	\$ 372,674	\$ 495,684

1. The Company shall appropriate 5% to 10% of the profit for the current year as employees' compensation (40% to 55% of the amount of such employees' compensation shall be appropriated for distribution to grass-roots employees) and appropriate no more than 3% as directors' remuneration. Due to operating losses for

the periods from July to September, 2025 and from January to September, 2025, the estimated employees' compensation and directors' remuneration are both NT\$0 thousand; for the periods from July to September, 2024 and from January to September, 2024, the estimated employees' compensation were NT\$(340) thousand and NT\$0 thousand, respectively, and the estimated directors' remuneration were NT\$(110) thousand and NT\$0 thousand, respectively.

2. The Board of Directors meetings in March 2025 and 2024 resolved to approve the employees' compensation and directors' remuneration for 2024 and 2023, and the relevant amounts recognized in the financial reports are as follows:

	2024		2023	
	Employee remuneration	Director remuneration	Employee remuneration	Director remuneration
Amounts resolved to be distributed	\$ -	\$ -	\$ 3,400	\$ 1,100
Amounts recognized in the annual financial statements	-	-	3,400	1,100
Difference	\$ -	\$ -	\$ -	\$ -

The aforementioned employee remuneration is paid in cash.

3. For information regarding the remuneration of employees and directors related to the Board of Directors resolution, please refer to the "Market Observation Post System" of the Taiwan Stock Exchange.

(29) Interest income

Item	July to September, 2025	July to September, 2024
Interest revenue		
interest income from bank deposits	\$ 1,216	\$ 3,213
Fund distributions	393	-
Total	\$ 1,609	\$ 3,213

Item	January to September, 2025	January to September, 2024
Interest revenue		
interest income from bank deposits	\$ 5,782	\$ 9,918
Fund distributions	1,225	-
Total	\$ 7,007	\$ 9,918

(30) Other income

Item	July to September, 2025	July to September, 2024
Rental income	\$ 1,324	\$ 480
Dividend income	687	942
Other income	1,385	3,609
Total	\$ 3,396	\$ 5,031

Item	January to September, 2025	January to September, 2024
Rental income	\$ 3,846	\$ 582
Dividend income	852	942
Other income	3,891	5,552
Compensation income	6,310	-
Total	\$ 14,899	\$ 7,076

(31) Other gains and losses

Item	July to September, 2025	July to September, 2024
Gains (losses) on foreign exchange, net	\$ 34,855	\$ (8,687)
Gains (losses) on disposal of financial assets at fair value through profit or loss	1,460	4,307
Gains (losses) on financial assets (liabilities) at fair value through profit or loss	8,892	(458)
Gains (losses) on disposals of property, plant and equipment	114	(734)
Other expenses	(732)	(1,848)
Total	\$ 44,589	\$ (7,420)

Item	January to September, 2025	January to September, 2024
Gains (losses) on foreign exchange, net	\$ (50,539)	\$ 33,152
Gains (losses) on disposal of financial assets at fair value through profit or loss	13,803	5,843
Gains (losses) on financial assets (liabilities) at fair value through profit or loss	(8,334)	15,139
Loss on disposal of subsidiaries	-	(2,329)
Impairment loss (Note)	-	(4,524)
Gains (losses) on lease modifications	(488)	28
Gains (losses) on disposals of property, plant and equipment	234	(916)
Other expenses	(2,072)	(2,204)
Total	\$ (47,396)	\$ 44,189

(Note): This refers to the loss that cannot be recovered from jointly developed equipment with other manufacturers.

(32) Finance costs

Item	July to September, 2025	July to September, 2024
Interest expense:		
Bank loans	\$ 3,179	\$ 3,341
Convertible bonds	1,388	2,208
Interest on lease liabilities	991	885
Less: Amount capitalized to qualifying assets	(1,733)	(1,455)
Finance costs	\$ 3,825	\$ 4,979

Item	January to September, 2025	January to September, 2024
Interest expense:		
Bank loans	\$ 8,144	\$ 6,148
Convertible bonds	4,289	8,477
Interest on lease liabilities	2,727	2,583
Less: Amount capitalized to qualifying assets	(2,603)	(1,455)
Finance costs	\$ 12,557	\$ 15,753

(33) Income tax

1. The components of tax expenses were as follows:

	July to September, 2025	July to September, 2024
<u>Income tax for the period</u>		
Income tax expense for the period	\$ (332)	\$ 758
Surtax on unappropriated retained earnings	-	-
Adjustment of income tax of prior years	600	(520)
Non-deductible foreign taxes	770	804
Total income tax for the period	<u>\$ 1,038</u>	<u>\$ 1,042</u>
<u>Deferred income tax</u>		
Originating and reversing temporary differences	\$ 8,880	\$ (4,684)
Total deferred income tax	<u>\$ 8,880</u>	<u>\$ (4,684)</u>
Income tax expense (benefit)	<u><u>\$ 9,918</u></u>	<u><u>\$ (3,642)</u></u>

	January to September, 2025	January to September, 2024
<u>Income tax for the period</u>		
Income tax expense for the period	\$ 206	\$ 758
Surtax on unappropriated retained earnings	-	-
Adjustment of income tax of prior years	506	(8,437)
Non-deductible foreign taxes	1,562	1,887
Total income tax for the period	<u>\$ 2,274</u>	<u>\$ (5,792)</u>
<u>Deferred income tax</u>		
Originating and reversing temporary differences	\$ (13,034)	\$ 3,204
Total deferred income tax	<u>\$ (13,034)</u>	<u>\$ 3,204</u>
Income tax expense (benefit)	<u><u>\$ (10,760)</u></u>	<u><u>\$ (2,588)</u></u>

The tax rate applicable to the Group's entities in the Republic of China is 20%, and the tax rate applicable to unappropriated earnings is 5%. Tax rates applicable to other entities in other jurisdictions are based on the tax laws in those jurisdictions.

2. Tax expense (benefit) related to other comprehensive income:

Item	July to September, 2025	July to September, 2024
Exchange differences on translation of foreign operations	<u>\$ 214</u>	<u>\$ (64)</u>

Item	January to September, 2025	January to September, 2024
Exchange differences on translation of foreign operations	<u>\$ (418)</u>	<u>\$ 389</u>

3. The income tax of the Company's profit-seeking enterprise has been approved up to 2022 by the tax collection authority.

(34) Other comprehensive income (loss)

Item	July to September, 2025		
	Before tax	Income tax (expense) benefit	Net amount after tax
Items that will not be reclassified to profit or loss			
Equity at fair value through other comprehensive income	\$ (30,811)	\$ -	\$ (30,811)
Unrealized gains (losses) from investments in instruments			
Subtotal	\$ (30,811)	\$ -	\$ (30,811)
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign financial statements	\$ 7,564	\$ (214)	\$ 7,350
Subtotal	\$ 7,564	\$ (214)	\$ 7,350
Recognized in other comprehensive income (loss)	<u>\$ (23,247)</u>	<u>\$ (214)</u>	<u>\$ (23,461)</u>
July to September, 2024			
Item	Before tax	Income tax (expense) benefit	Net amount after tax
Items that will not be reclassified to profit or loss			
Equity at fair value through other comprehensive income	\$ 1,148	\$ -	\$ 1,148
Unrealized gains (losses) from investments in instruments			
Subtotal	\$ 1,148	\$ -	\$ 1,148
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign financial statements	\$ (2,537)	\$ 64	\$ (2,473)
Subtotal	\$ (2,537)	\$ 64	\$ (2,473)
Recognized in other comprehensive income (loss)	<u>\$ (1,389)</u>	<u>\$ 64</u>	<u>\$ (1,325)</u>
January to September, 2025			
Item	Before tax	Income tax (expense) benefit	Net amount after tax
Items that will not be reclassified to profit or loss			
Equity at fair value through other comprehensive income	\$ (34,585)	\$ -	\$ (34,585)
Unrealized gains (losses) from investments in instruments			
Subtotal	\$ (34,585)	\$ -	\$ (34,585)
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign financial statements	\$ (14,651)	\$ 418	\$ (14,233)
Subtotal	\$ (14,651)	\$ 418	\$ (14,233)
Recognized in other comprehensive income (loss)	<u>\$ (49,236)</u>	<u>\$ 418</u>	<u>\$ (48,818)</u>

Item	January to September, 2024		
	Before tax	Income tax (expense) benefit	Net amount after tax
Items that will not be reclassified to profit or loss			
Equity at fair value through other comprehensive income	\$ 9,046	\$ -	\$ 9,046
Unrealized gains (losses) from investments in instruments			
Subtotal	\$ 9,046	\$ -	\$ 9,046
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign financial statements	\$ 18,294	\$ (389)	\$ 17,905
Subtotal	\$ 18,294	\$ (389)	\$ 17,905
Recognized in other comprehensive income (loss)	\$ 27,340	\$ (389)	\$ 26,951

(35) Transactions with non-controlling interests

1. Acquisition of additional equity subsidiaries

January to September, 2025: None.

