

**Greatek Electronics Inc. and
Subsidiaries**

**Consolidated Financial Statements for the
Three Months Ended March 31, 2026 and 2025 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Greatek Electronics Inc.

Introduction

We have reviewed the accompanying consolidated balance sheets of Greatek Electronics Inc. and its subsidiaries (the "Corporation") as of March 31, 2026 and 2025 and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three-months periods then ended, and the related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the consolidated financial statements). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As stated in Note 12 to the consolidated financial statements, we did not review the financial statements of some immaterial subsidiaries, which included in the consolidated financial statements, as of and for the three months ended March 31, 2026 and 2025, which represented total assets of 0.41% \$118,809 thousand and 0.47% \$127,252 thousand of the consolidated assets; and total liabilities of 1.26% \$51,376 thousand and 1.40% \$57,530 thousand of the consolidated liabilities. These statements also reflected these subsidiaries' comprehensive income of 0.05% \$566 thousand and (1.01)% \$(5,657) thousand of the consolidated comprehensive income for the three months ended March 31, 2026 and 2025, respectively. These investment amounts, as well as related information disclosed in Note 30 to the consolidated financial statements, were based on unreviewed financial statements of the investees for the same reporting periods as those of the Corporation and subsidiaries.

Conclusion

Based on our reviews, except for the consolidated financial statements of subsidiaries and investees as well as related information disclosed referred to in preceding paragraph, were based on unreviewed financial statements of the investees for the same reporting periods as those of the Corporation and subsidiaries, if those consolidated financial statements had been reviewed and any adjustments were determined to be necessary, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the financial position of the Corporation as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three-month periods then ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Ming-Yuan Chung and Su-Li Fang.

Deloitte & Touche
Taipei, Taiwan
Republic of China

April 29, 2026

Notice to Readers

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

For the convenience of readers, the independent auditors’ review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. The English version have not reviewed by Deloitte & Touche. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors’ review report and consolidated financial statements shall prevail.

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

ASSETS	March 31, 2026 (Reviewed)		December 31, 2025 (Audited)		March 31, 2025 (Reviewed)		LIABILITIES AND EQUITY	March 31, 2026 (Reviewed)		December 31, 2025 (Audited)		March 31, 2025 (Reviewed)	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
CURRENT ASSETS							CURRENT LIABILITIES						
Cash (Note 6)	\$ 6,332,374	22	\$ 5,900,845	21	\$ 7,065,347	26	Financial liabilities at fair value through profit or loss - current (Note 7)	\$ -	-	\$ 1,623	-	\$ 779	-
Financial assets at fair value through profit or loss - current (Note 7)	-	-	29	-	-	-	Contract liabilities - current (Note 21)	310,620	1	254,823	1	134,211	1
Contract assets - current (Notes 21 and 27)	1,076,555	4	1,049,723	4	885,765	3	Notes payable	6,568	-	3,199	-	4,395	-
Notes receivable (Notes 10 and 21)	30,311	-	36,909	-	44,800	-	Accounts payable	984,333	3	963,598	4	758,344	3
Accounts receivable (Notes 10 and 21)	3,385,431	11	3,127,767	11	2,869,061	11	Payables to equipment suppliers (Note 27)	367,752	1	306,575	1	287,025	1
Receivables from related parties (Notes 21 and 27)	383,453	1	346,156	1	339,821	1	Accrued compensation to employees and remuneration to directors (Note 22)	526,009	2	396,742	1	507,584	2
Inventories (Note 11)	884,941	3	842,070	3	710,902	3	Current income tax liabilities	514,492	2	316,067	1	583,110	2
Prepaid expenses and other current assets (Notes 16 and 27)	202,166	1	171,382	1	127,998	1	Lease liabilities - current (Note 14)	12,733	-	12,671	-	12,301	-
Total current assets	12,295,231	42	11,474,881	41	12,043,694	45	Accrued expenses and other current liabilities (Notes 17 and 27)	984,686	4	1,261,695	5	1,426,711	5
NON-CURRENT ASSETS							Guarantee deposits - current (Note 18)	73,600	-	72,266	-	76,372	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	3,845,450	13	3,560,550	13	2,305,190	9	Total current liabilities	3,780,793	13	3,589,259	13	3,790,832	14
Financial assets at amortized cost - noncurrent (Note 9)	500,002	2	500,002	2	300,001	1	NON-CURRENT LIABILITIES						
Property, plant and equipment (Notes 13 and 27)	12,422,660	42	12,236,056	44	12,138,338	45	Deferred income tax liabilities	12,117	-	13,462	-	7,849	-
Right-of-use assets (Note 14)	23,471	-	26,439	-	35,403	-	Lease liabilities - noncurrent (Note 14)	12,493	-	15,693	-	25,226	-
Intangible assets (Note 15)	82,465	-	85,552	-	80,383	-	Guarantee deposits-non current (Note 18)	261,296	1	256,560	1	271,135	1
Deferred income tax assets (Note 23)	1,350	-	12,669	-	4,656	-	Total non-current liabilities	285,906	1	285,715	1	304,210	1
Net defined benefit assets - noncurrent (Notes 4 and 19)	6,981	-	6,981	-	5,709	-	Total liabilities	4,066,699	14	3,874,974	14	4,095,042	15
Other noncurrent assets (Notes 16 and 28)	125,946	1	125,872	-	125,872	-	EQUITY (Note 20)						
Total non-current assets	17,008,325	58	16,554,121	59	14,995,552	55	EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT						
TOTAL	\$ 29,303,556	100	\$ 28,029,002	100	\$ 27,039,246	100	Capital stock						
							Common stock	5,688,459	19	5,688,459	20	5,688,459	21
							Capital surplus	2,775	-	2,775	-	2,666	-
							Retained earnings						
							Legal reserve	4,747,272	16	4,747,272	17	4,497,145	17
							Unappropriated earnings	13,141,746	45	12,343,801	44	12,442,587	46
							Other equity	1,654,787	6	1,369,887	5	311,348	1
							Total equity attributable to shareholders of the Parent	25,235,039	86	24,152,194	86	22,942,205	85
							NON-CONTROLLING INTERESTS						
								1,818	-	1,834	-	1,999	-
							Total equity	25,236,857	86	24,154,028	86	22,944,204	85
							TOTAL	\$ 29,303,556	100	\$ 28,029,002	100	\$ 27,039,246	100

