

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Financial Report and Independent Auditors' Review Report  
Third Quarter in 2025 and 2024  
(Stock Code: 3062)

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CyberTAN Technology Inc. and the subsidiaries  
Consolidated Financial Statements and Independent Auditors' Review Report for the Third  
Quarters of 2025 and 2024  
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Independent Auditors' Review Report

(2025)-Cai-Shen-Bao-Zi No.25002348

To CyberTAN Technology Inc.:

We have reviewed the consolidated balance sheet of CyberTAN Technology Inc. and its subsidiaries (hereinafter referred to as the "CyberTAN Group") as of September 30, 2025 and 2024; the consolidated statements of comprehensive income for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024; the consolidated statement of changes in equity and consolidated statements of cash flows for the periods from January 1 to September 30, 2025 and 2024; and the notes to the consolidated financial statements (including the summary of the material accounting policies). It is the Company's responsibility to prepare and fairly present the consolidated financial reports per the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. Our responsibility as accountants is to draw a conclusion on the consolidated financial statements based on the results of our review.

Except as stated in the Basis for Qualified Conclusion paragraph, we conducted the review in accordance with the R.O.C. Review Standard No. 2410 "Reviews of Financial Statements." The procedures performed in reviewing the consolidated financial statements include inquiries (primarily of personnel responsible for financial and accounting affairs), analytical procedures, and other review procedures. The scope of a review is significantly smaller than that of an audit. Therefore, we may not become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

As stated in Notes 4(3) and 6(7) to the consolidated financial statements, the financial statements of some non-material subsidiaries and investees under the equity method included in the consolidated financial statements above have not been reviewed by accountants. As of September 30, 2025, and 2024, the total assets of these companies (including investments using the equity method) amounted to NTD 82,009 thousand and NTD 67,549 thousand, respectively, representing 1% and 1% of the consolidated total assets, respectively; the total liabilities amounted to NTD 3,840 thousand and NTD 94 thousand, respectively, representing 0% and 0% of consolidated total liabilities, respectively; the total comprehensive income (including the share of profit or loss of associates and other comprehensive income under the equity method) for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, amounted to NTD 5,308 thousand, NTD (1,496) thousand, NTD (3,253) thousand, and NTD 2,518 thousand, respectively, representing (7%), 10%, 2%, and 4% of the consolidated total comprehensive income.

Based on our review, except for the potential adjustments that might be necessary to the consolidated financial statements if the financial statements of certain immaterial subsidiaries and investments accounted for using the equity method, as described in the Basis for Qualified Conclusion paragraph, had been reviewed by accountants, nothing has come to our attention that causes us to believe that the consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the CyberTAN Group as of September 30, 2025 and 2024, and its consolidated financial performance for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, and its consolidated cash flows for the periods from January 1 to September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting,” as endorsed and made effective by the Financial Supervisory Commission.

PricewaterhouseCoopers Taiwan

PO-CHUAN LIN  
CPA  
CHIH-HUA HU

FSC Approval Reference No.:  
Jin-Guan-Zheng-Shen-Zi No. 1100350706  
Jin-Guan-Zheng-Shen-Zi No. 1120348565

November 11, 2025

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Balance Sheet  
September 30, 2025 and December 31, September 30, 2024

Unit: NTD thousand

Assets			September 30, 2025		December 31, 2024		September 30, 2024	
			Amount	%	Amount	%	Amount	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 550,494	8	\$ 1,204,915	18	\$ 1,452,401	22
1110	Financial assets measured at fair value through profit or loss – current	6(2)	-	-	-	-	13,676	-
1136	Financial assets measured at amortized cost – current	6(4)	350,579	5	277,037	4	457,754	7
1170	Accounts receivable, net	6(5)	895,103	14	696,194	11	590,387	9
1180	Accounts receivable – the related party, net	6(5) and 7	250,045	4	304,478	5	228,112	4
1200	Other receivables	7	73,799	1	125,444	2	114,570	2
1220	Income tax assets in the current period		6,236	-	7,299	-	5,842	-
130X	Inventory	6(6)	1,281,030	20	820,211	12	948,008	14
1470	Other current assets		18,046	-	12,080	-	8,235	-
11XX	Total current assets		3,425,332	52	3,447,658	52	3,818,985	58
Non-current assets								
1517	Financial assets measured at fair value through profit or loss – non-current	6(3)	286,382	4	51,871	1	9,998	-
1535	Financial assets measured at amortized cost – non-current	6(4) and 8	312,529	5	312,529	5	312,529	5
1550	Investments accounted for using the equity method	6(7)	25,844	-	374,582	6	444,975	7
1600	Property, plant and equipment	6(8)	1,873,367	29	1,699,963	26	1,287,019	19
1755	Right-of-use assets	6(9)	330,264	5	368,279	5	371,646	6
1780	Intangible assets		4,748	-	7,915	-	25,642	-
1840	Deferred income tax assets		107,794	2	106,816	2	116,125	2
1900	Other non-current assets	6(11) and 8	224,878	3	210,296	3	219,779	3
15XX	Total non-current assets		3,165,806	48	3,132,251	48	2,787,713	42
1XXX	Total assets		\$ 6,591,138	100	\$ 6,579,909	100	\$ 6,606,698	100

(To be continued)

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Balance Sheet  
September 30, 2025 and December 31, September 30, 2024

Unit: NTD thousand

Liabilities and equity			September 30, 2025		December 31, 2024		September 30, 2024				
			Amount	%	Amount	%	Amount	%			
Current liabilities											
2100	Short-term loans	6(12)	\$	189,512	3	\$	94,539	1	\$	-	-
2120	Financial liabilities measured at fair value through profit or loss – current	6(2)		40,946	1		19,543	-		-	-
2130	Contract liabilities – current	6(21)		1,329	-		41,443	1		51,539	1
2170	Accounts payable			1,099,037	17		855,377	13		978,567	15
2180	Accounts payable – the related party	7		92,217	1		31,714	1		21,412	-
2200	Other payables	6(13)		360,852	6		355,988	5		255,246	4
2220	Other payables – the related party	7		6,145	-		18,828	-		15,770	-
2230	Income tax liabilities in the current period			1,972	-		701	-		-	-
2250	Liability reserve – current	6(16)		3,181	-		541	-		4,147	-
2280	Lease liabilities – current			30,044	-		58,775	1		58,431	1
2399	Other current liabilities – others			3,557	-		48,098	1		65,573	1
21XX	Total current liabilities			1,828,792	28		1,525,547	23		1,450,685	22
Non-current liabilities											
2550	Liability reserve – non-current	6(16)		7,060	-		10,424	-		10,139	-
2570	Deferred income tax liabilities			8,836	-		13,094	-		6,436	-
2580	Lease liabilities – non-current			196,237	3		385,068	6		398,999	6
2600	Other non-current liabilities	7		7,698	-		6,911	-		6,910	-
25XX	Total non-current liabilities			219,831	3		415,497	6		422,484	6
2XXX	Total liabilities			2,048,623	31		1,941,044	29		1,873,169	28
Equity attributable to parent company shareholders											
	Capital stock	6(17)									
3110	Common stock			3,301,774	50		3,303,254	50		3,304,454	50
	Capital reserves	6(18)									
3200	Capital reserves			561,062	8		598,676	9		602,443	9
	Retained earnings	6(19)									
3310	Legal reserve			825,257	13		825,257	13		825,257	13
3320	Special reserve			58,176	1		155,470	2		155,470	2
3350	Undistributed earnings			520,774	8		26,706	1		41,547	1
	Other equity	6(20)									
3400	Other equity		(	659,246)	( 10)	(	64,804)	( 1)	(	106,626)	( 2)
	Treasury stocks	6(17)									
3500	Treasury stocks		(	65,282)	( 1)	(	205,694)	( 3)	(	89,016)	( 1)
31XX	Total equity attributable to parent company shareholders			4,542,515	69		4,638,865	71		4,733,529	72
3XXX	Total equity			4,542,515	69		4,638,865	71		4,733,529	72
	Major Contingent Liabilities and Commitments Made Under Unrecognized Contracts	9									
3X2X	Total liabilities and equity		\$	6,591,138	100	\$	6,579,909	100	\$	6,606,698	100

Please refer to the notes of the consolidated financial statements, which constitute a part of the consolidated financial report.

Chairman: Gwong-Yih Lee

Manager: Raoul Oyang

Finance & Accounting Officer: Chiu-Ju Chen

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Statement of Comprehensive Income  
January 1 to September 30, 2025 and 2024

Unit: NTD thousand  
(Except the unit of earnings (losses) per share is NTD)

	Item	Notes	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	6(21) and 7	\$ 1,012,901	100	\$ 1,036,757	100	\$ 3,048,765	100	\$ 2,461,298	100
5000	Operating cost	6(6) (26) (27) and 7	( 968,635)	( 96)	( 990,510)	( 96)	( 2,870,923)	( 94)	( 2,356,159)	( 96)
5950	Net operating gross profit		<u>44,266</u>	<u>4</u>	<u>46,247</u>	<u>4</u>	<u>177,842</u>	<u>6</u>	<u>105,139</u>	<u>4</u>
	Operating expense	6(26) (27) and 7								
6100	Selling expenses		( 35,724)	( 3)	( 16,551)	( 2)	( 112,420)	( 4)	( 51,517)	( 2)
6200	Administrative expenses		( 39,777)	( 4)	( 32,378)	( 3)	( 162,865)	( 5)	( 99,846)	( 4)
6300	R&D expenses		( 73,356)	( 7)	( 78,161)	( 7)	( 280,571)	( 9)	( 231,632)	( 9)
6450	Expected credit impairment gains (losses)	12(2)	<u>922</u>	<u>-</u>	<u>1,677</u>	<u>-</u>	<u>( 1,678)</u>	<u>-</u>	<u>721</u>	<u>-</u>
6000	Total operating expenses		( 147,935)	( 14)	( 125,413)	( 12)	( 557,534)	( 18)	( 382,274)	( 15)
6900	Operating losses		( 103,669)	( 10)	( 79,166)	( 8)	( 379,692)	( 12)	( 277,135)	( 11)
	Non-operating revenue and expenses									
7100	Interest revenue	6(22)	4,762	-	8,740	1	19,429	-	30,401	1
7010	Other revenue	6(23) and 7	17,543	2	17,867	2	52,699	2	56,580	2
7020	Other gains and losses	6(24)	26,236	2	94,875	9	790,464	26	319,495	13
7050	Financial Costs	6(25)	( 3,586)	-	( 3,917)	-	( 7,377)	-	( 19,265)	( 1)
7060	The share of the profit or loss of affiliated companies, joint ventures recognized under the equity method	6(7)	<u>781</u>	<u>-</u>	<u>( 30,446)</u>	<u>( 3)</u>	<u>671</u>	<u>-</u>	<u>( 85,871)</u>	<u>( 3)</u>
7000	Total non-operating income and expense		<u>45,736</u>	<u>4</u>	<u>87,119</u>	<u>9</u>	<u>855,886</u>	<u>28</u>	<u>301,340</u>	<u>12</u>
7900	Net profit (loss) before tax		( 57,933)	( 6)	7,953	1	476,194	16	24,205	1
7950	Income tax benefits (expenses)	6(28)	( 46,513)	( 4)	( 2,712)	-	1,713	-	( 875)	-
8200	Net profit (loss) for the current period		<u>( \$ 104,446)</u>	<u>( 10)</u>	<u>\$ 5,241</u>	<u>1</u>	<u>\$ 477,907</u>	<u>16</u>	<u>\$ 23,330</u>	<u>1</u>

(To be continued)

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Statement of Comprehensive Income  
January 1 to September 30, 2025 and 2024

Unit: NTD thousand  
(Except the unit of earnings (losses) per share is NTD)

Item	Notes	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	%
<b>Other comprehensive income</b>									
<b>Items not reclassified to profit or loss</b>									
8316	Unrealized valuation gains and loss from equity instrument investments measured at fair value through other comprehensive income	6(3), (20)							
8320	The share of other comprehensive income of affiliated companies, joint ventures recognized under the equity method – items not reclassified to profit or loss	6(7), (20)							
8310	Total of items not reclassified to profit or loss								
<b>Items may be reclassified to profit or loss subsequently</b>									
8361	Exchange difference in the financial statement translation of the foreign operation	6(20)							
8370	The share of other comprehensive income of affiliated companies, joint ventures recognized under the equity method – items may be reclassified to profit or loss	6(7), (20)							
8399	Income tax related to items may be reclassified	6(20) (28)							
8360	Total of items may be reclassified to profit or loss subsequently								
8300	<b>Other comprehensive income (net amount)</b>								
8500	<b>Total comprehensive income for the year</b>								
	Net profit attributable to:								
8610	Parent company shareholders								
	The total comprehensive income attributable to:								
8710	Parent company shareholders								
	Earnings (losses) per share	6(29)							
9750	Basic earnings (losses) per share								
9850	Diluted earnings (losses) per share								

Please refer to the notes of the consolidated financial statements, which constitute a part of the consolidated financial report.

Chairman: Gwong-Yih Lee

Manager: Raoul Oyang

Finance & Accounting Officer: Chiu-Ju Chen



CyberTAN Technology Inc. and the subsidiaries  
Consolidated Statement of Changes in Shareholder Equity  
January 1 to September 30, 2025 and 2024

Unit: NTD thousand

Notes	Equity attributable to parent company shareholders									
	Retained earnings					Other equity				
	Common stock	Capital reserves	Legal reserve	Special reserve	Undistributed earnings	Exchange difference in the financial statement translation of the foreign operation	Unrealized profit or loss of financial assets measured at fair value through other comprehensive income	Employees' unearned remuneration	Treasury stocks	Total
<u>January 1 to September 30, 2024</u>										
Balance at January 1, 2024	\$ 3,302,554	\$ 622,678	\$ 825,257	\$ 162,392	\$ 28,086	(\$ 77,986 )	(\$ 77,483 )	(\$ 14,143 )	(\$ 1,426 )	\$ 4,769,929
Current net profit	-	-	-	-	23,330	-	-	-	-	23,330
Other comprehensive income for the year 6(20)	-	-	-	-	-	20,122	18,318	-	-	38,440
Total comprehensive income for the year	-	-	-	-	23,330	20,122	18,318	-	-	61,770
Appropriation and distribution of earnings in 2023: 6(19)										
Reversal of special reserves	-	-	-	( 6,922 )	6,922	-	-	-	-	-
Issuance of new restricted employee shares 6(15), (18)	2,600	3,107	-	-	-	-	-	( 5,707 )	-	-
Revocation of restricted employee shares 6(15), (17), (18), (20)	( 700 )	( 764 )	-	-	-	-	-	1,464	-	-
Share-based payment expenses 6(15), (20)	-	-	-	-	-	-	-	9,261	-	9,261
Disposal of investments accounted for using the equity method 6(18), (20)	-	( 22,578 )	-	-	( 16,942 )	2,737	16,942	-	-	( 19,841 )
Disposal of equity instrument measured at fair value through other comprehensive income	-	-	-	-	151	-	( 151 )	-	-	-
Repurchase of treasury shares	-	-	-	-	-	-	-	-	( 87,590 )	( 87,590 )
Balance at September 30, 2024	\$ 3,304,454	\$ 602,443	\$ 825,257	\$ 155,470	\$ 41,547	(\$ 55,127 )	(\$ 42,374 )	(\$ 9,125 )	(\$ 89,016 )	\$ 4,733,529

Please refer to the notes of the consolidated financial statements, which constitute a part of the consolidated financial report.

Chairman: Gwong-Yih Lee

Manager: Raoul Oyang

Finance & Accounting Officer: Chiu-Ju Chen

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Statement of Changes in Shareholder Equity  
January 1 to September 30, 2025 and 2024

Unit: NTD thousand

		Equity attributable to parent company shareholders									
		Retained earnings					Other equity				
							Exchange difference in the financial statement translation of the foreign operation	Unrealized profit or loss of financial assets measured at fair value through other comprehensive income	Employees' unearned remuneration	Treasury stocks	Total
Notes		Common stock	Capital reserves	Legal reserve	Special reserve	Undistributed earnings					
<u>January 1 to September 30, 2025</u>											
	Balance as of January 1, 2025	\$ 3,303,254	\$ 598,676	\$ 825,257	\$ 155,470	\$ 26,706	(\$ 10,414 )	(\$ 47,762 )	(\$ 6,628 )	(\$ 205,694 )	\$ 4,638,865
	Current net profit	-	-	-	-	477,907	-	-	-	-	477,907
	Other comprehensive income 6(20) for the year	-	-	-	-	-	( 114,700 )	( 523,371 )	-	-	( 638,071 )
	Total comprehensive income for the year	-	-	-	-	477,907	( 114,700 )	( 523,371 )	-	-	( 160,164 )
	Appropriation and distribution 6(19) of earnings in 2024:										
	Reversal of special reserves	-	-	-	( 97,294 )	97,294	-	-	-	-	-
	Revocation of restricted 6(15), (17), (18), (20) employee shares	( 1,480 )	( 2,715 )	-	-	-	-	-	4,195	-	-
	Share-based payment expenses 6(15), (18), (20)	-	42,173	-	-	-	-	-	802	-	42,975
	Disposal of investments 6(18), (20) accounted for using the equity method	-	( 35,206 )	-	-	( 26,170 )	1,618	26,170	-	-	( 33,588 )
	Disposal of equity instrument 6(20) measured at fair value through other comprehensive income	-	-	-	-	( 10,844 )	-	10,844	-	-	-
	Repurchase of treasury shares	-	-	-	-	-	-	-	-	( 27,473 )	( 27,473 )
	Transfer of treasury shares 6(18)	-	( 41,866 )	-	-	( 44,119 )	-	-	-	167,885	81,900
	Balance at September 30, 2025	<u>\$ 3,301,774</u>	<u>\$ 561,062</u>	<u>\$ 825,257</u>	<u>\$ 58,176</u>	<u>\$ 520,774</u>	<u>(\$ 123,496 )</u>	<u>(\$ 534,119 )</u>	<u>(\$ 1,631 )</u>	<u>(\$ 65,282 )</u>	<u>\$ 4,542,515</u>

Please refer to the notes of the consolidated financial statements, which constitute a part of the consolidated financial report.