January to September, 2024:

In March 2024, the Group acquired an additional 9.39% equity interest in its subsidiary, Superior Technology Semiconductor Co., Ltd, for a cash consideration of NT\$34,503 thousand, resulting in an increase in its shareholding ratio from 90.61% to 100%. As the aforementioned transaction did not change the Group's control over the said subsidiary, the Group treated it as an equity transaction:

Item	Superior Technology
Carrying amount of non-controlling interests purchased	\$ 21,698
Consideration paid to non-controlling interests	(34,503)
Accumulated profit and loss – difference between consideration and carrying amount of subsidiaries acquired or disposed of	\$ (12,805)

(36) Earnings per share

Item	July to September, 2025	July to September, 2024
A. Basic earnings per share:		
Net profit (loss)	\$ 12,720	\$ (39,152)
Weighted-average shares outstanding for the period (thousand shares)	105,343	102,692
Basic earnings per share (after tax) (NT\$)	<u>\$ 0.12</u>	<u>\$ (0.38)</u>
B. Diluted earnings per share:		
Net profit (loss)	\$ 12,720	\$ (39,152)
Interest on convertible bonds	-	-
Net profit after adjusted diluted effect	<u>\$ 12,720</u>	<u>\$ (39,152)</u>
Weighted-average shares outstanding for the period (thousand shares)	105,343	102,692
Effect of potential dilutive ordinary shares:		
Convertible bonds (thousand shares)	-	-
Effect of employee share options (thousand shares)	-	-
Effect of employee compensation (thousand shares)	-	-
Weighted-average number of ordinary shares outstanding after dilution (thousand shares)	105,343	102,692
Diluted earnings per share (after tax) (NT\$)	<u>\$ 0.12</u>	<u>\$ (0.38)</u>

Item	January to September, 2025	January to September, 2024
A. Basic earnings per share:		
Net profit (loss)	\$ (166,909)	\$ (35,865)
Weighted-average shares outstanding for the period (thousand shares)	105,264	100,035
Basic earnings per share (after tax) (NT\$)	<u>\$ (1.59)</u>	<u>\$ (0.36)</u>
B. Diluted earnings per share:		
Net profit (loss)	\$ (166,909)	\$ (35,865)
Interest on convertible bonds	-	-
Net profit (loss) after adjusted diluted effect	<u>\$ (166,909)</u>	<u>\$ (35,865)</u>
Weighted-average shares outstanding for the period (thousand shares)	105,264	100,035
Effect of potential dilutive ordinary shares:		
Convertible bonds (thousand shares)	-	-
Effect of employee share options (thousand shares)	-	-
Effect of employee compensation (thousand shares)	-	-
Weighted average number of ordinary shares outstanding after dilution (thousand shares)	105,264	100,035
Outstanding Shares (in thousands)		
Diluted earnings per share (after tax) (NT\$)	<u>\$ (1.59)</u>	<u>\$ (0.36)</u>

(Note) If the Company chooses to distribute employee compensation in the form of stock or cash, it is assumed that employee compensation will be distributed in the form of

stock when calculating diluted earnings per share, and the weighted average number of shares outstanding will be adjusted for potential dilutive effects to calculate diluted earnings per share. Before calculating diluted earnings per share for the following year, the impact of the dilution of these potential ordinary shares will also continue to be considered in the issuance of employee remuneration shares resolution.

7. Related-Party Transactions

(1) Parent company and ultimate controlling party:

The Company is the ultimate controller of the Group.

(2) Name of related party and its relationship: None.

(3) Significant transactions with related parties:

1. Operating revenue: None.
2. Purchase: None.
3. Contract assets: None.
4. Contract liabilities: None.
5. Accounts receivable from related parties (excluding loans to related parties): None.
6. Amounts payable to related parties (excluding borrowings from related parties): None.
7. Prepayments: None.
8. Property transactions: None.
9. Lease agreement: None.
10. Rent agreement: None.
11. Loans to related parties: None.
12. Borrowings from related parties: None.
13. Endorsement guarantee: None.

(4) Key management compensation information

Category/name of related party	July to September, 2025	July to September, 2024
Salaries and other short-term employee benefits	\$ 4,545	\$ 5,545
Post-employment benefits	271	212
Other long-term employee benefits	-	-
Termination benefits	-	-
Share-based payments	80	188
Total	\$ 4,896	\$ 5,945

Category/name of related party	January to September, 2025		January to September, 2024	
Salaries and other short-term employee benefits	\$ 17,135		\$ 20,085	
Post-employment benefits	675		720	
Other long-term employee benefits	-		-	
Termination benefits	-		-	
Share-based payments	241		566	
Total	\$ 18,051		\$ 21,371	

8. Pledged Assets

The following assets have been provided as collateral for various loans and performance guarantees:

Item	September 30, 2025	December 31, 2024	September 30, 2024
Other financial assets – current	\$ 5,988	\$ 6,419	\$ 16,974
Other financial assets – non-current	5,600	5,900	5,900
Property, plant and equipment, net	652,855	690,618	705,628
Right-of-use assets, net	28,956	31,332	31,563
Total	\$ 693,399	\$ 734,269	\$ 760,065

9. Significant Contingent Liabilities and Unrecognized Contractual Commitments

- (1) As of September 30, 2025, December 31, 2024 and September 30, 2024, the promissory notes issued by the Group as guarantees for loan facilities and other matters amounted to NT\$923,160 thousand, NT\$927,840 thousand, and NT\$925,570 thousand, respectively, which were recognized as guarantee notes provided and guarantee notes payable.
- (2) As of September 30, 2025, December 31, 2024, and September 30, 2024, the time deposit certificates provided by the Group were all NT\$710 thousand, which were provided to the Kaohsiung Customs, Customs Administration, and Ministry of Finance as security for import and export goods deposits.
- (3) As of September 30, 2025, December 31, 2024, and September 30, 2024, the performance guarantees provided by banks for the Group's Ministry of Economic Affairs technology research and development projects amounted to NT\$1,091 thousand, NT\$995 thousand, and NT\$9,272 thousand, respectively.
- (4) Details of the Group's issued but unused letters of credit are as follows:

Item	Unit: Thousands of NTD					
	September 30, 2025		December 31, 2024		September 30, 2024	
Amount of overseas letters of credit	JPY	61,632	JPY	6,812	JPY	64,690
	USD	279	USD	199	USD	275
	EUR	151	EUR	-	EUR	94

(5) The amount of Banker's acceptance for the import of goods by the Group is as follows:

Item	Unit: Thousands of NTD					
	September 30, 2025		December 31, 2024		September 30, 2024	
Banker's acceptance	JPY	63,975	JPY	49,135	JPY	54,809
	USD	193	USD	139	USD	-
	EUR	-	EUR	-	EUR	35

(6) Material capital expense under a contract but not yet incurred:

Item	Unit: Thousands of NTD					
	September 30, 2025		December 31, 2024		September 30, 2024	
Property, plant and equipment	\$	252,298	\$	395,613	\$	524,061

(7) The Group entered into a plant purchase contract with Zen Voce Co., Ltd. in May 2022, stipulating that upon completion of the construction of the new plant by the Group's subsidiary, Superior Technology Semiconductor Co., Ltd, certain floors of its newly constructed plant would be sold. In July 2022, the Group received a performance bond of NT\$71,056 thousand (recorded under guarantee deposits received). Following the completion of the aforementioned plant construction, the sale of the plant became difficult to implement due to factors such as legal restrictions prohibiting the sale of partial floors and controls on mainland capital accounts. Both parties agreed to rescind the contract in April 2025, and the performance bond was returned without interest.