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

(With Deloitte & Touche review report dated April 29, 2026)

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share) (Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET SALES (Notes 21 and 27)	\$ 4,722,344	100	\$ 3,896,438	100
OPERATING COSTS (Notes 11, 19, 22 and 27)	<u>3,606,510</u>	<u>77</u>	<u>3,087,356</u>	<u>79</u>
GROSS PROFIT	<u>1,115,834</u>	<u>23</u>	<u>809,082</u>	<u>21</u>
OPERATING EXPENSES (Notes 19, 22 and 27)				
Selling and marketing expenses	16,713	-	14,771	-
General and administrative	87,888	2	76,807	2
Research and development	<u>87,617</u>	<u>2</u>	<u>74,057</u>	<u>2</u>
Total operating expenses	<u>192,218</u>	<u>4</u>	<u>165,635</u>	<u>4</u>
OPERATING INCOME	<u>923,616</u>	<u>19</u>	<u>643,447</u>	<u>17</u>
NONOPERATING INCOME AND EXPENSES (Note 22)				
Interest income	26,096	1	31,998	1
Other income	18,194	-	20,767	-
Other gains and losses	<u>40,678</u>	<u>1</u>	<u>31,393</u>	<u>1</u>
Total nonoperating income and expenses	<u>84,968</u>	<u>2</u>	<u>84,158</u>	<u>2</u>
INCOME BEFORE INCOME TAX	1,008,584	21	727,605	19
INCOME TAX EXPENSE (Notes 4 and 23)	<u>210,655</u>	<u>4</u>	<u>135,125</u>	<u>4</u>
NET INCOME	797,929	17	592,480	15
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain (loss) on investments in equity instruments designated as at fair value through other comprehensive income (Note 20)	<u>284,900</u>	<u>6</u>	<u>(31,768)</u>	<u>(1)</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 1,082,829</u>	<u>23</u>	<u>\$ 560,712</u>	<u>14</u>
NET INCOME ATTRIBUTABLE TO				
Shareholders of the Parent	\$ 797,945	17	\$ 592,660	15
Non-controlling interests	<u>(16)</u>	<u>-</u>	<u>(180)</u>	<u>-</u>
	<u>\$ 797,929</u>	<u>17</u>	<u>\$ 592,480</u>	<u>15</u>

(Continued)

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

(Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO				
Shareholders of the Parent	\$ 1,082,845	23	\$ 560,892	14
Non-controlling interests	<u>(16)</u>	<u>-</u>	<u>(180)</u>	<u>-</u>
	<u>\$ 1,082,829</u>	<u>23</u>	<u>\$ 560,712</u>	<u>14</u>
EARNINGS PER SHARE (Note 24)				
Basic	<u>\$ 1.4</u>		<u>\$ 1.04</u>	
Diluted	<u>\$ 1.39</u>		<u>\$ 1.03</u>	

