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HOWTEH TECHNOLOGY CO., LTD.
AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REVIEW REPORT
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2025 AND 2024

The reader is advised that these consolidated financial statements have been prepared originally in Chinese. IN the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.

Consolidated Financial Statements

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Independent Auditors' Review Report

To the Board of Directors and Shareholders of

HOWTEH TECHNOLOGY CO., LTD.

Introduction

We have reviewed the accompanying consolidated balance sheets of HOWTEH TECHNOLOGY CO., LTD. (the "Company") and its subsidiaries (the "Group") as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and of cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As explained in Note 4(3), the financial statements of certain insignificant subsidiaries were not reviewed by independent auditors. Those statements reflect total assets of NT$340,775 thousand and NT$311,335 thousand, constituting 14% and 12%, of the consolidated total assets respectively, and total liabilities of NT$23,286 thousand and NT$22,540 thousand, constituting 2% and 2%, of the consolidated total liabilities as of September 30, 2025 and 2024, respectively and total comprehensive income (loss) of NT$6,192 thousand, NT$1,626 thousand, NT$(2,506) thousand, and NT$5,711 thousand, constituting 5%, (6)%, (387)%, and 8%, of the consolidated total comprehensive income (loss) for the three months and nine months ended, 2025 and 2024, respectively. The information related to above subsidiaries disclosed in Note 13 was not reviewed by independent auditors either.

Qualified Conclusion

Except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries and the information been reviewed by independent auditors as described in the Basis for qualified conclusion section above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2025 and 2024, and its consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024, and of its consolidated cash flows for the nine months then ended, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission of the Republic of China.

Chang, Chiao-Ying

Chang, Chih-Ming

Ernst & Young, Taiwan

November 12, 2025

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

Accordingly, the accompanying consolidated financial statements and report of independent auditors are not intended for use by those who are not informed about the accounting principles or Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

HOWTEH TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

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

Expressed in thousands of New Taiwan Dollars

			September 30, 2025		December 31, 2024		September 30, 2024	
CODE	ASSETS	NOTES	AMOUNT	%	AMOUNT	%	AMOUNT	%
	CURRENT ASSETS							
1100	Cash and cash equivalents	6,12	$777,442	31	$900,014	36	$844,215	33
1150	Notes receivable, net	6,12	6,049	-	1,399	-	835	-
1170	Accounts receivable, net	6,7,12	973,106	39	895,439	36	851,223	33
1200	Other receivables	12	1,842	-	91	-	4,479	-
1220	Current tax assets		113	-	4,365	-	1,416	-
130x	Inventories	6	270,078	11	233,597	9	333,792	13
1410	Prepayments	6	64,292	3	10,977	-	51,030	2
11xx	Total current assets		2,092,922	84	2,045,882	81	2,086,990	81
	NONCURRENT ASSETS							
1517	Non-current financial assets at fair value through other comprehensive income	6,12	217,651	9	271,961	11	266,156	11
1600	Property, plant and equipment	6,8	107,818	4	109,364	5	109,773	5
1755	Right-of-use assets	6	2,736	-	10,967	-	13,598	1
1760	Investment property, net	6,12	8,948	-	8,437	-	8,465	-
1780	Intangible assets	6	1,105	-	553	-	612	-
1840	Deferred income tax assets		6,774	-	4,851	-	10,143	-
1920	Guarantee deposits paid	7,9,12	54,566	2	58,491	2	56,711	2
1990	Other non-current assets, others		14,108	1	14,319	1	8,927	-
15xx	Total noncurrent assets		413,706	16	478,943	19	474,385	19
1xxx	TOTAL ASSETS		$2,506,628	100	$2,524,825	100	$2,561,375	100

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

HOWTEH TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

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

Expressed in thousands of New Taiwan Dollars

			September 30, 2025		December 31, 2024		September 30, 2024	
CODE	LIABILITIES AND EQUITY	NOTES	AMOUNT	%	AMOUNT	%	AMOUNT	%
	CURRENT LIABILITIES							
2100	Current borrowings	6,8,9,12	$635,000	25	$572,000	23	$572,000	22
2130	Current contract liabilities	6	35,083	1	55,032	2	59,691	3
2170	Accounts payable	12	212,354	9	171,545	7	281,508	11
2200	Other payables	7,12	82,449	3	93,841	4	88,580	4
2230	Current tax liabilities		3,914	-	37	-	1,987	-
2280	Current lease liabilities	6,12	1,998	-	10,249	-	11,231	-
2399	Other current liabilities, others		584	-	1,088	-	557	-
21xx	Total current liabilities		971,382	38	903,792	36	1,015,554	40
	NONCURRENT LIABILITIES							
2570	Deferred tax liabilities		15,731	1	10,677	-	5,901	-
2580	Non-current lease liabilities	6,12	227	-	795	-	2,602	-
2645	Guarantee deposits received	12	517	-	517	-	517	-
2600	Other non-current liabilities, others		267	-	248	-	239	-
25xx	Total non-current liabilities		16,742	1	12,237	-	9,259	-
2xxx	TOTAL LIABILITIES		988,124	39	916,029	36	1,024,813	40
31xx	EQUITY							
3100	Share capital							
3110	Common stock	6	651,298	26	651,298	27	651,298	26
3200	Capital surplus		52,062	2	52,062	2	52,062	2
3300	Retained earnings	6						
3310	Legal reserve	6	247,871	10	235,751	9	235,751	9
3320	Special reserve		3,340	-	3,340	-	3,340	-
3350	Unappropriated retained earnings		450,053	18	433,590	17	383,695	15
	Total retained earnings		701,264	28	672,681	26	622,786	24
3500	Treasury stock	6	125,369	5	232,755	9	210,416	8
3400	Other equity interest	6	(11,489)	-	-	-	-	-
3xxx	TOTAL EQUITY		1,518,504	61	1,608,796	64	1,536,562	60
	TOTAL LIABILITIES AND EQUITY		$2,506,628	100	$2,524,825	100	$2,561,375	100

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

HOWTEH TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three months and nine months ended September 30, 2025 and 2024

Expressed in thousands of New Taiwan Dollars

CODE	ITEMS	NOTES	For the three months ended September 30				For the six months ended September 30			
			2025		2024		2025		2024	
			AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Operating revenue	6,7	$733,599	100	$674,093	100	$2,256,812	100	$2,013,197	100
5000	Operating costs	6	(663,319)	(90)	(610,931)	(91)	(2,044,456)	(91)	(1,820,251)	(90)
5900	Gross profit		70,280	10	63,162	9	212,356	9	192,946	10
6000	Operating expenses	6,7								
6100	Selling expenses		(30,983)	(4)	(30,615)	(5)	(87,322)	(4)	(86,847)	(4)
6200	Administrative expenses		(26,577)	(4)	(21,673)	(3)	(50,170)	(2)	(66,452)	(3)
6450	Reversal of credit loss (expected credit loss)		(2,512)	-	1,852	1	(3,997)	-	5,236	-
	Total operating expenses		(60,072)	(8)	(50,436)	(7)	(141,489)	(6)	(148,063)	(7)
6900	Operating income		10,208	2	12,726	2	70,867	3	44,883	3
7000	Non-operating income and expenses	6,12								
7100	Interest income		3,137	-	2,527	-	9,744	-	7,986	-
7010	Other income		11,865	2	12,414	2	15,072	1	15,928	1
7020	Other gains and losses		92,380	12	(15,043)	(2)	37,193	1	29,307	1
7050	Finance costs		(3,133)	-	(3,193)	(1)	(8,968)	-	(9,007)	-
	Total non-operating income and expense		104,249	14	(3,295)	(1)	53,041	2	44,214	2
7900	Income before income tax		114,457	16	9,431	1	123,908	5	89,097	5
7950	Income tax expense	6	(9,796)	(1)	(460)	-	(17,169)	(1)	(17,797)	(1)
8200	Net income		104,661	15	8,971	1	106,739	4	71,300	4
8300	Other comprehensive income (loss)	6								
8310	Items that will not be reclassified subsequently to profit or loss									
8316	Unrealize gain on equity instrument at fair value through other comprehensive income		(3,731)	(1)	(30,264)	(4)	(54,310)	(2)	(32,752)	(2)
8360	Items that may be reclassified subsequently to profit or loss									
8361	Exchange differences arising on translation of foreign operations		19,745	3	(5,686)	(1)	(53,076)	(2)	29,301	1
	Total other comprehensive income, net of tax		16,014	2	(35,950)	(5)	(107,386)	(4)	(3,451)	(1)
8500	Total comprehensive income		$120,675	17	$(26,979)	(4)	$(647)	-	$67,849	3
8600	Net income attributable to:									
8610	Net income, attributable to owners of parent		$104,661	14	$8,971	1	$106,739	4	$71,300	4
8620	Comprehensive income, attributable to non-controlling interests		-	-	-	-	-	-	-	-
			$104,661	14	$8,971	1	$106,739	4	$71,300	4
8700	Comprehensive income attributable to:									
8710	Comprehensive income, attributable to owners of parent		$120,675	16	$(26,979)	(4)	$(647)	-	$67,849	3
8720	Comprehensive income, attributable to non-controlling interests		-	-	-	-	-	-	-	-
			$120,675	16	$(26,979)	(4)	$(647)	-	$67,849	3
	Earnings per share	6								
9750	Basic earnings per share (in NTD)		$1.61		$0.13		$1.64		$1.09	
9850	Diluted earnings per share (in NTD)		$1.60		$0.13		$1.64		$1.09	

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

HOWTEH TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the nine months ended September 30, 2025 and 2024

Expressed in thousands of New Taiwan Dollars

				Retained Earnings			Other Equity Interest			
	ITEMS	Common Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Retained Earnings	Exchange differences arising on translation of foreign operations	Unrealized gains/losses on financial assets at fair value through other comprehensive income	Treasury stock	Total Equity
Code		3100	3200	3310	3320	3350	3410	3420	3500	3XXX
A1	Balance, January 1, 2024	$651,298	$52,062	$225,647	$3,340	$400,655	$(13,034)	$226,901	$-	$1,546,869
	Appropriation of 2023 earnings									
B1	Legal reserve	-	-	10,104	-	(10,104)	-	-	-	-
B5	Cash dividends	-	-	-	-	(78,156)	-	-	-	(78,156)
D1	Net income for the nine months ended September 30, 2024	-	-	-	-	71,300	-	-	-	71,300
D3	Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	29,301	(32,752)	-	(3,451)
D5	Total comprehensive income	-	-	-	-	71,300	29,301	(32,752)	-	67,849
Z1	Balance, September 30, 2024	$651,298	$52,062	$235,751	$3,340	$383,695	$16,267	$194,149	$-	$1,536,562
A1	Balance, January 1, 2025	$651,298	$52,062	$235,751	$3,340	$433,590	$32,801	$199,954	$-	$1,608,796
	Appropriation of 2024 earnings									
B1	Legal reserve	-	-	12,120	-	(12,120)	-	-	-	-
B5	Cash dividends	-	-	-	-	(78,156)	-	-	-	(78,156)
	Stock dividends	-	-	-	-	-	-	-	-	-
D1	Net income for the nine months ended September 30, 2025	-	-	-	-	106,739	-	-	-	106,739
D3	Other comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	(53,076)	(54,310)	-	(107,386)
D5	Total comprehensive income	-	-	-	-	106,739	(53,076)	(54,310)	-	(647)
L1	Treasury stock buy back								(11,489)	(11,489)
Z1	Balance, September 30, 2025	$651,298	$52,062	$247,871	$3,340	$450,053	$(20,275)	$145,644	$(11,489)	$1,518,504