Chairman: Gwong-Yih Lee

Manager: Raoul Oyang

Finance & Accounting Officer: Chiu-  
Ju Chen

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Statement of Cash Flow  
January 1 to September 30, 2025 and 2024

Unit: NTD thousand

	Notes	January 1 to September 30, 2025	January 1 to September 30, 2024
<u>Cash flow from operating activities</u>			
Net profit before tax in the current period		\$ 476,194	\$ 24,205
Adjustment items			
Income/expenses items			
Depreciation expenses	6(26)	112,006	108,710
Miscellaneous expenses – depreciation expenses	6(24)	11,666	14,090
Amortization expenses	6(26)	5,116	5,666
Expected credit impairment losses (gains)	12(2)	1,678 (	721 )
Net (gain) loss on financial assets and liabilities at fair value through profit or loss	6(3), (24)	( 28,720 )	24,536
Interest expenses	6(25)	7,377	19,265
Miscellaneous expenses – Interest expenses	6(24)	1,068	1,341
Interest revenue	6(22)	( 19,429 ) (	30,401 )
Dividend revenue	6(3), (23)	( 800 )	-
Share of profit or loss from affiliated companies under the equity method	6(7)	( 671 )	85,871
Gains on disposal of investment accounted for using equity method	6(7), (24)	( 707,714 ) (	336,004 )
Gains on disposal of property, plant and equipment	6(24)	- (	202 )
Share-based payment expenses	6(15) (27)	42,975	9,261
Lease modification profit	6(9), (24)	( 220,341 )	-
Changes of assets/liabilities related to operating activities			
Net changes of assets/liabilities related to operating activities			
Financial assets and liabilities measured at fair value through profit or loss		- (	36,599 )
Accounts receivable (including the related party)		( 146,154 )	147,971
Inventory		( 460,819 ) (	66,518 )
Other receivables		63,283 (	55,059 )
Other current assets		( 5,966 )	11,746
Other non-current assets		3,594 (	950 )
Net changes of liabilities related to operating activities			
Financial liabilities measured at fair value through profit or loss		50,123	-
Contract liabilities – current		( 40,114 )	2,891
Accounts payable (including the related party)		304,163	133,494
Other payables (including the related party)		61,973	75,817
Liability reserve		( 724 )	1,347
Other current liabilities		( 44,541 ) (	24,619 )
Cash inflow (outflow) from operations		( 534,777 )	115,138
Income tax paid		( 522 )	( 1,477 )
Net cash inflow (outflow) from operating activities		( 535,299 )	113,661

(To be continued)

CyberTAN Technology Inc. and the subsidiaries  
Consolidated Statement of Cash Flow  
January 1 to September 30, 2025 and 2024

Unit: NTD thousand

	<u>Notes</u>	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
<u>Cash flow from investing activities</u>			
Acquisition of financial assets measured at fair value through other comprehensive income		( \$ 25,000 )	\$ -
Disposal of financial assets proceeds measured at fair value through profit or loss		223,959	-
Disposal of financial assets measured at amortized cost		( 73,542 )	443,077
Proceeds from disposal of investment under equity method	6(7)	55,107	596,737
Acquisition of property, plant, and equipment	6(30)	( 390,672 )	( 476,000 )
Disposal of property, plant, and equipment proceeds		-	202
Increase in refundable deposit		( 17,445 )	( 2,630 )
Acquisition of intangible asset		( 2,848 )	( 5,747 )
Interest received		7,791	15,586
Dividends received	6(3), (23)	800	-
Cash dividend distributed by affiliated companies recognized under the equity method	6(7)	-	1,478
Acquisition of right-of-use assets	6(30)	-	( 6,840 )
Net cash (outflow)inflow from investing activities		( 221,850 )	565,863
<u>Cash flow from financing activities</u>			
Increase (decrease) in short-term loans		94,973	( 616,083 )
Increase in guarantee deposits		787	78
Repayment of lease principal	6(31)	( 24,251 )	( 16,643 )
Interest paid		( 8,445 )	( 20,608 )
Repurchase of treasury shares		( 27,473 )	( 87,590 )
Transfer of treasury shares		81,900	-
Net cash inflow (outflow) from financing activities		117,491	( 740,846 )
Foreign exchange rate effect		( 14,763 )	11,140
Decrease in cash and cash equivalents in the current period		( 654,421 )	( 50,182 )
Balance of cash and cash equivalents, beginning		1,204,915	1,502,583
Balance of cash and cash equivalents, ending		<u>\$ 550,494</u>	<u>\$ 1,452,401</u>

Please refer to the notes of the consolidated financial statements, which constitute a part of the consolidated financial report.

Chairman: Gwong-Yih Lee

Manager: Raoul Oyang

Finance & Accounting Officer: Chiu-Ju Chen

CyberTAN Technology Inc. and the subsidiaries  
Notes to Consolidated Financial Statements  
Third Quarter in 2025 and 2024

Unit: NTD thousand  
(Unless otherwise specified)

1. Company History and Business Scope

CyberTAN Technology Inc. (hereinafter referred to as the “the Company”) was established in the Republic of China. The Company and its subsidiaries (hereinafter referred to as “the Group”) have primarily engaged in the manufacturing of wired communication mechanical equipment and electronic components, as well as the research, development, and sales of broadband Internet routers, gateways, virtual private networks, firewalls, Layer 3 and Layer 4 switches, wired broadband network security routers, and wireless broadband network security routers. The Company’s stock has been listed and traded on the Taiwan Stock Exchange since July 28, 2003.

2. Approval Date and Procedures of the Financial Statements

The consolidated financial report was released after being approved by the board of directors on November 11, 2025.

3. New Standards, Amendments, and Interpretations Adopted

(1) Effect of adopting the new promulgated or amended IFRS endorsed and issued into effect by the Financial Supervisory Commission (hereinafter referred to as the “FSC”)

The following table sets forth the standards and interpretations of new releases, amendments, and amendments of the IFRSs applicable in 2025 that were approved and promulgated by the FSC:

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective Date per IASB</u>
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025

The Group evaluated that the above standards and interpretations have no significant impact on the financial status and business results of the Group.

(2) The impact of not yet adopting the new and revised IFRSs recognized by the FSC

The following table summarizes the newly issued, amended, and revised International Financial Reporting Standards (IFRS) and interpretations applicable for the year 2026, as endorsed by the FSC:

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective Date per IASB</u>
Amendments to IFRS 9 and IFRS 7 “Amendment 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

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective Date per IASB</u>
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 IFRS Accounting Standards – Volume 11	January 1, 2026

The Group evaluated that the above standards and interpretations have no significant impact on the financial status and business results of the Group.

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

The following table summarizes the standards and interpretations of new releases, amendments, and amendments to the IFRSs issued by the IASB but not yet endorsed by the FSC:

<u>New, Amended, or Revised Standards and Interpretations</u>	<u>Effective Date per IASB</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be decided by IASB
IFRS 18 “Presentation and Disclosures of Financial Statements”	January 1, 2027 (Note)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note: In a press release dated September 25, 2025, the FSC announced that International Financial Reporting Standards (hereinafter referred to as “IFRS 18”) will be applicable to publicly listed companies from 2028 onwards. In addition, companies may elect to apply IFRS 18 early upon FSC approval.

Except for the following, the Group has assessed that the standards and interpretations above have no significant impact on its financial position and performance:

IFRS 18 “Presentation and Disclosures of Financial Statements”

IFRS 18 “Presentation and Disclosures of Financial Statements” replaces IAS 1 and updates the structure of the statement of comprehensive income. It adds the disclosure of management-defined performance measures and enhances the guidance on the organization and grouping of information in the primary financial statements and the notes.

4. Summary of Significant Accounting Policies

The major accounting policies applied to prepare the consolidated financial statements are as follows. Unless otherwise stated, these policies apply consistently throughout the reporting period.

(1) Compliance Statement

The consolidated financial report was prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting,” as endorsed and issued into effect by the FSC.

(2) Basis of preparation

A. Except the following important items, the consolidated financial report was prepared based on the historical cost:

- (A) Financial instruments and liabilities (including derivatives) measured at fair value through profit or loss based on fair value.
    - (B) Financial assets measured at fair value through other comprehensive income based on fair value.
    - (C) Defined benefit assets stated based on the net after pension fund assets less the present value of defined benefit obligations.
  - B. The preparation of financial statements in compliance with International Financial Reporting Standards and International Accounting Standards and Interpretations (hereinafter referred to as IFRSs) endorsed and issued into effect by the FSC requires the use of critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. Please refer to Note 5 for details involving a higher degree of judgment or complexity, as well as the critical accounting estimates and assumptions that are significant to the consolidated financial statements.
- (3) Basis of consolidation
- A. Principle for the preparation of consolidated financial statements
    - (A) The Group included all of the subsidiaries in the consolidated financial statements. Subsidiaries refer to the entities controlled by the Group, including structured entities. When the Group is exposed to changes in remuneration participated in by the entities or is entitled to changes in remuneration, and is able to influence that remuneration by virtue of its power over the entities, the Group is considered to be controlling the entities. The subsidiaries are included in the consolidated financial statements on the date when the Group acquires the controlling power, and the consolidation shall be suspended as of the date when the Group forfeits the controlling power.
    - (B) Unrealized gains on transactions between the Group companies are eliminated to the extent of the Group's interest in the associates. Accounting policies of the subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
    - (C) Elements of the income and other comprehensive income shall be vested in parent company shareholders and non-controlling equity. The total comprehensive income shall be vested in parent company shareholders and non-controlling equity, even if the non-controlling equity suffers a loss.
    - (D) Where the changes in shareholdings of subsidiaries don't result in forfeiture of controlling power (transactions with non-controlling equity), they shall be processed as equity transactions, which are identified as the transactions with parent company shareholders. The price difference between the adjustment value of non-controlling equity and fair value of paid or collected consideration was directly recognized as equity.
    - (E) When the Group forfeits control over its subsidiaries, its residual investment in the subsidiaries shall be remeasured based on fair value and identified as either the fair value of financial assets recognized initially or the cost of the investment in affiliated companies or joint ventures recognized initially. The price difference between fair value and book value is stated as current income. Where the accounting treatment for the values related to the subsidiaries, as stated in other comprehensive income previously, is identical to the basis for the Group's direct disposition of related assets or liabilities – namely, if the gain or loss stated in other comprehensive income previously would be reclassified into profit or loss when the related assets or liabilities are disposed of – the profit or loss shall be reclassified into income from equity when the Group forfeits control over the subsidiaries.

B. The subsidiaries covered within the consolidated financial report:

Name of investor	Name of subsidiary	Nature of business	Equity percentage			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	CyberTAN Corp. (U.S.A)	Sales company	100%	100%	100%	(1)
"	Ta Tang Investment Co., Ltd.	General investment business	100%	100%	100%	
"	CyberTAN (B.V.I) Investment Corp.	"	100%	100%	100%	
"	SonicFi Inc.	Sales company	100%	100%	100%	(1)
CyberTAN (B.V.I) Investment Corp.	FU HAI Technology Company Limited	Manufacturing company	100%	100%	100%	
CyberTAN (B.V.I) Investment Corp.	HON YAO FU Technology Company Limited	Manufacturing company	100%	100%	100%	
CyberTAN (B.V.I) Investment Corp.	CyberTAN Technology (HONG KONG) Limited	General investment business	100%	100%	100%	
CyberTAN Technology (HONG KONG) Limited	Fuhongkang Technology (Shenzhen) Co., Ltd.	Manufacturing company	100%	100%	100%	
CyberTAN Technology (HONG KONG) Limited	Guangzhou Fuguang Communication Technology Co., Ltd.	R&D company	100%	100%	100%	(1)(2)
Fuhongkang Technology (Shenzhen) Co., Ltd.	Chongqing Hongdaofu Technology Co., Ltd.	Manufacturing company	100%	100%	100%	

(A) As it does not meet the definition of a material subsidiary, its financial statements as of September 30, 2025 and 2024 have not been reviewed by accountants.

(B) The Group directly invested in the establishment of Guangzhou Fuguang Communication Technology Co., Ltd. on April 16, 2024, acquiring 100% of its equity, which was included in the consolidated financial statements from the date of investment.

C. The subsidiaries that are not included in the consolidated financial statements: None.

D. Different adjustment and treatment by subsidiaries in the accounting period: None.

E. Significant restrictions: None.

F. Subsidiaries over which the Group holds important non-controlling equity: None.

(4) Translation of foreign currency

Each item listed in the separate financial statements of the Group is measured by the currency of the primary economic environment in which the business department is situated (i.e. functional currency). The consolidated financial report was prepared in the Company's functional currency, "NTD."

A. Foreign currency transaction and balance

(A) Foreign currency transaction converts the conversion difference generated by the transaction to functional currency adopting the spot exchange rate on the date of



transactions or measurement date and recognizes the difference as current profit or loss.

- (B) The monetary assets and balance of liabilities in foreign currency are adjusted based on the spot exchange rate evaluation on the balance sheet date and the conversion difference generated by adjustment is recognized as current profit or loss.
- (C) For non-monetary assets and liabilities denominated in foreign currency, those measured at fair value through profit or loss are adjusted based on the spot exchange rate evaluated on the balance sheet date, and the conversion difference generated by the adjustment is recognized as current profit or loss. Those measured at fair value through other comprehensive income are adjusted based on the spot exchange rate evaluation on the balance sheet date, and the conversion difference generated by the adjustment is recognized in other comprehensive income. Those not measured at fair value are measured at the historical exchange rate on the initial transaction date.
- (D) All exchange gain or loss is listed in “Other Profit and Loss” of profit and loss statement.

B. Translation of the foreign operation

- (A) For all the Group’s entities, affiliated companies and joint agreements with differences in functional currency and presentation currency, the business result and financial status is converted to presentation currency by the following method:
  - (a) The assets and liabilities presented in each balance sheet were translated based on the exchange rates closed on every balance sheet date;
  - (b) The profits and losses presented in each statement of comprehensive income were translated in accordance with the average exchange rates in the current period; and
  - (c) All resulting exchange differences were recognized under other comprehensive income.
- (B) When the foreign operations partially disposed or sold are affiliated companies or under joint agreements, the exchange differences under other comprehensive income will be reclassified into the current profit or loss proportionately as part of the gains or losses on the sale. However, when the Group retains partial rights in former affiliated companies or joint agreements but loses significant influence over the affiliated companies included in the foreign operation, or loses joint control over the joint agreements included in the foreign operation, it is based on the disposal of all equity in the foreign operation institutions.

(5) Classification of assets and liabilities as current and non-current

A. Assets that match any of the following conditions shall be classified as current assets:

- (A) Assets expected to be realized, intended to be sold or consumed over the normal operating cycles.
- (B) Primarily for trading purposes.
- (C) Assets expected to be realized within 12 months after the reporting period.
- (D) Assets in cash or cash equivalents, except for those used for an exchange, to settle a liability, or those that remain restricted for more than 12 months after the reporting period.

The Group listed all assets that did not comply with the following conditions as non-current assets.

B. Assets that match any of the following conditions shall be classified as current liabilities:

- (A) Liabilities expected to be settled in the normal business cycle.

- (B) Primarily for trading purposes.
- (C) Liabilities expected to be settled within 12 months after the reporting period.
- (D) Entities that do not have the right to defer settlement of a liability for at least 12 months after the reporting period.

The Group listed all assets that did not comply with the following conditions as non-current liabilities.

(6) Cash equivalents

Cash equivalent includes short-term and highly liquid investments that are readily convertible to known amounts of cash with insignificant risk of changes in value. The time deposits that fall into the above definition and are intended to satisfy the short-term cash commitment shall be classified as cash equivalents.

(7) Financial assets measured at fair value through profit or loss

- A. This refers to financial assets not measured at amortized cost or measured at fair value through other comprehensive income.
- B. The Group adopts the trade date accounting for financial assets in accordance with the general trade practice measured at fair value through profit or loss.
- C. It is initially recognized at fair value by the Group, while the transaction cost is recognized in profit or loss when incurred. Subsequent valuation is based on fair value measurement, and the resulting gain or loss is recognized as profit or loss.

(8) Financial assets measured at fair value through other comprehensive income

- A. This refers to the irrevocable choice made at initial recognition to recognize the subsequent fair value changes of the equity instrument investment held not for trading in other comprehensive income or loss; or, at the same time, the debt instrument investment meets the following conditions:
  - (A) The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows or to sell.
  - (B) The contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- B. The Group adopts the trade date accounting for financial assets in accordance with the general trade practice measured at fair value through other comprehensive income.
- C. It is initially recognized at fair value plus the transaction cost by the Group and the subsequent valuation is measured at fair value:
  - (A) The changes in fair value belonging to equity instrument investment are recognized as other comprehensive income. During derecognition, accumulated profit or loss previously recognized in other comprehensive income shall not be subsequently reclassified as profit or loss but classified as retained earnings. When the Group is entitled to collect dividends, the economic effect related to the dividend may inflow and the amount of revenue can be measured reliably. Therefore, the related dividend revenue shall be recognized as profit or loss.
  - (B) The changes in fair value belonging to equity instrument investment is recognized as other comprehensive income. The impairment loss, interest income and exchange gain or loss in foreign currency before derecognition is recognized as profit or loss. During derecognition, the accumulated profit or loss previously recognized in other comprehensive income will be reclassified from equity to profit or loss.

(9) Financial assets measured at amortized cost

- A. This refers to those meeting the following conditions at the same time:
  - (A) The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows.
  - (B) The contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- B. The Group adopts the trade date accounting for financial assets in accordance with the general trade practice measured at amortized cost.
- C. The Group measures its fair value plus transaction costs at the time of initial recognition. Subsequently, the effective interest method is adopted to recognize interest income and impairment loss in the current period according to the amortization procedure. At the time of derecognition, the loss is recognized in profit and/or loss.
- D. The time deposit not complying with cash equivalents held by the Group is measured at investment amount since the impact of discounting was insignificant.

(10) Accounts receivable

- A. This refers to accounts from the rights to receive consideration without any condition due to commodity transfer or labor service based on contract agreement.
- B. This belongs to short-term accounts receivable with unpaid interest. The invoice payable was measured at the initial par value by the Group since the impact of discounting was insignificant.

(11) Impairment of financial assets

For debt instrument investments measured at fair value through other comprehensive income, financial assets measured at amortized cost, and accounts receivable that comprise material financial components, the Group assesses the loss allowance based on 12-month expected credit losses for those without a significant increase in credit risk after initial recognition, after considering reasonable and supporting materials (including forward-looking information) on each balance sheet date. For those with a significant increase in credit risk after initial recognition, the loss allowance is measured based on the amount of expected credit losses over the duration. For accounts receivable that exclude material financial components, the loss allowance is measured at the amount of expected credit losses over the duration.

(12) Derecognition of the financial assets

The Group will derecognize financial assets only in the event that the interests on a contract for financial assets-based cash flow cease to be effective.

(13) Lease transactions of lessor – operating lease

The lease income from operating a lease deducting any given incentives of the lessee is amortized and recognized as current profit or loss under straight-line method over the lease period.

(14) Inventory

Inventories are measured at the lower of cost or net realizable value while the cost is determined by weighted average method. The cost of finished product and goods in process includes material, direct manpower, other direct costs and manufacturing expenses related to production (amortized based on normal productivity) without loan cost. The item-by-item comparison method is adopted when comparing the cost or net realizable value, whichever is lower. Net

realizable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated cost of sales balance.