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

(With Deloitte & Touche review report dated April 29, 2026)

(Concluded)

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Equity Attributable to Shareholders of the Corporation						Other Equity Unrealized Gain (Loss) on Investments in Equity Instruments at Fair Value Through Other Comprehensive Income	Total	Noncontrolling Interest	Total Shareholders' Equity
	Share Capital Issued and Outstanding		Capital Surplus	Retained Earnings						
	Share (Thousands)	Amount		Legal Reserve	Special Reserve	Unappropriated Earnings				
BALANCE ON JANUARY 1, 2025	568,846	\$ 5,688,459	\$ 2,666	\$ 4,497,145	\$ -	\$ 11,849,927	\$ 343,116	\$ 22,381,313	\$ 2,179	\$ 22,383,492
Net income (loss) for the three months ended March 31, 2025	-	-	-	-	-	592,660	-	592,660	(180)	592,480
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	(31,768)	(31,768)	-	(31,768)
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	-	592,660	(31,768)	560,892	(180)	560,712
BALANCE ON MARCH 31, 2025	<u>568,846</u>	<u>\$ 5,688,459</u>	<u>\$ 2,666</u>	<u>\$ 4,497,145</u>	<u>\$ -</u>	<u>\$ 12,442,587</u>	<u>\$ 311,348</u>	<u>\$ 22,942,205</u>	<u>\$ 1,999</u>	<u>\$ 22,944,204</u>
BALANCE ON JANUARY 1, 2026	568,846	\$ 5,688,459	\$ 2,775	\$ 4,747,272	\$ -	\$ 12,343,801	\$ 1,369,887	\$ 24,152,194	\$ 1,834	\$ 24,154,028
Net income (loss) for the three months ended March 31, 2026	-	-	-	-	-	797,945	-	797,945	(16)	797,929
Other comprehensive income (loss) for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	-	284,900	284,900	-	284,900
Total comprehensive income (loss) for the three months ended March 31, 2026	-	-	-	-	-	797,945	284,900	1,082,845	(16)	1,082,829
BALANCE ON MARCH 31, 2026	<u>568,846</u>	<u>\$ 5,688,459</u>	<u>\$ 2,775</u>	<u>\$ 4,747,272</u>	<u>\$ -</u>	<u>\$ 13,141,746</u>	<u>\$ 1,654,787</u>	<u>\$ 25,235,039</u>	<u>\$ 1,818</u>	<u>\$ 25,236,857</u>

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

(With Deloitte & Touche review report dated April 29, 2026).

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Current income before income tax	\$ 1,008,584	\$ 727,605
Adjustments to reconcile income before income tax to net cash provided by operating activities:		
Depreciation	742,530	722,342
Amortization	4,725	3,938
Net loss (gain) on fair value change of financial instruments designated as at fair value through profit or loss	(1,594)	(216)
Finance costs	158	231
Interest revenue	(26,096)	(31,998)
Net gain on disposal of property, plant and equipment	(123)	-
Net gain on foreign currency exchange	(2,705)	(923)
Changes in operating assets and liabilities:		
Increase in contract assets	(26,832)	(16,370)
(Increase) decrease in notes receivable	6,598	(9,152)
Increase in accounts receivable	(255,535)	(81,595)
(Increase) decrease in accounts receivable from related parties	(37,297)	5,415
(Increase) decrease in inventories	(42,871)	91,236
(Increase) decrease in prepaid expenses and other current assets	(28,640)	9,996
Increase (decrease) in contract liabilities	55,797	(7,117)
Increase in notes payable	3,369	1,402
Increase in accounts payable	17,858	19,317
Increase in accrued bonus to employees and remuneration to directors	129,267	97,713
Decrease in accrued expenses and other current liabilities	(277,009)	(330,401)
Increase in net defined benefit liability	-	(2,422)
Cash generated from operations	1,270,184	1,199,001
Interest received	23,952	29,656
Interest paid	(158)	(231)
Income tax (paid) returned	(2,256)	11,553
Net cash provided by operating activities	1,291,722	1,239,979
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial instruments designated as at fair value through other comprehensive	-	(269,326)
Acquisition of property, plant and equipment	(864,392)	(525,595)
Proceeds from disposal of property, plant and equipment	516	-
Increase in guarantee deposits	(74)	(4)
Increase in intangible assets	(1,638)	(6,450)
Net cash used in investing activities	(865,588)	(801,375)