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

HOWTEH TECHNOLOGY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the nine months ended September 30, 2025 and 2024

Expressed in thousands of New Taiwan Dollars

Code	ITEMS	Nine months ended September 30 2025 AMOUNT	Nine months ended September 30 2024 AMOUNT
AAAA	CASH FLOWS FROM OPERATING ACTIVITIES:		
A10000	Income before income tax	$123,908	$89,097
A20000	Adjustments for:		
A20010	Income and expenses having no effect on cash flows		
A20100	Depreciation expense	10,050	9,956
A20200	Amortization expense	378	228
A20300	Reversal of expected credit loss	3,997	(5,236)
A29900	Gain from lease modification	(3)	-
A20900	Finance costs	8,968	9,007
A21200	Interest income	(9,744)	(7,986)
A21300	Dividend income	(10,779)	(11,774)
A22700	Gain on disposal of investments	(85,895)	-
A30000	Changes in operating assets and liabilities:		
A31130	Decrease (increase) in notes receivable	(4,936)	(457)
A31150	Decrease (increase) in accounts receivable	(81,244)	36,740
A31180	Decrease (increase) in other receivables	(1,751)	(2,116)
A31200	Decrease (increase) in inventories	(36,481)	(76,195)
A31230	Decrease (increase) in prepayments	(53,315)	(41,280)
A32125	Increase (decrease) in contract liabilities	(19,949)	57,790
A32150	Increase (decrease) in accounts payables	40,809	16,255
A32180	Increase (decrease) in other payables	(11,392)	2,841
A32230	Increase (decrease) other current liabilities	(504)	(531)
A33000	Cash generated from operations	(127,883)	76,339
A33100	Interest received	9,744	7,986
A33500	Income tax paid	(5,909)	(9,523)
AAAA	Net cash generated from operating activities	(124,048)	74,802
BBBB	CASH FLOWS FROM INVESTING ACTIVITIES:		
B02700	Acquisition of property, plant and equipment	(305)	(1,516)
B05500	Disposal of investments	82,618	-
B03700	Refundable deposits	(214)	28
B04500	Acquisition of intangible assets	(930)	-
B07600	Dividends received	10,779	11,774
BBBB	Net cash used in investing activities	91,948	10,286
CCCC	Cash flows from financing activities:		
C00100	Increase in short-term loan	2,073,000	2,012,000
C00200	Decrease in short-term loan	(2,010,000)	(2,030,000)
C03100	Decrease in guarantee deposit received	-	(2,792)
C04020	Payment of the principal portion of lease liabilities	(10,006)	(9,977)
C04500	Cash dividends paid	(78,156)	(78,156)
C04900	Treasury stock buy back	(11,489)	-
C05600	Interest paid	(8,756)	(8,495)
CCCC	Net cash used in financing activities	(45,407)	(117,420)
DDDD	EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(45,065)	27,566
EEEE	NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(122,572)	(4,766)
E00100	CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	900,014	848,981
E00200	CASH AND CASH EQUIVALENTS AT END OF PERIOD	$777,442	$844,215

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

HOWTEH TECHNOLOGY CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FAINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024
(Expressed in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. HISTORY AND ORGANIZATION

Howtech Technology Co., Ltd. (referred to "the Company") which was formerly known as Howtech Enterprise Co., Ltd, applied for the change its name to Howtech Technology Co., Ltd. on December 28, 2000, and was incorporated on September 23, 1978. The Company is engaged mainly in trading and agency business in passive electronic components, active electronic components, integrated circuit carrier board equipment, chemicals and raw materials, semiconductors and optical equipment. The Company's common shares were publicly listed on the Taipei Exchange (TPEx) on March 25, 2004. The Company's registered office and the main business location is at 6F, No. 25, Section 1, Dunhua South Road, Taipei City, Republic of China (R.O.C.).

2. THE AUTHORIZATION OF FINANCIAL STATEMENTS

The consolidated financial statements of Howtech Technology Co., Ltd. and subsidiaries (referred to "the Group") were authorized for issuance by the Board of Directors on November 12, 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Changes in accounting policies resulting from applying for the first-time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission ("FSC") and become effective for annual periods beginning on or after 1 January 2025. The adoption of these new standards and amendments had no material impact on the Group.

(2) Standards or interpretations issued, revised or amended, International Accounting Standards Board "IASB" which are not endorsed by FSC, and adopted by the Group as at the end of the reporting period are listed below.

	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 17 "Insurance Contracts"	January 1, 2023
b	Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	January 1, 2026
c	Annual Improvements to IFRS Accounting Standards-Volume 11	January 1, 2026
d	Contracts Referencing Nature dependent Electricity –Amendments to IFRS 9 and IFRS 7	January 1, 2026

(a) IFRS 17 “Insurance Contracts”

IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects (including recognition, measurement, presentation, and disclosure requirements). The core of IFRS 17 is the General (building block) Model, under this model, on initial recognition, an entity shall measure a group of insurance contracts at the total of the fulfilment cash flows and the contractual service margin. The carrying amount of a group of insurance contracts at the end of each reporting period shall be the sum of the liability for remaining coverage and the liability for incurred claims.

Other than the General Model, the standard also provides a specific adaptation for contracts with direct participation features (the Variable Fee Approach) and a simplified approach (Premium Allocation Approach) mainly for short-duration contracts.

IFRS 17 was issued in May 2017 and it was amended in 2020 and 2021. The amendments include deferral of the date of initial application of IFRS 17 by two years to annual beginning on or after January 1 , 2023 (from the original effective date of January 1, 2021); provide additional transition reliefs; simplify some requirements to reduce the costs of applying IFRS 17 and revise some requirements to make the results easier to explain. IFRS 17 replaces an interim Standard – IFRS 4 Insurance Contracts – from annual reporting periods beginning on or after January 1, 2023.

(b) Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

The amendments include:

(1) Clarify that a financial liability is derecognised on the settlement date and describe the accounting treatment for settlement of financial liabilities using an electronic payment system before the settlement date.

(2) Clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features.

(3) Clarify the treatment of non-recourse assets and contractually linked instruments.

(4) Require additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

(c) Annual Improvements to IFRS Accounting Standards – Volume 11

(1) Amendments to IFRS 1
The amendments mainly improve the consistency in wording between first-time adoption of IFRS and requirements for hedge accounting in IFRS 9.

(2) Amendments to IFRS 7
The amendments update an obsolete cross-reference relating to gain or loss on derecognition.

(3) Amendments to Guidance on implementing IFRS 7
The amendments improve some of the wordings in the implementation guidance, including the introduction, disclosure of deferred difference between fair value and transaction price and credit risk disclosures.

(4) Amendments to IFRS 9
The amendments add a cross-reference to resolve potential confusion for a lessee applying the derecognition requirements and clarify the term "transaction price".

(5) Amendments to IFRS 10
The amendments remove the inconsistency between paragraphs B73 and B74 of IFRS 10.

(6) Amendments to IAS 7
The amendments remove a reference to "cost method" in paragraph 37 of IAS 7.

(d) Contracts Referencing Nature dependent Electricity – Amendments to IFRS 9 and IFRS 7

The amendments include:

(1) Clarify the requirements for "own use".

(2) When a contract is used as a hedging vehicle, hedging accounting is allowed.

(3) Added note disclosure requirements to help investors understand the impact of such contracts on the financial performance and cash flow of enterprises.

The above amendments are applicable to fiscal years starting after January 1, 2026 and interpretations have no material impact on the Group.

(3) Standards or interpretations issued, revised or amended, by IASB which are not endorsed by FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures" – Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	To be determined by IASB
b	IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note)
c	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)	January 1, 2027

Note：On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

(a) IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures" - Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures.

The amendments address the inconsistency between the requirements in IFRS 10 *Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures*, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gains or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors' interests in the associate or joint venture.

(b) IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 replace IAS 1 Presentation of Financial statements. The main changes are as below:

(i) Improved comparability in the statement of profit or loss (income statement)

IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities' performance and make it easier to compare entities.

(ii) Enhanced transparency of management-defined performance measures

IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.

(iii) Useful grouping of information in the financial statements

IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.

(c) Disclosure Initiative –Subsidiaries without Public Accountability: Disclosures (IFRS 19)

This standard permits subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

The abovementioned standards and interpretations issued by IASB have not yet endorsed by FSC at the date when the Group's financial statements were authorized for issue, the local effective dates are to be determined by FSC. As the Group is still currently determining the potential impact of the new or amended standards and interpretations listed under (b), it is not practicable to estimate their impact on the Group at this point in time. The remaining new or amended standards and interpretations have no material impact on the Group.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Statement of compliance

The consolidated financial statements of the Group for the nine months ended September 30, 2025 and 2024 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers ("the Regulations") and IAS 34 "Interim Financial Reporting" as endorsed and became effective by the FSC.

(2) Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are presented in thousands of New Taiwan Dollars ("NT$") unless otherwise specified.

(3) Basis of consolidation

The preparation principles of the Group's consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended 2024. Please refer to the Group's 2024 consolidated financial statements for further details.

The consolidated entities are listed as follows:

			Percentage of Ownership (%) , As of		
Investor	Subsidiary	Main business	September 30, 2025	December 31, 2024	September 30, 2024
The Company	Giteh Electronic Industries Co.,Ltd.	Buy and Sale	100%	100%	100%
The Company	Howteh International Inc.	Buy and Sale and Investment	100%	100%	100%
The Company	KunShan Howteh International Trading Inc.	Buy and Sale	100%	100%	100%
Giteh Electronic Industries Co.,Ltd.	ShenZhen Howteh Technology Co., Ltd.	Buy and Sale	100%	100%	100%
Howteh International Inc.	ShangHai Howteh International Trading Inc.	Buy and Sale	100%	100%	100%
Howteh International Inc.	Howteh Vietnam Co., Ltd.	Buy and Sale	100%	100%	100%

The financial statements of certain consolidated subsidiaries listed above had not been reviewed by auditors. As of September 30, 2025 and September 30, 2024, the related total assets of the subsidiaries which were not reviewed by auditors amounted to NT$340,775 thousand and NT$311,335 thousand, respectively, and the related total liabilities amounted to NT$23,286 thousand and NT$22,540 thousand, respectively. The comprehensive income (loss) of these subsidiaries amounted to NT$6,192, NT$1,626, NT$(2,506) and NT$5,711 for the three months and nine months ended September 30, 2025 and 2024 respectively.

(4) Except for the accounting policies stated below, the accounting policies adopted in these consolidated financial statements are consistent with those applied in the Group's consolidated financial statements for the year ended 2024. For a summary of significant accounting policies, please refer to Note 4 to the Group's consolidated financial statements for the year 2024.

(A) Pension costs incurred during the interim period are calculated based on the pension cost rate determined by actuarial valuation as of the end of the prior financial year. The calculation is applied from the beginning of the year to the end of the interim reporting period and is adjusted and disclosed to reflect any significant market fluctuations or material curtailments, settlements, or other one-time events that occurred after the end of the prior financial year.