10. Significant Disaster Loss: None.

11. Significant Events after the Reporting Period: None.

12. Others

(1) Explanation of the seasonality or periodicity of mid-term operations

The operations of the Group are not affected by seasonal or periodic factors.

(2) Capital risk management

There have been no significant changes in the Group's capital risk management approach compared to that described in the 2024 consolidated financial statements. For relevant details, please refer to Note 12(1) of the 2024 consolidated financial statements.

(3) Financial instruments

1. Financial risks of financial instruments

Financial risk management policy

The Group's daily operations are affected by various financial risks, including market risk (comprising exchange rate risk, price risk, and interest rate risk), credit risk, and liquidity risk. To mitigate related financial risks, the Group is committed to identifying, assessing, and avoiding market uncertainties to reduce the potential adverse impact of market fluctuations on the Group's financial performance.

The Group's significant financial activities are reviewed by the Board of Directors in accordance with relevant regulations and internal control systems. During the execution of the financial plan, the Group must strictly adhere to the relevant financial operating procedures concerning overall financial risk management and the division of responsibilities.

Nature and degrees of significant financial risks

(1) Market risk

A. Foreign exchange rate risk

(A) The nature and degree of significant financial risks have not undergone major changes compared to those described in the 2024 consolidated financial statements. For related explanations, please refer to Note 12(2) of the 2024 consolidated financial statements.

(B) Exchange rate risk and sensitivity analysis

	Foreign currency	Exchange rate	Carrying amount (NTD)	September 30, 2025					
				Range of Change	Sensitivity analysis	Impact on profit and loss			
(Foreign currency: functional currency)									
<u>Financial assets</u>									
<u>Monetary item</u>									
USD: NTD	12,415	30.445	377,982	Appreciated by 1%	3,780	-			
JPY: NTD	334,126	0.2052	68,563	Appreciated by 1%	686	-			
CNY: NTD	111,675	4.2847	478,493	Appreciated by 1%	4,785	-			
USD: CNY	2,430	7.1055	73,994	Appreciated by 1%	740	-			
USD: HKD	1,524	7.7828	46,393	Appreciated by 1%	464	-			
<u>Financial liabilities</u>									
<u>Monetary item</u>									
USD: NTD	503	30.445	15,302	Appreciated by 1%	(153)	-			
JPY: NTD	79,800	0.2052	16,375	Appreciated by 1%	(164)	-			
USD: CNY	3,712	7.1055	113,015	Appreciated by 1%	(1,130)	-			
USD: HKD	1,616	7.7828	49,190	Appreciated by 1%	(492)	-			

		December 31, 2024:				
		Sensitivity analysis				
	Foreign currency	Exchange rate	Carrying amount (NTD)	Range of Change	Impact on profit and loss	Impact on equity
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary item</u>						
USD: NTD	11,036	32.785	361,804	Appreciated by 1%	3,618	-
JPY: NTD	157,967	0.2107	33,284	Appreciated by 1%	333	-
CNY: NTD	84,795	4.5608	386,733	Appreciated by 1%	3,867	-
USD: CNY	2,346	7.1884	76,900	Appreciated by 1%	769	-
USD: HKD	1,310	7.7625	42,940	Appreciated by 1%	429	-
<u>Financial liabilities</u>						
<u>Monetary item</u>						
USD: NTD	834	32.785	27,353	Appreciated by 1%	(274)	-
USD: HKD	1,462	7.7625	47,928	Appreciated by 1%	(479)	-
USD: CNY	3,243	7.1884	106,329	Appreciated by 1%	(1,063)	-

		September 30, 2024			
		Sensitivity analysis			
Foreign currency	Exchange rate	Carrying amount (NTD)	Range of Change	Impact on profit and loss	Impact on equity
(Foreign currency: functional currency)					
<u>Financial assets</u>					
<u>Monetary item</u>					
USD: NTD	11,809	31.6500	373,770	Appreciated by 1%	3,738
JPY: NTD	126,198	0.2218	27,991	Appreciated by 1%	280
CNY: NTD	77,505	4.5167	350,065	Appreciated by 1%	3,501
USD: CNY	2,179	7.0074	68,951	Appreciated by 1%	690
USD: HKD	1,230	7.7705	38,932	Appreciated by 1%	389
<u>Financial liabilities</u>					
<u>Monetary item</u>					
USD: NTD	736	31.6500	23,285	Appreciated by 1%	(233)
JPY: NTD	57,589	0.2218	12,773	Appreciated by 1%	(128)
EUR: NTD	158	35.3509	5,577	Appreciated by 1%	(56)
USD: CNY	2,843	7.0074	89,990	Appreciated by 1%	(900)
USD: HKD	1,413	7.7705	44,714	Appreciated by 1%	(447)
CNY: HKD	2,206	1.1089	9,964	Appreciated by 1%	(100)

If the value of the New Taiwan Dollar appreciates against the aforementioned currencies, and if all other variables remain constant, there would be an equal but opposite effect on the amounts reflected in the aforementioned currencies as of September 30, 2025, December 31, 2024, and September 30, 2024.

The aggregate amount of all exchange gains and losses (including realized and unrealized) recognized by the Group for the periods from July to September of 114 and 2024 and from January to September of 114 and 2024, due to the significant impact of exchange rate fluctuations on monetary item, were 34,855 thousand, (8,687) thousand, (50,539) thousand, and 33,152 thousand, respectively.

B. Price risk

Due to the securities investments held by the Group in consolidated balance sheets, classified as financial assets at fair value through profit or loss or

financial assets at fair value through other comprehensive income, the Group is exposed to securities price risk.

The Group primarily invests in financial instruments such as shares of listed or unlisted companies, funds, and corporate bonds. The prices of these securities are subject to fluctuations due to the uncertainty of the future value of the investment targets. If the price of such securities were to rise or fall by 1%, with all other factors remaining constant, the after-tax net profit for the periods from January to September of 2025 and 2024 would increase or decrease by 1,665 thousand and 2,889 thousand, respectively, due to gains or losses from financial instruments at Fair value through profit or loss. For the periods from January to September of 2025 and 2024, other comprehensive income (loss), net of income tax would increase or decrease by NT\$533 thousand and NT\$868 thousand, respectively, due to the rise or fall in the fair value of financial assets at Fair value through other comprehensive income.

C. Interest rate risk

The carrying amount of the financial assets and liabilities that are exposed to interest rate risk as reporting date was as follows:

Item	Carrying amount		
	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk:			
Financial assets	\$ 240,919	\$ 620,032	\$ 638,491
Financial liabilities	(499,129)	(512,595)	(625,986)
Net amount	<u>\$ (258,210)</u>	<u>\$ 107,437</u>	<u>\$ 12,505</u>
Cash flow interest rate risk:			
Financial assets	\$ 355,247	\$ 231,588	\$ 288,000
Financial liabilities	(376,116)	(313,531)	(343,157)
Net amount	<u>\$ (20,869)</u>	<u>\$ (81,943)</u>	<u>\$ (55,157)</u>

(A) Sensitivity analysis of instruments with fair value interest rate risk

The Group has not classified any fixed-rate financial assets and liabilities as financial assets measured at fair value through profit or loss and at fair value through other comprehensive income, nor has it designated derivative instruments (interest rate swaps) as hedging instruments under the fair value hedge accounting model. Therefore, the change in the daily interest rate reported will not affect the profit and loss and other total net income.

(B) Sensitivity analysis of instruments with cash flow interest rate risk

The floating rate financial instruments of the Group are classified as floating rate assets (debt), hence changes in market interest rates will cause their effective interest rates to fluctuate, resulting in volatility in future cash flows. A 1% decrease (increase) in market interest rates

would cause the net profit for the periods from January to September for 2025 and 2024 to increase (decrease) by (157) thousand and (414) thousand, respectively.

(2) Credit risk

Credit risk refers to the risk of financial loss to the Group due to a counterparty's breach of contractual obligations. The credit risk of the Group primarily arises from receivables generated from operating activities, and cash in banks and other financial instruments generated from investing activities. Operational credit risk and financial credit risk are managed separately.

A. Operational credit risk

To maintain the quality of accounts receivable, the Group has established procedures for operational credit risk management. The risk assessment of individual clients takes into account various factors that may affect the client's payment ability, including the client's financial condition, the internal credit rating of the Group, historical transaction records, and the current economic situation.