(15) Investments accounted for using the equity method – affiliated companies

- A. The affiliated companies refer to the entity in which the Group has a significant impact and often holds more than 20% of voting shares directly or indirectly. The investment of the Group in the affiliated companies adopts the equity method for disposal and is recognized based on cost upon acquisition.
- B. The shares in profit or loss acquired from affiliated companies by the Group was recognized as current profit or loss and shares of other comprehensive income was recognized as other comprehensive income. In the event that the Group's shares of loss in the affiliated companies are equal to or exceed its equity in the affiliated companies (including other unsecured receivables), the Group does not recognize further losses, unless in the event of the occurrence of legal obligations, presumed obligations, or within the scope that the Group made payment on behalf of the affiliated companies.
- C. When changes to equity irrespective of profit and loss or comprehensive income occur to affiliated companies with no impact on the shareholding ratio of the Group, all of changes in equity will be recognized as "capital reserves" based on shareholding ratio by the Group.
- D. The unrealized profit or loss deriving from the transactions between the Group and the affiliated companies were written off based on the equity ratio of the affiliated companies; the unrealized loss was written off unless the evidence displayed the impairment of transferred assets in such transaction. Accounting policies of the affiliated companies have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
- E. If the Group fails to subscribe or acquire new shares in proportion to the issuance of new shares by the affiliated enterprise, resulting in a change in the proportion of investment but still a material influence on the affiliate, the increase or decrease in the change in the net value of the equity will be the adjustment of the "capital reserves" and "investments under the equity method." If the investment ratio decreases as a result, in addition to the above-mentioned adjustment, the profit or loss recognized under other comprehensive income related to the decrease in ownership interest must be reclassified to profit or loss, in proportion to the decrease, if any.
- F. When the Group forfeits its material influence over the affiliated companies, if the Group disposes the affiliated companies, the accounting treatment for the values related to the affiliated companies as stated into other comprehensive income previously is identical with the basis for the Group's direct disposition of related assets or liabilities, namely, if the gain or loss stated into other comprehensive income previously would be reclassified into income when the related assets or liabilities are dispose thereof, the gain or loss shall be reclassified into income from equity, when the Group has no significant impact on the affiliated companies. Provided that where it still has material influence over the affiliated companies, the amount previously recognized in other comprehensive income is transferred according to the method stated above based on the proportion.
- G. When the Group disposes of an affiliate, the capital surplus of the affiliate is transferred to profit or loss if the Group loses significant influence over the affiliate. If there is still significant influence, profit or loss shall be transferred in proportion to the disposal.

(16) Property, plant and equipment

- A. Property, plant and equipment is accounted at acquisition cost at initiation and the relevant interest is capitalized during the purchase and construction period.
- B. The subsequent cost is included in the book value of assets or recognized as a single asset only when future economic benefits related to such item will have probable inflow to the Group and the cost of such item can be measured reliably. The book value of the replaced part shall be derecognized. All other repair expenses are recognized as profit or loss upon occurring.
- C. Except for land, which is not depreciated, the subsequent measurement of property, plant, and equipment adopts the cost model, and the depreciation is calculated over the estimated useful lives in accordance with the straight-line method. Property, plant and equipment are depreciated for each and every major part individually.
- D. The Group at least reviews the residual value, estimated useful life, and depreciation method of each asset at the end of each fiscal year. If the expected values of the residual value and useful years are different from the previous estimate or the expected consumption pattern used in future economic benefits of such asset has significant changes, it is conducted based on the accounting estimate of IFRS 8 “Accounting Policies, Changes in Accounting Estimates and Errors” since the date of the change. The useful life of each asset is as follows:

House and buildings	3–41 years
(The useful life of interior construction is 3–10 years)	
Machinery and equipment	3–10 years
Transportation equipment	5 years
Office equipment	2–10 years
Other equipment	2–5 years

(17) Lease transactions of lessee – right-of-use assets/lease liabilities

- A. The lease asset is recognized as right-of-use assets and lease liabilities upon the date available for use by the Group. When the lease contract is a short-term lease or a low-valued underlying asset lease, the lease payment is recognized as expenses on a straight-line method within the lease period.
- B. The unpaid lease payment is recognized as lease liability based on present value discounted at the Group’s incremental borrowing rate of interest on the start date of the lease. The lease payment consists of a fixed payment deducting any received lease incentives.
- C. Subsequently, it is measured at the amortized cost under the interest method, and the interest expenses are recognized during the lease period. When changes in lease term or lease payment are not caused by contract modification, lease liabilities will be reevaluated, and the remeasurement will be used to adjust right-of-use assets.
- D. The right-of-use assets are recognized based on the cost on the starting date of the lease, the cost includes:
  - (A) The original measured amount of lease liability;
  - (B) Any lease payment paid before or on the starting date; and
  - (C) Initial direct costs incurred.

Subsequently, the right-of-use assets are measured using the cost model, with depreciation recognized over the shorter of the asset’s useful life or the lease term. When the lease

liabilities are reassessed, the right-of-use assets will adjust any remeasurement of the lease liabilities.

- E. For the lease modification regarding the decrease in scope of the lease, the lessee will decrease the book amount of right-of-use assets to reflect partial or overall termination of the lease and will recognize the difference between it and the remeasurement amount of lease liabilities as profit or loss. For all other lease modifications, the remeasured amount of lease liabilities shall be adjusted to the right-of-use assets accordingly.

(18) Intangible assets

Computer software is recognized by acquisition cost and is amortized under the straight-line method based on 1–3 years of useful life.

(19) Impairment of non-financial assets

The Group will estimate the recoverable amount of the assets which show signs of impairment on the balance sheet date, and an impairment loss will be recognized if the recoverable amount falls below the asset's carrying amount. The recoverable amount is the fair value of an asset less the disposition cost or the use value, whichever is higher. Impairment loss recognized in previous years on assets may be reversed if the basis of impairment no longer exists or is reduced. Notwithstanding, the increase in book value of the asset resulting from the reversal must not exceed the face value of the asset less depreciation or amortization without impairment.

(20) Loans

This refers to short-term amounts borrowed from the bank. Loans of the Group are measured based on the fair value less trading costs at the time of initial recognition. The subsequent measurement of any difference between the price deducting trading costs and redemption value, its interest expenses shall be recognized in profit or loss based on amortized procedure under the effective interest method within the outstanding period.

(21) Accounts payable

- A. This means debt generated from the purchase of materials, commodities or labor services on credit, and accounts payable due to business and non-business reasons.
- B. This belongs to short-term accounts payable with unpaid interest. The invoice payable was measured at the initial par value by the Group since the impact of discounting was insignificant.

(22) Financial liabilities measured at fair value through profit or loss

- A. Refers to financial liabilities held for trading with the main purpose of repurchasing them in the near future, and derivative financial instruments that are not designated as hedging instruments by hedge accounting. When a financial liability meets one of the following conditions, the Group designates it to be measured at fair value through profit or loss at the time of initial recognition:
  - (A) It is a hybrid (combined) contract; or
  - (B) The measurement or recognition inconsistency can be eliminated or significantly reduced; or
  - (C) It is a tool for managing and evaluating its performance on a fair value basis in accordance with documented risk management policies.
- B. It is initially recognized at fair value by the Group, while the transaction cost is recognized in profit or loss when incurred. Subsequent valuation is based on fair value measurement, and the resulting gain or loss is recognized as profit or loss.

(23) Derecognition of the financial liabilities

The Group will have financial liabilities derecognized when the contractual obligation is performed, discharged, or expires.

(24) Offsetting of financial assets and liabilities

The financial assets and liabilities may be offset and the net amount is presented in the balance sheet when there is a legally enforceable right to offset the recognized amounts of the financial assets and liabilities and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(25) Liability reserve

The reserve for warranty liabilities shall be recognized when the Group has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The reserve for liabilities is measured by the best estimated present value paid to settle the obligation on the balance sheet date. The discount rate adopts the pre-tax discount rate that reflects the specific risk assessment of the current market toward the time value of money and the liabilities. The discounted amortization is then recognized as interest expenses. The future operating loss shall not be recognized in the reserve for liabilities.

(26) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at non-discounted amount expected to be paid, and stated as expenses when the relevant services are provided.

B. Pension

(A) Defined appropriation plan

Under the defined contribution plan, every contribution made to the pension fund is recognized as pension cost in the period occurred using the accrual basis. The prepaid contribution may be stated as assets, insofar as it may be refunded in cash or the future payment is reduced.

(B) Defined benefit plan

- (a) The net obligation under the defined benefit pension plan is converted to the present value based on the future benefit earned from the services provided by the employees under various benefit plans in the current period or in the past, and the present value of defined benefit obligations on the balance sheet date less the fair value of the plan assets. An actuary uses the Projected Unit Credit Method to estimate defined benefit obligations each year. The discount rate is based on the market yield rate of government bonds (on the balance sheet date) that have the same currency exposure and maturity date as the obligations on the balance sheet date.
- (b) The remeasurement generated from the defined benefit plan is stated as other comprehensive income in the period when it is incurred, and presented in the retained earnings.
- (c) Expenses related to the service cost in the previous period are immediately recognized in profit or loss.

- (d) The pension cost for the interim period was calculated using the actuarially determined pension cost rate at the end of the previous fiscal year from the beginning of the year to the end of the current period. If there are significant market changes and major reductions, settlements or other major one-time events after the end date, they will be adjusted and the relevant information will be disclosed in accordance with the aforementioned policies.

C. Severance benefits

Severance benefits are provided to employees upon termination of employment prior to the normal retirement date or when an employee accepts the Company's offer of benefits in exchange for termination of employment. The Group recognizes severance benefits as expenses when the offer of benefits can no longer be withdrawn, or the related reorganization costs are recognized, whichever occurs earlier. Benefits that are not expected to be settled in full within 12 months of the balance sheet date should be discounted.

D. Remuneration to employees and directors

The remuneration to employees and directors/supervisors shall be recognized as expenses and liabilities only when legal or constructive obligations and the value thereof may be estimated reasonably. Subsequently, if the actual distributed amount resolved is different from the estimate, the difference shall be treated as a change in the accounting estimate. If the remuneration to employees is paid with stock shares, the basis for calculating the number of shares shall be the closing price on the day preceding the day of resolution made by the shareholders' meeting.

(27) Share-based payments to employees

New restricted employee shares:

- A. Remuneration costs are recognized over the vesting period on the basis of the fair value of the equity instrument given on the grant date.
- B. If the right to participate in the distribution of dividends is not restricted, and employees do not need to return the dividends they have received if they resign during the vested period, then, on the date of dividend declaration, the portion of dividends allocated to employees who are expected to resign during the vested period is recognized as a remuneration cost based on the fair value of the dividends.

(28) Income Tax

- A. The income tax expenses consist of current income tax and deferred income tax. The income tax is recognized in profit or loss, except for income taxes related to items recognized in other comprehensive income or directly attributed to equity, which are recognized in other comprehensive income or directly attributed to equity, respectively.
- B. The Group calculates the income tax related to the current period based on the statutory tax rate or tax rate substantially enacted in the countries where the Company is operating and generating taxable income on the balance sheet date. The management shall evaluate the status of the income tax return within the statutory period defined by the related income tax laws, and shall be responsible for the income tax expected to be paid to the tax collection authority. Income tax will be levied on any undistributed earnings. This will be stated in the year following the year in which the earnings were generated once the motion for allocation of earnings is approved at a shareholders' meeting.



- C. Deferred tax is stated based on the temporary differences between taxation basis for assets and liabilities and the face value thereof on the consolidated balance sheet using the balance sheet method. The deferred income tax liabilities resulting from the initial recognition of goodwill shall not be recognized. The deferred income tax resulting from the initial recognition of assets or liabilities in a transaction (exclusive of a business merger) shall not be recognized if, at the time of the transaction, it does not affect accounting profit or taxable income (taxable loss), and no equal taxable and deductible temporary differences are generated. If temporary differences arise from investments in subsidiaries and affiliates, and the Group can control the timing of the reversal of those temporary differences, and it is highly probable that they will not reverse in the foreseeable future, then no deferred tax liabilities are recognized. The deferred income tax assets and liabilities are measured at the tax rate for the current period in which the assets are expected to be realized or the liabilities are to be repaid. The tax rate shall be based on the tax laws that have already been legislated or substantially legislated at the end of the reporting period.
- D. Deferred income tax assets shall be recognized insofar as the temporary difference is very likely to be credited against future taxable income, and deferred income tax assets which are recognized and unrecognized shall be reevaluated on each balance sheet date.
- E. Current income tax assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realize the asset and settle the liability simultaneously.
- F. Unused tax credits derived from the purchase of equipment or technology, R&D expenditures, and equity investments can be added to deductible temporary differences and recognized as deferred tax assets, to the extent that the Company is likely to earn taxable income to offset them.
- G. The estimated average effective tax rate for the interim period is applied to the interim income tax expense to calculate the interim income before tax, and the relevant information is disclosed in accordance with the aforementioned policies.
- H. When a tax rate change occurs during an interim period, the Group recognizes the effect of the change all at once in the period in which the change occurs. For income tax related to an item other than profit or loss, the effect of the change is recognized in other comprehensive income or equity. If the income tax is related to the item recognized in profit or loss, the effect of the change is recognized in profit or loss.

(29) Capital stock

- A. Common share is classified as equity. The net amount directly attributable to new shares issuing or additional cost of stock options is recognized as deduction of proceeds in the equity after deducting income tax.
- B. When the Company repurchases outstanding shares, the consideration paid, including any directly attributable incremental cost, shall be recognized as a deduction of shareholder equity after tax. When the repurchased shares are subsequently reissued, the difference between the consideration received, net of any directly attributable incremental costs, and the effect of income tax and the carrying amount is recognized as an adjustment to shareholder equity.

(30) Allocation of dividends

The dividends allocated to the Company's shareholders are recognized in the financial report upon allocation of dividends resolved by the shareholders' meeting or resolved specially by the board of directors of the Company. The distributed cash dividend is recognized as a liability, and the distributed stock dividend is recognized as a stock dividend to be distributed and reclassified as common shares on the date of new share issuance.

(31) Recognition of revenue

A. Sale of goods

- (A) The Group researches and develops, manufactures and sells products related to wire communication and wireless broadband network. The sales revenue is recognized upon the transfer of product control to the customer, i.e. the timing when the product is delivered to the buyer, the buyer has the discretionary power regarding the selling channels and prices of product and the Group has no unfulfilled contract obligations that may affect the reception of such product by the buyer. When the product is delivered to the specified location, the risk of obsolescence and loss is transferred to the buyer and the buyer accepts the product based on the sales contract or there is objective evidence indicating all acceptance standards have been met, the commodity delivery is thus completed.
- (B) The sales revenue of communication products is recognized by the net amount of contract price deducting estimated sales discount. Sales discounts granted to customers are generally calculated based on cumulative sales volume over a 12-month period. The Group estimates sales discounts using the expected value method based on historical experience. Revenue is recognized only to the extent that it is highly probable that a significant reversal will not occur in the future. Estimates are updated at each balance sheet date. As of the balance sheet date, the estimated sales discount payable to the customer related to the sales is recognized as refund liabilities. The collection conditions of trading are agreed upon based on the general business trading model.
- (C) The Group provides a standard warranty for products sold and has a responsibility to provide refunds for defective products, which is recognized in reserve for liabilities upon sales.
- (D) The accounts receivable is recognized upon the delivery of product to the customer because the Group has unconditional rights to contract proceeds from that time and can collect consideration from the customer after that time.

B. Cost of acquiring customer contract

The Group expected to recover the additional cost generated from the acquisition of customer contract. However, the related contract term is less than one year so such cost shall be recognized in expenses when incurred.

(32) Government grants

Government subsidies shall be stated at fair value when it is reasonable to ensure that an enterprise will comply with the conditions incident to the government subsidies and the subsidies may be received affirmatively. If the government subsidies, in nature, are intended to compensate for expenses incurred by the Group, the government subsidies shall be stated as current income on a systematic basis when the related expenses are incurred.

(33) Business segment

The Group's business segment information adopts the same reporting method as the internal management report provided for the main operating decision-maker. The main operating decision-maker is responsible for distributing resources to the business segment and evaluating their performance. The main operating decision-maker of the Group is identified to be the board of directors.

5. Major Sources of Uncertainty in Significant Accounting Judgments, Estimates, and Assumptions

When preparing the consolidated financial report of the Group, the management decided on the adopted accounting policy by their judgment and made accounting estimates and assumptions based on the reasonable expectation toward future events subject to current circumstances on the balance sheet date. The actual results might be different from the major accounting estimates and assumptions, so the historical experience and other factors will be considered for constant evaluation and adjustment. The risk description of the assumptions and estimates which may cause major adjustments to the book amount of assets and liabilities in the following financial year. The following are the description of uncertainty to significant accounting judgments, estimates and assumptions:

(1) Significant judgments on choice of accounting policy

None.

(2) Accounting estimates and assumptions

Valuation of inventory

Inventory shall be evaluated on the basis of the lower of the cost and net realizable value. As a result, the Group must make judgments and estimates to determine the net realizable value of the inventory on the balance sheet date. Due to the rapid transformation of technology, the Group assesses the amount of normal wearing out and phasing out of inventory or inventory with no market price and writes off the cost of inventory from net realizable value on the balance sheet date. The valuation of inventory is mainly estimated according to the product demand within a certain period in the future, therefore significant changes may occur.

As of September 30, 2025, the book value of the Group's inventories is NTD 1,281,030.

6. Description of Significant Accounting Items

(1) Cash and cash equivalents

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Cash on hand and working fund	\$ 664	\$ 543	\$ 311
Current deposit	549,830	610,288	814,887
Time deposit	-	223,930	176,970
Cash equivalents – repurchase bonds	-	370,154	460,233
Total	<u>\$ 550,494</u>	<u>\$ 1,204,915</u>	<u>\$ 1,452,401</u>

A. The financial institutions trading with the Group are reputable banks and the Group trades with various financial institutions to spread the credit risk. Thus, the possibility of default is low.

B. The Group has reclassified time deposits with original maturities over three months and those with restricted use under “Financial assets measured at amortized cost.” Please refer to the description in Note 6(4).

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

<u>Asset item</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss are subject to foreign exchange and interest rate swaps	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,676</u>
Liabilities	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Current items:			
Financial liabilities mandatorily measured at fair value through profit or loss			
Cross-currency swap	<u>\$ 40,946</u>	<u>\$ 19,543</u>	<u>\$ -</u>

A. Financial assets and liabilities measured at fair value through profit or loss are recognized in the income statement as follows:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Recognized in profit or loss:		
Financial assets and liabilities mandatorily measured at fair value through profit or loss		
Cross-currency swap	<u>(\$ 58,167)</u>	<u>\$ 7,556</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Recognized in profit or loss:		
Financial assets and liabilities mandatorily measured at fair value through profit or loss		
Cross-currency swap	<u>\$ 28,720</u>	<u>(\$ 24,536)</u>

- B. The transactions and contracts information of derivative financial assets and liabilities not entitled to the hedging accounting used by the Group are as follows:

<u>September 30, 2025</u>			
Contract amount			
<u>Derivative financial assets</u>	<u>(Notional principal) (thousands)</u>	<u>Contract term</u>	
Current items:			
Cross-currency swap contracts	TWD(BUY)	1,518,499	114.07.14~114.12.23
	USD(SELL)	51,000	114.07.14~114.12.23

<u>December 31, 2024</u>			
Contract amount			
<u>Derivative financial liabilities</u>	<u>(Notional principal) (thousands)</u>	<u>Contract term</u>	
Current items:			
Cross-currency swap contracts	TWD(BUY)	1,134,430	113.08.19-114.03.24
	USD(SELL)	35,000	113.08.19-114.03.24

<u>September 30, 2024</u>			
Contract amount			
<u>Derivative financial assets</u>	<u>(Notional principal) (thousands)</u>	<u>Contract term</u>	
Current items:			
Cross-currency swap contracts	TWD(BUY)	1,064,630	113.07.22-113.12.24
	USD(SELL)	33,000	113.07.22-113.10.22

#### Cross-currency swap contracts

The cross-currency swap contracts entered into by the Group are to meet the needs of capital allocation. In terms of foreign currency exchange, the principals of the two currencies are swapped at the same exchange rate at the beginning and the end of the period, so there is no exchange rate risk. In terms of interest rate swap, the fixed interest rate between the two currencies is exchanged with a fixed interest rate, and there is no interest rate fluctuation risk.