(B) Income tax expense for the interim period is accrued and disclosed based on the tax rate expected to be applicable to the total annual earnings of the current year. In other words, the estimated annual average effective tax rate is applied to the pre-tax income of the interim period. The estimation of the annual average effective tax rate includes only current income tax expenses. Deferred income tax is recognized and measured in a manner consistent with the annual financial statements, in accordance with IAS 12 "Income Taxes." Any impact of changes in tax rates during the interim period on deferred income tax is recognized in full in profit or loss, other comprehensive income, or directly in equity, depending on the original recognition of the related item.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The significant accounting judgments, estimates, and sources of estimation uncertainty applied in these consolidated financial statements are consistent with those applied in the Group's consolidated financial statements for the year ended 2024. For details regarding the Group's significant accounting judgments, estimates, and sources of estimation uncertainty, please refer to Note 5 of the Group's consolidated financial statements for the year 2024.

6. CONTENTS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand and petty cash	$439	$339	$331
Checking accounts	75,804	64,370	67,843
Demand deposits	486,272	632,874	561,093
Time deposits (Note)	214,927	202,431	214,948
Total	$777,442	$900,014	$844,215

Note: Refers to time deposits with original maturities of 1 to 3 months, which are readily convertible to known amounts of cash and subject to an insignificant risk of changes in value.

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

	September 30, 2025	December 31, 2024	September 30, 2024
Equity instrument investments measured at fair value through other comprehensive income – noncurrent:			
Listed companies stocks	$217,651	$271,961	$266,156

The Group's financial assets at fair value through other comprehensive income were not pledged.

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Dividend income related to investments still held at the balance sheet date	$10,779	$11,774	$10,779	$11,774

(3) Notes receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable arising from operating activities	$6,367	$1,431	$871
Less: loss allowance	(318)	(32)	(36)
Total	$6,049	$1,399	$835

The Group's notes receivables were not pledged.

The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note 6(14) for more details on loss allowance and Note 12 for details on credit risk.

(4) Accounts receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Accounts receivable	$983,161	$901,918	$863,986
Less: loss allowance	(10,055)	(6,479)	(12,763)
Total	$973,106	$895,439	$851,223

The Group's accounts receivable were not pledged.

Accounts receivable are generally on 30 to 120 days terms. The total carrying amount as of September 30, 2025, December 31, 2024, and September 30, 2024 were NT$983,161 thousand, NT$901,918 thousand and NT$863,986 thousand, respectively. Please refer to Note 6(14) for more details on loss allowance of accounts receivables for the nine months ended September 30, 2025 and 2024. Please refer to Note 12 for more details on credit risk management.

(5) Inventories

(A) Net of inventories include:

	September 30, 2025	December 31, 2024	September 30, 2024
Merchandise inventories	$270,078	$233,597	$333,792

(B) Operating costs details recognized by the Group: ：

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Cost of inventories sold	$661,808	$608,429	$2,036,121	$1,819,365
Gain on inventory valuation	1,291	2,492	8,030	757
Others	220	10	305	129
Total	$663,319	$610,931	$2,044,456	$1,820,251

(C) The Group's inventories were not pledged.

(6) Prepayments

	September 30, 2025	December 31, 2024	September 30, 2024
Prepayments for merchandise purchase	$56,487	$4,521	$44,473
Others	7,805	6,456	6,557
Total	$64,292	$10,977	$51,030

(7) Property, plant and equipment

	September 30, 2025	December 31, 2024	September 30, 2024
Owner occupied property, plant and equipment	$107,818	$109,364	$109,773

	Land	Buildings	Office equipment	Transportation equipment	Other Eqipment	Total
Cost：						
At January 1, 2025	$89,203	$41,677	$2,635	$2,533	$94	$136,142
Additions	-	-	305	-	-	305
Disposals	-	-	(105)	-	-	(105)
Exchange differences	-	(891)	(56)	(116)	-	(1,063)
At September 30, 2025	$89,203	$40,786	$2,779	$2,417	$94	$135,279
At January 1, 2024	$89,203	$41,020	$3,745	$1,909	$94	$135,971
Additions	-	-	389	1,127	-	1,516
Disposals	-	-	(1,220)	-	-	(1,220)
Exchange differences	-	852	57	111	-	1,020
At September 30, 2024	$89,203	$41,872	$2,971	$3,147	$94	$137,287
Depreciation and impairment：						
At January 1, 2025	$-	$23,687	$1,568	$1,450	$73	$26,778
Depreciation	-	915	473	167	21	1,576
Disposals	-	-	(105)	-	-	(105)
Exchange differences	-	(673)	(44)	(71)	-	(788)
At September 30, 2025	$-	$23,929	$1,892	$1,546	$94	$27,461
At January 1, 2024	$-	$21,991	$2,516	$1,909	$42	$26,458
Depreciation	-	922	593	-	23	1,538
Disposals	-	-	(1,220)	-	-	(1,220)
Exchange differences	-	605	47	86	-	738
At September 30, 2024	$-	$23,518	$1,936	$1,995	$65	$27,514
Net carrying amount as of:						
September 30, 2025	$89,203	$16,857	$887	$871	$-	$107,818
December 31, 2024	$89,203	$17,990	$1,067	$1,084	$21	$109,364
September 30, 2024	$89,203	$18,354	$1,035	$1,152	$29	$109,773

“Significent components” of buildings primarily comprised the main buildings which are depreciated based on their useful economic life of 60 years.

Please refer to Note 8 for more details on property, plant and equipment pledged as collaterals.

(8) Investment property

The Group's investment properties include owned investment properties. The Group has entered into commercial property leases on its owned investment properties with terms of between 7 and 8 years. These leases include a clause to enable upward revision of the rental charge on an annual basis according to prevailing market conditions.

	Land	Buildings	Total
Cost：			
At January 1, 2025	$6,816	$4,249	$11,065
Sales	(2,152)	-	(2,152)
Others	-	2,747	2,747
At September 30, 2025	$4,664	$6,996	$11,660
At January 1, 2024	$6,816	$4,249	$11,065
Additions from subsequent expenditure	-	-	-
At September 30, 2024	$6,816	$4,249	$11,065
Depreciation and impairment：			
At January 1, 2025	$-	$2,628	$2,628
Depreciation	-	84	84
At September 30, 2025	$-	$2,712	$2,712
At January 1, 2024	$-	$2,517	$2,517
Depreciation	-	83	83
At September 30, 2024	$-	$2,600	$2,600
Net carrying amount as of：			
September 30, 2025	$4,664	$4,284	$8,948
December 31, 2024	$6,816	$1,621	$8,437
September 30, 2024	$6,816	$1,649	$8,465

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Rental income from investment property	$739	$579	$2,217	$1,577
Less: Direct operating expenses arising from investment property that generated rental income	(38)	(39)	(114)	(113)
Total	$701	$540	$2,103	$1,464

The Group's investment properties were not pledged during the period.

Investment properties held by the Group are not measured at fair value; however, their fair values are disclosed. The fair value measurements of the investment properties are categorized within Level 3 of the fair value hierarchy.

Investment properties held by the Group are mainly located in Zhongshan area and Nangang districts of Taipei City. The fair value of investment properties was NT$151,445 thousand based on the valuation performed by an independent appraiser in the first quarter of 2013. The valuation methods used are Comparative approach and Income Capitalization approach and Comparative approach and Land Development Analysis approach. By considering the nature of the subject property, condition of use, development scope and the credibility of the baseline data, the price per square feet is estimated using a weighted average calculated according to one of the two methods listed below:

(a) 60% Comparative approach + 40% Income Capitalization approach
(b) 40% Comparative approach + 60% Land Development Analysis approach.

Calculations used within the valuation methods:

(A) The main evaluation parameter used in the comparative approach is derived from investigating and analyzing the transaction cases of properties located near the subject property.
(B) The main parameter in the income capitalization approach is the price per square foot, calculated based on the annual rental income obtained through market surveys, and then capitalized at a rate of 1.85%.
(C) The land development analysis approach involves estimating the reasonable acquisition cost of the development land.

Considering that the income capitalization rate in the domestic real estate market during the most recent year is comparable to the valuation dates mentioned above, the Group has adopted the valuation results and the recent real estate market data as the fair value of investment properties as of each financial reporting cut-off date.

The Group assessed the fair value of its investment properties on September 30, 2025, December 31, 2024, and September 30, 2024, respectively. The valuation results were based on actual transaction prices for each respective year and market prices of similar nearby properties, including data from the Ministry of the Interior's Actual Price Registration System and major real estate brokerage websites. These valuations were consistent with the aforementioned appraisal results.

The Group entered into a real estate sale and purchase agreement with an individual on May 14, 2025, for the disposal of one residential unit obtained through a joint construction and housing exchange arrangement with a property developer, which was classified as investment property—land and building. The total contractual consideration amounted to NT$83,500 thousand. In August 2025, the Group completed the property inspection, title transfer, and other relevant statutory registration procedures with the individual.

Upon disposal of the above investment property, the Group recognized a net gain on disposal of NT$85,895 thousand after deducting related costs and expenses.

(9) Intangible assets

	Computer Software
Cost：	
At January 1, 2025	$1,185
Additions	930
At September 30, 2025	$2,115
At January 1, 2024	$1,633
Disposals	(350)
At September 30, 2024	$1,283
Amortization and impairment：	
At January 1, 2025	$632
Amortization	378
At September 30, 2025	$1,010
At January 1, 2024	$793
Amortization	228
Disposals	(350)
At September 30, 2024	$671
Net carrying amount as of：	
At September 30, 2025	$1,105
At December 31, 2024	$553
At September 30, 2024	$612

Amounts of amortization recognized under the statement of comprehensive income are as follows:

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Selling expense	$73	$36	$139	$127
Administrative expense	187	28	239	101
Total	$260	$64	$378	$228

(10) Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured bank loans	$443,000	$398,000	$398,000
Secured bank loans	192,000	174,000	174,000
Total	$635,000	$572,000	$572,000

The Group's annual interest rates for unsecured bank loans are 1.950%~2.09%, 1.900%~2.120%, and 1.900%~2.080%, as of September 30, 2025, December 31, 2024, and September 30, 2024, respectively.

The Group's annual interest rates for secured bank loans are 1.835%, 1.835%, and 1.835%, as of September 30, 2025, December 31, 2024, and September 30, 2024, respectively.

The Group's unused short-term lines of credits amount to NT$1,231,581 thousand, NT$1,101,570 thousand , and NT$1,099,300 thousand, as of September 30, 2025, December 31, 2024, and September 30, 2024, respectively.

Please refer to Note 8 for more details on assets pledged as collaterals.

(11) Post-employment benefits

Defined contribution plan

Expenses under the defined contribution plan for the three months ended September 30, 2025 and 2024 were NT$1,145 thousand and NT$1,083 thousand, respectively ; expenses under the defined contribution plan for the nine months ended September 30, 2025 and 2024 were NT$3,420 thousand and NT$3,348 thousand, respectively.

Defined benefit plan

Expenses under the defined benefits plan for the three months ended September 30, 2025 and 2024 were NT$15 thousand and NT$15 thousand, respectively ; expenses under the defined benefits plan nine months ended September 30, 2025 and 2024 were NT$45 thousand and NT$45 thousand, respectively.

(12) Equity

(A) Common stock

As of September 30, 2025, December 31, 2024, and September 30, 2024, the Company's authorized capital was 800,000 thousand shares, with a par value of NT$10 per share. The issued and outstanding capital consisted of 65,130 thousand shares, equivalent to NT$651,298 thousand in paid-in capital. Each common share entitles the holder to one voting right and the right to receive dividends.