B. Financial credit risk

The credit risk of cash in banks and other financial instruments is measured and monitored by the financial department of the Group. As the Group's counterparties to the transaction and contract are banks with good credit and financial institutions, companies, and government agencies rated at investment-grade or higher, there are no significant concerns regarding performance obligations, and therefore, no significant credit risk. In addition, the Group does not classify any debt instrument investments as measured at amortized cost and classified as at fair value through other comprehensive income.

(A) Credit concentration risk

As of September 30, 2025, December 31, 2024, and September 30, 2024, the balance of accounts receivable from the top ten customers accounted for 59%, 47%, and 55% of the Group's accounts receivable balance, respectively; the credit concentration risk of the remaining accounts receivable is relatively not significant.

(B) Measurement of expected credit loss:

(a) Accounts receivable: It adopts a simplified approach. Please refer to Note 6(4) for details.

(b) Basis for determining whether credit risk has increased significantly:

None. (The Group does not classify any debt instrument investments as measured at amortized cost and classified as at fair value through other comprehensive income.)

(C) Holding collateral and other credit enhancements to mitigate the credit risk of financial assets:

The financial impact related to the maximum exposure to credit risk of the financial assets recognized in the consolidated balance sheets and the collateral held by the Group as security, net settlement agreements, and other credit enhancements is shown in the following table:

	September 30, 2025	Carrying amount	Decrease in amount of maximum exposure to credit risk			
			Collateral	Total agreement of net settlement	Other credit enhancement	Total
Credit-impaired financial instruments that are subject to impairment requirements of IFRS 9		\$ -	\$ -	\$ -	\$ -	\$ -
Credit-impaired financial instruments that are not subject to impairment requirements of IFRS 9 :						
Financial assets at fair value through profit or loss	167,321		-	-	-	-
Financial assets at fair value through other comprehensive income	53,298		-	-	-	-
Total	\$ 220,619	\$ -	\$ -	\$ -	\$ -	\$ -

	December 31, 2024	Carrying amount	Decrease in amount of maximum exposure to credit risk			
			Collateral	Total agreement of net settlement	Other credit enhancement	Total
Credit-impaired financial instruments that are subject to impairment requirements of IFRS 9		\$ 825	\$ -	\$ -	\$ -	\$ -
Credit-impaired financial instruments that are not subject to impairment requirements of IFRS 9 :						
Financial assets at fair value through profit or loss	233,751		-	-	-	-
Financial assets at fair value through other comprehensive income	84,619		-	-	-	-
Total	\$ 319,195	\$ -	\$ -	\$ -	\$ -	\$ -

September 30, 2024	Carrying amount	Decrease in amount of maximum exposure to credit risk			
		Collateral	Total agreement of net settlement	Other credit enhancement	Total
Credit-impaired financial instruments that are subject to impairment requirements of IFRS 9	\$ 1,320	\$ -	\$ -	\$ -	\$ -
Credit-impaired financial instruments that are not subject to impairment requirements of IFRS 9 :					
Financial assets at fair value through profit or loss	290,803	-	-	-	-
Financial assets at fair value through other comprehensive income	86,827	-	-	-	-
Total	\$ 378,950	\$ -	\$ -	\$ -	\$ -

(3) Liquidity risk

A. Liquidity risk management

The Group's objectives and policies for managing liquidity risk have not changed significantly from those stated in the 2024 Consolidated Financial Statements; please refer to Note 12(2) of the 2024 Consolidated Financial Statements for relevant descriptions.

B. Financial liabilities maturity analysis

Non-derivative financial liabilities	September 30, 2025						
	Within 6 months	7-12 months	1-2 years	2-5 years	Over 5 years	Contractual cash flows	Carrying amount
Short-term borrowings	\$ 105,938	\$ -	\$ -	\$ -	\$ -	\$ 105,938	\$ 105,938
Notes payable	4,230	-	-	-	-	4,230	4,230
Accounts payable	290,017	-	-	-	-	290,017	290,017
Other payables	132,142	-	-	-	-	132,142	132,142
Long-term borrowings (including the portion due within one year)	17,058	34,139	70,127	132,021	19,741	273,086	270,178
Bonds payable	-	-	358,000	-	-	358,000	348,270
Lease liabilities	12,626	13,503	26,619	43,872	78,456	175,076	150,859
Total	\$ 562,011	\$ 47,642	\$ 454,746	\$ 175,893	\$ 98,197	\$ 1,338,489	\$ 1,301,634

Further information on the maturity analysis of lease liabilities was as follows:

Lease liabilities	Within 1 year	1-5 years	5-10 years	10-15 years	15-20 years	Over 20 years	Total undiscounted lease payment	
							\$ 26,129	\$ 70,491
							\$ 26,129	\$ 70,491

December 31, 2024							
Non-derivative financial liabilities	Within 6 months	7-12 months	1-2 years	2-5 years	Over 5 years	Contractual cash flows	Carrying amount
Short-term borrowings	\$ -	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000	\$ 5,000
Notes payable	3,814	-	-	-	-	3,814	3,814
Accounts payable	212,684	-	-	-	-	212,684	212,684
Other payables	162,168	-	-	-	-	162,168	162,168
Long-term borrowings (including the portion due within one year)	8,458	17,571	53,440	206,360	22,702	308,531	308,531
Bonds payable	-	-	-	388,700	-	388,700	373,695
Lease liabilities	13,245	9,391	18,777	38,864	82,882	163,159	138,900
Refundable deposits received	-	71,056	-	-	-	71,056	71,056
Total	\$ 400,369	\$ 103,018	\$ 72,217	\$ 633,924	\$ 105,584	\$ 1,315,112	\$ 1,275,848

Further information on the maturity analysis of lease liabilities was as follows:

Lease liabilities	Within 1 year	1-5 years	5-10 years	10-15 years	15-20 years	Over 20 years	Total undiscounted lease payment
	\$ 22,636	\$ 57,641	\$ 28,345	\$ 29,868	\$ 18,791	\$ 5,878	\$ 163,159

September 30, 2024							
Non-derivative financial liabilities	Within 6 months	7-12 months	1-2 years	2-5 years	Over 5 years	Contractual cash flows	Carrying amount
Short-term borrowings	\$ 32,700	\$ -	\$ -	\$ -	\$ -	\$ 32,700	\$ 32,700
Notes payable	4,802	-	-	-	-	4,802	4,802
Accounts payable	218,313	-	-	-	-	218,313	218,313
Other payables	175,960	-	-	-	-	175,960	175,960
Long-term borrowings (including the portion due within one year)	8,894	17,441	52,908	208,251	22,963	310,457	310,457
Bonds payable	-	-	-	505,400	-	505,400	483,961
Lease liabilities	14,291	9,996	17,433	40,915	84,357	166,992	142,025
Refundable deposits received	-	-	71,056	-	-	71,056	71,056
Total	\$ 454,960	\$ 27,437	\$ 141,397	\$ 754,566	\$ 107,320	\$ 1,485,680	\$ 1,439,274

Derivative financial liabilities	\$ 422	\$ -	\$ -	\$ -	\$ -	\$ 422	\$ 422
Financial liabilities at fair value through profit or loss (including current and non-current)	\$ 422	\$ -	\$ -	\$ -	\$ -	\$ 422	\$ 422
Total	\$ 422	\$ -	\$ -	\$ -	\$ -	\$ 422	\$ 422

Further information on the maturity analysis of lease liabilities was as follows:

Lease liabilities	Within 1 year	1-5 years	5-10 years	10-15 years	15-20 years	Over 20 years	Total undiscounted lease payment
	\$ 24,287	\$ 58,348	\$ 28,418	\$ 29,867	\$ 19,949	\$ 6,123	\$ 166,992

The Group does not expect the timing of the occurrence of the cash flows in the maturity analysis to be significantly earlier, nor the actual amounts to be significantly different.