- C. Please refer to Note 12(3) for the fair value of financial assets measured at fair value through profit or loss.

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

<u>Item</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Non-current items:			
Equity instruments			
TWSE/TPEX listed stocks	\$ 736,568	\$ 12,175	\$ -
TWSE/TPEX unlisted stocks	97,593	75,730	42,516
Valuation adjustment	( 547,779)	( 36,034)	( 32,518)
Total	\$ 286,382	\$ 51,871	\$ 9,998

- A. The Group classified the equity instrument investment belonging to strategic investment as financial assets measured at FVOCI. The fair values of these investments were NTD 286,382, NTD 51,871, and NTD 9,998 as of September 30, 2025, December 31, 2024, and September 30, 2024, respectively.
- B. The details of financial assets measured at FVOCI recognized in comprehensive income are as follows:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
<u>Equity instrument measured at fair value through other comprehensive income</u>		
Fair value changes recognized in other comprehensive income	<u>(\$ 31,900)</u>	<u>\$ 556</u>
Accumulated gains or losses reclassified to retained earnings upon derecognition	<u>\$ 1,225</u>	<u>\$ -</u>
Dividend income held at the end of current period recognized in profit or loss	<u>\$ -</u>	<u>\$ -</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
<u>Equity instrument measured at fair value through other comprehensive income</u>		
Fair value changes recognized in other comprehensive income	<u>(\$ 524,162)</u>	<u>(\$ 1,790)</u>
Accumulated gains or losses reclassified to retained earnings upon derecognition	<u>(\$ 10,844)</u>	<u>\$ -</u>
Dividend income held at the end of current period recognized in profit or loss	<u>\$ 800</u>	<u>\$ -</u>

- C. In January 2025, the Group recognized the financial assets measured at fair value through other comprehensive income due to the loss of significant influence over some of the investments accounted for using the equity method. Please refer to the descriptions in Note 6(7) for details.
- D. For information related to financial assets measured at fair value through other comprehensive income, please refer to Note 12(3).
- (4) Financial assets measured at amortized cost

<u>Item</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Current items:			
Time deposit expired over three months	<u>\$ 350,579</u>	<u>\$ 277,037</u>	<u>\$ 457,754</u>
Non-current items:			
Ordinary corporate bonds	\$ 290,000	\$ 290,000	\$ 290,000
Pledged time deposit	<u>22,529</u>	<u>22,529</u>	<u>22,529</u>
Total	<u>\$ 312,529</u>	<u>\$ 312,529</u>	<u>\$ 312,529</u>

- A. Without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk of the Group's financial assets measured at amortized cost as of September 30, 2025, December 31, 2024, and June 30, 2024 is represented by their carrying amounts.
- B. For pledged financial assets measured at amortized cost by the Group, please refer to Note 8.
- C. The Group's investments in time deposits and ordinary corporate bonds are with financial institutions of good credit quality with a very low likelihood of default expected.
- (5) Accounts receivable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts receivable	\$ 908,139	\$ 708,183	\$ 597,134
Accounts receivable – the related party	250,045	304,478	228,112
Less: Allowance loss	<u>( 13,036)</u>	<u>( 11,989)</u>	<u>( 6,747)</u>
	<u>\$ 1,145,148</u>	<u>\$ 1,000,672</u>	<u>\$ 818,499</u>

- A. For aging analysis of accounts receivable (including the related party), please refer to Note 12(2).
- B. As of September 30, 2025, December 31, 2024, and September 30, 2024, the balances of accounts receivable (including related parties) arise entirely from customer contracts. In addition, the accounts receivable balance from customer contracts as of January 1, 2024 was NTD 965,749.
- C. The accounts receivable (including the related party) of the Group does not include collaterals.

D. Without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk of the Group's accounts receivable as of September 30, 2025, December 31, 2024, and September 30, 2024 is represented by their carrying amounts.

E. Please refer to Note 12(2) for details on the credit risk of accounts receivable.

(6) Inventory

September 30, 2025			
	Costs	Allowance for valuation loss	Book amount
Materials	\$ 976,526	(\$ 93,992)	\$ 882,534
Goods in process and semi-finished goods	165,558	( 11,901)	153,657
Finished products	252,713	( 7,874)	244,839
Total	<u>\$ 1,394,797</u>	<u>(\$ 113,767)</u>	<u>\$ 1,281,030</u>

December 31, 2024			
	Costs	Allowance for valuation loss	Book amount
Materials	\$ 519,559	(\$ 88,329)	\$ 431,230
Goods in process and semi-finished goods	107,127	( 5,879)	101,248
Finished products	295,019	( 7,286)	287,733
Total	<u>\$ 921,705</u>	<u>(\$ 101,494)</u>	<u>\$ 820,211</u>

September 30, 2024			
	Costs	Allowance for valuation loss	Book amount
Materials	\$ 815,036	(\$ 89,997)	\$ 725,039
Goods in process and semi-finished goods	136,538	( 10,539)	125,999
Finished products	102,056	( 5,086)	96,970
Total	<u>\$ 1,053,630</u>	<u>(\$ 105,622)</u>	<u>\$ 948,008</u>



The inventory cost recognized in expenses in current period by the Group:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Cost of sold inventory	\$ 918,361	\$ 954,592
Idle production capacity	54,121	36,192
Revaluation gain	( 3,847)	( 274)
	<u>\$ 968,635</u>	<u>\$ 990,510</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Cost of sold inventory	\$ 2,726,357	\$ 2,216,323
Idle production capacity	132,293	128,181
Devaluation loss	12,273	11,655
	<u>\$ 2,870,923</u>	<u>\$ 2,356,159</u>

From July 1 to September 30, 2025 and 2024, the Group benefited from inventory decline due to gains from price decline in inventory.

(7) Investments accounted for using the equity method

	2025	2024
January 1	\$ 374,582	\$ 783,537
Disposal of investments accounted for using the equity method	( 342,877)	( 280,574)
Acquisition of cash dividend by affiliated companies under the equity method	( 7,323)	( 1,478)
Share in profit or loss of affiliated companies under equity method	671	( 85,871)
Exchange difference in the financial statement translation of the foreign operation	-	9,253
Share of other comprehensive income from affiliated companies under the equity method	791	20,108
September 30	<u>\$ 25,844</u>	<u>\$ 444,975</u>

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Affiliated companies:			
Microelectronics Technology, Inc. (Microelectronics Technology)	\$ -	\$ 342,877	\$ 409,898
Mega Power Ventures Inc.	<u>25,844</u>	<u>31,705</u>	<u>35,077</u>
	<u>\$ 25,844</u>	<u>\$ 374,582</u>	<u>\$ 444,975</u>

A. The basic information about affiliated companies important to the Group is stated as follows:

Company Name	Principal business place	Shareholding ratio		Nature of relationship	Measurement method
		December 31, 2024	September 30, 2024		
Microelectronics Technology	Taiwan	11.22%	11.66%	Invested company under the equity method by the Company	Equity method

B. The summarized financial information of affiliated companies important to the Group is stated as follows:

<u>Balance sheet</u>	Microelectronics Technology	
	December 31, 2024	September 30, 2024
Current assets	\$ 2,183,643	\$ 2,492,909
Non-current assets	1,777,450	1,822,933
Current liabilities	( 2,388,851)	( 2,488,134)
Non-current liabilities	( 758,733)	( 552,404)
Total net assets	<u>\$ 813,509</u>	<u>\$ 1,275,304</u>
Shares of the affiliates' net assets	\$ 100,437	\$ 148,739
Goodwill	248,151	269,007
Others	( 5,711)	( 7,848)
Book value of affiliated companies	<u>\$ 342,877</u>	<u>\$ 409,898</u>

Comprehensive Income Statement

	Microelectronics Technology	
	July 1 to September 30, 2024	January 1 to September 30, 2024
Revenue	<u>\$ 352,648</u>	<u>\$ 1,285,108</u>
Net loss of continuing operations for the year	(\$ 274,625)	(\$ 647,268)
Other comprehensive income (after tax)	( 10,954)	40,552
Total comprehensive income for the year	<u>(\$ 285,579)</u>	<u>(\$ 606,716)</u>

- C. As the affiliated company important to the Group, Microelectronics Technology has open market quotation. Its fair value was NTD 1,136,353 and NTD 880,352 as of December 31, 2024 and September 30, 2024, respectively.
- D. From January 1 to September 30, 2024, the Group sold 18,128 thousand shares of affiliate Microelectronics Technology for a total sale price of NTD 596,737. This was recognized as an investment gain of NTD 336,004 accounted for under the equity method, decreasing its shareholding from 18.86% to 11.66%.
- E. From January 1 to January 9, 2025, the Group sold 1,473 thousand shares of affiliate Microelectronics Technology for a total sale price of NTD 55,107. This was recognized as an investment gain of NTD 38,991 accounted for under the equity method, decreasing its shareholding from 11.22% to 10.63%.
- F. The Group was originally the largest single shareholder of Microelectronics Technology. However, due to the transfer of more than half of the shares held at the time of board appointment, the Group was legally and automatically disqualified from its board position. As a result, the Group lost significant influence over Microelectronics Technology on January 9, 2025. On that date, the Group derecognized the carrying amount of the investment previously accounted for using the equity method, reclassified it as a financial asset at fair value through other comprehensive income based on its fair value, and recognized a gain on the disposal of the investment in the amount of NTD 668,723 for the difference.
- G. As of December 31, 2024, and September 30, 2024, the Group held 11.22% and 11.66% equity interests in Microelectronics Technology, respectively, and was the largest single shareholder. However, the shareholding does not exceed half of the total shares and does not surpass the majority vote of the shareholders present at the meeting. Additionally, the Group has no control over the financial affairs, operations, or personnel guidelines of Microelectronics Technology without actual guidance on relevant activities. Therefore, it is determined that the Group has no control over such a company but only a significant impact on it.

(8) Property, plant and equipment

	House and buildings	Machinery and equipment	Others	Unfinished construction and equipment to be inspected	Total
January 1, 2025					
Costs	\$ 884,948	\$ 425,179	\$ 252,184	\$ 909,026	\$ 2,471,337
Accumulated depreciation	( 385,805)	( 248,067)	( 137,502)	-	( 771,374)
	<u>\$ 499,143</u>	<u>\$ 177,112</u>	<u>\$ 114,682</u>	<u>\$ 909,026</u>	<u>\$ 1,699,963</u>
<u>January 1, 2025</u>	\$ 499,143	\$ 177,112	\$ 114,682	\$ 909,026	\$ 1,699,963
Increase	195,999	146,934	15,611	4,757	363,301
Disposal (cost)	-	( 173)	( 624)	-	( 797)
Disposal (accumulated depreciation)	-	173	624	-	797
Depreciation expenses	( 29,780)	( 53,864)	( 13,410)	-	( 97,054)
Reclassification (cost)	768,571	126,896	( 51,147)	( 844,320)	-
Net exchange differences	<u>297</u>	<u>( 19,899)</u>	<u>( 8,535)</u>	<u>( 64,706)</u>	<u>( 92,843)</u>
September 30	<u>\$ 1,434,230</u>	<u>\$ 377,179</u>	<u>\$ 57,201</u>	<u>\$ 4,757</u>	<u>\$ 1,873,367</u>
September 30, 2025					
Costs	\$ 1,843,366	\$ 538,730	\$ 202,385	\$ 4,757	\$ 2,589,238
Accumulated depreciation	( 409,136)	( 161,551)	( 145,184)	-	( 715,871)
	<u>\$ 1,434,230</u>	<u>\$ 377,179</u>	<u>\$ 57,201</u>	<u>\$ 4,757</u>	<u>\$ 1,873,367</u>

	House and buildings	Machinery and equipment	Others	Unfinished construction and equipment to be inspected	Total
January 1, 2024					
Costs	\$ 878,858	\$ 360,766	\$ 177,425	\$ 132,104	\$ 1,549,153
Accumulated depreciation	( 361,454)	( 171,520)	( 115,421)	-	( 648,395)
	<u>\$ 517,404</u>	<u>\$ 189,246</u>	<u>\$ 62,004</u>	<u>\$ 132,104</u>	<u>\$ 900,758</u>
January 1, 2024	\$ 517,404	\$ 189,246	\$ 62,004	\$ 132,104	\$ 900,758
Increase	5,159	30,321	14,320	422,042	471,842
Disposal (cost)	-	( 862)	( 2,152)	-	( 3,014)
Disposal (accumulated depreciation)	-	862	2,152	-	3,014
Depreciation expenses	( 18,248)	( 64,202)	( 13,518)	-	( 95,968)
Reclassification (cost)	-	8,901	-	( 8,901)	-
Net exchange differences	-	8,984	2,205	( 802)	10,387
September 30	<u>\$ 504,315</u>	<u>\$ 173,250</u>	<u>\$ 65,011</u>	<u>\$ 544,443</u>	<u>\$ 1,287,019</u>
September 30, 2024					
Costs	\$ 877,865	\$ 421,569	\$ 193,175	\$ 544,443	\$ 2,037,052
Accumulated depreciation	( 373,550)	( 248,319)	( 128,164)	-	( 750,033)
	<u>\$ 504,315</u>	<u>\$ 173,250</u>	<u>\$ 65,011</u>	<u>\$ 544,443</u>	<u>\$ 1,287,019</u>

The property, plant, and equipment of the Group were not provided as collateral or capitalized interest.

(9) Lease transactions – Lessee

- A. The underlying assets leased by the Group include land, buildings, and transportation equipment. The term of lease contract is usually 3 to 43 years. The lease contract employs individual negotiation and includes various terms and conditions. Besides the fact that the rented assets shall not be used as loan guarantees, there are no other restrictions.
- B. The lease terms of parking spaces rented by the Group are less than 12 months, and the underlying leased assets of low value are water dispensers and photocopiers.
- C. The following information is the book value and recognized depreciation expenses of right-of-use assets:

	September 30, 2025 Book amount	December 31, 2024 Book amount	September 30, 2024 Book amount
Land	\$ 298,017	\$ 322,687	\$ 323,154
House	29,690	44,623	47,152
Transportation equipment	<u>2,557</u>	<u>969</u>	<u>1,340</u>
	<u>\$ 330,264</u>	<u>\$ 368,279</u>	<u>\$ 371,646</u>

	July 1 to September 30, 2025 Depreciation expenses	July 1 to September 30, 2024 Depreciation expenses
Land	\$ 5,076	\$ 5,134
House	3,150	3,520
Transportation equipment	<u>374</u>	<u>371</u>
	<u>\$ 8,600</u>	<u>\$ 9,025</u>

	January 1 to September 30, 2025 Depreciation expenses	January 1 to September 30, 2024 Depreciation expenses
Land	\$ 15,323	\$ 15,383
House	10,180	10,349
Transportation equipment	<u>1,115</u>	<u>1,100</u>
	<u>\$ 26,618</u>	<u>\$ 26,832</u>

- D. The increase in the right-of-use assets of the Group from January 1 to September 30, 2025, and 2024 were NTD 3,304 and NTD 5,142, respectively.

E. The following is information regarding the profit or loss items related to lease contracts:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
<u>Item influencing</u>		
<u>current profit or loss</u>		
Interest expenses of lease liabilities	\$ 1,203	\$ 3,828
Expenses for short-term lease contracts	16	308
Expenses for lease of low-price assets	53	25
Lease modification profit	-	-
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
<u>Item influencing</u>		
<u>current profit or loss</u>		
Interest expenses of lease liabilities	\$ 3,664	\$ 11,653
Expenses for short-term lease contracts	1,000	1,073
Expenses for lease of low-price assets	174	128
Lease modification profit	220,341	-

In the current year, due to the early termination of the lease contract through a supplemental agreement for plant usage rights, the Group recognized a gain on lease modification in the amount of \$220,341. Please refer to Note 6, (24) for details.

F. The Group's total lease cash outflows for the periods from January 1 to September 30, 2025 and 2024 were NTD 29,089 and NTD 29,497, respectively.

(10) Lease transactions – Lessor

- A. The underlying assets leased by the Group is the building and the term of lease contract is usually 1 to 20 years. The lease contract adopts individual negotiation and includes various different terms and conditions. To ensure the use condition of the leased assets, it is often required that the lessee shall not use the leased assets for loan guarantee.
- B. For the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, the Group recognized rental income of NTD 15,284, NTD 17,636, NTD 44,882, and NTD 51,145, respectively, based on the operating lease contracts, and there were no variable lease payments.
- C. The maturity analysis of lease payments based on operating lease of the Group is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Not more than 1 year	\$ 41,521	\$ 63,428	\$ 64,056
2 to 5 years	5,631	32,722	48,430
More than 5 years	743	786	800
Total	<u>\$ 47,895</u>	<u>\$ 96,936</u>	<u>\$ 113,286</u>

(11) Other non-current assets

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Offset against			
business tax payable	\$ 148,980	\$ 148,980	\$ 163,844
Net defined benefit			
assets	56,652	56,652	50,251
Refundable deposits	<u>19,246</u>	<u>4,664</u>	<u>5,684</u>
Total	<u>\$ 224,878</u>	<u>\$ 210,296</u>	<u>\$ 219,779</u>

(12) Short-term loans

<u>Nature of loan</u>	<u>September 30, 2025</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank loans			
Credit loans	<u>\$ 189,512</u>	4.80%-5.04%	None
<u>Nature of loan</u>	<u>December 31, 2024</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank loans			
Credit loans	<u>\$ 94,539</u>	5.60%-5.62%	None

There were no short-term borrowings as of September 30, 2024.