(B) Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
Additional paid-in capital	$45,647	$45,647	$45,647
Gain on disposal of assets	834	834	834
Employee stock option	5,581	5,581	5,581
Total	$52,062	$52,062	$52,062

According to the Company Act, capital surplus may not be used for any purpose other than to offset the Company's accumulated deficit. When there is no accumulated deficit, the capital surplus arising from the issuance of shares in excess of par value or from donations received may be capitalized each year up to a certain percentage of paid-in capital, as prescribed by regulations. Such capital surplus may also be distributed in cash to shareholders in proportion to their shareholding.

(C) Treasury shares

On August 13, 2025, the Board of Directors of the Company approved a resolution to repurchase 700 thousand shares for the purpose of transferring them to employees to incentivize and retain outstanding employees. As of September 30, 2025, December 31, 2024, and September 30, 2024, the carrying amount of the Company's treasury shares was NT$11,489 thousand, NT$0 thousand and NT$0 thousand, respectively. The number of treasury share held was 475 thousand shares, 0 thousand shares and 0 thousand shares, respectively.The relevant information regarding changes in the amount and number of treasury stock holdings is as follows:

	Treasury shares repurchased amount	Transferred to employees amount	Amount as of September 30, 2025
On August 13, 2025	$11,489	$-	$11,489

	Treasury shares repurchased quantity (thousand shares)	Transferred to employees quantity (thousand shares)	Cumulative quantity as of September 30, 2025(thousand shares)
On August 13, 2025	$475	$-	$475

(D) Retained earnings and dividend policies

According to the Company's Articles of Incorporation, earnings for the current year, shall be distributed in the following order:

a. Payment of all taxes and dues;
b. Offset prior years' accumulated losses;
c. Set aside 10% of the remaining amount after deducting items (a) and (b) as legal reserve;
d. Set aside or reverse special reserve in accordance with law and regulations; and
e. The distribution of the remaining portion, if any, shall be distributed by the Board of Directors (At least 30% of the unappropriated retained earnings shall be distributed) and resolved in the shareholders' meeting. Of the total dividends distributed to shareholders, cash dividends shall not be less than 20% nor exceed 100%, and any remaining portion shall be distributed in the form of stock dividends.

According to the Company Act, the Company needs to set aside amount to legal reserve unless where such legal reserve amounts to the total paid-in capital. The legal reserve can be used to offset the deficit of the Company. When the Company has no accumulated deficit, it may distribute the portion of legal reserve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

According to existing regulations, when the Company distributing distributable earnings, it shall set aside to special reserve, from the profit/loss of the current period and the undistributed earnings from the previous period, an amount equal to "other net deductions from shareholders' equity for the current fiscal year, provided that if the company has already set aside special reserve in the first-time adoption of the IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders' equity. For any subsequent reversal of other net deductions from shareholders' equity, the amount reversed may be distributed from the special reserve.

On March 31, 2021, the FSC issued Order No. Financial-Supervisory-Securities-Corporate-1090150022, which sets out the following provisions for compliance:
On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders' equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the special reserve in the amount equal to the reversal may be released for earnings distribution. The amount for Special reserve appropriated as of September 30, 2025, December 31, 2024, and September 30, 2024 are NT$3,340 thousand.

Details of the 2024 and 2023 earnings distribution and dividends per share as resolved by the shareholders' meeting on June 19, 2025 and June 19, 2024, respectively, are as follows:

	Appropriation of earnings		Dividend per share (NT$)	
	2024	2023	2024	2023
Legal reserve	$12,120	$10,104		
Common stock-cash dividend	78,156	78,156	$1.2	$1.2
Total	$90,276	$88,260		

Please refer to Note 6(16) for details on employees' compensation and remuneration to directors and supervisors.

(13) Operating revenue

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Revenue from customer contracts				
Sales of goods	$733,219	$674,054	$2,255,880	$2,012,820
Service revenue	380	39	932	377
Total	$733,599	$674,093	$2,256,812	$2,013,197

Analysis of revenue from contracts with customers for the three months and nine months ended September 30, 2025 and 2024 are as follows:

(A) Disaggregation of revenue

Three months ended September 30, 2025

	Taiwan Dept.	Republic of China and Southeast Asia Dept.	Group Total
Sales of goods	$514,971	$218,248	$733,219
Service revenues	380	-	380
Total	$515,351	$218,248	$733,599
Timing of revenue recognition:			
At a point in time	$515,351	$218,248	$733,599

Three months ended September 30, 2024

	Taiwan Dept.	Republic of China and Southeast Asia Dept.	Group Total
Sales of goods	$475,230	$198,824	$674,054
Service revenues	39	-	39
Total	$475,269	$198,824	$674,093
Timing of revenue recognition：			
At a point in time	$475,269	$198,824	$674,093

Nine months ended September 30, 2025

	Taiwan Dept.	Republic of China and Southeast Asia Dept.	Group Total
Sales of goods	$1,630,245	$625,635	$2,255,880
Service revenues	932	-	932
Total	$1,631,177	$625,635	$2,256,812
Timing of revenue recognition:			
At a point in time	$1,631,177	$625,635	$2,256,812

Nine months ended September 30, 2024

	Taiwan Dept.	Republic of China and Southeast Asia Dept.	Group Total
Sales of goods	$1,363,402	$649,418	$2,012,820
Service revenues	377	-	377
Total	$1,363,779	$649,418	$2,013,197
Timing of revenue recognition：			
At a point in time	$1,363,779	$649,418	$2,013,197

(B) Contract balances

Contract liabilities - current

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Sales of goods	$35,083	$55,032	$59,691	$1,901

The significant changes in the Group's balances of contract liabilities nine months ended September 30, 2025 and 2024 are as follows:

	Nine months ended September 30	
	2025	2024
The opening balance transferred to revenue	$(56,967)	$(1,839)
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	37,274	59,629
Exchange differences	(256)	-

(14) Expected credit losses (reversal of credit loss)

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Operating expenses –(reversal of credit loss) expected credit loss				
Accounts receivable	$2,512	$(1,852)	$3,997	$(5,236)

Please refer to Note 12 for more details on credit risk.

The Group measures the loss allowance for receivables (including notes and accounts receivable) based on lifetime expected credit losses. As of September 30, 2025, December 31, 2024, and September 30, 2024, the related explanations of the assessed loss allowance are as follows:

Based on the Group's historical credit loss experience, there are no significant differences in loss patterns among different customer groups. Therefore, the Group does not distinguish between customer segments when measuring the allowance, and applies a provision matrix approach to assess expected credit losses. Details are as follows:

As of September 30, 2025

	Aging schedule					
	<=90 days	91-120 days	121-150 days	151-180 days	>=181 days	Total
Notes receivable	$6,004	$363	$-	$-	$-	$6,367
Accounts receivable	677,832	217,542	79,607	7,723	457	983,161
Carrying amount	$585,307	$195,344	$79,607	$7,723	$457	$989,528
Loss ratio	0~1%	0~2%	0~7%	0~27%	0~100%	
Lifetime expected credit losses	(300)	(3,760)	(4,617)	(1,346)	(350)	(10,373)
Total	683,536	$214,145	$74,990	$6,377	$107	$979,155

As of December 31, 2024

	Aging schedule					
	<=90 days	91-120 days	121-150 days	151-180 days	>=181 days	Total
Notes receivable	$1,431	$-	$-	$-	$-	$1,431
Accounts receivable	696,140	144,847	58,205	1,674	1,052	901,918
Carrying amount	$697,571	$144,847	$58,205	$1,674	$1,052	$903,349
Loss ratio	0~5%	0~2%	0~7%	0~27%	0~100%	
Lifetime expected credit losses	(32)	(2,349)	(3,367)	(81)	(682)	(6,511)
Total	$697,539	$142,498	$54,838	$1,593	$370	$896,838

As of September 30, 2024

	Aging schedule					
	<=90 days	91-120 days	121-150 days	151-180 days	>=181 days	Total
Notes receivable	$595	$276	$-	$-	$-	$871
Accounts receivable	626,705	154,382	70,713	6,198	5,988	863,986
Carrying amount	$627,300	$154,658	$70,713	$6,198	$5,988	$864,857
Loss ratio	0~1%	0~2%	0~7%	0~27%	0~100%	
Lifetime expected credit losses	(22)	(2,673)	(4,116)	(1,259)	(4,729)	(12,799)
Total	$627,278	$151,985	$66,597	$4,939	$1,259	$852,058

The movements in the allowance for impairment of notes receivable and accounts receivable for the nine month periods ended September 30, 2025 and 2024 are as follows:

	Notes receivable	Accounts receivable	Total
As at January 1, 2025	$32	$6,479	$6,511
Addition/(reversal) for the current period	294	3,703	3,997

	Notes receivable	Accounts receivable	Total
Write-off due to irrecoverability(Note)	-	(87)	(87)
Exchange differences	(8)	(40)	(48)
As at September 30, 2025	$318	$10,055	$10,373
Bal. as at January 1, 2024	$-	$17,874	$17,874
Addition/(reversal) for the current period	35	(5,271)	(5,236)
Exchange differences	1	160	161
As at September 30, 2024	$36	$12,763	$12,799

Note: Financial assets written off during the nine months ended September 30, 2025 and 2024 for which there remained no reasonable expectation of recovery, but recovery activities were still pursued, had contractual amounts of NT$87 thousand and NT$0 thousand, respectively.

(15) Leases

(A) Group as a lessee

The Group leases assets including real estate (buildings and structures) and movable property (transportation equipment). The lease terms range from 2 to 4 years.

The effects of leases on the Group's consolidated financial position, financial performance, and cash flows are as follows:

A. Amounts recognized in the balance sheet

(a) Right-of-use assets

The carrying amount of right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024
Buildings	$606	$8,837	$11,069
Transportation equipment	2,130	2,130	2,529
Total	$2,736	$10,967	$13,598

During the periods ended September 30, 2025 and 2024, the Group's additions to right-of-use assets of the group amounting to NT$711 thousand and NT$1,896 thousand, respectively.

(b) Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Lease liabilities	$2,225	$11,044	$13,833
Current	$1,998	$10,249	$11,231
Non-current	$227	$795	$2,602

Please refer to Note 6(17)(D) for the interest on lease liabilities recognized during the nine months ended September 30, 2025 and 2024 and refer to Note 12(5) Liquidity Risk Management for the maturity analysis for lease liabilities.

B. Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Buildings	$2,473	$2,343	$7,256	$7,137
Transportation equipment	400	399	1,134	1,198
Total	$2,873	$2,742	$8,390	$8,335

C. Income and costs relating to leasing activities

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
The expenses relating to short-term leases	$1,669	$1,949	$4,992	$5,469
Gain on lease modification	-	-	(3)	-
Total	$1,669	$1,949	$4,989	$5,469

D. Cash outflow relating to leasing activities

During the nine months ended September 30, 2025 and 2024, the Group's total cash outflows for leases amounting to NT$14,998 thousand and NT$15,446 thousand, respectively.

E. Other information relating to leasing activities

(a) Variable lease payments

Some of the Group's printer rental agreements contain variable payment terms that are linked to certain percentages of the usage amount generated from the leased printer, which is very common in the industry of the Group.

As such variable lease payments do not meet the definition of lease payments, those payments are not included in the measurement of the assets and liabilities.

(b) Extension and termination options

Some of the Group's property rental agreement contain extension and termination options. In determining the lease terms, the non-cancellable period for which the Group has the right to use an underlying asset, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. These options are used to maximize operational flexibility in terms of managing contracts. The majority of extension and termination options held are exercisable only by the Group.