2. Categories of financial instruments

September 30, 2025 December 31, 2024 September 30, 2024

Financial assets

Financial assets measured at amortized cost			
Cash and cash equivalents	\$ 575,982	\$ 730,387	\$ 794,353
Notes and accounts receivable	499,424	531,765	468,505
Other receivables	20,810	6,311	9,864
Other financial assets – current	15,988	117,419	127,974
Other financial assets – non-current	5,600	5,900	5,900
Refundable deposits paid	9,918	11,288	12,281
Financial assets at fair value through profit or loss - current	167,321	233,751	290,803
Financial assets at fair value through other comprehensive income	53,298	84,619	86,827
Financial assets measured – non-current			

Financial liabilities

Financial liabilities at amortized cost			
Short-term borrowings	105,938	5,000	32,700
Notes and accounts payable	294,247	216,498	223,115
Other payables	132,142	162,168	175,960
Long-term borrowings (including the portion due within one year)	270,178	308,531	310,457
Bonds payable	348,270	373,695	483,961
Lease liabilities (including the portion due within one year)	150,859	138,900	142,025
Refundable deposits received	-	71,056	71,056
Financial liabilities at fair value through profit or loss - non-current:	-	-	422

(4) Fair value information:

1. For information on the fair value of the Group's financial assets and financial liabilities not measured at fair value, please refer to Note 12(4)3.

2. Definition of the three levels of fair value

Level 1:

The input value of this level refers to the active market public quotation of the same instrument in an active market. An active market is a market in which all the following conditions exist: the items traded in the market are homogeneous; willing buyers and sellers can normally be found at any time in the market; and price information is

available to the public. The fair value of the listed stocks, beneficiary certificates, Taiwan central government bond investments belonging to popular securities, and derivatives with active market quotations invested by the group all belong to this category.

Level 2:

The input values of this level refer to observable prices other than active market quotations, including directly (such as prices) or indirectly (such as derived from prices) observable inputs obtained from active markets. The group's investments in non-popular bonds, corporate bonds, and most derivatives are included.

Level 3:

The input value of this level refers to the input parameters for measuring fair value that are not based on observable inputs available in the market. This includes the Group's investments in equity instruments without an active market and investments in convertible preferred shares.

3. Financial instruments that are not measured at fair value

Except for those listed in the table below, the carrying amounts of the Group's financial instruments not at Fair value, such as cash and cash equivalents, accounts receivable, other financial assets, guarantee deposits paid, short-term borrowings, accounts payable, lease liabilities, long-term borrowings (including those due within one year or one operating cycle), and guarantee deposits received, are reasonable approximations of their fair values.

Item	Carrying amount	September 30, 2025		
		Fair value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 348,270	\$ 483,300	\$ -	\$ -

Item	Carrying amount	December 31, 2024		
		Fair value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 373,695	\$ 532,519	\$ -	\$ -

Item	Carrying amount	September 30, 2024		
		Fair value		
		Level 1	Level 2	Level 3
Financial liabilities:				
Bonds payable	\$ 483,961	\$ 924,882	\$ -	\$ -

4. Information on fair value by level:

The Group's financial instruments were measured at fair value on a recurring basis. The Group's fair value levels are shown in the following table:

Item	September 30, 2025				Total	
	Level 1	Level 2	Level 3			
Assets:						
<u>Recurring fair value</u>						
Financial assets at fair value through profit or loss						
Non-derivative financial assets held for trading	\$ 166,498	\$ -	\$ -	\$ -	\$ 166,498	
Redemption and put options on convertible bonds	-	-	-	823	823	
Financial assets at fair value through other comprehensive income						
Domestic unlisted shares	-	-	53,298	53,298		
Total	<u>\$ 166,498</u>	<u>\$ -</u>	<u>\$ 54,121</u>	<u>\$ 220,619</u>		

Item	December 31, 2024				Total	
	Level 1	Level 2	Level 3			
Assets:						
<u>Recurring fair value</u>						
Financial assets at fair value through profit or loss - current:						
Non-derivative financial assets held for trading	\$ 232,546	\$ -	\$ -	\$ -	\$ 232,546	
Convertible bond redemption rights and put options	-	-	-	622	622	
Foreign exchange contracts	-	583	-	-	583	
Financial assets at fair value through other comprehensive income or loss - non-current :						
Domestic unlisted shares	-	-	84,619	84,619		
Total	<u>\$ 232,546</u>	<u>\$ 583</u>	<u>\$ 85,241</u>	<u>\$ 318,370</u>		

Item	September 30, 2024			
	Level 1	Level 2	Level 3	Total
Assets:				
<u>Recurring fair value</u>				
Financial assets at fair value through profit or loss				
Non-derivative financial assets held for trading	\$ 288,882	\$ -	\$ -	\$ 288,882
Redemption and put options on convertible bonds	-	-	-	1,921 1,921
Financial assets at fair value through other comprehensive income				
Domestic unlisted shares	-	-	86,827	86,827
Total	<u>\$ 288,882</u>	<u>\$ -</u>	<u>\$ 88,748</u>	<u>\$ 377,630</u>
Liabilities :				
<u>Recurring fair value</u>				
Financial liabilities at fair value through profit or loss - non-current:				
Foreign exchange contracts	\$ -	\$ 422	\$ -	\$ 422
Total	<u>\$ -</u>	<u>\$ 422</u>	<u>\$ -</u>	<u>\$ 422</u>

5. Fair value valuation techniques of instruments measured at fair value:

(1) If financial instruments have quoted prices in an active market, the quoted prices in the active market are used as the fair value. The market prices announced by major exchanges and the Central Government Bond Counter Trading Center, judged as popular securities, are the basis for the fair value of listed equity instruments and debt instruments with active market quotations.

If timely and frequent public quotations for financial instruments can be obtained from exchanges, brokers, underwriters, industry associations, pricing service agencies, or regulatory authorities, and such prices represent actual and frequent fair market transactions, then the financial instruments have an active market public quotation. If the above conditions are not met, the market is considered inactive. Generally speaking, a broad bid-ask spread, a significant increase in the bid-ask spread, or extremely low trading volume are all indicators of an inactive market.

For financial instruments held by the Group that have an active market, their fair values are presented by category and attribute as follows:

- A. Domestic listed shares: Closing price.
- B. Closed-end funds: Closing price.
- C. Open-end funds: Net asset value.
- D. Government bonds: Transaction price.
- E. Corporate bonds: Weighted-average price of NT\$100.
- F. Convertible (exchangeable) bonds: Closing price.

(2) Except for the aforementioned financial instruments with active markets, the fair value of other financial instruments is obtained through valuation techniques or by reference to counterparty quotes. The fair value obtained through valuation techniques may be determined by reference to the current fair value of other financial instruments that are substantially similar in terms and characteristics, the discounted cash flow method, or other valuation techniques, including calculations using models based on market information available on the balance sheet.

(3) The valuation of derivative financial instruments is based on valuation models widely accepted by market users, such as the discounted cash flow method, option pricing models, and quotes from counterparties. Forward foreign exchange contracts are generally valued based on current forward exchange rates. Structured interest rate derivative financial instruments are valued based on appropriate option pricing models (such as the Black-Scholes model) or other valuation methods, such as Monte Carlo simulation.

(4) The output of the valuation model is an estimated approximate value, and the valuation techniques may not reflect all relevant factors of the financial and non-financial instruments held by the Company. Therefore, the estimated value of the valuation model is appropriately adjusted based on additional parameters, such as model risk or liquidity risk.

6. Movement between level 1 and level 2: None.

7. Details of changes in level 3:

Item	<u>Financial assets at fair value through other comprehensive income – equity instruments</u>	
	January to September, 2025	January to September, 2024
Opening balance	\$ 84,619	\$ 26,176
Transferred from prepayments for investments	-	10,000
Purchase	3,264	40,546
Recognized in other comprehensive income (loss)	(34,585)	10,105
Closing balance	<u>\$ 53,298</u>	<u>\$ 86,827</u>

8. Quantitative information on fair value of significant unobservable inputs (Level 3):

The fair value of the unlisted (non-TPEX) company shares held by the Group for which there is no active market is primarily estimated using the market approach, the determination of which is assessed with reference to the valuation of comparable companies, the net worth of the company, and its operating conditions. The significant unobservable inputs used for fair value are listed in the table below:

September 30, 2025:

Item	Evaluation technique	Significant unobservable input	Interval	Relationship between input and fair value
Financial assets at fair value through other comprehensive income - share	Market Approach and Income Approach	Lack of liquidity discount rate	20.84%-28.28%	The higher the liquidity discount, the lower the fair value estimate.

December 31, 2024:

Item	Evaluation technique	Significant unobservable input	Interval	Relationship between input and fair value
Financial assets at fair value through other comprehensive income - share	Market Approach and Income Approach	Lack of liquidity discount rate	20.84%-28.28%	The higher the liquidity discount, the lower the fair value estimate.