(Continued)

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended	
	March 31	
	2026	2025
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in guarantee deposits	\$ -	\$ -
Repayment of the principal portion of lease liabilities	<u>(3,138)</u>	<u>(3,015)</u>
Cash used in financing activities	<u>(3,138)</u>	<u>(3,015)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>8,533</u>	<u>14,743</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	431,529	450,332
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>5,900,845</u>	<u>6,615,015</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 6,332,374</u>	<u>\$ 7,065,347</u>

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

(With Deloitte & Touche review report dated April 29, 2026)

(Concluded)

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. GENERAL INFORMATION

Greatek Electronics Inc. (Greatek) was incorporated in the Republic of China (“ROC”) on March 7, 1983. Greatek mainly provides semiconductor assembly and testing services on a turnkey basis.

Greatek’s shares have been listed on the Taiwan Stock Exchange (TSE) on October 26, 2000.

Powertech Technology Inc. (PTI) acquired Greatek’s 44.09% ownership, pursuant to Greatek’s board approval on December 21, 2011. On the reelection of the directors and supervisors of Greatek, PTI holds a majority of the directors seats and become parent. PTI has 42.91% ownership of Greatek as of March 31, 2026 and 2025.

The consolidated financial statements are presented in the Greatek’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved to the Board of Directors on April 29, 2026.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The application of the amendments to the International Financial Reporting Standards (IFRS) endorsed and issued into effect by the FSC did not have a material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (include amendment for 2025)	January 1, 2027
Amendments to “The Effects of Changes in Foreign Exchange Rates”	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the Financial Supervisory Commission (FSC) announced that Taiwanese enterprises should apply IFRS 18 from January 1, 2028. They may also choose to apply IFRS 18 earlier after the FSC approves it.

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- The company should assess whether it has specific key operating activities involving investing in particular types of assets and providing financing to customers, and according to that items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

In addition, IAS 7 “The cash flow statement” has been revised as follows:

- When preparing cash flows from operating activities using the indirect method, the Company should use operating profit or loss as the starting point for adjustment.
- Interest and dividends received by the Company should be classified as investing activities, while interest and dividends paid should be classified as financing activities. If the Company is assessed to have specific principal operating activities, the types of dividend income, interest income, and interest expense reported in the income statement must be considered to determine the classification of dividends received, interest received, and interest paid in the cash flow statement, however, each of the above cash flows can only be classified into a single activity in the cash flow statement.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the other impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICY

a. Statement of compliance

These interim financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and IAS 34 “Interim Financial Reporting” as endorsed by the FSC. Disclosure information included in the financial statements is less than those required in a complete set of annual financial statements.

b. Basis of preparation

The financial statements have been prepared on the historical cost basis except for the financial instruments which are measured at fair value, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 3) Level 3 inputs are unobservable inputs for the asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of Greatek and the entities controlled by Greatek (i.e. its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by Greatek.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of Greatek and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

See Notes 12 and 30 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

1) Retirement benefits

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

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The critical accounting judgments and key sources of estimation uncertainty followed in these consolidated financial statements refer to the consolidated financial statements for the year ended December 31, 2025.

6. CASH

	March 31, 2026	December 31, 2025	March 31, 2025
Bank deposits	<u>\$ 6,332,374</u>	<u>\$ 5,900,845</u>	<u>\$ 7,065,347</u>

The market rate intervals of cash in bank at the end of the reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Bank deposits	0.72%-1.66%	0.68%-1.66%	0.02%-4.40%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Financial assets at FVTPL - current</u>			
Financial assets held for trading - current			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ -</u>
<u>Financial liabilities at FVTPL - current</u>			
Financial liabilities held for trading - current			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 1,623</u>	<u>\$ 779</u>

At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Contract Amounts (In Thousands)
<u>December 31, 2025</u>			
Sell forward exchange contracts	USD to NTD	2026.01.05-2026.02.12	USD10,000/NTD312,178
<u>March 31, 2025</u>			
Sell forward exchange contracts	USD to NTD	2025.04.11-2025.05.13	USD2,700/NTD88,721

The Corporation entered into foreign exchange forward contracts to manage exposures due to exchange rate fluctuations of foreign currency denominated assets and liabilities. However, those contracts did not meet the criteria of hedge effectiveness and therefore were not accounted for by using hedge accounting.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Non-current</u>			
Domestic investments			
Listed shares			
Ordinary shares - Powertech Technology Inc.	\$ 3,805,450	\$ 3,520,550	\$ 2,305,190
Unlisted shares			
Ordinary shares - Daypower Energy Co., Ltd.	<u>40,000</u>	<u>40,000</u>	<u>-</u>
	<u>\$ 3,845,450</u>	<u>\$ 3,560,550</u>	<u>\$ 2,305,190</u>

These investments in equity instruments are not held for trading. Instead, they are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI.

9. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Noncurrent</u>			
Domestic investments			
Corporate bonds - P13 Taiwan Power Company 2A Bond	\$ 200,001	\$ 200,001	\$ 200,001
Corporate bonds - P14 Taiwan Power Company 1B Bond	200,001	200,001	-
Corporate bonds - P13 CPC Corporation 2A Bond	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
	<u>\$ 500,002</u>	<u>\$ 500,002</u>	<u>\$ 300,001</u>

On April 25, 2024, the Corporation bought corporate bonds issued by Taiwan Power Company with an effective interest rate of 1.66% at par value \$200,000 thousand, and maturity dates of April 25, 2028 and 2029, at par value of \$160,000 thousand and \$40,000 thousand, respectively.

On May 14, 2024, the Corporation bought corporate bonds issued by CPC Corporation with an effective interest rate of 1.73% at par value \$100,000 thousand, and maturity dates of May 14, 2028 and 2029, at par value of \$50,000 thousand, respectively.

On April 30, 2025, the Corporation bought corporate green bonds issued by Taiwan Power Company with an effective interest rate of 1.96% at par value \$200,000 thousand, and maturity dates of April 30, 2032.

Refer to Note 26 for information relating to their credit risk management and impairment.

10. NOTES AND ACCOUNTS RECEIVABLE, NET

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Notes receivable</u>			
At amortized cost			
Gross carrying amount	\$ <u>30,311</u>	\$ <u>36,909</u>	\$ <u>44,800</u>
<u>Accounts receivable</u>			
At amortized cost			
Gross carrying amount	\$ 3,445,931	\$ 3,188,267	\$ 2,929,561
Less: Allowance for impairment loss	<u>(60,500)</u>	<u>(60,500)</u>	<u>(60,500)</u>
	<u>\$ 3,385,431</u>	<u>\$ 3,127,767</u>	<u>\$ 2,869,061</u>

The average credit period of sales of goods was 60-90 days. No interest was charged on accounts receivables. In order to minimize credit risk, the management of the Corporation has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Corporation reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Corporation's credit risk was significantly reduced.

The Corporation applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provision for all accounts receivables. The expected credit losses on accounts receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. As the Corporation's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Corporation's different customer base.

The Corporation writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For accounts receivables that have been written off, the Corporation continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of accounts receivables based on the Corporation's provision matrix.

March 31, 2026

	Not Past Due	Less than 60 Days	61 to 90 Days	91 to 120 Days	Over 120 Days	Total
Gross carrying amount	\$ 3,374,016	\$ 66,503	\$ 920	\$ 1,233	\$ 3,259	\$ 3,445,931
Loss allowance (Lifetime ECL)	<u>(925)</u>	<u>(54,163)</u>	<u>(920)</u>	<u>(1,233)</u>	<u>(3,259)</u>	<u>(60,500)</u>
Amortized cost	<u>\$ 3,373,091</u>	<u>\$ 12,340</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,385,431</u>

December 31, 2025

	Not Past Due	Less than 60 Days	61 to 90 Days	91 to 120 Days	Over 120 Days	Total
Gross carrying amount	\$ 3,109,658	\$ 73,476	\$ 2,261	\$ 412	\$ 2,460	\$ 3,188,267
Loss allowance (Lifetime ECL)	<u>(6,200)</u>	<u>(49,167)</u>	<u>(2,261)</u>	<u>(412)</u>	<u>(2,460)</u>	<u>(60,500)</u>
Amortized cost	<u>\$ 3,103,458</u>	<u>\$ 24,309</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,127,767</u>

March 31, 2025

	Not Past Due	Less than 60 Days	61 to 90 Days	91 to 120 Days	Over 120 Days	Total
Gross carrying amount	\$ 2,908,851	\$ 19,751	\$ 559	\$ 263	\$ 137	\$ 2,929,561
Loss allowance (Lifetime ECL)	<u>(39,790)</u>	<u>(19,751)</u>	<u>(559)</u>	<u>(263)</u>	<u>(137)</u>	<u>(60,500)</u>
Amortized cost	<u>\$ 2,869,061</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,869,061</u>