(13) Other payables

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Salaries and bonuses payable	\$ 77,958	\$ 76,773	\$ 67,606
Payables for discount	75,538	87,958	89,873
Payables for equipment	53,863	81,234	3,340
Collections payable	48,346	-	-
Employee bonus payable	41,688	1,476	-
Rent payable	-	53,922	43,202
Other fees payable	<u>63,459</u>	<u>54,625</u>	<u>51,225</u>
	<u>\$ 360,852</u>	<u>\$ 355,988</u>	<u>\$ 255,246</u>



(14) Pension

- A. (A) The Company has established the regulation for retirement with welfare in accordance with the “Labor Standards Act,” which is applicable to the years of service for full-time employees before the implementation of the “Labor Pension Act” on July 1, 2005, and the employees continued to adopt the “Labor Standards Act” after the “Labor Pension Act” came into effect. Employees who meet the retirement requirements will receive a pension based on their years of service and the average salary or wage from the six (6) months prior to retirement. Two units are accrued for each year of service for the first 15 years, and one unit is accrued for each additional year thereafter, up to a maximum of 45 units. The Company contributes 2% of the total salary on a monthly basis to the pension fund and deposits it at the special pension account under the title of the Pension Reserve Monitoring Committee Taiwan, the Bank of Taiwan. Before the end of the fiscal year, the Company calculates the balance of the said labor pension fund account. If the pension account balance is insufficient to pay for the pension of employees expecting to meet the retirement conditions in the following year, the spread amount shall be deposited by the Company in a lump sum before the end of March in the following year.
- (B) In February 2025, the Science Park Administration approved the Company to suspend the appropriation of the labor pension reserve.
- (C) The Company is scheduled to contribute NTD 0 to the pension plan in 2025.
- B. (A) As of July 1, 2005, the Company and its domestic subsidiaries instituted the defined contribution pension plan according to the Labor Pension Act applicable to employees who are nationals of the country where the Company operates. For employees who have elected to participate in the pension system under the Labor Pension Act, the Company and its domestic subsidiaries contribute 6% of the employees’ monthly salary to their individual pension accounts maintained by the Bureau of Labor Insurance. Pension benefits are paid out based on the balance of the personal pension account, including accumulated returns, and may be received either as monthly payments or as a lump sum.
- (B) The subsidiaries in China and Vietnam make monthly contributions to the endowment insurance based on a certain percentage of the local employees’ total salary in accordance with the endowment insurance system stipulated by the local government and deposit them in a dedicated employee account. Employee pensions are arranged by the government. Except for the contribution of funds on a monthly basis, the Company mentioned above shall bear no other obligations.
- (C) The principal of the pension cost recognized by the Group according to the said pension regulations for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, were NTD 10,609, NTD 7,490, NTD 24,918, and NTD 20,650, respectively.

(15) Share-based payment

- A. The share-based payment for remuneration agreements of the Group as of September 30, 2025, December 31, 2024, and September 30, 2024, were as follows:

Type of agreement	Grant date	Amount given	Contract period	Criteria for vesting
New restricted employee shares plan	2022.09.13	1,110 thousand shares	3 years	Descriptions (1) and (6)
New restricted employee shares plan	2022.11.08	500 thousand shares	3 years	Descriptions (2) and (6)
New restricted employee shares plan	2023.08.11	100 thousand shares	3 years	Descriptions (3) and (6)
New restricted employee shares plan	2023.11.10	30 thousand shares	3 years	Descriptions (4) and (6)
New restricted employee shares plan	2024.05.10	260 thousand shares	3 years	Descriptions (5) and (6)
Transfer of treasury shares to employees	2025.06.30	5,500 thousand shares	-	Vested immediately

- (A) According to the different lengths of continued service by employees (ranging from one to three years), new restricted employee shares will be exercised in batches at ratios of 40%, 30%, and 30%, with an expiration date of September 12, 2025.
- (B) According to the different lengths of continued service by employees (ranging from one to three years), new restricted employee shares will be exercised in batches at ratios of 40%, 30%, and 30%, with an expiration date of November 7, 2025.
- (C) According to the different lengths of continued service by employees (ranging from one to three years), new restricted employee shares will be exercised in batches at ratios of 40%, 30%, and 30%, with an expiration date of August 10, 2026.
- (D) According to the different lengths of continued service by employees (ranging from one to three years), new restricted employee shares will be exercised in batches at ratios of 40%, 30%, and 30%, with an expiration date of November 9, 2026.
- (E) According to the different lengths of continued service by employees (ranging from one to three years), new restricted employee shares will be exercised in batches at ratios of 40%, 30%, and 30%, with an expiration date of May 9, 2027.
- (F) The new restricted employee shares issued by the Company are issued without consideration and may not be transferred during the vesting period. However, they are not restricted in terms of voting rights or the right to participate in dividend distributions. If an employee resigns during the vesting period, he/she must return the shares but not the dividends received.
- (G) On June 26, 2025, the Company's board of directors resolved to transfer the repurchased treasury shares to employees. The transfer was 5,500 thousand shares at a price of NTD 15 per share.
- (H) The above share-based payment agreements are all settled through equity.

B. The details of the above share-based payment agreements are shown below:

	2025	2024
	<u>Quantity (thousand shares)</u>	<u>Quantity (thousand shares)</u>
New restricted employee shares on January 1	614	1,042
Issued in the current period	-	260
Vested in the current period	( 198)	-
Canceled in the current period	( 148)	( 70)
New restricted employee shares on September 30	<u>268</u>	<u>1,232</u>

C. The share-based payment transaction on the grant date is based on the fair value of the option, estimated using the Black-Scholes option valuation model, and the stock price on the grant date less the exercise price. The relevant information is as follows:

Type of agreement	Grant date	Stock price (NTD)	Fulfillment price (NTD)	Expected volatility (%)	Expected duration	Expected dividends	Risk-free rate (%)	Fair value per unit (NTD)
New restricted employee shares plan	2022.09.13	29.70	-	-	3 years	-	-	29.70
New restricted employee shares plan	2022.11.08	23.05	-	-	3 years	-	-	23.05
New restricted employee shares plan	2023.08.11	20.05	-	-	3 years	-	-	20.05
New restricted employee shares plan	2023.11.10	21.95	-	-	3 years	-	-	21.95
New restricted employee shares plan	2024.05.10	21.95	-	-	3 years	-	-	21.95
Transfer of treasury shares to employees	2025.6.30	22.63	15	58.52	0.1 years	-	1.22	7.67

D. The expenses generated from share-based payment transactions are as follows:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Equity settled	<u>(\$ 2,364)</u>	<u>\$ 2,949</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Equity settled	<u>\$ 42,975</u>	<u>\$ 9,261</u>

(16) Liability reserve

	<u>Warranty</u>	
	<u>2025</u>	<u>2024</u>
Balance, January 1	\$ 10,965	\$ 12,939
Increase in liability reserve in current period	9,218	7,140
Used liability reserve in current period	( 9,942)	( 5,793)
Balance, September 30	<u>\$ 10,241</u>	<u>\$ 14,286</u>

The analysis of liability reserve is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Current	<u>\$ 3,181</u>	<u>\$ 541</u>	<u>\$ 4,147</u>
Non-current	<u>\$ 7,060</u>	<u>\$ 10,424</u>	<u>\$ 10,139</u>

The Group's reserve for warranty liabilities is estimated based on the historical warranty information of these products to project possible after-sale service in the future. The warranty liabilities of the Group, estimated to be incurred in 2025 and 2026, are NTD 3,181 and NTD 7,060, respectively.

(17) Capital stock

- A. As of September 30, 2025, the Company's authorized capital was NTD 5,000,000, divided into 500,000 thousand shares (including 14,000 thousand shares reserved for employee stock options), and the paid-in capital amounted to NTD 3,301,774, with a par value of NTD 10 per share. All shares issued by the Company were paid in full.

The Company's outstanding common stock at beginning and ending is reconciled as follows:

	<u>2025 (thousand shares)</u>	<u>2024 (thousand shares)</u>
January 1	323,679	330,190
Issuance of new restricted employees shares	-	260
Cancellation of new restricted employee shares	( 148)	( 70)
Recovery of shares	( 854)	( 2,953)
Transfer of treasury shares to employees	<u>5,460</u>	<u>-</u>
September 30	<u>328,137</u>	<u>327,427</u>

- B. The Company's board of directors resolved to issue new restricted employee shares on May 10, 2024 (please refer to Note 6(14)). The respective issuance reference date for the new shares was May 10, 2024. Employees did not need to pay to acquire the new restricted employee shares. The rights and obligations of the common shares issued this time are the same as other previously issued common stocks, except for the restriction on the transferability of shares, until the vested conditions are met by the employees.
- C. On March 11, 2024, the Company's board of directors resolved to cancel 20 thousand shares of restricted stock units reclaimed, reducing the capital by NTD 200. The reduction date was set as March 11, 2024, and the change of registration was completed on March 27, 2024.
- D. On August 9, 2024, the Company's board of directors resolved to cancel 50 thousand shares of restricted stock units reclaimed, reducing the capital by NTD 500 thousand. The reduction date was set as August 9, 2024, and the change of registration was completed on August 27, 2024.
- E. On November 13, 2024, the Company's board of directors resolved to cancel 120 thousand shares of restricted stock units reclaimed, reducing the capital by NTD 1,200. The reduction date was set as November 13, 2024, and the change of registration was completed on November 28, 2024.
- F. On March 5, 2025, the Company's board of directors resolved to cancel 15 thousand shares of restricted stock units reclaimed, reducing the capital by NTD 150. The reduction date was set as March 5, 2025, and the change of registration was completed on March 20, 2025.
- G. On May 9, 2025, the Company's board of directors resolved to cancel 11 thousand shares of restricted stock units reclaimed, reducing the capital by NTD 110 thousand. The reduction date was set as May 9, 2025, and the change of registration was completed on June 13, 2025.
- H. On August 7, 2025, the Company's board of directors resolved to cancel 122 thousand shares of restricted stock units reclaimed, reducing the capital by NTD 1,220 thousand. The reduction date was set as August 7, 2025, and the change of registration was completed on August 26, 2025.

I. Treasury stocks

(A) Reasons for the redemption of shares and their quantities:

		September 30, 2025	
<u>Name of Company</u>		Number of shares	
<u>Holding Shares</u>	<u>Reason for redemption</u>	<u>(thousand shares)</u>	<u>Book amount</u>
The Company	For transfer of shares to employees	2,040	\$ 65,282
		December 31, 2024	
<u>Name of Company</u>		Number of shares	
<u>Holding Shares</u>	<u>Reason for redemption</u>	<u>(thousand shares)</u>	<u>Book amount</u>
The Company	For transfer of shares to employees	6,646	\$ 205,694
		September 30, 2024	
<u>Name of Company</u>		Number of shares	
<u>Holding Shares</u>	<u>Reason for redemption</u>	<u>(thousand shares)</u>	<u>Book amount</u>
The Company	For transfer of shares to employees	3,018	\$ 89,016

- (B) On May 10, 2024, the Company's board of directors resolved to buy back 5,000 thousand shares of the Company from May 13 to July 12, 2024, at the price of NTD 15.5–NTD 33.6 per share to protect the Company's credit and shareholders' equity. If the market price falls below the lower limit of the original price range, the repurchase of the Company's shares will continue. As of the expiration of the exercise period, a total of 2,650 thousand shares have been repurchased at a total cost of NTD 78,605 thousand.
- (C) On August 9, 2024, the Company's board of directors resolved to buy back 3,000 thousand shares of the Company from August 12 to October 11, 2024, at the price of NTD 17.8–NTD 33 per share to protect the Company's credit and shareholder equity. If the market price falls below the lower limit of the original price range, the repurchase of the Company's shares will continue. As of the expiration of the exercise period, a total of 1,785 thousand shares have been repurchased at a total cost of NTD 56,912 thousand.
- (D) On November 13, 2024, the Company's board of directors resolved to buy back 3,000 thousand shares of the Company from November 14, 2024 to January 13, 2025, at the price of NTD 24.85–NTD 37.30 per share to protect the Company's credit and shareholder equity. If the market price falls below the lower limit of the original price range, the repurchase of the Company's shares will continue. As of the expiration of the exercise period, a total of 3,000 thousand shares have been repurchased at a total cost of NTD 96,224 thousand.
- (E) Pursuant to the Securities and Exchange Act, the amount of outstanding shares repurchased by the Company shall not exceed ten percent of the total number of issued shares. The total amount of the repurchased shares shall not exceed 10% of the Company's retained earnings plus the premium of the outstanding shares and the realized capital stock.
- (F) According to the Securities and Exchange Act, the treasury stock held by the Company shall not be pledged and shall not be entitled to the rights of shareholders before transfer.

- (G) Pursuant to the Securities and Exchange Act, shares repurchased due to the transfer of shares to employees shall be transferred within five years from the repurchase date. Failure to transfer the shares within this period will be treated as if the Company has not issued the shares, and the Company must proceed to change the registration to cancel the shares. For the repurchased shares to protect the Company's credit and shareholders' rights and interests, a change of registration shall be made to cancel the shares within six months from the date of repurchase.
- (H) On June 26, 2025, the Company's Board of Directors approved the transfer of 5,500,000 shares of treasury stock to employees at a transfer price of NT\$15 per share, with an actual transfer of 5,460,000 shares.

(18) Capital reserves

According to the Company Act, for capital reserves that include shares issued at a premium exceeding the par value and gains in the form of gifts, the Company shall distribute the capital reserve by issuing new shares or cash in proportion to the original shareholding ratio of the shareholders, provided that the Company incurs no losses. In addition, according to the relevant regulation of the Securities and Exchange Act, the capital surplus mentioned above that can be capitalized annually shall not exceed 10% of the total paid-in capital. When the reserve is insufficient to cover the capital losses, the Company shall not use capital reserve for offset.

	2025					
	Stock premium	Employee stock option	Changes in net worth of equity of affiliated companies and joint ventures recognized under equity method	New restricted employee shares	Others	Total
January 1	\$484,632	\$ -	\$ 35,206	\$69,870	\$8,968	\$598,676
Employee stock options executed	-	42,173	-	-	-	42,173
Cancellation of new restricted employee shares	-	-	-	( 2,715)	-	( 2,715)
Transfer of treasury shares to employees	-	( 42,173)	-	-	307	( 41,866)
Disposal of investments accounted for using the equity method	-	-	( 35,206)	-	-	( 35,206)
September 30	<u>\$484,632</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$67,155</u>	<u>\$9,275</u>	<u>\$561,062</u>

	2024				
	Stock premium	Changes in net worth of equity of affiliated companies and joint ventures recognized under equity method	New restricted employee shares	Others	Total
January 1	\$ 484,632	\$ 59,187	\$ 69,891	\$ 8,968	\$ 622,678
Issuance of new restricted employee shares	-	-	3,107	-	3,107
Cancellation of new restricted employee shares	-	-	( 764)	-	( 764)
Disposal of investments accounted for using the equity method	-	( 22,578)	-	-( 22,578)	
September 30	<u>\$ 484,632</u>	<u>\$ 36,609</u>	<u>\$ 72,234</u>	<u>\$ 8,968</u>	<u>\$ 602,443</u>

(19) Retained earnings

- A. If the Company has a profit at the year's final accounting, it shall first be used to pay the income tax and to offset any cumulative losses in accordance with the law, and 10% of the balance shall be appropriated as a legal reserve, unless the existing legal reserve reaches the amount of the Company's paid-in capital. The rest of the balance shall be used for the provision/reversal of special reserves pursuant to the law. The residual balance, if any, shall be added to the cumulative undistributed earnings. The board of directors shall draft a proposal for the allocation of the residual balance plus the undistributed earnings and submit it to the shareholders' meeting to determine whether shareholder bonuses shall be distributed.
- B. The Company authorizes the board of directors to make a resolution with respect to payment of all or part of the distributable dividends, bonuses, capital reserves or legal reserves in cash by a majority vote at a meeting attended by over two-thirds of the directors and report such payment to the shareholders' meeting without being subject to the resolution of the shareholders' meeting referred to in the preceding paragraph.
- C. The dividend policy of the Company is as follows: CyberTAN is currently in the growth stage. Its policy for the distribution of bonuses to shareholders must be based on the current and future investment environment, funding needs, domestic and international competition, capital budget, and other factors, and it must take into account shareholder interests and CyberTAN's long-term financial plan. Bonuses to shareholders shall be allocated from the accumulated distributable earnings and shall be no less than 15% of the distributable earnings of the current year. No distribution is required if the distributable earnings of the current year are less than 3% of the paid-in capital. Cash dividends shall account for no less than 10% of the bonuses to shareholders.
- D. The legal reserve shall not be used except for covering losses, issuing new shares, or distributing cash in proportion to the original shareholding ratio of the shareholders. The new shares or cash allocated shall not exceed 25% of the paid-in capital.



- E. Pursuant to the law, when allocating earnings, the Company shall provide the special reserve from the credit balance under other equities as of the balance sheet date in the current year. The Company may then allocate the earnings. If the credit balance under other equities is subsequently reversed, the reversed amount may be included in the allocable earnings.
- F. The 2024 and 2023 coverage of net losses proposals of the Company approved by the shareholders' meetings on May 29, 2025, and June 25, 2024, respectively, are as follows:

	2024		2023	
	Amount	Dividends per share (NTD)	Amount	Dividends per share (NTD)
Reversal of special reserves	<u>\$ 97,294</u>	\$ -	<u>\$ 6,922</u>	\$ -

(20) Other items of interest

	Financial assets measured at fair value through other comprehensive income	Translation of foreign currency	Employees' unearned remuneration	Total
January 1, 2025	(\$ 47,762)	(\$ 10,414)	(\$ 6,628)	(\$ 64,804)
Valuation adjustment	( 524,162)	-	-	( 524,162)
Valuation adjustment – Affiliated companies	791	-	-	791
Valuation adjustment transferred to retained earnings	12,550	-	-	12,550
Valuation adjustment transferred to retained earnings – Affiliated companies	( 1,706)	-	-	( 1,706)
Currency translation differences:				
- Group	-	( 115,468)	-	( 115,468)
- Group's tax	-	768	-	768
Cancellation of new restricted employee shares	-	-	4,195	4,195
Share-based payment expenses	-	-	802	802
Disposal of investments accounted for using the equity method	<u>26,170</u>	<u>1,618</u>	<u>-</u>	<u>27,788</u>
September 30, 2025	<u>(\$ 534,119)</u>	<u>(\$ 123,496)</u>	<u>(\$ 1,631)</u>	<u>(\$ 659,246)</u>

	Financial assets measured at fair value through other comprehensive income	Translation of foreign currency	Employees' unearned remuneration	Total
January 1, 2024	(\$ 77,483)	(\$ 77,986)	(\$ 14,143)	(\$169,612)
Valuation adjustment	( 1,790)	-	-( 1,790)	
Valuation adjustment – Affiliated companies	20,108	-	-	20,108
Valuation adjustment transferred to retained earnings – Affiliated companies	( 151)	-	-( 151)	
Currency translation differences:				
- Group	-	11,180	-	11,180
- Group's tax	-	( 311)	-( 311)	
- Affiliated companies	-	9,253	-	9,253
Issuance of new restricted employee shares	-	-	( 5,707)	( 5,707)
Cancellation of new restricted employee shares	-	-	1,464	1,464
Share-based payment expenses	-	-	9,261	9,261
Disposal of investments accounted for using the equity method	16,942	2,737	-	19,679
September 30, 2024	(\$ 42,374)	(\$ 55,127)	(\$ 9,125)	(\$ 106,626)

(21) Operating revenue

	July 1 to September 30, 2025	July 1 to September 30, 2024
Revenue from customer contracts	\$ 1,012,901	\$ 1,036,757
	January 1 to September 30, 2025	January 1 to September 30, 2024
Revenue from customer contracts	\$ 3,048,765	\$ 2,461,298

A. Details of revenue from customer contracts

The revenue of the Group is mainly from providing products transferred at specific times, and it can be classified by the following main product lines and geographical areas:

July 1 to September 30, 2025	America	Europe	Asia	Other departments	Total
	Communication product	Communication product	Communication product		
Revenue from external customer contracts	\$ 236,726	\$ 326,327	\$ 420,554	\$ 29,294	\$ 1,012,901
July 1 to September 30, 2024	America	Europe	Asia	Other departments	Total
	Communication product	Communication product	Communication product		
Revenue from external customer contracts	\$ 647,063	\$ 239,576	\$ 86,953	\$ 63,165	\$ 1,036,757
January 1 to September 30, 2025	America	Europe	Asia	Other departments	Total
	Communication product	Communication product	Communication product		
Revenue from external customer contracts	\$ 658,161	\$ 969,461	\$ 1,275,404	\$ 145,739	\$ 3,048,765
January 1 to September 30, 2024	America	Europe	Asia	Other departments	Total
	Communication product	Communication product	Communication product		
Revenue from external customer contracts	\$ 1,315,012	\$ 708,527	\$ 109,449	\$ 328,310	\$ 2,461,298

B. Contract liabilities

- (A) As of September 30, 2025, December 31, 2024, September 30, 2024, and January 1, 2024, the Group recognized contract liabilities – advance receipts related to customer contract revenue in the amounts of NTD 1,329, NTD 41,443, NTD 51,539, and NTD 48,648, respectively.