September 30, 2024:

Item	Evaluation technique	Significant unobservable input	Interval	Relationship between input and fair value
Financial assets at fair value through other comprehensive income - share	Market Approach	Lack of liquidity discount rate	23.45-25.52%	The higher the liquidity discount, the lower the fair value estimate.

9. Valuation process for level 3 fair value measurement

The Group's valuation process for fair value classified as level 3 utilizes independent source data to align valuation results with market conditions, and regularly conducts independent fair value verification and review of financial instruments to ensure the valuation results are reasonable.

- (5) Transfer of financial assets: None.
- (6) Offset of financial assets and financial liabilities: None.
- (7) The Ministry of Environment announced the "Carbon Fee Collection Regulations", the "Voluntary Reduction Plan Management Regulations," and the "Designated Greenhouse Gas Reduction Targets for Carbon Fee Payers" on August 29, 2024, and announced the carbon fee rates in October 2024, which will take effect from January 1, 2025. The Company estimates that its Year 2025 greenhouse gas emissions will not exceed the threshold for the imposition of carbon fees; therefore, it is not necessary to estimate liabilities related to carbon emissions for the period from January to September 2025.

13. Supplementary Disclosures

- (1) Information on significant transactions (before consolidation eliminations)
 - 1. Loans to other parties: Table 1.
 - 2. Endorsements/Guarantees Provided for Other Parties: Table 2.
 - 3. Securities held at end of period: Table 3.
 - 4. Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of paid-in capital: None.

5. Receivables from related parties amounting to at least NT\$100 million or 20% of paid-in capital: Table 4.
6. Intercompany business relationships and material transactions: Table 5.

(2) Information on investees (before consolidation eliminations): Table 6.

(3) Information on investments in Mainland China (before consolidation eliminations): Table 7.

Table 1

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Loans to Other Parties
September 30, 2025

Unit: Thousands of Foreign Currency;
 Thousands of NTD

No.	Lender	Borrower	Account name	Related party (Y/N)	Highest amount for the period	Closing balance	Actual amount drawn down	Interest rate range	Nature of loan (Note 3)	Transaction amount	Purpose for short-term financing	Collateral		Ceiling on loans granted to a single party (Note 1)	Ceiling on total loans granted (Note 2)	
												Item	Value			
0	E&R ENGINEERING CORPORATION	Wuxi E&R Semiconductor Materials Technology Co., Ltd.	Other receivables - related parties (Note 4)	Yes	25,494 (USD 837)	24,548 (USD 806)	24,548 (USD 806)	-	1	44,611 (Notes 5 and 6)	-	-	-	-	1,011,037	1,011,037
		E&R(Dongguan) Semiconductor Materials Co., Ltd.	Other receivables - related parties (Note 4)	Yes	4,687 (USD154)	4,687 (USD154)	4,687 (USD154)	-	1	34,767 (Notes 5 and 6)	-	-	-	-	1,011,037	1,011,037
		Superior Technology Semiconductor Co., Ltd.	Other receivables - related parties (Note 4)	Yes	6,548 (USD164:RMB366)	1,796 (USD24:RMB249)	1,796 (USD24:RMB249)	-	1	83,970 (Note 6)	-	-	-	-	1,011,037	1,011,037
		Superior Technology Semiconductor Co., Ltd.	Other receivables - related parties	Yes	634,778 (USD 20,850)	421,663 (USD 13,850)	355,630 (RMB 83,000)	2.50%	2	-	Operating capital turnover	-	-	-	1,011,037	1,011,037
1	Superior Technology Semiconductor Co., Ltd.	Chen Tai Trading (Shanghai) Co. Ltd.	Other receivables - related parties	Yes	59,986 (RMB 14,000)	25,708 (RMB 6,000)	25,708 (RMB 6,000)	2.50%	2	-	Operating capital turnover	-	-	-	28,089 (RMB6,556)	28,089 (RMB6,556)

Note 1. The ceiling on loans granted to a single party by the Company and its subsidiaries: Not to exceed 40% of the Company's net value for the period.

Note 2. The ceiling on total loans granted by the Company and its subsidiaries: Not to exceed 40% of the Company's net value for the period.

Note 3. The numbering for the nature of loans is as follows:

■ "1" represents for transaction counterparty.

■ "2" represents a short-term financing requirement.

Note 4. In principle, the Company's collection of payments for sales to related parties is handled in accordance with the collection policy for the same transactions with non-related parties. However, if the related parties are unable to implement the aforementioned policies due to insufficient funds or losses, the Company considers the full support of the subsidiaries' operations to achieve the Company's business objectives in the Mainland China market to be a more important consideration and has thus deferred collection. The Company has reclassified the overdue accounts receivable from Wuxi E&R, E&R(Dongguan), and Jiangsu Taisheng as other receivables in the amounts of 24,548 thousand, 4,687 thousand, and 1,796 thousand, respectively.

Note 5. The Company's raw materials procurement agency transactions for Wuxi E&R and E&R(Dongguan) are presented as collections and payments on behalf of others, and purchases and sales are not recognized.

Note 6: Refers to the 2024 Transaction amount.

Note 7: The above transactions between the parent and subsidiary have been reversed.

Table 2

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Endorsements/guarantees provided for other parties
September 30, 2025

Unit: Thousands of Foreign Currency; Thousands of NTD

No.	Guarantor	Counterparty		Ceiling on endorsement/guarantee for a single entity (Note 2)	Highest balance of endorsement/guarantee in the period	Closing balance of endorsement/guarantee	Actual amount drawn down	Amount of endorsement/guarantee secured by collateral	Ratio of cumulative endorsement/guarantee to net value in latest financial statements	Ceiling on total endorsement/guarantee by parent company for subsidiary (Note 3)	Endorsement/guarantee by parent company for subsidiary	Endorsement/guarantee by subsidiary for parent company	Endorsement/guarantee to an entity in Mainland China
		Company name	Relationship (Note 1)										
0	E&R ENGINEERING CORPORATION Ltd.	TECH-WAVE Industrial Co., Ltd.	2	511,681	20,000	20,000	4,900	-	0.78%	1,263,797	Y	-	-

Note 1: There are seven types of relationships between the endorser and the counterparty, and the type shall be indicated:

- (1) Companies with which it has business dealings.
- (2) An entity wherein the Company holds more than 50% of the voting shares, directly or indirectly.
- (3) An entity holding more than 50% of the Company's voting shares, directly or indirectly.
- (4) An entity wherein the Company holds more than 90% of voting shares, directly or indirectly.
- (5) A mutually-guaranteed industry peer or co-builder for a construction contract.
- (6) An entity with all shareholders providing endorsements/guarantees according to shareholding ratios due to a joint investment.
- (7) Industry peers providing joint guarantees for the performance of pre-sale housing sales contracts in accordance with the Consumer Protection Act.

Note 2: The ceiling on endorsement/guarantee for a single entity shall not exceed 20% of the Company's net value, whereas for a single overseas affiliated company, it shall not exceed 30% of the net value.

Note 3: The ceiling on total endorsement/guarantee shall not exceed 50% of the Company's net value.