The movements of the loss allowance of accounts receivables were as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance at January 1 and March 31	<u>\$ 60,500</u>	<u>\$ 60,500</u>

11. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials	\$ 748,259	\$ 696,153	\$ 597,575
Supplies	<u>136,682</u>	<u>145,917</u>	<u>113,327</u>
	<u>\$ 884,941</u>	<u>\$ 842,070</u>	<u>\$ 710,902</u>

The costs of inventories recognized as cost of goods sold were as follows:

	For the Three Months Ended March 31	
	2026	2025
Sales of scrapes	<u>\$ (19,277)</u>	<u>\$ (17,342)</u>
Operating Costs	<u>\$ 3,606,510</u>	<u>\$ 3,087,356</u>

12. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

Investor	Investee	Main Business	Proportion of Ownership			Remark
			March 31, 2026	December 31, 2025	March 31, 2025	
Greatek Electronics Inc.	Get-Team Tech Corporation (Get-Team)	Metal plating on semiconductor lead frame	97.46%	97.46%	97.46%	Note 1

Note 1: It is a non-significant subsidiary, its financial statements for three months ended March 31, 2026 have not been reviewed.

13. PROPERTY, PLANT AND EQUIPMENT

For the Three Months Ended March 31, 2025										
	Land	Building	Machinery and Equipment	Transportation Equipment	Office Equipment	Other Equipment	Equipment under Installation	Construction in Progress	Spare Parts	Total
Cost										
Balance, beginning of period	\$ 1,981,352	\$ 7,563,264	\$ 12,825,974	\$ 25,239	\$ 130,975	\$ 709,880	\$ 830,139	\$ 25,248	\$ 234,506	\$ 24,326,577
Additions	-	23,029	68,446	-	17,439	3,327	305,620	-	105,635	523,496
Disposals	-	-	-	-	-	-	-	-	(109,382)	(109,382)
Reclassified	-	7,200	554,943	-	-	1,711	(555,520)	(8,334)	-	-
Balance, end of period	<u>\$ 1,981,352</u>	<u>\$ 7,593,493</u>	<u>\$ 13,449,363</u>	<u>\$ 25,239</u>	<u>\$ 148,414</u>	<u>\$ 714,918</u>	<u>\$ 580,239</u>	<u>\$ 16,914</u>	<u>\$ 230,759</u>	<u>\$ 24,740,691</u>
Accumulated depreciation										
Balance, beginning of period	\$ -	\$ 3,354,225	\$ 8,129,302	\$ 19,427	\$ 66,962	\$ 422,489	\$ -	\$ -	\$ -	\$ 11,992,405
Depreciation expense	-	119,679	466,551	615	5,503	17,600	-	-	109,382	719,330
Disposals	-	-	-	-	-	-	-	-	(109,382)	(109,382)
Balance, end of period	<u>\$ -</u>	<u>\$ 3,473,904</u>	<u>\$ 8,595,853</u>	<u>\$ 20,042</u>	<u>\$ 72,465</u>	<u>\$ 440,089</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,602,353</u>
Net book value, beginning of period	<u>\$ 1,981,352</u>	<u>\$ 4,209,039</u>	<u>\$ 4,696,672</u>	<u>\$ 5,812</u>	<u>\$ 64,013</u>	<u>\$ 287,391</u>	<u>\$ 830,139</u>	<u>\$ 25,248</u>	<u>\$ 234,506</u>	<u>\$ 12,334,172</u>
Net book value, end of period	<u>\$ 1,981,352</u>	<u>\$ 4,119,589</u>	<u>\$ 4,853,510</u>	<u>\$ 5,197</u>	<u>\$ 75,949</u>	<u>\$ 274,829</u>	<u>\$ 580,239</u>	<u>\$ 16,914</u>	<u>\$ 230,759</u>	<u>\$ 12,138,338</u>