After the commencement date, the Group reassesses the lease term upon the occurrence of a significant event or a significant change in circumstances that is within the control of the lessee and affects whether the Group is reasonably certain to exercise an option not previously included in its determination of the lease term, or not to exercise an option previously included in its determination of the lease term.

(B) Group as lessor

Please refer to Note 6(8) for details on the Group's owned investment properties. Leases of owned investment properties are classified as operating leases as they do not transfer substantially all the risks and rewards incidental to ownership of underlying assets.

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Lease income for operating leases				
Income relating to fixed lease payments and variable lease payments that depend on an index or a rate	$739	$579	$2,217	$1,577

For operating leases entered by the Group, the undiscounted lease payments to be received and a total of the amounts for the remaining years as of September 30, 2025, December 31, 2024, and September 30, 2024 are as follows:

	As of		
	September 30, 2025	December 31, 2024	September 30, 2024
Not later than one year	$2,217	$2,957	$2,957
Later than one year but not later than two years	-	1,231	2,217
Total	$2,217	$4,188	$5,174

(16) Summary statement of employee benefits, depreciation and amortization is as follows:

Capability / Nature	Three months ended September 30					
	2025			2024		
	Operating cost	Operating expense	Total	Operating cost	Operating expense	Total
Employee benefits expense						
Salaries	$-	$25,104	$25,104	$-	$22,996	$22,996
Labor and health insurance	-	1,569	1,569	-	1,570	1,570
Pension	-	1,160	1,160	-	1,098	1,098
Other employee benefits expense	-	1,878	1,878	-	4,916	4,916
Depreciation	-	3,430	3,430	-	3,276	3,276
Amortization	-	260	260	-	64	64

Capability / Nature	Nine months ended September 30					
	2025			2024		
	Operating cost	Operating expense	Total	Operating cost	Operating expense	Total
Employee benefits expense						
Salaries	$-	$53,702	$53,702	$-	$69,462	$69,462
Labor and health insurance	-	4,836	4,836	-	4,805	4,805
Pension	-	3,465	3,465	-	3,393	3,393
Other employee benefits expense	-	4,765	4,765	-	11,289	11,289
Depreciation	-	10,050	10,050	-	9,956	9,956
Amortization	-	378	378	-	228	228

In accordance with the Company's Articles of Incorporation, the Company shall allocate no less than 3% of annual profit as employee remuneration (The amount of employee remuneration for this item, no less than 20% should be allocated for the distribution of remuneration to grassroots employees), and no more than 5% as remuneration to directors. In the event of an accumulated deficit, the amount shall first be reserved to offset the deficit. Employee remuneration may be distributed in the form of shares or cash, as resolved by the Board of Directors with the attendance of at least two-thirds of all directors and approval by a majority of directors present. Such resolutions shall be reported to the shareholders' meeting. Information regarding the Board's resolution on the remuneration to employees and directors is available through the Market Observation Post System (MOPS) of the Taiwan Stock Exchange.

Based on the profitability for the three months ended September 30, 2025, the Company accrued (reversed) NT$3,710 thousand and NT$5,284 thousand for employee remuneration and director remuneration, respectively. For the nine months ended September 30, 2025, the

Company accrued (reversed) NT$3,900 thousand and NT$5,600 thousand for employee remuneration and director remuneration, respectively. These amounts were recognized under salary expenses.

Based on the profitability for the three months ended September 30, 2024, the Company accrued NT$300 thousand and NT$1,400 thousand for employee remuneration and director remuneration, respectively. For the nine months ended September 30, 2024, the Company accrued NT$2,800 thousand and NT$3,400 thousand for employee remuneration and director remuneration, respectively. These amounts were recognized under salary expenses.

On March 12, 2025, the Board of Directors resolved to distribute NT$4,500 thousand in cash each to employees and directors as remuneration for fiscal year 2024. The distributed amounts were consistent with those previously accrued in the 2024 financial statements.

On March 14, 2024, the Board of Directors resolved to distribute NT$4,000 thousand and NT$3,000 thousand in cash to employees and directors, respectively, as remuneration for fiscal year 2023. The distributed amounts were also consistent with the amounts accrued in the 2023 financial statements.

(17) Non-operating income and expenses

(A) Interest income

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Interest income				
Financial assets at amortized cost	$3,137	$2,527	$9,744	$7,986

(B) Other income

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Dividend income	$10,779	$11,774	$10,779	$11,774
Rental income	739	579	2,217	1,577
Others	347	61	2,076	2,577
Total	$11,865	$12,414	$15,072	$15,928

(C) Other gains and losses

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Foreign exchange gains (losses), net	$8,166	$(14,947)	$(47,261)	$29,643
Gain on disposal of investments	84,338	-	85,895	-
Other losses- Other	(124)	(96)	(1,441)	(336)
Total	$92,380	$(15,043)	$37,193	$29,307

(D) Finance costs

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Interests on borrowings from bank	$(3,080)	$(3,043)	$(8,746)	$(8,495)
Interests on lease liabilities	(53)	(150)	(222)	(512)
Total	$(3,133)	$(3,193)	$(8,968)	$(9,007)

(18)Components of other comprehensive income

For the three months ended September 30, 2025

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Items that will not be reclassified subsequently to profit or loss：					
Unrealized gains from equity instruments investments measured at fair value through other comprehensive income	$(3,731)	$-	$(3,731)	$-	$(3,731)
Items that may be reclassified subsequently to profit or loss：					
Exchange differences arising from translation of foreign operations	19,745	-	19,745	-	19,745
Total	$16,014	$-	$16,014	$-	$16,014

For the three months ended September 30, 2024

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Items that will not be reclassified subsequently to profit or loss：					
Unrealized gains from equity instruments investments measured at fair value through other comprehensive income	$(30,264)	$-	$(30,264)	$-	$(30,264)
Items that may be reclassified subsequently to profit or loss：					
Exchange differences arising from translation of foreign operations	(5,686)	-	(5,686)	-	(5,686)
Total	$(35,950)	$-	$(35,950)	$-	$(35,950)

For the nine months ended September 30, 2025

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Items that will not be reclassified subsequently to profit or loss：					
Unrealized gains from equity instruments investments measured at fair value through other comprehensive income	$(54,310)	$-	$(54,310)	$-	$(54,310)
Items that may be reclassified subsequently to profit or loss：					
Exchange differences arising from translation of foreign operations	(53,076)	-	(53,076)	-	(53,076)
Total	$(107,386)	$-	$(107,386)	$-	$(107,386)

For the nine months ended September 30, 2024

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Items that will not be reclassified subsequently to profit or loss：					
Unrealized gains from equity instruments investments measured at fair value through other comprehensive income	$(32,752)	$-	$(32,752)	$-	$(32,752)
Items that may be reclassified subsequently to profit or loss：					
Exchange differences arising from translation of foreign operations	29,301	-	29,301	-	29,301
Total	$(3,451)	$-	$(3,451)	$-	$(3,451)

(19) Income tax

The major components of income tax expense (benefit) three months and nine months ended September 30, 2025 and 2024 are as follows:

Income tax expense (benefit) recognized in profit or loss

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Current income tax expense (benefit):				
Current income tax charge	$(4,798)	$4,409	$9,391	$11,912
Land value increment tax	4,592	-	4,592	-
Deferred tax expense (benefit):				
Deferred tax expense (benefit) relating to origination and reversal of emporary differences	13,602	(4,849)	(3,162)	3,185
Temporary differences not recognized in previous years are recognized in this period	(3,600)	900	6,348	2,700
Total	$9,796	$460	$17,169	$17,797

Income tax relating to components of other comprehensive income

No income tax relating to components of other comprehensive income during the periods ended September 30, 2025 and 2024.

The assessment of income tax returns

The Company's income tax returns through 2023 have been assessed and approved by the Tax Authority.

(20) Earnings per share

Basic earnings per share amounts are calculated by dividing net profit attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share amounts are calculated by dividing the net profit attributable to ordinary equity holders of the parent entity (after adjusting for interest on the convertible preference shares) by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
(A) Basic earnings per share				
Profit attributable to the parent company (in thousand NT$)	$104,661	$8,971	$106,739	$71,300
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	65,064	65,130	65,064	65,130
Basic earnings per share (NT$)	$1.61	$0.13	$1.64	$1.09

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
(B) Diluted earnings per share				
Profit attributable to the parent company after dilution (in thousand NT$)	$104,661	$8,971	$106,739	$71,300
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	65,064	65,130	65,064	65,130
Effect of dilution:				
Employee compensation－stock (in thousands)	153	12	206	146
Weighted average number of ordinary shares outstanding after dilution (in thousands)	65,217	65,142	65,270	65,276
Diluted earnings per share (NT$)	$1.60	$0.13	$1.64	$1.09

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of completion of the financial statements.

7. RELATED PARTY TRANSACTIONS

Information on the related parties that had transactions with the Group during the financial reporting period is as follows:

Name and relationship of the related parties

Name of the related parties	Nature of relationship of the related parties
Tailyn Technologies, Inc.	Substantive related party

Significant related party transactions

(1) Sales revenue

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Substantive related party				
Tailyn Technologies, Inc.	$122	$67	$406	$252

The sales price to the above related parties was determined through mutual agreement based on the market conditions. The collection periods for sales to related parties and to third parties were all month-end 30 to 120 days. The outstanding balances as of September 30, 2025 and 2024 were unsecured, non-interest bearing and to be settled in cash. The receivables from the related parties were not guaranteed.

(2) Accounts receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Substantive related party			
Tailyn Technologies, Inc.	$153	$118	$91

(3) Refundable deposit

	September 30, 2025	December 31, 2024	September 30, 2024
Substantive related party			
Tailyn Technologies, Inc.	$54	$54	$53

(4) Other payables

	September 30, 2025	December 31, 2024	September 30, 2024
Substantive related party			
Tailyn Technologies, Inc.	$30	$23	$25

(5) Lease - related parties

Lease payments

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Substantive related party Tailyn Technologies, Inc.	$90	$90	$272	$272

The rental prices and collection terms charged to the above related parties are not much different from third parties. The mutual agreement of rental prices is determined by local market conditions, and is based on the location, floors and scopes of the lease.

Key management personnel compensation

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	$8,936	$4,797	$17,569	$16,045
Post-employment benefits	54	52	162	155
Total	$8,990	$4,849	$17,731	$16,200

8. PLEDGED ASSETS

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

	Carrying amount			
Items	September 30, 2025	December 31, 2024	September 30, 2024	Secured liabilities
Property, plant and equipment - land	$89,074	$89,074	$89,074	Short-term bank loan
Property, plant and equipment - buildings	12,512	12,782	12,871	Short-term bank loan
Total	$101,586	$101,856	$101,945	

9. SIGNIFICANT CONTINGENCIES AND UNRECOGNIZED CONTRACT COMMITMENTS

(1) Unused credit lines of L/C letters issued by the Group as of September 30, 2025:

Bank	Currenct	Open Foreign Currency Amount (Dollars in thousands)
Mega International Commercial Bank	JPY	$112,000

(2) The guarantee notes issued by the Group as of September 30, 2025:

Client	Nature	Amount
Flexium Interconnect Inc.	Performance guarantee	$14,465

(3) The Company has signed an agency contract with Company S to sell Company S's products, and the Company shall pay the agency deposit to Company S as a performance guarantee according to the contract. As of September 30, 2025, the Company has provided US$1.5 million as a performance bond, which amounted to approximately NT$45,660 thousand and is accounted under Refundable deposits paid.