Table 3

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Securities held at end of period
September 30, 2025

Unit: Thousands of Foreign Currency; Thousands of NTD

Holder	Type and name of securities	Relationship with issuer	Account name	End of the period				Note
				Shares (units)	Carrying amount	Shareholding ratio	Fair value	
E&R ENGINEERING CORPORATION	Stock - Major Power Technology Co.Ltd.	-	Financial assets at fair value through profit or loss current	56	7,516	0.17%	7,516	
	Stock - Skytech Inc.	-	Financial assets at fair value through profit or loss current	240	61,200	0.36%	61,200	
	Stock - Global Tek Fabrication Co., Ltd	-	Financial assets at fair value through profit or loss current	110	5,929	0.10%	5,929	
	Fund - Allianz Global Investors B	-	Financial assets at fair value through profit or loss current	620	4,249	-	4,249	
	Fund - TACB currency market	-	Financial assets at fair value through profit or loss current	6,582	70,251	-	70,251	
	Fund - Cathay US Premium Bond Fund B	-	Financial assets at fair value through profit or loss current	298	2,711	-	2,711	
	Fund - Cathay US Premium Bond Fund B-USD	-	Financial assets at fair value through profit or loss current	49	14,642	-	14,642	
			Total		166,498		166,498	
	Stock - Lasertec Taiwan Inc.	-	Financial assets at fair value through other comprehensive income – non-current	3,667	7,071	9.38%	7,071	
	Stock - Uniconn Interconnections Technology Co., Ltd.	-	Financial assets at fair value through other comprehensive income – non-current	579	-	1.00%	-	
	Stock - Shyawei Optronics Corporation	-	Financial assets at fair value through other comprehensive income – non-current	1,640	36,471	16.40%	36,471	
	Stock - King Tech Vietnam Co., LTD	-	Financial assets at fair value through other comprehensive income – non-current	412	9,756	19.80%	9,756	
			Total		53,298		53,298	

Table 4

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Receivables from Related Parties Amounting to at Least NT\$100 Million or 20% of Paid-in Capital
September 30, 2025

Unit: Thousands of Foreign Currency; Thousands of NTD

Entities with accounts receivable due	Transaction counterparty	Relationship	Balance of accounts receivable from related parties	Turnover ratio	Accounts receivable overdue from related parties		Receivables recovered in the subsequent period	Allowance for doubtful accounts
					Amount	Handling method		
E&R ENGINEERING CORPORATION	Superior Technology Semiconductor Co., Ltd.	Subsidiary	Accounts receivable 64,180	0.9	-	-	574	-
			Other receivables 378,177	Note 1	-	-		

Note 1: Mainly refers to financial loans, thus not applicable for turnover rate calculation.

Note 2: The above transactions between the parent and subsidiary have been reversed.

Table 5

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Intercompany Business Relationships and Material Transactions
September 30, 2025

Individual transaction amounts less than NT\$10 million (inclusive) are not disclosed; furthermore, where disclosure is made on an asset basis and an income basis, the corresponding transactions are not disclosed again.

Number (Note 1)	Purchaser (seller)	Transaction counterparty	Relationship with purchaser (seller) (Note 2)	Unit: Thousands of Foreign Currency; Thousands of NTD			
				Account name	Amount	Transaction and conditions	Percentage of consolidated operating revenue or total assets (Note 3)
0	E&R ENGINEERING CORPORATION	Superior Technology Semiconductor Co., Ltd.	1	Sales Accounts receivable	32,888 64,180	There are no comparable transactions available, processed at the agreed price, with the credit period agreed to be 270 days.	3.02% 1.59%
		Wuxi E&R Semiconductor Materials Technology Co., Ltd.	1	Accounts receivable	36,467 (Note 4)	There are no comparable transactions available, processed at the agreed price, with the credit period agreed to be 270 days.	0.91%
		E&R(Dongguan) Semiconductor Materials Co., Ltd.	1	Accounts receivable	46,584 (Note 4)	There are no comparable transactions available, processed at the agreed price, with the credit period agreed to be 270 days.	1.16%
		Wuxi E&R Semiconductor Materials Technology Co., Ltd.	1	Other receivables	24,548	(Note 5)	0.61%
		Superior Technology Semiconductor Co., Ltd.	1	Other receivables	1,796	(Note 5)	0.04%
		Superior Technology Semiconductor Co., Ltd.	1	Other receivables	376,381	(Note 6)	9.35%
1	E&R(Dongguan) Semiconductor Materials Co., Ltd.	E&R Semiconductor Materials Co., Ltd.	2	Sales Accounts receivable	86,426 48,778	There are no comparable transactions available, processed at the agreed price, with the credit period agreed to be 270 days.	7.94% 1.21%
2	Superior Technology Semiconductor Co., Ltd.	Chen Tai Trading (Shanghai) Co. Ltd.	3	Other receivables	25,708	(Note 6)	0.64%

Note 1: Information on business transactions between the parent company and subsidiaries is indicated separately in the number column, with the numbering method as follows:

1. The parent company: "0".
2. Subsidiaries are numbered sequentially starting from 1 according to their respective companies.

Note 2: Relationships with the counterparty are classified as follows:

1. Parent company and subsidiary.
2. Subsidiary and parent company.
3. Associates.

Note 3: For the calculation of the transaction amount as a percentage of total consolidated revenue or total consolidated assets, if the account is recognized in the balance sheet, the percentage is calculated based on the ending balance as a proportion of total consolidated assets; if the account is recognized in profit or loss, the percentage is calculated based on the amount accumulated at end of the period as a proportion of total consolidated revenue.

Note 4: It is a purchase of raw materials, and the Company lists it as a collection and payment process and does not recognize it as sales or purchases.

Note 5: Refers to overdue accounts receivable and overdue equipment payables.

Note 6: Primarily related to financial arrangements, etc.

Note 7: The transactions between the parent and subsidiary companies mentioned above have been offset.

Table 6

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Information on Investees
September 30, 2025

Unit: Thousands of Foreign Currency; Thousands of NTD

Investor	Investee	Location	Main Business	Initial investment amount		End-of-period holdings			Shareholding ratio multiplied by net value of investee at end of the period	Net income (loss) of investee	Investment income (loss) recognized for the period	Dividend distribution of investee for the period		Note
				End of the period	End of last year	Number of shares	Ratio	Carrying amount				Share dividends	Cash dividends	
E&R ENGINEERING CORPORATION	TECH-WAVE Industrial Co., Ltd.	New Taipei City	Flexible printed circuit (FPC) manufacturing, processing and trading	23,000	23,000	2,500	51.43%	12,464	12,464	(8,257)	(4,246)	-	-	-
	E&R Semiconductor Materials Co., Ltd.	Hong Kong	Trading of semiconductor packaging materials	84,839 (HK 20,392)	84,839 (HK 20,392)	15,000	100%	49,296	51,803	(19,087)	(18,870)	-	-	-
	ENRICHMENT TECH. CORPORATION	Samoa	Investment holding company	117,730 (USD 3,186+ NTD 18,589)	117,730 (USD 3,186+ NTD 18,589)	7,290	100%	36,900	37,216	(10,247)	(10,247)	-	-	-
	EXCELLENT INTERNATIONAL HOLDINGS LIMITED	British Virgin Islands	Investment holding company	286,430 (USD9,709)	286,430 (USD 9,709)	9,709	100%	40,629	63,630	(77,359)	(77,359)	-	-	-
	EXCELLENT TECHKNOWLEDGIES HOLDINGS PTE LTD	Singapore	Investment holding company	3,291 (USD101)	3,291 (USD101)	101	100%	3,199	3,199	60	60	-	-	-
ENRICHMENT TECH. CORPORATION	ENR APPLIED PACKING MATERIAL CORPORATION	Samoa	Investment holding company	116,979 (USD 3,886)	116,979 (USD 3,886)	10,755	100%	42,615 (USD 1,340)	42,615 (USD 1,340)	1,346 (USD 43)	1,346 (USD 43)	-	-	-

Note: The above intercompany transactions between parent and subsidiary have been offset.

Table 7

E&R ENGINEERING CORPORATION AND SUBSIDIARIES
Information on Investments in Mainland China
September 30, 2025

(1) Information on investments in Mainland China

Unit: Thousands of Foreign Currency; Thousands of NTD

Investee in Mainland China	Main businesses	Paid-in Capital	Investment method (Note 1)	Accumulated investment outflow from Taiwan as of beginning of the period	Investment flows		Accumulated investment outflow from Taiwan as of end of the period	Net income (loss) of investee	The Company's direct or indirect shareholding ratio	Investment income (loss) recognized for the period (Note 2)	Book value of investment at end of the period	Investment income repatriated as of end of the period
					Outflow	Inflow						
E&R(Dongguan) Semiconductor Materials Co., Ltd.	Manufacturing and selling of semiconductor packaging material	HK 28,180 (Note 1)	(2)	110,235 (HK28,180)	-	-	110,235 (HK28,180)	(18,034) (HK-4,489)	100%	(18,034) (HK-4,489) (2).3	50,802 (HK 12,987)	-
Wuxi E&R Semiconductor Materials Technology Co., Ltd.	Manufacturing and selling of semiconductor packaging material	USD 5,000 (Note 2)	(2)	154,661 (USD 5,080)	-	-	154,661 (USD 5,080)	1,346 (USD43)	100%	1,346 (USD43) (2).3	42,556 (USD 1,398)	-
Chen Tai Trading (Shanghai) Co. Ltd.	Automated equipment after-sales service	USD 500 (Note 3)	(2)	15,223 (USD 500)	-	-	15,223 (USD 500)	(11,594) (USD-370)	100%	(11,594) (USD-370) (2).3	(3,650) (USD -120)	-
Superior Technology Semiconductor Co., Ltd.	Manufacturing and selling of automatic equipment	RMB 71,900 (Note 4)	(2)	279,148 (RMB 65,150)	-	-	279,148 (RMB 65,150)	(85,374) (USD -2,725)	100% (Note 4)	(85,374) (USD -2,725) (2).3	70,222 (USD 2,307)	-