(B) Contract liabilities at the beginning recognized in the revenue in current period

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Balance of the contract liabilities at the beginning recognized in the revenue in current period	<u>\$ 33</u>	<u>\$ 3,477</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Balance of the contract liabilities at the beginning recognized in the revenue in current period	<u>\$ 41,076</u>	<u>\$ 11,038</u>

(22) Interest revenue

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Bank deposit interest	<u>\$ 4,762</u>	<u>\$ 8,740</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Bank deposit interest	<u>\$ 19,429</u>	<u>\$ 30,401</u>

(23) Other revenue

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Rental revenue	<u>\$ 15,284</u>	<u>\$ 17,636</u>
Dividend revenue	<u>-</u>	<u>-</u>
Other revenues – others	<u>2,259</u>	<u>231</u>
	<u>\$ 17,543</u>	<u>\$ 17,867</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Rental revenue	<u>\$ 44,882</u>	<u>\$ 51,145</u>
Dividend revenue	<u>800</u>	<u>-</u>
Other revenues – others	<u>7,017</u>	<u>5,435</u>
	<u>\$ 52,699</u>	<u>\$ 56,580</u>

(24) Other gains and losses

	July 1 to September 30, 2025	July 1 to September 30, 2024
Gains on disposal of investment	\$ -	\$ 75,559
Lease modification profit (Note)	-	-
Foreign currency exchange gain	90,531	17,533
Miscellaneous expenses – interest	( 347)	( 441)
Miscellaneous expenses – depreciation	( 4,024)	( 4,533)
(Losses) gains from financial assets and liabilities at fair value through profit or loss	( 58,167)	7,556
Gains on disposal of property, plant and equipment	-	1
Miscellaneous expenses	( 1,757)	( 800)
	<u>\$ 26,236</u>	<u>\$ 94,875</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Gains on disposal of investment	\$ 707,714	\$ 336,004
Lease modification profit (Note)	220,341	-
Foreign currency exchange gain (loss)	( 149,332)	26,921
Miscellaneous expenses – interest	( 1,068)	( 1,341)
Miscellaneous expenses – depreciation	( 11,666)	( 14,090)
Gains (losses) from financial assets and liabilities at fair value through profit or loss	28,720	( 24,536)
Gains on disposal of property, plant and equipment	-	202
Miscellaneous expenses	( 4,245)	( 3,665)
	<u>\$ 790,464</u>	<u>\$ 319,495</u>

Note: The Group's subsidiary in China, Chongqing Hongdao Full Technology Co., Ltd., originally entered into an 18-year factory lease. As the Group had fully relocated its production lines to Vietnam, a supplementary agreement was signed on January 20, 2025, to terminate the lease early. A lease modification gain of NTD 220,341 was recognized based on the difference between the lease liability and the right-of-use asset.

(25) Financial Costs

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Interest expenses:		
Bank loans	\$ 2,730	\$ 530
Lease liabilities	<u>856</u>	<u>3,387</u>
	<u>\$ 3,586</u>	<u>\$ 3,917</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Interest expenses:		
Bank loans	\$ 4,781	\$ 8,953
Lease liabilities	<u>2,596</u>	<u>10,312</u>
	<u>\$ 7,377</u>	<u>\$ 19,265</u>

(26) Additional Information on the Nature of Expense

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Employee benefit expenses	\$ 157,108	\$ 137,206
Depreciation expenses of property, plant and equipment	31,473	29,702
Depreciation expenses of right-of-use assets	6,434	7,134
Amortization expense of intangible assets	<u>657</u>	<u>2,678</u>
	<u>\$ 195,672</u>	<u>\$ 176,720</u>

	January 1 to September 30, 2025	January 1 to September 30, 2024
Employee benefit expenses	\$ 566,241	\$ 383,079
Depreciation expenses of property, plant and equipment	90,907	87,630
Depreciation expenses of right-of-use assets	21,099	21,080
Amortization expense of intangible assets	5,116	5,666
	<u>\$ 683,363</u>	<u>\$ 497,455</u>

(27) Employee benefit expenses

	July 1 to September 30, 2025	July 1 to September 30, 2024
Salary expenses	\$ 130,231	\$ 112,123
Employee stock option	( 2,364)	2,949
Expenses for labor and health insurance	11,180	7,612
Pension expenses	10,609	7,490
Other employment expenses	7,452	7,032
	<u>\$ 157,108</u>	<u>\$ 137,206</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Salary expenses	\$ 447,279	\$ 313,460
Employee stock option	42,975	9,261
Expenses for labor and health insurance	32,258	22,672
Pension expenses	24,918	20,650
Other employment expenses	18,811	17,036
	<u>\$ 566,241</u>	<u>\$ 383,079</u>

- A. According to the Articles of Incorporation of the Company, if the Company makes a profit in a year, it shall allocate no less than 6% of the profit as employee remuneration, with no less than 25% of the total amount of employee remuneration allocated to entry-level employees. However, if the Company has accumulated losses, a provision shall first be made to offset those losses, and then no less than 6% of the profit shall be allocated as employee remuneration.
- B. The Company estimated the remuneration to employees for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, were NTD (7,885), NTD 0, NTD 41,688, and NTD 1,449, respectively. The estimated remuneration to directors and supervisors for all periods was NTD 0. The aforementioned amounts were recorded under salary expenses.

From January 1 to September 30, 2025, and 2024, the estimated amounts were calculated based on the profit for the period, using rates of 8.5% and 8.5%, respectively.

As resolved by the board of directors, the amount of employee remuneration and director remuneration in 2024 was NTD 1,476 and NTD 0, respectively, consistent with the amounts recognized in the 2024 financial statements.

- C. Please refer to the “Market Observation Post System” for information related to the remuneration to employees and directors of the Company approved by the board of directors.

(28) Income Tax

A. Income tax expenses (benefits)

(A) Components of income tax expenses (benefits):

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Income tax in the current period:		
Income tax generated from the current income	\$ 59	\$ 188
Additional tax levied on the undistributed earnings	( 365)	-
Over-estimated income tax in previous years	<u>-</u>	<u>-</u>
Total income tax in the current period	<u>( 306)</u>	<u>188</u>
Deferred income tax:		
Initial occurrence and reversal of temporary difference	<u>46,819</u>	<u>2,524</u>
Total deferred income tax	<u>46,819</u>	<u>2,524</u>
Income tax (benefits) expenses	<u>\$ 46,513</u>	<u>\$ 2,712</u>



	January 1 to September 30, 2025	January 1 to September 30, 2024
Income tax in the current period:		
Income tax generated from the current income	\$ 549	\$ 874
Additional tax levied on the undistributed earnings	2,188	-
Over-estimated income tax in previous years	( 18)	( 27)
Total income tax in the current period	<u>2,719</u>	<u>847</u>
Deferred income tax:		
Initial occurrence and reversal of temporary difference	( 4,432)	28
Total deferred income tax	( 4,432)	28
Income tax (benefits) expenses	<u>(\$ 1,713)</u>	<u>\$ 875</u>

(B) Income tax related to other comprehensive income:

	July 1 to September 30, 2025	July 1 to September 30, 2024
Exchange differences on the translation of the foreign operation	<u>\$ 452</u>	<u>(\$ 6,569)</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Exchange differences on the translation of the foreign operation	<u>(\$ 768)</u>	<u>\$ 311</u>

- B. The Company's profit-seeking business income tax has been certified by the tax authority up until 2022.

(29) Earnings (losses) per share

<u>July 1 to September 30, 2025</u>			
	<u>After-tax income</u>	<u>Weighted average outstanding shares (thousand shares)</u>	<u>Losses per share (NTD)</u>
<u>Basic losses per share</u>			
Net loss for the period attributable to the parent company's common stock shareholders	<u>(\$ 104,446)</u>	<u>324,226</u>	<u>(\$ 0.32)</u>
<u>Diluted loss per share</u>			
Net loss for the period attributable to the parent company's common stock shareholders	<u>(\$ 104,446)</u>	<u>324,226</u>	<u>(\$ 0.32)</u>
<u>July 1 to September 30, 2024</u>			
	<u>After-tax income</u>	<u>Weighted average outstanding shares (thousand shares)</u>	<u>Earnings per share (NTD)</u>
<u>Basic earnings per share</u>			
Net profit attributable to the parent company's common stock shareholders	<u>\$ 5,241</u>	<u>326,500</u>	<u>\$ 0.02</u>
<u>Diluted earnings per share</u>			
Net profit attributable to the parent company's common stock shareholders	<u>\$ 5,241</u>	<u>326,500</u>	
Impacts of dilutive potential common shares			
Remuneration to employees	-	42	
Restricted stock	-	823	
Impacts of net profit attributable to the parent company's common stock shareholders plus potential common stocks	<u>\$ 5,241</u>	<u>327,365</u>	<u>\$ 0.02</u>

<u>January 1 to September 30, 2025</u>			
	<u>Weighted average outstanding shares</u>		<u>Earnings per share</u>
	<u>After-tax income</u>	<u>(thousand shares)</u>	<u>(NTD)</u>
<u>Basic earnings per share</u>			
Net profit attributable to the parent company's common stock shareholders	\$ 477,907	324,209	\$ 1.47
<u>Diluted earnings per share</u>			
Net profit attributable to the parent company's common stock shareholders	\$ 477,907	324,209	
Impacts of dilutive potential common shares			
Remuneration to employees	-	1,794	
Restricted stock	-	212	
Impacts of net profit attributable to the parent company's common stock shareholders plus potential common stocks	\$ 477,907	326,215	\$ 1.47

<u>January 1 to September 30, 2024</u>			
	<u>Weighted average outstanding shares</u>		<u>Earnings per share</u>
	<u>After-tax income</u>	<u>(thousand shares)</u>	<u>(NTD)</u>
<u>Basic earnings per share</u>			
Net profit attributable to the parent company's common stock shareholders	\$ 23,330	328,194	\$ 0.07
<u>Diluted earnings per share</u>			
Net profit attributable to the parent company's common stock shareholders	\$ 23,330	328,194	
Impacts of dilutive potential common shares			
Remuneration to employees	-	42	
Restricted stock	-	718	
Impacts of net losses attributable to the parent company's common stock shareholders plus potential common stocks	\$ 23,330	328,954	\$ 0.07

As the Company posted a net loss from July to September 2025, potential common shares were included in the computation of diluted earnings per share; however, the dilutive effect was not significant.

(30) Supplementary information on cash flow

Partial cash payment investment activities:

	January 1 to September 30, 2025	January 1 to September 30, 2024
Purchase of land use rights	\$ -	\$ -
Add: Payables at beginning of period	-	6,840
Cash paid in current period	<u>\$ -</u>	<u>\$ 6,840</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Purchase of property, plant and equipment	\$ 363,301	\$ 471,842
Add: Payables for equipment, beginning	81,234	4,158
Less: payables for equipment, ending	<u>( 53,863)</u>	<u>-</u>
Cash paid in current period	<u>\$ 390,672</u>	<u>\$ 476,000</u>

(31) Changes in liabilities from financing activities

	Lease liabilities	
	2025	2024
January 1	\$ 443,843	\$ 482,764
Changes in cash flow from financing activities	( 24,251)	( 16,643)
Other non-cash changes	( 177,943)	( 20,809)
Impact of changes in exchange rate	( 15,368)	12,118
September 30	<u>\$ 226,281</u>	<u>\$ 457,430</u>

Besides lease liabilities, the Group's changes in liabilities from financing activities for the periods from January 1 to September 30, 2025, and 2024 were changes in cash flow from financing without any non-cash changes. Please refer to the consolidated statement of cash flow.

7. Transactions of the Related Party

(1) Name of the related party and relationship

<u>Name of the related party</u>	<u>Relationship with the Group</u>
Gwong-Yih Lee	Key management of the Group
Microelectronics Technology, Inc. and its subsidiaries (Note)	Other related parties
Hon Hai Precision Industry Co., Ltd. and its subsidiaries (Hong Hai)	"
FOXCONN Technology Co., Ltd. and its subsidiaries	"
Garuda Technology Co., Ltd. and its subsidiaries	"
Pan-International Industrial Corp.	"
Cloud Network Technology Singapore Pte. Ltd.(Cloud Network)	"

Note: Microelectronics Technology, Inc. and its subsidiaries were previously related parties of the Company. However, since the Group ceased to hold a board seat on January 9, 2025, it no longer has significant influence over Microelectronics Technology, Inc. Therefore, it reclassified the company as an other related party, effective January 9, 2025.

(2) Significant transactions with the related party

A. Operating revenue

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Sale of goods:		
Other related parties		
- Cloud Network	\$ 124,851	\$ 239,682
- Hon Hai Precision Ind. Co., Ltd.	225,673	29,542
- Others	6,529	-
Affiliated companies	-	3,588
Total	<u>\$ 357,053</u>	<u>\$ 272,812</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Sale of goods:		
Other related parties		
- Cloud Network	\$ 674,728	\$ 709,894
- Hon Hai Precision Ind. Co., Ltd.	439,664	48,586
- Others	14,639	-
Affiliated companies	-	4,645
Total	<u>\$ 1,129,031</u>	<u>\$ 763,125</u>

Except for transactions that have no similar transactions to follow, where the transaction terms are negotiated and determined by both parties, the selling prices of the Group to the aforementioned related parties are similar to the selling prices for ordinary customers. The mode of collection adopts NET 20 days, and the collection period is O/A 120 days. The mode of collection for general customers is O/A 60 days.

B. Purchase

	July 1 to September 30, 2025	July 1 to September 30, 2024
Purchase of commodities:		
Other related parties	\$ 177,438	\$ 45,818
Affiliated companies	-	8,393
Total	<u>\$ 177,438</u>	<u>\$ 54,211</u>
	January 1 to September 30, 2025	January 1 to September 30, 2024
Purchase of commodities:		
Other related parties	\$ 290,174	\$ 117,905
Affiliated companies	-	9,011
Total	<u>\$ 290,174</u>	<u>\$ 126,916</u>

Except for transactions with no similar transactions to follow, where the transaction terms are negotiated and determined by both parties, all other transactions of the Group involve purchasing from related parties at prevailing market prices. The mode of collection adopts NET 30 days, and the collection period is O/A 120 days. The mode of collection for general vendors is O/A 60 days.

C. Accounts receivable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts receivable – the related party			
Other related parties			
- Cloud Network	\$ 124,176	\$ 238,127	\$ 195,939
- Hon Hai Precision Ind. Co., Ltd.	123,920	55,534	28,810
- Others	1,949	-	-
Affiliated companies	<u>-</u>	<u>10,817</u>	<u>3,363</u>
Total	<u>\$ 250,045</u>	<u>\$ 304,478</u>	<u>\$ 228,112</u>

D. Other receivables

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Other receivables – the related party			
Affiliated companies			
- Microelectronics Technology and its subsidiaries	\$ -	\$ 92,602	\$ 82,571
Other related parties			
- Microelectronics Technology and its subsidiaries	46,736	-	-
- Others	<u>3,099</u>	<u>1,039</u>	<u>1,372</u>
Total	<u>\$ 49,835</u>	<u>\$ 93,641</u>	<u>\$ 83,943</u>

Other receivables from the related party mainly are the purchase amount on behalf of the related party and rental revenue.

E. Accounts payable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts payable – the related party			
Other related parties	\$ 92,217	\$ 19,663	\$ 17,547
Affiliated companies	<u>-</u>	<u>12,051</u>	<u>3,865</u>
Total	<u>\$ 92,217</u>	<u>\$ 31,714</u>	<u>\$ 21,412</u>

F. Other payables

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Other payables – the related party			
Other related parties	\$ 6,145	\$ 17,749	\$ 14,812
Affiliated companies	<u>-</u>	<u>1,079</u>	<u>958</u>
Total	<u>\$ 6,145</u>	<u>\$ 18,828</u>	<u>\$ 15,770</u>

Other payables to the related party mainly are payables of processing fee, labor service fee and freight.



G. Processing expenses

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Other related parties	<u>\$ 1,301</u>	<u>\$ 887</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Other related parties	<u>\$ 3,803</u>	<u>\$ 2,431</u>

H. Labor service fee

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Other related parties	<u>\$ 600</u>	<u>\$ 702</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Other related parties	<u>\$ 1,800</u>	<u>\$ 1,932</u>

I. Freight costs

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Other related parties	<u>\$ 4,411</u>	<u>\$ 6,841</u>
	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Other related parties	<u>\$ 12,224</u>	<u>\$ 13,987</u>

J. Rental revenue

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Affiliated companies		
- Microelectronics Technology and its subsidiaries	\$ -	\$ 15,821
Other related parties		
- Microelectronics Technology and its subsidiaries	12,344	-
- Hon Hai Precision Ind. Co., Ltd.	1,643	1,728
Total	<u>\$ 13,987</u>	<u>\$ 17,549</u>

	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Affiliated companies		
- Microelectronics Technology and its subsidiaries	\$ -	\$ 45,486
Other related parties		
- Microelectronics Technology and its subsidiaries	38,552	-
- Hon Hai Precision Ind. Co., Ltd.	4,943	5,422
Total	<u>\$ 43,495</u>	<u>\$ 50,908</u>

The Group leased property, plant and equipment to the related party for the periods from January 1 to September 30, 2025, and 2024. Rental rates were determined in accordance with prevailing market conditions. The rent is collected every quarter.

K. Deposit received

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Affiliated companies			
- Microelectronics Technology and its subsidiaries	\$ -	\$ 5,765	\$ 5,765
Other related parties			
- Microelectronics Technology and its subsidiaries	5,765	-	-
- Others	690	690	690
Total	<u>\$ 6,455</u>	<u>\$ 6,455</u>	<u>\$ 6,455</u>

L. Other transactions

The related party, Gwong-Yih Lee, served as the joint guarantor of bank loans and joint writer of guaranteeing invoices by the Company for the periods from January 1 to September 30, 2025 and 2024.