(4) Based on business needs, endorsement and guarantee amounted to US$300 thousand by the Group as of September 30, 2025. Please refer to Attached Table 2.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT SUBSEQUENT EVENTS

None.

12. OTHERS

(1) Categories of financial instruments

Financial assets

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at fair value through other comprehensive income	$217,651	$271,961	$266,156
Financial assets measured at amortized cost (Note)	1,812,566	1,855,095	1,757,132
Total	$2,030,207	$2,127,056	$2,023,288

Financial liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Financial liabilities at amortized cost:			
Short-term borrowings	$635,000	$572,000	$572,000
Notes payable and accounts payable	212,354	171,545	281,508
Other payables	82,449	93,841	88,580
Lease liabilities(including noncurrent)	2,225	11,044	13,833
Guarantee deposits	517	517	517
Total	$932,545	$848,947	$956,438

Note: Including cash and cash equivalents (excluding cash on hand), notes receivable, accounts receivable, other receivables and refundable deposits.

(2) Financial risk management objectives and policies

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activities. The Group identifies, measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant transactions, due approval process by the Board of Directors must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

(3) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise currency risk, interest rate risk and other price risk (such as equity risk).

In practice, it is rare for a single risk variable to change independently, as changes in risk variables are often interrelated. However, the sensitivity analyses presented below do not consider the interdependencies between these variables.

Foreign currency risk

The Group's exposure to foreign currency risk arises primarily from its operating activities (when revenue or expenses are denominated in a currency different from the Group's functional currency) and from its net investments in foreign operations.

Some of the Group's foreign currency receivables and payables are denominated in the same currency, resulting in a natural hedge. For other exposures, the Group uses forward exchange contracts to manage foreign currency risk. However, hedge accounting is not applied as the hedging relationships do not qualify under the accounting standards. In addition, the Group's net investments in foreign operations are considered strategic and are therefore not hedged.
The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as at the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates for foreign currency A and foreign currency B. The information of the sensitivity analysis is as follows:

(1) When NTD strengthens against USD by 1%, the profit for the nine months ended September 30, 2025 and 2024 would decrease by NT$11,263 thousand and NT$9,978 thousand, respectively.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Group's interest rate risk arises mainly from investments in debt instruments with variable interest rates, fixed-rate and variable-rate borrowings.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as at the end of the reporting period, including investments and borrowings with variable interest rates and interest rate swaps. At the reporting date, a change of 10 basis points of interest rate in a reporting period could cause the profit for the nine months ended September 30, 2025 and 2024 to decrease by NT$412 thousand and NT$314 thousand, respectively.

Equity price risk

The fair value of the Group's listed and unlisted equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Group's listed and unlisted equity securities are classified under financial assets measured at fair value through other comprehensive income. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions.

As of September 30,2025 and 2024, a change of 5% in the price of the listed companies stocks classified as equity instruments investments measured at fair value through other comprehensive income could have an impact of NT$10,883 thousand and NT$13,308 thousand on the equity attributable to the Group nine months ended September 30, 2025 and 2024, respectively.
Please refer to Note 12(8) for sensitivity analysis information of other equity instruments or derivatives that are linked to such equity instruments whose fair value measurement is categorized under Level 3.

(4) Credit risk management

Credit risk is the risk that a counterparty will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for account and notes receivable) and from its financing activities, including bank deposits and other financial instruments.

Credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to credit risk management. Credit limits are established for all counter parties based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria etc. Certain counter parties' credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment or insurance.

As of September 30, 2025, December 31, 2024, and September 30, 2024, the credit concentration risk of accounts receivable is insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating. Consequently, there is no significant credit risk for these counter parties.

The Group uses IFRS 9 to evaluate the expected credit losses, receivables are measured as allowance losses over the life of expected credit losses, the remainder are not investments in debt instruments measured at fair value through profit or loss, and their original purchase is based on the assumption of low credit risk, and whether credit risk has increased significantly since the original recognition at each balance sheet date to determine the method of measuring the allowance loss and its loss rate. The debt instrument mentioned above that are not measured at fair value through profit and loss are cash and cash equivalents (excluding cash on hand), and their carrying amount as of September 30, 2025 and 2024 were NT$831,569 thousand and NT$900,595 thousand, respectively, and the loss rates were both 0%.

In addition, the Group also writes off financial assets when it evaluates that it cannot reasonably be expected to recover financial assets (e.g. significant financial difficulties of the issuer or debtor, or bankruptcy).

(5) Liquidity risk management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid equity investments, bank borrowings, convertible bonds and finance leases. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

Non-derivative financial liabilities

	Less than 1 year	1 to 3 years	4 to 5 years	>5 years	Total
As of September 30, 2025					
Short-term borrowings (estimated interests to be paid included)	$635,361	$-	$-	$-	$635,361
Lease liabilities (Non-current included)	2,804	227	-	-	3,031
Payables	212,354	-	-	-	212,354
Other payables	82,449	-	-	-	82,449
Guarantee deposits	517	-	-	-	517
As of December 31, 2024					
Short-term borrowings (estimated interests to be paid included)	$572,280	$-	$-	$-	$572,280
Lease liabilities (Non-current included)	10,471	799	-	-	11,270
Payables	171,545	-	-	-	171,545
Other payables	93,841	-	-	-	93,841
Guarantee deposits	-	517	-	-	517

	Less than 1 year	1 to 3 years	4 to 5 years	>5 years	Total
As of September 30, 2024					
Short-term borrowings (estimated interests to be paid included)	$572,237	$-	$-	$-	$572,237
Lease liabilities (Non-current included)	12,328	2,618	-	-	14,946
Payables	281,508	-	-	-	281,508
Other payables	88,580	-	-	-	88,580
Guarantee deposits	-	517	-	-	517

(6) Reconciliation of liabilities arising from financing activities

Reconciliation of liabilities nine months ended September 30, 2025:

	Short-term borrowings	Guarantee deposits	Leases liabilities	Total liabilities from financing activities
At Jan 1, 2025	$572,000	$517	$11,044	$583,561
Cash flows	63,000	-	(10,006)	52,994
Non-cash changes	-	-	1,187	1,187
At September 30, 2025	$635,000	$517	$2,225	$637,742

Reconciliation of liabilities nine months ended September 30, 2024:

	Short-term borrowings	Guarantee deposits	Leases liabilities	Total liabilities from financing activities
At Jan 1, 2024	$590,000	$3,309	$21,033	$614,342
Cash flows	(18,000)	(2,792)	(9,977)	(30,769)
Non-cash changes	-	-	2,777	2,777
At September 30, 2024	$572,000	$517	$13,833	$586,350

(7) Fair values of financial instruments

(A) The methods and assumptions applied in determining the fair value of financial instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

A. The carrying amount of cash and cash equivalents, trade receivables, accounts payable and other current liabilities approximate their fair value due to their short maturities.

B. For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (including listed equity securities, beneficiary certificates, bonds and futures etc.) at the reporting date.

C. Fair value of equity instruments without market quotations (including private placement of listed equity securities, unquoted public company and private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).

D. The fair value of other financial assets and financial liabilities is determined on the basis of discounted cash flow analysis, and their interest rates and discount rates are mainly based on information related to similar instruments, yield curves applicable over the life of the period, etc.

(B) Fair value of financial instruments measured at amortized cost

The carrying amounts of the Group's financial assets and financial liabilities measured at amortized cost approximate their fair values.

(C) Fair value measurement hierarchy for financial instruments

Please refer to Note 12(8) for fair value measurement hierarchy for financial instruments of the Group.

(8) Fair value measurement hierarchy

(A) Fair value measurement hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date
Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3 – Unobservable inputs for the asset or liability

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorization at the end of each reporting period.

(B) Fair value measurement hierarchy of the Group's assets and liabilities

The Group does not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group's assets and liabilities measured at fair value on a recurring basis is as follows:

At September 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets:				
Measured at fair value through other comprehensive income				
Equity instruments designated at fair value through other comprehensive income	$217,651	$-	$-	$217,651

At December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets:				
Measured at fair value through other comprehensive income				
Equity instruments designated at fair value through other comprehensive income	$271,961	$-	$-	$271,961

At September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets:				
Measured at fair value through other comprehensive income				
Equity instruments designated at fair value through other comprehensive income	$266,156	$-	$-	$266,156

Transfers between Level 1 and Level 2 during the period

During the nine-months periods ended September 30, 2025 and 2024, there were no transfers between Level 1 and Level 2 fair value measurements.

Fair value measurements in Level 3 of the fair value hierarchy for movements

As of September 30, 2025 and 2024, there were no financial assets that are measured at fair value within Level 3. Therefore the valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy isn't needed. Valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy

Evaluation process for Level 3 fair value measurement

As of September 30, 2025 and 2024, there were no financial assets that are measured at fair value within Level 3. Therefore the valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy isn't needed.

(C) Fair value measurement hierarchy of the Group's assets and liabilities not measured at fair value but for which the fair value is disclosed

As at September 30, 2025:

	Level 1	Level 2	Level 3	Total
Investment properties (please refer to Note 6)	$-	$-	$151,445	$151,445

As at December 31, 2024:

	Level 1	Level 2	Level 3	Total
Investment properties (please refer to Note 6)	$-	$-	$151,445	$151,445

As at September 30, 2024:

	Level 1	Level 2	Level 3	Total
Investment properties (please refer to Note 6)	$-	$-	$151,445	$151,445

(9) Significant financial assets and liabilities denominated in foreign currencies

The significant financial assets and liabilities denominated in foreign currencies were as follow:

Amounts expressed in thousand

	September 30, 2025		
	Foreign currencies	Foreign exchange rate	NTD
Financial assets			
Monetary items:			
USD	$43,528	30.440	$1,324,988
Financial liabilities			
Monetary items:			
USD	$6,526	30.440	$198,663

	December 31, 2024		
	Foreign currencies	Foreign exchange rate	NTD
Financial assets			
Monetary items:			
USD	$42,085	32.785	$1,379,747
Financial liabilities			
Monetary items:			
USD	$4,816	32.785	$157,890

	September 30, 2024		
	Foreign currencies	Foreign exchange rate	NTD
Financial assets			
Monetary items:			
USD	$39,949	31.650	$1,264,400
Financial liabilities			
Monetary items:			
USD	$8,423	31.650	$266,590

Since the Group's entities have different functional currencies, it is not feasible to disclose the foreign exchange gains or losses on monetary financial assets and liabilities by each significant foreign currency. The Group's net foreign currency exchange (loss) gain for the three-month periods ended September 30, 2025 and 2024 amounted to NT$8,166 thousand and NT$(14,947) thousand, respectively. The Group's net foreign currency exchange (loss) gain for the nine-month periods ended September 30, 2025 and 2024 amounted to NT$(47,261) thousand and NT$29,643 thousand, respectively.

(10) Capital management

The primary objective of the Group's capital management is to ensure the maintenance of a strong credit rating and sound capital ratios to support its operations and maximize shareholder value. In response to economic conditions, the Group may maintain or adjust its capital structure by adjusting dividend distributions, returning capital to shareholders, or issuing new shares.

13. SUPPLEMENTARY DISCLOSURE

(1) Significant transactions information

(A) Financing provided to others: None.
(B) Endorsement/Guarantees provided to others: Please refer to Attachment 2.
(C) Securities on held at the end of the period：Please refer to Attachment 3.

(D) Related parties transactions for purchases and sales amount exceeding NT$100 million or 20 percent of the capital stock: None.