For the Three Months Ended March 31, 2026										
	Land	Building	Machinery and Equipment	Transportation Equipment	Office Equipment	Other Equipment	Equipment under Installation	Construction in Progress	Spare Parts	Total
Cost										
Balance, beginning of period	\$ 2,150,709	\$ 7,641,202	\$ 13,717,211	\$ 28,486	\$ 142,151	\$ 749,897	\$ 658,087	\$ 3,642	\$ 229,036	\$ 25,320,421
Additions	-	33,942	53,539	245	3,934	7,727	714,224	22,375	90,573	926,559
Disposals	-	-	(410)	-	-	(190)	-	-	(106,757)	(107,357)
Reclassified	-	942	464,697	-	-	99	(464,796)	(942)	-	-
Balance, end of period	<u>\$ 2,150,709</u>	<u>\$ 7,676,086</u>	<u>\$ 14,235,037</u>	<u>\$ 28,731</u>	<u>\$ 146,085</u>	<u>\$ 757,533</u>	<u>\$ 907,515</u>	<u>\$ 25,075</u>	<u>\$ 212,852</u>	<u>\$ 26,139,623</u>
Accumulated depreciation										
Balance, beginning of period	\$ -	\$ 3,835,644	\$ 8,671,793	\$ 20,148	\$ 72,456	\$ 484,324	\$ -	\$ -	\$ -	\$ 13,084,365
Depreciation expense	-	120,834	487,480	640	5,805	18,046	-	-	106,757	739,562
Disposals	-	-	(17)	-	-	(190)	-	-	(106,757)	(106,964)
Balance, end of period	<u>\$ -</u>	<u>\$ 3,956,478</u>	<u>\$ 9,159,256</u>	<u>\$ 20,788</u>	<u>\$ 78,261</u>	<u>\$ 502,180</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,716,963</u>
Net book value, beginning of period	<u>\$ 2,150,709</u>	<u>\$ 3,805,558</u>	<u>\$ 5,045,418</u>	<u>\$ 8,338</u>	<u>\$ 69,695</u>	<u>\$ 265,573</u>	<u>\$ 658,087</u>	<u>\$ 3,642</u>	<u>\$ 229,036</u>	<u>\$ 12,236,056</u>
Net book value, end of period	<u>\$ 2,150,709</u>	<u>\$ 3,719,608</u>	<u>\$ 5,075,781</u>	<u>\$ 7,943</u>	<u>\$ 67,824</u>	<u>\$ 255,353</u>	<u>\$ 907,515</u>	<u>\$ 25,075</u>	<u>\$ 212,852</u>	<u>\$ 12,422,660</u>

The above items of property, plant and equipment were depreciated on a straight-line basis at the following rates per annum:

Buildings	
Main plants	26 years
Mechanical and electrical power equipment	2-11 years
Others	2-51 years
Machinery and equipment	2-10 years
Transportation equipment	3-6 years
Office equipment	3-7 years
Other equipment	2-16 years
Spare parts	0.5 years

For the three months ended March 31 2026 and 2025, no impairment loss was recognized or reversed.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Carrying amounts</u>			
Building	\$ 14,727	\$ 17,181	\$ 24,544
Machinery and equipment	7,637	7,930	8,867
Transportation equipment	<u>1,107</u>	<u>1,328</u>	<u>1,992</u>
	<u>\$ 23,471</u>	<u>\$ 26,439</u>	<u>\$ 35,403</u>
		For the Three Months Ended March 31	
		2026	2025
<u>Depreciation charge for right-of-use assets</u>			
Building		\$ 2,454	\$ 2,455
Machinery and equipment		293	336
Transportation equipment		<u>221</u>	<u>221</u>
		<u>\$ 2,968</u>	<u>\$ 3,012</u>

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Carrying amounts</u>			
Current	<u>\$ 12,733</u>	<u>\$ 12,671</u>	<u>\$ 12,301</u>
Non-current	<u>\$ 12,493</u>	<u>\$ 15,693</u>	<u>\$ 25,226</u>

Range of discount rate for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Building	2.400%-2.525%	2.400%-2.525%	2.400%-2.525%
Machinery and equipment	2.400%-2.525%	2.400%-2.525%	2.400%-2.525%
Transportation equipment	2.300%	2.300%	2.300%

c. Material lease-in activities and terms

Get-Team leases certain buildings for the use of production line with lease terms of 3-5 years. Get-Team has no options to purchase the buildings for a nominal amount at the end of the lease terms. It is stipulated that Get-Team shall not sublease or assign all or any part of the leased asset without the lessor's consent.

Greatek leases certain machinery equipment for the use of assembly and testing service with lease terms of 14 years. Greatek has no options to purchase the equipment for a nominal amount at the end of the lease terms.