Accumulated amount of investment in Mainland China at end of the period	Investment amounts authorized by investment commission, MOEA	Upper Limit on Investment in Mainland China
110,235(HK 28,180)(Note 5)	110,235(HK 28,180)(Note 1)	(Note 6)
154,661(USD 5,080)(Note 5)	160,049(USD 5,257)(Note 2)	
15,223(USD 500)(Note 5)	15,223(USD 500)	
279,148(RMB 65,150)(Note 5)	386,266(RMB 90,150)	

(Note 1) The Company's investment in E&R(Dongguan) Semiconductor Materials Co., Ltd. is made through E&R Semiconductor Materials Co., Ltd. (Hong Kong), including fixed assets at cost and cash investments, totaling HKD 28,180 thousand. Additionally, the Company increased its shares in E&R Semiconductor Materials Co., Ltd. (Hong Kong) in May 2022, resulting in the Company's indirect shareholding in E&R(Dongguan) Semiconductor Materials Co., Ltd. increasing from 81% to 90%; therefore, the Company's investment amount in Mainland China, calculated based on the shareholding ratio, is HKD 25,443 thousand. In August 2023, additional shares of E&R Semiconductor Materials Co., Ltd. (Hong Kong) were acquired, resulting in an indirect shareholding ratio in E&R(Dongguan) Semiconductor Materials Co., Ltd. increased from 90% to 100%; therefore, the Company's investment amount in Mainland China is HKD 28,180 thousand.

(Note 2) The Company's investment in Wuxi E&R Semiconductor Materials Technology Co., Ltd. is made through ENRICHMENT TECH.CORPORATION's reinvestment in ENR APPLIED PACKING MATERIAL CORPORATION, and then the Company reinvests in Wuxi E&R Semiconductor Materials Technology Co., Ltd. The investment of ENR APPLIED PACKING MATERIAL CORPORATION in Wuxi E&R Semiconductor Materials included fixed assets at cost and cash investments, totaling USD5,080 thousand (the actual verified capital is USD5,080 thousand, and the registered capital of the Company is USD5,000 thousand).

(Note 3) The investment in Chen Tai Trading (Shanghai) Co. Ltd. was made through a 100% indirect investment via ENRICHMENT TECH. CORPORATION.

(Note 4) The shareholding ratio in Superior Technology Semiconductor Co., Ltd includes a 90.61% indirect investment in Jiangsu Taisheng through EXCELLENT INTERNATIONAL HOLDING and a 9.39% investment in Jiangsu Taisheng by Chen Tai Trading (Shanghai) Co. Ltd., using its own funds, resulting in a 100% shareholding in total.

(Note 5) The accumulated amount of investment in Mainland China at end of the period is calculated based on the actual paid-in capital of the Mainland China investees with a direct or indirect investment shareholding ratio.

(Note 6) Enterprises with headquarters approved by the Ministry of Economic Affairs are not subject to amount or proportion restrictions.

Note 1: The investment methods are divided into the following three types:

- (1) Direct investment in Mainland China
- (2) Investment in Mainland China through the establishment of companies in a third region (Please refer to Table 6)
- (3) Other methods

Note 2: In the investment income (loss) recognized for the period column:

- (1) If it is under preparation and there are no investment profits or losses, it should be indicated
- (2) The basis for recognizing investment profits and losses is divided into three categories, which should be indicated
 1. Financial statements audited by an international accounting firm with a cooperative relationship with accounting firms in the Republic of China
 2. Financial statements audited by the certified public accountant of the parent company in Taiwan
 3. Others

(2) Significant transactions between the Company and Investees in Mainland China for the period from January to September 2025 are listed as follows:

1. Loans to investees in Mainland China: refer to Table 1 in Note 13
2. Significant transactions with investees in mainland China: Refer to Table 5 in Note 13.

(3) The aforementioned transactions between parent and subsidiaries have been offset.

14. Segment Information

(1) General information:

For management purposes, the Group's operating decision-makers divide operating units based on the type of business operated, and categorize them into the following reportable segments:

1. Automation Equipment Segment: Mainly engaged in the manufacturing, maintenance, and sales of automation equipment, etc.
2. Flexible Printed Circuit (FPC) Segment: Design, research, processing, manufacturing, and sales of flexible Printed Circuit.
3. Semiconductor Packaging Materials Segment: Mainly engaged in the manufacturing and sales of semiconductor materials, etc.

(2) Measurement basis:

The Group's operating decision-makers primarily assess the performance of the operating segments based on their net profits. Furthermore, since the Group has not included the amounts of assets and liabilities in the operational decision report, the measurement amounts of the operating segment assets and liabilities are zero. The accounting policies of the operating segments are consistent with the summary of significant accounting policies described in Note 4 in the consolidated financial statements.

(3) Segment financial information:

July to September, 2025:

Item	Automation equipment	Flexible printed circuit boards	Semiconductor materials	Unit: Thousands of NTD	
				Adjustments and eliminations	Total
Revenue					
Revenue from external customers	\$ 295,035	\$ 13,223	\$ 90,241	\$ -	\$ 398,499
Inter-segment revenue	6,061		34,325	(40,386)	-
Total revenue	\$ 301,096	\$ 13,223	\$ 124,566	\$ (40,386)	\$ 398,499
Segment profit or loss	\$ (22,882)	\$ (639)	\$ (266)	\$ 65	\$ (23,722)

July to September, 2024:

Item	Automation equipment	Flexible printed circuit boards	Semiconductor materials	Unit: Thousands of NTD	
				Adjustments and eliminations	Total
Revenue					
Revenue from external customers	\$ 327,174	\$ 12,293	\$ 83,018	\$ -	\$ 422,485
Inter-segment revenue	14,366	17	27,863	(42,246)	-
Total revenue	\$ 341,540	\$ 12,310	\$ 110,881	\$ (42,246)	\$ 422,485
Segment profit or loss	\$ (34,512)	\$ (1,963)	\$ (2,442)	\$ (621)	\$ (39,538)

January to September, 2025:

Unit: Thousands of NTD

Item	Automation equipment	Flexible printed circuit boards	Semiconductor materials	Adjustments and eliminations	Total
Revenue					
Revenue from external customers	\$ 806,239	\$ 32,672	\$ 249,019		\$ 1,087,930
Inter-segment revenue	56,578	-	87,523	(144,101)	-
Total revenue	\$ 862,817	\$ 32,672	\$ 336,542	\$ (144,101)	\$ 1,087,930
Segment profit or loss	\$ (119,791)	\$ (6,314)	\$ (18,194)	\$ 666	\$ (143,633)
Total segment assets	\$ -	\$ -	\$ -	\$ -	\$ 4,026,168
Total segment liabilities	\$ -	\$ -	\$ -	\$ -	\$ 1,486,804

January to September, 2024:

Unit: Thousands of NTD

Item	Automation equipment	Flexible printed circuit boards	Semiconductor materials	Adjustments and eliminations	Total
Revenue					
Revenue from external customers	\$ 956,787	\$ 31,964	\$ 225,477	\$ -	\$ 1,214,228
Inter-segment revenue	74,020	39	69,582	(143,641)	-
Total revenue	\$ 1,030,807	\$ 32,003	\$ 295,059	\$ (143,641)	\$ 1,214,228
Segment profit or loss	\$ (59,496)	\$ (10,057)	\$ (19,641)	\$ (347)	\$ (89,541)
Total segment assets	\$ -	\$ -	\$ -	\$ -	\$ 4,256,860
Total segment liabilities	\$ -	\$ -	\$ -	\$ -	\$ 1,528,431

(4) Information by product and service

Interim financial statements are exempt from disclosure.

(5) Geographic information

Interim financial statements are exempt from disclosure.

(6) Major customer information

Interim financial statements are exempt from disclosure.