(E) Receivables from related parties with amount exceeding NT$100 million or 20 percent of the capital stock: None.

(F) Others: The business relationships and important transactions between the parent company and the subsidiaries, and amongsubsidiaries, along with their respective amounts are detailed in Attachment 4.

(2) Information on investees

(A) Information about the investee company that direct or indirect has significant influence or control over the investee company: Please refer to Attachment 5 and 6.

(B) Information of significant transaction within the investee company of which that has significant influence or control over the investee company, directly or indirectly：

A. Financing provided to others: Please refer to Attachment 1.
B. Endorsement/Guarantees provided to others: None.
C. Securities held at the end of the period: None
D. Related party transaction for purchases and sales amounts exceeding the lower of NT$100 million or 20 percent of the capital stock: None.
E. Receivables from related parties with amount exceeding NT$100 million or 20 percent ofcapital stock: None.

(3) Information on investments in Mainland China

(A) Investee company name, main businesses and products, total amount of capital, investment method, accumulated inflow and outflow of investments from Taiwan, percentage of ownership, investment profit and loss, carry amount of investment at the end of the period, cumulated inward remittance of earnings and limits on investment in Mainland China: Please refer to Attachment 6.

(B) Directly or indirectly significant transactions with investee in Mainland China through third regions: Please refer to Attachment 4.

A. The amount and percentage of goods purchased and the closing balance and percentage of the related payables nine months ended September 30, 2025：Please refer to attachment 4.
B. Property transactions and the amount of profit and loss arising from the transactions:：None.
C. The closing balance and purpose of the guarntee of payment instrument by endorsement or collateral provided：None.
D. The highest balance, closing balance, interest rate range and total interest of the period for the capital and finance：Please refer to attachment 1.

E. Other transactions that have a significant impact on the profit or loss or financial position of the current period, such as the provision or receipt of services etc.：None.

14. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organized into business units based on their products and services and has two reportable operating segments as follows:

(1) Taiwan Segment：The segment is mainly responsible for the agency sales of electronic components and process equipments in Taiwan.
(2) China and South East Asia segment：The segment is mainly responsible for the distribution of electronic components in Eastern and Southern China (including Hong Kong) and Vietnam.

The China and Southeast Asia segment are the aggregation of the operating departments of the subsidiary in Eastern and Southern China and Vietnam. Since the Eastern and Southern China operating departments both focus on providing agency sales of the same electronic components and have similar economic characteristics, they have been aggregated into a single operating department along with the Vietnam operateing department.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss before tax. There was no material difference between the accounting policies of the operating segment and those described in Note 4. However, income taxes are managed at a group level and are not allocated to operating segments.

Transfer prices between operating segments is based on regular transactions similar to those with external third parties.

Three months ended September 30, 2025

	Taiwan Segment	China and Southeast Asia segment	Subtotal	Adjustment and elimination (Note)	Consolidated
External customer	$515,351	$218,248	$733,599	$-	$733,599
Inter-segment	54,485	91,786	146,271	(146,271)	-
Total revenue	$569,836	$310,034	$879,870	$(146,271)	$733,599
Segment profit	$114,045	$11,802	$125,847	$(11,390)	$114,457

Three months ended September 30, 2024

	Taiwan Segment	China and Southeast Asia segment	Subtotal	Adjustment and elimination (Note)	Consolidated
External customer	$475,269	$198,824	$674,093	$-	$674,093
Inter-segmet	44,465	92,378	136,843	(136,843)	-
Total revenue	$519,734	$291,202	$810,936	$(136,843)	$674,093
Segment profit	$6,052	$10,836	$16,888	$(7,457)	$9,431

Nine months ended September 30, 2025

	Taiwan Segment	China and Southeast Asia segment	Subtotal	Adjustment and elimination (Note)	Consolidated
External customer	$1,631,177	$625,635	$2,256,812	$-	$2,256,812
Inter-segmet	155,817	286,801	442,618	(442,618)	-
Total revenue	$1,786,994	$912,436	$2,699,430	$(442,618)	$2,256,812
Segment profit	$119,751	$40,418	$160,169	$(36,261)	$123,908

Nine months ended September 30, 2024

	Taiwan Segment	China and Southeast Asia segment	Subtotal	Adjustment and elimination (Note)	Consolidated
External customer	$1,363,779	$649,418	$2,013,197	$-	$2,013,197
Inter-segmet	146,935	263,423	410,358	(410,358)	-
Total revenue	$1,510,714	$912,841	$2,423,555	$(410,358)	$2,013,197
Segment profit	$82,912	$32,536	$115,448	$(26,351)	$89,097

Note: Inter-segment revenue is excluded at the time of consolidation, and reflected under "Reconciliation and Elimination", and all other reconciliations and removals are disclosed separately in furthur details.

The following table presents segment assets of the Group’s operating segments as September 30, 2025, December 31, 2024, and September 30, 2024:

Assets of the Group's operating segments

	Taiwan Segment	China and Southeast Asia segment	Subtotal	Adjustment and elimination	Consolidated
September 30, 2025	$2,630,614	$830,589	$3,461,203	$(954,575)	$2,506,628
December 31, 2024	$2,688,084	$783,331	$3,471,415	$(946,590)	$2,524,825
September 30, 2024	$2,693,961	$768,717	$3,462,678	$(901,303)	$2,561,375

Liabilities of the Group's operating segments

	Taiwan Segment	China and Southeast Asia	Subtotal	Adjustment and elimination	Consolidated
September 30, 2025	$942,220	$207,809	$1,150,029	$(161,905)	$988,124
December 31, 2024	$901,612	$151,634	$1,053,246	$(137,217)	$916,029
September 30, 2024	$978,035	$160,822	$1,138,857	$(114,044)	$1,024,813

Other reconciliations of reportable segments

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Total profit or loss for reportable segments	$125,847	$16,888	$160,169	$115,448
Elimination of inter-segment profit	(11,390)	(7,457)	(36,261)	(26,351)
Income before income tax from continuing operations	$114,457	$9,431	$123,908	$89,097

Attached table 1: Financings Provided

Expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

No. (Note 1)	Financier	Counter-party	Item (Note 2)	Related-party	Maximum Balance (Note 3)	Ending Balance (Note 8)	Amount Actually Drawn	Interest Rate Range	Financing Provided (Note 4)	Transaction Amount (Note 5)	Financing Reasons (Note 6)	Allowance for Bad Debt	Collateral		Financial Limit for Each Counter-party	Limit on Financier's Total Financing
													Name	Value		
1	ShangHai Howteh International Trading Inc.	KunShan Howteh International Trading Inc.	Other receivables	Yes	$30,440 (USD1,000)	$30,440 (USD1,000)	$6,024	0.00%	1	-	Business dealings	-	-	-	$64,522 (Note 10)	$96,783 (Note 10)
1	ShangHai Howteh International Trading Inc.	ShenZhen Howteh Technology Co., Ltd.	Other receivables	Yes	17,092 (RMB4,000)	17,092 (RMB4,000)	-	4.35%	2	-	Short-term financing	-	-	-	$64,522 (Note 10)	96,783 (Note 10)
2	ShenZhen Howteh Technology Co., Ltd.	ShangHai Howteh International Trading Inc.	Other receivables	Yes	17,092 (RMB4,000)	-	-	3.35%	2	-	Short-term financing	-	-	-	31,534 (Note 11)	47,300 (Note 11)

Note 1: The description of the number column is as follows:

(1) Issuer fill in 0.

(2) Investee companies are numbered sequentially, beginning with the Arabic numeral 1.

Note 2: Accounts of receivables related enterprise payments, receivables related party payments, shareholder transactions, advance payments, temporary payments... and other subjects, if they are in the nature of capital loans, must be filled in this form.

Note 3: The highest balance of funds lent to others in the current year.

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

(1) Business transaction fill in 1.

(2) Short-term financing fill in 2.

Note 5: If the nature of the loan is a business transaction, the business transaction amount should be filled in, which refers to the business transaction amount of the company and the loan target who lent the funds in the latest year.

Note 6: If the nature of the capital loan is necessary for short-term financing funds, the reason for the necessary loan and the purpose of the funds to be borrowed should be specified, such as: repayment of loans, purchase of equipment, business turnover, etc.

Note 7: The maximum loan limit set by the Company shall not exceed 40% of the net value of the Company, and the maximum loan limit shall not exceed 20% of the net value of the Company for a single object.

Note 8: The amounts of funds to be loaned to others w hich have been approved by the Board of Directors of a public company in accordance with Article 14, Item 1 of the "Regulations Governing Loaning of Funds and Making of Endorscmcnls/ Guarantccs by Public Companies" should be included in its published balance of loans to others at the end of the reporting period to reveal the risk of loaning the public company bears, even though they have not yet been appropriated. However, this balance should exclude the loans repaid when repayments are done subsequently to reflect the risk adjustment. Tn addition, if the Board of Directors of a public company has authorized the Chairman to loan funds in instalments or in revolving within certain lines and within one year in accordance with Article 14, Item 2 of the "Regulations Governing Loaning of Funds and Making of Endorscmcnls/ Guarantccs by Public Companies", the published balance of loans to others at the end of the reporting period should also include these lines of loaning approved by the Board of Directors, and these lines of loaning should not be excluded from this balance even though the loans are repaid subsequently, for taking into consideration that they could be loaned again thereafter.

Note 9: Counter-party:

According to Article 15 of the Company Law, the company's funds shall not be lent to shareholders or any other person except in the following circumstances:

(1) Intercompany business dealers.

(2) There is a need for short-term financing between companies. The amount of financing shall not exceed 40% of the net value of enterprise.

For the purposes of the preceding paragraph, short-term term refers to one year. However, if the company's business cycle is longer than one year, the business cycle shall prevail.

(3) The financing amount referred to in the preceding paragraph is the cumulative balance of the Company's short-term financing funds.

(4) The Company directly and indirectly holds 100% of the voting shares of foreign companies engaged in capital loans, which are not subject to the restrictions of the preceding paragraph.

Note 10: The total limit of capital loans set by ShangHai HOWTEH International Trading Inc. shall not exceed 60% of the net value of the company, and the maximum loan limit for a single object shall not exceed 40% of the net value of the company.

Note 11: The total limit of capital loan and total set by ShenZhen HOWTEH Technology Co., Ltd. shall not exceed 60% of the net value of the company, and the maximum loan limit for a single object shall not exceed 40% of the net value of the company.

Attached table 2: Collaterals/Guarantee Provided

Expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

No. (Note 1)	Collaterals/Guar antee Provider	Counter-part Name	Counter-part Relationship (Note 2)	Limits on Each Counter-party's Collateral/Guarantee Amounts (Note 3)	Maximum balance accumulated up to the end of this month (Note 4、8)	Ending Balance (Note 5、8)	Actual Amount Drawn Down (Note 6)	Amount of Properties Guaranteed by Collateral	Ratio of Accumulated Amount of Collateral to Net Asset Value of the Latest Financial Statement (%)	Maximum Collateral/ Guarantee Amounts Allowable (Note 3)	Provision of Endorsements by Parent Company to Subsidiary (Note 6、7)	Provision of Endorsements by Subsidiary to Parent Company (Note 7)	Provision of Endorsements to the Company in Mainland China (Note 7)
0	Howteh Technology Co., Ltd.	Giteh Electronic Industries Co., Ltd.	2	$-	$91,320 (USD 3,000)	$-	$-	$-	-%	$-	Y	N	N
0	Howteh Technology Co., Ltd.	Howteh Vietnam Co., Ltd.	2	379,626	9,132 (USD 300)	9,132 (USD 300)	373	-	0.60%	759,252	Y	N	N

Note 1: The description of the number column is as follows:

(1) Issuer fill in 0.