(3) Information on the remuneration to the key management:

	<u>July 1 to September 30, 2025</u>	<u>July 1 to September 30, 2024</u>
Short-term employee benefits	\$ 4,198	\$ 4,579
Benefits after severance/retirement	127	133
Share-based payment	-	-
Total	<u>\$ 4,325</u>	<u>\$ 4,712</u>

  

	<u>January 1 to September 30, 2025</u>	<u>January 1 to September 30, 2024</u>
Short-term employee benefits	\$ 15,148	\$ 14,858
Benefits after severance/retirement	415	395
Share-based payment	17,379	-
Total	<u>\$ 32,942</u>	<u>\$ 15,253</u>

8. Pledged Assets

The details of the Group's assets provided as collateral are as follows:

<u>Asset item</u>	<u>Book value</u>			<u>Purpose of collateral</u>
	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	
Time deposit (listed financial assets measured at amortized cost – non-current)	\$ 22,529	\$ 22,529	\$ 22,529	Guarantee deposits of superficies
Refundable deposits	14,852	-	-	Financial transaction limit security deposit
Total	<u>\$ 37,381</u>	<u>\$ 22,529</u>	<u>\$ 22,529</u>	

9. Major Contingent Liabilities and Commitments Made Under Unrecognized Contracts

(1) Contingency

None.

(2) Commitments

As of September 30, 2025, December 31, 2024, and September 30, 2024, the total contract prices for the projects signed were NTD 866,126, NTD 998,884, and NTD 1,036,983, respectively. The amounts paid were NTD 819,708, NTD 820,872, and NTD 546,889, leaving outstanding balances of NTD 46,418, NTD 178,012, and NTD 490,094, respectively.

10. Losses Due to Major Disasters

None.

11. Significant Subsequent Events

None.

12. Others

(1) Capital Management

The Group's capital management objective is intended to protect its continued operation and maintain an optimal capital structure to reduce capital costs and provide remuneration to shareholders. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce liabilities.

(2) Financial instruments

(a) Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial assets measured at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	\$ -	\$ -	\$ 13,676
Financial assets measured at fair value through other comprehensive income			
Selection of specified equity instrument investment	286,382	51,871	9,998
Financial assets measured at amortized cost	<u>2,451,795</u>	<u>2,925,566</u>	<u>3,161,437</u>

	September 30, 2025	December 31, 2024	September 30, 2024
	<u>\$ 2,738,177</u>	<u>\$ 2,977,437</u>	<u>\$ 3,185,111</u>
<u>Financial liabilities</u>			
Financial liabilities measured at fair value through profit or loss			
Financial liabilities mandatorily measured at fair value through profit or loss	\$ 40,946	\$ 19,543	\$ -
Financial liabilities measured at amortized cost	1,755,462	1,363,357	1,277,906
Lease liabilities	<u>226,281</u>	<u>443,843</u>	<u>457,430</u>
	<u>\$ 2,022,689</u>	<u>\$ 1,826,743</u>	<u>\$ 1,735,336</u>

Note: The financial assets carried at amortized cost, including cash and cash equivalents, financial assets measured at amortized cost, accounts receivables (including the related party), other receivables, and guaranteed deposits paid; the financial liabilities measured at amortized cost include short-term loans, accounts payable (including the related party), other payables (including the related party) and deposits received.

(b) Risk management policy

- (A) Various financial risks have an impact on the daily operation of the Group, including market risk (including the exchange rate risk, interest rate risk, and price risk), credit risk, and liquidity risk. To reduce the adverse impact of uncertainty on the Group's financial performance, the Group used forward exchange contracts to hedge the risk of exchange rate. The derivative tools used by the Group are for hedging purposes instead of trading or speculation.
- (B) The risk management work is executed by the Group's financial department based on the policy approved by the board of directors. The Group's financial department is responsible for identifying, evaluating and hedging financial risks through close cooperation with each business unit in the Group. The board of directors has established written principles for overall risk management while providing a written policy for specific areas and matters, such as exchange rate risk, interest rate risk, credit risk, the utilization of financial and non-financial instruments, and the investment principles for remaining current funds.

(c) Nature and degree of important financial risk

(A) Market risk

Exchange rate risk

- (a) The Group is a multinational corporation. Therefore, the exchange rate risk resulting from transactions with functional currencies relatively different from the Company and its subsidiaries mainly involve USD, RMB, and VND. Related exchange rate risks come from future commercial transactions and recognized assets and liabilities.
- (b) The management of the Group has established a policy that regulates the management of exchange rate risk relative to the functional currency of the Companies in the Group. Each Company shall adopt a hedging policy against

the overall exchange rate risk via the Group's financial department. The exchange rate risk is measured by the expected transactions with a high possibility of generating USD, RMB, and VND expenses, which adopt forward exchange contracts to reduce the impact of exchange rate fluctuations on the expected purchase inventory cost.

- (c) The Group's business lines involved some non-functional currencies (the functional currency of the Company and some of its subsidiaries is NTD, while that of other subsidiaries is USD, RMB, and VND). Therefore, the Company would be subject to the effects of fluctuations in foreign exchange rates. The information about assets and liabilities denominated in foreign currency, which are exposed to significant effects caused by fluctuations in the foreign exchange rate, is stated as follows:

September 30, 2025						
	Foreign currency (thousand dollars)	Exchange rate	Book amount (NTD)	Sensitivity analysis		
				Range of change	Impact on profit or loss	Impact on other comprehensive income
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$46,222	30.450	\$1,407,460	2%	\$ 22,519	\$ -
RMB : NTD	2,157	4.270	9,210	2%	147	-
USD : VND	543	27,685.493	16,537	2%	265	-
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	53,435	30.450	1,627,096	2%	26,034	-
USD : VND	164	27,685.493	4,994	2%	80	-

December 31, 2024						
	Foreign currency (thousand dollars)	Exchange rate	Book amount (NTD)	Range of change	Sensitivity analysis	
					Impact on profit or loss	Impact on other comprehensive income
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$31,310	32.785	\$1,026,498	2%	\$ 16,424	\$ -
RMB : NTD	2,157	4.478	9,659	2%	155	-
USD : VND	1,719	25,641.026	55,757	2%	892	-
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	41,945	32.785	1,375,167	2%	22,003	-
USD : VND	2,229	25,641.026	74,570	2%	1,193	-
September 30, 2024						
	Foreign currency (thousand dollars)	Exchange rate	Book amount (NTD)	Range of change	Sensitivity analysis	
					Impact on profit or loss	Impact on other comprehensive income
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$25,119	31.650	\$ 795,016	2%	\$ 12,720	\$ -
RMB : NTD	2,156	4.523	9,752	2%	156	-
USD : VND	1,269	25,019.763	40,164	2%	643	-
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	9,991	31.650	316,215	2%	5,059	-
USD : VND	11,583	25,019.763	366,602	2%	5,866	-

- (d) The Group's total amount of all exchange loss (including realized and unrealized) from monetary items due to the significant impact of exchange rate fluctuations for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, were NTD 90,531, NTD 17,533, NTD (149,332), and NTD 26,921, respectively.

#### Price risk

- (a) The Group's equity instruments exposed to price risk are the holding financial assets measured at the fair value through profit or loss and financial assets measured at the fair value through other comprehensive income. To manage the price risk of the equity instrument investment, the Group separated the investment portfolio and the separation method based on the limited amount set by the Group.
- (b) The Group mainly invested in equity instruments issued at home and abroad. The price of such equity instruments is affected by the uncertainty of the

investment's future value. If the price of the equity instrument increases or decreases by 1% and all other factors remain unchanged, the other comprehensive income for the periods from January 1 to September 30, 2025 and 2024, would increase or decrease by NTD 1,620 and NTD 80, respectively, as a result of the profit or loss in the equity instrument measured at fair value through other comprehensive income.

(B) Credit risk

- (a) The Group's credit risk is the risk of financial loss that would be incurred by the Group if its customers or financial instrument trading counterparties failed to fulfill contracts. This is mainly due to the trading counterparty's inability to pay the accounts payable based on the payment conditions and the contractual cash flows of debt instruments classified as measured at amortized cost.
- (b) The Group manages credit risk from a group-wide perspective. For trading banks and financial institutes, only those with good credit can be accepted as trading counterparties. According to the loan policy expressly defined internally, each business department within the Group shall conduct a management and credit risk analysis on each new customer before setting payment and proposing the delivery terms and conditions. The internal risk control evaluates customers' credit quality by taking into consideration the customers' financial position, past experience and other factors. The individual risk limit is set by the board of directors according to the internal or external ratings. The management will also control the periodic draw down of credit limits.
- (c) The Group adopts IFRS 9 for presumption that when the contract payment is past due for over 90 days based on the agreed payment terms, the Group takes it as a default of the contract.
- (d) The following presumption provided by the Group adopts IFRS 9 as the basis to determine whether the credit risk of a financial instrument increases significantly after the initial recognition:
  - (A) When the contract payment is past due for over 30 days based on the agreed payment terms, it is determined that the credit risk of the financial instrument has increased significantly after the initial recognition.
  - (B) For bond investments traded on the Taipei Exchange, those financial assets with investment grading rated by any external credit rating agency on the balance sheet date are considered to be low credit risk.
- (e) The Group's indexes used to determine the debt instrument as credit impairment are as follows:
  - (A) Issuer has major financial difficulty or is likely to wind up or proceed with other financial reorganizations;
  - (B) The active market of financial assets might extinguish due to the financial difficulty of the issuer;
  - (C) Overdue or non-performance of interest or principal payment by the issuer;
  - (D) National or regional adverse economic changes related to the default of issuer.



- (f) The Group classified the customer's accounts receivable based on customer ratings and the characteristics of the customers. They used the reserve matrix as the basis, employing a simplified approach to estimate the expected credit losses.
- (g) The Group offsets the amount of recoverable financial assets which cannot be reasonably expected after the recourse procedure. However, the Group will continue the legal recourse procedure to protect the creditor's rights. As of September 30, 2025, December 31, 2024, and September 30, 2024, the Group does not have creditor's rights, which were written off with means of recourse.
- (h) The Group adopted the business indicators of the National Development Council for future forward-looking considerations to adjust the established loss ratio based on certain historical periods and current information to estimate the allowance loss of the accounts receivable (including the related parties). The provision matrixes as of September 30, 2025, December 31, 2024, and September 30, 2024, are as follows:

	Undue	Overdue 1–30 days	Overdue 31– 60 days	Overdue 61–90 days	Overdue 90 days and above	Total
<u>September 30, 2025</u>						
Expected loss ratio	0.67%	20.40%	20.43%	20.46%	100%	
Total book value	\$1,148,877	\$8,767	\$ 414	\$ 83	\$ 43	\$1,158,184
Allowance loss	11,102	1,789	85	17	43	13,036
	Undue	Overdue 1–30 days	Overdue 31–60 days	Overdue 61–90 days	Overdue 90 days and above	Total
<u>December 31, 2024</u>						
Expected loss ratio	0.88%	13.67%	13.70%	13.73%	100%	
Total book value	\$983,675	\$25,974	\$1,106	\$ 89	\$1,817	\$1,012,661
Allowance loss	6,459	3,550	151	12	1,817	11,989
	Undue	- Overdue 1–30 days	Overdue 31–60 days	Overdue 61–90 days	Overdue 90 days and above	Total
<u>September 30, 2024</u>						
Expected loss ratio	0.63%	3.32%	3.35%	3.38%	100.00%	
Total book value	\$818,908	\$4,464	\$ 11	\$ 43	\$1,820	\$825,246
Allowance loss	4,778	148	-	1	1,820	6,747

- (i) The aging analysis of accounts receivable (including the related party) is as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
	Accounts receivable	Accounts receivable	Accounts receivable
Undue	\$ 1,148,877	\$ 983,675	\$ 818,908
Within 30 days	8,767	25,974	4,464
31–60 days	414	1,106	11
61–90 days	83	89	43
90 days and above	43	1,817	1,820
	<u>\$ 1,158,184</u>	<u>\$ 1,012,661</u>	<u>\$ 825,246</u>

The aging analysis stated above was based on the number of overdue days.

- (j) The Group's statement of changes in the allowance loss for accounts receivable using the simplified approach is as follows:

	2025	2024
	Accounts receivable (including the related party)	Accounts receivable (including the related party)
January 1	\$ 11,989	\$ 7,476
Impairment loss recognized (reversal)	1,678	( 721)
Foreign exchange rate effect	( 631)	( 8)
September 30	<u>\$ 13,036</u>	<u>\$ 6,747</u>

(C) Liquidity risk

- (a) The cash flow forecast is executed by each business department in the Group and summarized by the Group's finance department. The finance department of the Group supervises the forecast of the Group's current fund demand to ensure there are sufficient funds to support operating needs.
- (b) The following table refers to the non-derivative financial liabilities and is grouped subject to the relevant expiry dates. The non-derivative financial liabilities are analyzed based on the residual period from the date of the balance sheet to the expiry date. The contractual cash flow amount disclosed in the following statement is the undiscounted amount.

Non-derivative  
financial liabilities

		Within 1 to 2	Within 2 to 5	
September 30, 2025	Within 1 year	years	years	Over 5 years
Deposit received	\$ 5,765	\$ -	\$ 1,478	\$ 456
Lease liabilities	33,692	33,248	75,488	106,181
	<u>\$ 39,457</u>	<u>\$ 33,248</u>	<u>\$ 76,966</u>	<u>\$ 106,637</u>

Non-derivative  
financial liabilities

		Within 1 to 2	Within 2 to 5	
December 31, 2024	Within 1 year	years	years	Over 5 years
Deposit received	\$ 349	\$ 341	\$ 5,765	\$ 456
Lease liabilities	70,695	67,284	188,959	167,523
	<u>\$ 71,044</u>	<u>\$ 67,625</u>	<u>\$ 194,724</u>	<u>\$ 167,979</u>

Non-derivative  
financial liabilities

		Within 1 to 2	Within 2 to 5	
September 30, 2024	Within 1 year	years	years	Over 5 years
Deposit received	\$ 690	\$ -	\$ 5,765	\$ 456
Lease liabilities	71,169	67,150	191,862	143,336
	<u>\$ 71,859</u>	<u>\$ 67,150</u>	<u>\$ 197,627</u>	<u>\$ 143,792</u>

Except for those specified above, the non-derivative financial liabilities of the Group will expire within the coming year.

(3) Fair value information

- A. The levels of the valuation technique adopted to measure the fair value of the financial and non-financial instruments are defined as follows:

- Level 1: The quotation of the same asset or liability in an active market on the measurement date acquired by the enterprise (before adjustment). The active market means the market in which there are frequent and large volumes of transactions to provide information about pricing on an ongoing basis.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of derivatives invested by the Group belongs to this level.
- Level 3: Unobservable inputs for the asset or liability. All the equity instruments invested by the Group for which there is no active market belong to this category.

- B. The following is the analysis regarding the Group's classification of financial instruments measured at fair value based on the nature, characteristics and risks of the assets and liabilities as well as the levels of fair value:

September 30, 2025	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Recurring fair value assets:</u>				
Financial assets measured at fair value through other comprehensive income	<u>\$ 214,156</u>	<u>\$ -</u>	<u>\$ 72,226</u>	<u>\$ 286,382</u>
<u>Recurring fair value liability:</u>				
Financial liabilities measured at fair value through profit or loss	<u>\$ -</u>	<u>\$ 40,946</u>	<u>\$ -</u>	<u>\$ 40,946</u>
December 31, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Recurring fair value assets:</u>				
Financial assets measured at fair value through other comprehensive income	<u>\$ 12,175</u>	<u>\$ -</u>	<u>\$ 39,696</u>	<u>\$ 51,871</u>
<u>Recurring fair value liability:</u>				
Financial liabilities measured at fair value through profit or loss	<u>\$ -</u>	<u>\$ 19,543</u>	<u>\$ -</u>	<u>\$ 19,543</u>
September 30, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Recurring fair value assets:</u>				
Financial assets measured at fair value through profit or loss	<u>\$ -</u>	<u>\$ 13,676</u>	<u>\$ -</u>	<u>\$ 13,676</u>
Financial assets measured at fair value through other comprehensive income	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,998</u>	<u>\$ 9,998</u>

C. The methods and assumptions used by the Group to measure fair value is as follows:

- (A) The Group's fair value inputs (i.e. Level 1) adopting the quoted market price are listed in the following based on the characteristics of the instruments:

	<u>TWSE/TPEX listed stocks</u>
Quoted market price	Closing price

- (B) Except for the financial instrument in the active market, the fair value of other financial instruments is based on the evaluation technology or the quotation of the counterparty. The fair value acquired through the evaluation technology can reference other substantial conditions and the current fair value of similar financial instruments, as well as the discounted cash flow method or other evaluation techniques, including market information that can be obtained on the date of preparing the consolidated balance sheet. The information is then used in a calculation model (such as the yield curve referred to by the Taipei Exchange and the average quotation of the Reuters commercial paper rate).
- (C) When evaluating unstandardized financial instruments with low complexity such as debt instruments without active market, interest rate swap contracts, exchange swap contracts and options, the Group adopts evaluation technology widely used by market

participants. The parameters used by the evaluation model of such financial instruments are usually information observable in the market.

- (D) The Group includes the credit valuation adjustment in the consideration for the fair value calculation of financial and non-financial instruments to reflect the credit risk of the trading counterparty and the credit quality of the Group, respectively.

- D. There was no transfer between levels 1 and 2 between January 1 to September 30, 2025 and 2024.
- E. The following table shows the changes in level 3 from January 1 to September 30, 2025 and 2024:

	Equity instruments	
	2025	2024
January 1	\$ 39,696	\$ 10,464
Purchases in current period	25,000	-
Profit (loss) recognized under other comprehensive income	11,310	( 1,790)
Foreign exchange rate effect	( 3,780)	1,324
September 30	<u>\$ 72,226</u>	<u>\$ 9,998</u>

- F. There was no transfer into or out of level 3 from January 1 to September 30, 2025 and 2024.
- G. For the Group's evaluation process for fair value classified as level 3, the finance department is responsible for conducting the independent fair value validation of the financial instrument. The department confirms the reasonableness of the evaluation result by aligning it more closely with market conditions using information from independent sources. It ensures that these sources are independent, reliable, and consistent with other resources, and that they represent executable prices. Additionally, the department regularly calibrates the evaluation model, conducts back testing, updates required input values and data, and makes other necessary fair value adjustments to the evaluation model.
- H. For the evaluation model used by the measurement item of level 3 fair value, the quantitative information of unobservable major input and sensitivity analysis for the changes in unobservable major input are as follows:

	Fair value on September 30, 2025	Evaluation technology	Unobservab le major input	Range (weighted average)	Relationship between input and fair value
Non-derivative equity instruments:					
Non-TWSE/TPEX listed stocks	<u>\$ 35,570</u>	Comparable to TWSE/TPEX listed companies	Note 1	14.20	Note 2
Stocks of venture capital companies	<u>\$ 36,656</u>	Net asset value method	N/A	N/A	N/A
	Fair value on December 31, 2024	Evaluation technology	Unobservable major input	Range (weighted average)	Relationship between input and fair value

	<u>Fair value on September 30, 2025</u>	<u>Evaluation technology</u>	<u>Unobservab le major input</u>	<u>Range (weighted average)</u>	<u>Relationship between input and fair value</u>
Non-derivative equity instruments:					
Non-TWSE/TPEX listed stocks	<u>\$ 26,405</u>	Comparable to TWSE/TPEX listed companies	Note 1	3.76	Note 2
Stocks of venture capital companies	<u>\$ 13,291</u>	Net asset value method	N/A	N/A	N/A
	<u>Fair value on September 30, 2024</u>	<u>Evaluation technology</u>	<u>Unobservable major input</u>	<u>Range (weighted average)</u>	<u>Relationship between input and fair value</u>
Non-derivative equity instruments:					
Stocks of venture capital companies	<u>\$ 9,998</u>	Net asset value method	N/A	N/A	N/A

Note 1: The multiple of this net ratio and the lack of market liquidity discount.

Note 2: The higher the multiple, the higher the fair value; the higher the market liquidity discount lacked, the lower the fair value.

### 13. Noted Disclosures

#### (1) Information related to material transactions

- A. Loaning of funds to others: Please refer to Attachment I.
- B. Endorsement and guarantee made for others: None.
- C. Significant marketable securities held at the end of the period (excluding investments in subsidiaries, affiliated companies, and joint ventures): Please refer to Attachment II.
- D. Purchase/sale amount of transactions with the related party reaching NTD 100 million or more than 20% of the paid-in capital: Please refer to Attachment III.
- E. Accounts receivable from the related party reaching NTD 100 million or more than 20% of the paid-in capital: Please refer to Attachment IV.
- F. Business relationship and major transactions between the parent company and its subsidiaries: Please refer to Attachment V.

#### (2) Information related to reinvested enterprises

Information related to the invested company, such as names and locations (excluding the invested company in China): Please refer to Attachment 6.

#### (3) Information about investment in Mainland China

- A. Basic information: Please refer to Attachment VII.
- B. Major transactions with the invested company in China either directly or indirectly with occurrence through third regions: None.

14. Business Segment Information

(1) General information

The Company only engages in one industry and the Group's operating decision-maker, the board of directors, adopts the overall group financial statements to evaluate performance and distribute resources. Therefore, the Company is identified as a single reportable segment.

(2) Segment Information

The Group is a single reportable segment. The Group's operating decision-maker, the board of directors, adopts profit after tax in the financial statements for measurement and as the basis for performance evaluation. Therefore, the business segment information is consistent with the information in the main financial statements.

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CyberTAN Technology Inc. and its subsidiaries

Loans of funds to others

January 1 to September 30, 2025

Attachment I

Unit: NTD thousand  
(Unless otherwise specified)

No. (Note 1)	Company providing the loan	Borrower	Transactions (Note 2)	Whether it is a related party	Current maximum amount (Note 3)	Balance at ending of period (Note 9)	Actual drawn amount	Interest rate range	Nature of loans (Note 4)	Business transaction amount (Note 5)	Reason for the necessity of short-term financing (Note 6)	Appropriated allowance for allowance loss amount	Collateral Name Value	Max. amount permitted to a single borrower (Note 7, 8)	Total lending limit (Note 7, 8)	Remarks
0	CyberTAN Technology Inc.	HON YAO FU Technology Company Limited	Other receivables – Loans of Funds and	Yes	\$ 332,050	\$ -	\$ -	-	2	-	Operating turnover	-	- -	\$454,252	\$1,817,006	Note 7
1	Fuhongkang Technology (Shenzhen) Co., Ltd.	Chongqing Hongdaofu Technology Co., Ltd.	Other receivables – Loans of Funds and	Yes	54,876	34,160	34,160	2.79%	2	-	Operating turnover	-	- -	463,508	927,016	Note 8

Note 1: The “No.” column is explained as follows:

- (1) 0 is reserved for issuer.
- (2) Each invested company is numbered in sequential order starting from 1.

Note 2: Items such as accounts receivable from affiliated companies, amounts due from related parties, shareholder transactions, prepayments, and temporary payments, should be included in this column if they are of a lending nature.

Note 3: The maximum balance of loans to others in the current year.

Note 4: The nature of the loan should be filled in if it is a business transaction or if there is a need for short-term financing.

- (1) Please fill in “1” for those who have business transactions.
- (2) Fill in “2” if there is a need for short-term financing.

Note 5: If the nature of the loaning of funds is for business transactions, the business transaction amount shall be filled in. The business transaction amount refers to the business transaction amount between the loaning company and the loaning party in the most recent year.

Note 6: If the nature of the loan is in need of short-term financing, the reason for the need for the loan and the use of the fund by the borrower should be explained, such as repayment of loan, purchase of equipment, and business turnover.

Note 7: According to the Company’s Procedures for Loans of Funds to Others, for the Company’s lending funds to companies or firms in need of short-term financing, the total amount of the loan may not exceed 40% of the Company’s net worth limit. In addition, the amount of loans made by the Company as a whole to a single enterprise is limited to 10% of the Company’s net worth.

Note 8: When foreign subsidiaries, in which the Company directly and indirectly holds 100% of the voting shares, engage in intercompany financing, the total amount is limited to no more than 400% of the lender’s net worth. The limit for any individual borrower is restricted to no more than 200% of the lender’s net worth.

Note 9: If the public company submits the loaning of funds to the board of directors for the resolution of the board of directors on a case-by-case basis in accordance with Article 14-1, paragraph 1 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, the amount resolved by the board of directors shall be included in the disclosed balance even if the funds have not yet been disbursed, to reveal the risk undertaken. However, if the funds are repaid subsequently, the balance after repayment should be disclosed to reflect the adjustment of risk. If a public company has authorized its chairman to make loans in installments or revolving funds for a certain period of time within a year, through a resolution pursuant to Article 14, paragraph 2 of the Regulations. Even if the funds are subsequently repaid, the loan may be extended again; therefore, the amount of funds lent, as approved by the board of directors, should be used as the balance for the announcement and declaration.



CyberTAN Technology Inc. and its subsidiaries  
Significant Securities Held at the End of the Period (Excluding Investments in Subsidiaries, Associated Companies and Joint Ventures)  
September 30, 2025

Attachment II

Unit: NTD thousand  
(Unless otherwise specified)

Holding company	Type and name of securities (Note 1)	Relationship with the issuer of securities (Note 2)	Account title	End of period				Remarks (Note 4)
				Number of shares	Book amount (Note 3)	Shareholding ratio	Fair value	
CyberTAN Technology Inc.	Innolux Corporation	Other related parties	Investment in equity instruments measured at fair value through other comprehensive income	800,000	\$ 11,520	0.01%	\$ 11,520	-
"	Microelectronics Technology, Inc.	Other related parties	"	20,162,756	202,636	8.00%	202,636	-
"	Himalaya Venture Fund Corp.	-	"	2,500,000	22,671	4.76%	22,671	-
"	Shin Kong Life Insurance unsecured cumulative subordinated corporate bonds	-	Financial assets measured at amortized cost – non-current	-	290,000	-	290,000	-
CyberTAN (B.V.I) Investment Corp.	Innovation Works Limited	-	Investment in equity instruments measured at fair value through other comprehensive income	41,755	13,985	2.71%	13,985	-
Ta Tang Investment Co., Ltd.	Shasta Cloud, Inc.	-	"	601,467	35,570	2.87%	35,570	-

Note 1: The “securities” referred to in this table means stocks, bonds, beneficiary certificates, and securities derived from the above items, all as defined within the scope of IFRS 9 “Financial Instruments.”

Note 2: This column is not required if the issuer of the securities is not a related party.

Note 3: Where fair value measurement is used, please fill in the “book value” column with the book value after the valuation adjustment of the fair value and deduction of any accumulated loss; otherwise, please complete the column with the initial acquisition cost or the book value of the amortized cost net of the accumulated loss.

Note 4: For any securities in the table that are provided as a guarantee, pledged for loans, or restricted pursuant to any agreement, the number of stocks provided for guarantee or pledged for loans, the amount of the guarantee or pledge, or the restrictions shall be indicated in the Remarks.

Note 5: This table lists the securities the Company determines are material and required to be disclosed.

CyberTAN Technology Inc. and its subsidiaries  
Purchase/Sale Amount of Transactions with Related Parties Reaching NTD 100 Million or More Than 20% of Paid-in Capital  
January 1 to September 30, 2025

Attachment III

Unit: NTD thousand  
(Unless otherwise specified)

Purchase (sale) company	Counterparty	Relationship	Transaction		Percentage to total purchase (sales)	Loan period	Trading conditions different from those of regular transactions and reasons thereof (Note 1)		Notes/accounts receivable (payable)		Remarks (Note 2)
			Purchase (sale)	Amount			Unit price	Loan period	Balance	Percentage of total notes and accounts receivable (payable)	
CyberTAN Technology Inc.	HON YAO FU Technology Company Limited	Subsidiary of the Company	Purchase	\$ 1,980,313	17.36%	Collect payment 60 days after shipment	\$ -	Payment term for regular customers: O/A 60 days	(\$ 62,657)	(5.26%)	-
"	Cloud Network Technology Singapore Pte. Ltd.	Other related parties	Sale	674,388	(22.12%)	Collect payment 75 days after shipment.	-	Collection term for general customers: O/A 60 days.	124,176	10.84%	-
"	Hon Hai Precision Industry Co., Ltd.	Other related parties	Sale	342,543	(11.24%)	Collect payment 60 days after shipment.	-	Collection term for general customers: O/A 60 days.	55,411	4.84%	-

Note 1: If the conditions of trading with related parties are different from those of regular transactions, the difference and the reasons thereof shall be indicated in the "unit price" and "loan period" columns.

Note 2: In case of receipts in advance or prepayments, the reasons, agreed terms and conditions, amount, and the difference from regular transactions shall be indicated in the Remarks.

CyberTAN Technology Inc. and its subsidiaries  
Accounts Receivable from Related Parties Reaching NTD 100 Million or More Than 20% of Paid-in Capital  
September 30, 2025

Attachment IV

Unit: NTD thousand  
(Unless otherwise specified)

Company stating in receivables	Counterparty	Relationship	Balance of accounts receivable from related parties (Note 1)	Turnover rate	Overdue accounts receivable from related parties		Subsequent recovered amount of accounts receivable from related parties	Appropriated allowance for allowance loss amount
					Amount	Treatment		
CyberTAN Technology Inc.	Cloud Network Technology Singapore Pte. Ltd.	Other related parties	\$ 124,176	3.73%	\$ -	-	\$ 48,516	\$ 832
"	Fu Hai Technology Company Limited	"	831,573	-	-	-	245,807	-
(Other receivables listed in the table) (Note 3)								

Note 1: Please list the amount of notes/accounts receivable, other receivables, etc., from related parties, respectively.

Note 2: The paid-in capital means that of the parent company. For the shares of any issuer without a par value or where the par value per share is not NTD 10, the transaction amount of 20% of the paid-up capital shall be calculated as 10% of the equity attributable to the owner of the parent company shown in the balance sheet.

Note 3: Refers to receivables from the purchase of raw materials.

CyberTAN Technology Inc. and its subsidiaries

Business relationship and significant transactions between the parent company and its subsidiaries:

January 1 to September 30, 2025

Attachment V

Unit: NTD thousand  
(Unless otherwise specified)

No. (Note 1)	Trader	Counterparty	Relationship with trader (Note 2)	Transaction			Percentage in total consolidated operating revenue or assets (Note 3)
				Title	Amount	Trading conditions	
0	CyberTAN Technology Inc.	HON YAO FU Technology Company Limited	1	Purchase	\$ 1,980,313	Payment due 60 days after the shipment date; payment term for regular customers: O/A 60 days	64.95%
"	"	"	1	Accounts payable	62,657	Payment due 60 days after the shipment date; payment term for regular customers: O/A 60 days	0.95%
"	"	Fu Hai Technology Company Limited	1	Other receivables	831,573	Collection term: O/A 60 days; collection term for general customers: O/A 60 days.	12.62%

Note 1: The business transactions between the parent company and its subsidiaries shall be indicated in the "No." column.  
This column shall be completed as follows:

- (1) 0 is reserved for the parent company.
- (2) Each subsidiary is numbered in sequential order starting from 1.

Note 2: The relationship with the related parties is classified into three categories as follows. It is only necessary to mark the type. (Repeated disclosure is not necessary for the same transaction between the parent company and its subsidiaries or between the subsidiaries. In the case of a transaction in the form of the parent company to a subsidiary, for example, if the parent company has disclosed the transaction, it is not necessary for the subsidiary to disclose the same repeatedly; in case of a transaction in the form of a subsidiary to a subsidiary, if one subsidiary has disclosed the transaction, it is not necessary for the other subsidiary to disclose the same.)

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: To calculate the percentage of the transaction amount in total consolidated operating revenue or assets, the share of the balance at ending of the period in the total consolidated assets is used as the basis of the calculation under the item of assets/liabilities; the share of the interim accumulated amount in the total consolidated operating revenue is used as the basis for the calculation under the item of profit/loss.

Note 4: The disclosure criteria are for transaction amounts that reach NTD 10 million or more.

CyberTAN Technology Inc. and its subsidiaries  
Name and Territory of Invested Companies and Other Relevant Information (Excluding Invested Companies in China)  
January 1 to September 30, 2025

Attachment VI

Unit: NTD thousand  
(Unless otherwise specified)

Name of investor	Name of invested company (Note 1, 2)	Territory	Main business operation	Initial investment amount		Shareholding at the end of the period			Current profit or loss of the invested company (Note 2(2))	Investment gains and losses recognized in the current period (Note 2(3))	Remarks
				End of current period	End of last year	Number of shares	Ratio	Book amount			
CyberTAN Technology Inc.	CyberTAN Corp. (USA)	USA	Sales of wired and wireless communication equipment	\$ 18,165	\$ 18,165	600,000	100.00%	\$ 51,855	\$ 2,731	\$ 2,731	-
"	Ta Tang Investment Co., Ltd.	Taiwan	General investment business	100,000	100,000	10,000,000	100.00%	217,743	2,549	2,549	-
"	CyberTAN (B.V.I) Investment Corp.	British Virgin Islands	General investment business	2,261,566	1,939,056	81,043,717	100.00%	1,547,284	37,534	32,201	-
"	SonicFi Inc.	Taiwan	Sales of wired and wireless communication equipment	5,000	5,000	500,000	100.00%	4,942	( 98)	( 98)	-
"	Mega Power Ventures Inc.	Taiwan	General investment business	14,000	14,000	1,400,000	25.00%	25,844	2,680	671	-
CyberTAN (B.V.I) Investment Corp.	CyberTAN Technology (HONG KONG) Limited	Hong Kong	General investment business	220,741	220,741	-	100.00%	236,923	201,079	201,079	-
"	HON YAO FU Technology Company Limited	Vietnam	Development, manufacturing and sale of high-end routers	277,119	277,119	-	100.00%	22,129	48,366	42,109	-
"	FU HAI Technology Company Limited	Vietnam	Development, manufacturing and sale of high-end routers	1,547,205	1,244,405	-	100.00%	1,280,515	( 212,696)	( 212,696)	-

Note 1: When the listed company has set up any holding company overseas and used the consolidated financial statements as the main financial statements pursuant to local laws, the information on overseas invested companies may be disclosed only to the extent that the information is related to the holding company.

Note 2: Otherwise, the table shall be completed as follows:

- (4) The "name of invested company," "territory," "main business operation," "original investment amount" and "shareholding at the end of the period" columns should be completed sequentially based on the Company's (listed company's) investment and each of its reinvestments in directly or indirectly controlled-invested companies. The relationship (subsidiary or sub-subsidiary) of each invested company with the Company (listed company) should be indicated in the Remarks.
- (5) The "current profit (loss) of invested company" column should be filled in with the amount of the current profit/loss of each invested company.
- (6) The "profit (loss) from investments recognized in the current period" column should be filled in only with the amount, recognized by the Company (listed company), of the profit/loss from direct investments in each subsidiary and of the profit/loss of each invested company valued under the equity method, and it is not necessary to provide other profits/losses. When providing "the recognized amount of the current profit/loss from direct investments in each subsidiary," it should ensure that the current profit/loss amount of each subsidiary includes any profit/loss from reinvestments that shall be recognized in accordance with regulations.

CyberTAN Technology Inc. and its subsidiaries  
Information on Investments in Mainland China – Basic Information  
January 1 to September 30, 2025

Attachment VII

Unit: NTD thousand  
(Unless otherwise specified)

Name of Chinese invested company	Main business operation	Paid-in capital	Method of investment (Note 1)	Accumulated amount of investments from Taiwan at the beginning of current period	Amount of investments remitted or recovered in current period		Accumulated amount of investments from Taiwan at the end of current period	Current profit or loss of the invested company	The Company's shareholding ratio of direct or indirect investment	Investment gains and losses recognized in the current period (Note 2)	Investment book value – ending	Profit received from investments as of the end of current period	Remarks
Fuhongkang Technology (Shenzhen) Co., Ltd.	Development, manufacturing and sale of high-end routers	\$ 168,188	(2)	\$ 212,868	\$ -	\$ -	\$ 212,868	\$ 204,692	100%	\$ 204,692 (2(B))	\$ 231,754	\$ -	-
Guangzhou Fuguang Communication Technology Co., Ltd.	Development of high-end routers	9,741	(2)	-	-	-	-	(3,485)	100%	(3,485) (2(C))	5,239	-	-
Chongqing Hongdaofu Technology Co., Ltd.	Development, manufacturing and sale of high-end routers	319,108	(3)	-	-	-	-	203,260	100%	203,260 (2(B))	(24,938)	-	-
	Accumulated amount of investments from Taiwan to Mainland China at the end of current period	Investment amount approved by the Investment Commission, MOEA	Limit on the amount of investments in Mainland China specified by the Investment Commission, MOEA (Note 4)										
CyberTAN Technology Inc.	\$212,868 (USD6,344)	\$205,725 (USD6,500)	\$ 2,725,509										

Note 1: Investment is classified into following three categories. It is only necessary to mark the type:

- (1) Engaged in direct investment in Mainland China.
- (2) Reinvested in Mainland China through a company in a third area, CyberTAN Technology (HONG KONG) Limited.
- (3) Others: Directly reinvested in Chinese companies through investment in the Chinese companies.

Note 2: In the “profit (loss) from investments recognized in the current period” column:

- (1) An indication is needed if the investment is under preparation and there is no profit or loss.
- (2) There are following three profit/loss recognition bases. The appropriate one must be indicated.
  - A. The financial statements audited and approved by an international accounting firm that has a collaboration relationship with an accounting firm in the Republic of China.
  - B. The financial statements reviewed by a CPA of the parent company in Taiwan.
  - C. Investment income is recognized based on unaudited financial statements compiled for the same period.

Note 3: All amounts in the table should be stated in NTD.

Note 4: According to the letter Jing-Shen-Zi No. 09704604680 dated August 29, 2008, issued by the Ministry of Economic Affairs, the amendments to the “Investment or Technical Cooperation in the Mainland Area and the Examination Guidelines,” the cumulative ceiling amount of an investment in the Mainland area shall be subject to 60% of the net value or the consolidated net value, whichever is higher.