(2) Investee companies are numbered sequentially, beginning with the Arabic numeral 1.

Note 2: There are the following seven types of relationships between the endorsement guarantor and the endorsed guarantee object, and the types can be indicated:

(1) There are business dealings between companies.

(2) Companies in which the company directly and indirectly holds more than 50% of the voting shares.

(3) A company in which more than 50% of the voting rights are directly or indirectly held in the company.

(4) A company in which the company directly and indirectly holds more than 90% of the voting shares.

(5) A company that is mutually insured by inter-industry or co-sponsors in accordance with the provisions of the contract.

(6) A company that is endorsed and guaranteed by all contributing shareholders in accordance with their shareholding ratio due to a co-investment relationship.

(7) The performance guarantee of the pre-sale house sales contract is jointly and severally guaranteed in accordance with the Consumer Protection Law.

Note 3: Endorsement guarantee method: The total amount of endorsement guarantee shall not exceed 50% of the company's net value, and the amount of endorsement guarantee for a single enterprise shall not exceed 25% of the company's net value.

Note 4: The maximum amount accumulated up to this month is the highest guaranteed balance of endorsement for the current year.

Note 5: By the end of the year, the company shall bear the endorsement or guarantee liability when the amount of the endorsement guarantee deed or instrument signed by the company to the bank is approved; Other relevant cases with endorsement guarantee should be included in the balance of endorsement guarantee.

Note 6: The actual amount of expenditure is the amount of expenditure under the guaranteed amount of the parent company.

Note 7: Those who are endorsement guarantors of the parent company of the listed stock exchange to the subsidiary, endorsement guarantors of the subsidiaries to the parent company of the listed stock exchange, and endorsement certificates belonging to the mainland region must fill in Y.

Note 8 The exchange rate is based on the ending exchange rate.

Attached Table 3: Marketable securities held (excluding investment subsidiaries, affiliated enterprises and joint venture control part)

Expressed in thousands of New Taiwan Dollars

Holding Company	Securities Type and Name(Note 1)	Relationship with the Holding Company(Note 2)	Financial Statement Accoun	As of September 30, 2025				Notes(Note 4)
				Shares (1,000)	Carrying Value (Note 3)	Percentage of Ownership(%)	Fair Value	
Howteh Technology Co., Ltd.	Financial assets at fair value through other comprehensive income-non-current							
	Tailyn Technologies, Inc.	The Chairman of the company is a director of the Tailyn company	Investments in equity instruments measured at fair value through other comprehensive income - noncurrent	8,291,475	$217,651	10.98%	$217,651	No collateral is provided
	Feedpool Technology Co.,Ltd.	-	〃	566,030	-	2.52%	-	〃
			Total		$217,651		$217,651	

Note 1: For the purposes of this table, marketable securities refer to stocks, bonds, beneficiary certificates and securities derived from the above items that fall within the scope of IFRS 9 "Financial Instruments".

Note 2: If the issuer of securities is not a related person, this column is exempted.

Note 3: For fair value measured, please fill in the book balance after adjustment of fair value evaluation and deduction of accumulated impairment in the carrying amount field; For those not measured at fair value, please fill in the carrying amount of the original acquisition cost or amortized cost less the accumulated impairment book balance.

Note 4: The use of marketable securities is restricted because of the provision of guarantees, pledge loans, or other agreements. The number of shares to be guaranteed or pledged, the amount and restricted use should be indicated in the remarks column.

Note 5: The Company determines securities presented in this chart based on principles of materiality.

Attached Table 4: Business relationships and important transactions between parent and subsidiary companies

Expressed in thousands of New Taiwan Dollars

No. (Note 1)	Purchaser/seller	Counter-party	Relationship with the counter-party(Note 2)	Transactions			
				Account	Amount (Note 4)	Trading conditions	Ratio to total consolidated revenue or total assets (Note 3)
0	Howteh Technology Co., Ltd.	ShangHai Howteh International Trading Inc.	1	Sales revenue	$54,776	60days	2.43%
0	〃	〃	1	Accounts receivable	15,004	〃	0.60%
0	〃	Giteh Electronic Industries Co., Ltd.	1	Sales revenue	70,901	60days	3.14%
0	〃	〃	1	Accounts receivable	18,838	〃	0.75%
0	〃	〃	1	Purchase	122,679	〃	5.44%
0	〃	〃	1	Accounts payable	44,744	〃	1.79%
0	〃	ShenZhen Howteh Technology Co., Ltd.	1	Sales revenue	30,140	〃	1.34%
0	〃	〃	1	Accounts receivable	14,486	〃	0.64%
1	Giteh Electronic Industries Co., Ltd.	ShangHai Howteh International Trading Inc.	3	Sales revenue	47,601	60days	2.11%
1	〃	〃	3	Accounts receivable	19,655	〃	0.87%
1	〃	ShenZhen Howteh Technology Co., Ltd.	3	Sales revenue	80,922	60days	3.59%
1	〃	〃	3	Accounts receivable	24,150	〃	0.96%
2	ShenZhen Howteh Technology Co., Ltd.	ShangHai Howteh International Trading Inc.	3	Purchase	41,181	60days	1.82%
2	〃	〃	3	Accounts payable	14,963	〃	0.60%

Note 1: The description of the number column is as follows:

(1) Issuer fill in 0.

(2) Investee companies are numbered sequentially, beginning with the Arabic numeral 1.

Note 2: There are three types of transaction relationships

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: The transaction amount is calculated using total revenue or total asset ratio. In the case of balance sheet accounts, the ratio of the closing amount to the total assets is used; In the case of income statement accounts, the ratio of cumulative amounts in the period to total revenue is used.

Note 4: The important transactions in this table shall be listed by the company in accordance with the materiality principle.

Note 5: Eliminated in the consolidated financial statements.

Note 6: Business relationships and dealings between parents and subordinates that do not reach 1,000 million will not be disclosed

Attached Table 5: Information on the name and location of the invested company (excluding invested companies in Mainland China)

Expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

Investor Company	Investee Company (Note 1、2)	Location	Main Business activities	Initial investment amount		Held by the company			Current gain (loss)(Note 2(2))	Investment gain (loss))(Note 2(3))	Note
				Ending of this period	Ending of last year	Number of shares	Rate%	Carrying amount			
Howteh Technology Co., Ltd.	Giteh Electronic Industries Co., Ltd.	Hong Kong	Trading of electronic parts	$47,004 (HKD 12,000)	$50,664 (HKD 12,000)	-	100.00%	$630,727	$34,525	$34,476	
Howteh Technology Co., Ltd.	Howteh International Inc.	Samoa	Investment in Shanghai and entrepot trade	54,792 (USD 1,800)	59,013 (USD 1,800)	-	100.00%	169,793	752	710	
Howteh International Inc.	Howteh Vietnam Co., Ltd.	Vietnam	Trading of electronic parts	9,132 (USD 300)	9,836 (USD 300)	-	100.00%	769	(1,554)	(1,554)	

Note 1: If a public offering company has a foreign holding company and uses consolidated statements as its main financial statements in accordance with local laws and regulations, the disclosure of information about the foreign invested company may only disclose the relevant information of the holding company.

Note 2: Except for the circumstances described in Note 1, fill in according to the following provisions:

(1) "Investee Company "、"Location"、"Main Business activities"、"Initial investment amount" and "Ending of this period", the reinvestment situation of the (public offering) company and the reinvestment situation of each investee company directly or indirectly controlled should be filled in order, and the relationship between each investee company and the public offering company should be indicated in the remarks column (if it is a subsidiary or grandchild).

(2) "Current gain (loss)", the current profit or loss amount of each investee company should be filled in.

(3) "Investment gain (loss)", only the profit and loss amount of each subsidiary of the public offering company recognized for direct transfer investment and each investee company evaluated by the equity method must be filled in, and the remaining information is exempted. When filling in the "nvestment gain (loss)", it should be confirmed that the current profit and loss amount of each subsidiary already includes the investment profit or loss that should be recognized according to the regulations for its reinvestment.

Note 3: Eliminated in the consolidated financial statements.

Attached Table 6: Information on investments in China

Expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan at the beginning of current year	Amount of investment remitted or recovered during the current period		Accumulated amount of remittance from Taiwan at the end of current year	Current profit (loss) of the invested company	Shareholding ratio of the company's investment (direct or indirect)	Investment income (loss) recognized in the current period (Note 2)	Book value of investment at the end of the period	Investment income remitted back to Taiwan as of the current period
					Remitted	Recovered						
ShangHai Howteh International Trading Inc.	International trade, entrepot trade, inter-enterprise trade and trade agency in the bonded zone, enterprise agency with import and export operation rights and non-bonded zone enterprises engaged in trade business, commercial simple processing in the bonded	$50,226 (USD 1,650)	(2) Howteh International Inc.	$42,616 (USD 1,400)	$-	$-	$42,616 (USD 1,400)	$2,692	100%	$2,650 (Note 2、(2)、3)	$163,835 (Note 2、(2)、3)	None
ShenZhen Howteh Technology Co., Ltd.	Chemical products, rubber, plastics, metal products, electronic components, testing instruments, general parts, mechanical equipment, electronic equipment and related accessories, communication equipment and related accessories, electrical and electrical equipment and their spare parts wholesale, commission agency, import and export and related supporting business. Electronic product information consulting, economic information consulting, enterprise management consulting.	27,419 (HKD 7,000)	(2) Giteh Electronic Industries Co., Ltd.	-	-	-	-	3,398	100%	3,390 (Note 2、(2)、3)	82,143 (Note 2、(2)、3)	None
KunShan Howteh International Trading Inc.	International trade, entrepot trade, trade and trade agency between enterprises in the bonded zone, enterprise agency with import and export operation rights and non-bonded zone enterprises engaged in trade business, commercial simple processing in the bonded zone, business consulting services in the bonded zone, etc.	9,132 (USD 300)	(1) Howteh Technology Co., Ltd.	9,132 (USD 300)	-	-	9,132 (USD 300)	983	100%	983 (Note 2、(2)、3)	(6,055) (Note 2、(2)、3)	None

Accumulative amount of investment remitted from Taiwan to the mainland at the end of this period	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
$51,748 (USD1,700)	$93,044 (USD 1,950) (HKD 8,600)	$911,102

Note 1: Investment methods are divided into the following three types:
(1) Direct investment in mainland China.
(2) Reinvesting in the mainland through a third region company (please specify the investment company in the third region).
(3) Other methods.

Note 2: In investment income (loss) recognized in the current period column:
(1) If there is no investment profit or loss in the preparation of the company, it should be indicated.
(2) There are three bases for recognition of investment gains and losses, which should be indicated.
1.The amount recognized was based on the financial statements that were audited by a cooperative relationship with the Republic of China CPA firm.
2.The amount recognized was based on the financial statements that were audited by parent company's CPA firm.
3.The financial statements of the investee that have not been reviewed by accountants.
4.Other.

Note 3: The figures in this table should be presented in New Taiwan Dollars at the following exchange rates:

Ending exchange rate:	Average Exchange Rate :
USD=30.44	USD=31.6125
HKD=3.917	HKD=4.0695
RMB=4.273	RMB=4.3755

Note 4: Eliminated in the consolidated financial statements.