15. INTANGIBLE ASSETS

	For the Three Months Ended March 31, 2025			
	Goodwill	Trade Secret	Computer Software	Total
<u>Cost</u>				
Balance, beginning of period	\$ 17,896	\$ 41,383	\$ 57,981	\$ 117,260
Additions	<u>-</u>	<u>-</u>	<u>6,450</u>	<u>6,450</u>
Balance, end of period	<u>\$ 17,896</u>	<u>\$ 41,383</u>	<u>\$ 64,431</u>	<u>\$ 123,710</u>
<u>Accumulated amortization</u>				
Balance, beginning of period	\$ -	\$ 9,313	\$ 30,076	\$ 39,389
Amortization	<u>-</u>	<u>1,033</u>	<u>2,905</u>	<u>3,938</u>
Balance, end of period	<u>\$ -</u>	<u>\$ 10,346</u>	<u>\$ 32,981</u>	<u>\$ 43,327</u>
Net book value, beginning of period	<u>\$ 17,896</u>	<u>\$ 32,070</u>	<u>\$ 27,905</u>	<u>\$ 77,871</u>
Net book value, end of period	<u>\$ 17,896</u>	<u>\$ 31,037</u>	<u>\$ 31,450</u>	<u>\$ 80,383</u>

	For the Three Months Ended March 31, 2026			
	Goodwill	Trade Secret	Computer Software	Total
<u>Cost</u>				
Balance, beginning of period	\$ 17,896	\$ 41,383	\$ 73,514	\$ 132,793
Additions	<u>-</u>	<u>-</u>	<u>1,638</u>	<u>1,638</u>
Balance, end of period	<u>\$ 17,896</u>	<u>\$ 41,383</u>	<u>\$ 75,152</u>	<u>\$ 134,431</u>
<u>Accumulated amortization</u>				
Balance, beginning of period	\$ -	\$ 13,449	\$ 33,792	\$ 47,241
Amortization	<u>-</u>	<u>1,035</u>	<u>3,690</u>	<u>4,725</u>
Balance, end of period	<u>\$ -</u>	<u>\$ 14,484</u>	<u>\$ 37,482</u>	<u>\$ 51,966</u>
Net book value, beginning of period	<u>\$ 17,896</u>	<u>\$ 27,934</u>	<u>\$ 39,722</u>	<u>\$ 85,552</u>
Net book value, end of period	<u>\$ 17,896</u>	<u>\$ 26,899</u>	<u>\$ 37,670</u>	<u>\$ 82,465</u>

Trade secrets acquired through business combinations are amortized over their useful lives as identified in the valuation report.

The above items of intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Trade secret	10 years
Computer software	5 years

16. OTHER ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Current</u>			
Tax overpaid	\$ 80,312	\$ 26,635	\$ 11,002
Inventory of supplies	42,906	45,376	39,890
Payment on behalf of others	28,033	10,886	4,418
Other receivables	17,768	25,653	18,876
Interest receivables	12,892	10,748	12,951
Prepaid insurances	6,282	10,564	5,958
Tax refund receivables	-	33,948	27,173
Others (a)	<u>13,973</u>	<u>7,572</u>	<u>7,730</u>
	<u>\$ 202,166</u>	<u>\$ 171,382</u>	<u>\$ 127,998</u>
<u>Non-current</u>			
Pledged deposits (b)	\$ 118,700	\$ 118,700	\$ 118,700
Refundable deposits	<u>7,246</u>	<u>7,172</u>	<u>7,172</u>
	<u>\$ 125,946</u>	<u>\$ 125,872</u>	<u>\$ 125,872</u>

- a. Other current assets include tax refund receivables, prepaid insurances, prepayments in advance, temporary debits and prepaid rents.
- b. Pledge deposits are guarantee deposits for domestic sales, gas volume in CPC Corporation, and environmental protection of lease buildings.

17. OTHER LIABILITIES

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Investment</u>			
<u>Current</u>			
Accrued expenses			
Bonus	\$ 452,658	\$ 714,937	\$ 468,188
Utilities	80,267	86,122	73,799
Labor and health insurance	61,820	73,817	55,755
Indemnification payable (a)	59,745	56,122	57,502
Investment	-	-	481,632
Others (b and c)	<u>270,437</u>	<u>275,672</u>	<u>223,856</u>
	<u>924,927</u>	<u>1,206,670</u>	<u>1,360,732</u>
Other current liabilities			
Behalf of the collection	39,728	33,980	49,234
Temporary receipts	<u>20,031</u>	<u>21,045</u>	<u>16,745</u>
	<u>59,759</u>	<u>55,025</u>	<u>65,979</u>
	<u>\$ 984,686</u>	<u>\$ 1,261,695</u>	<u>\$ 1,426,711</u>

- a. Indemnification payable are measured at the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.
- b. Other accrued expenses include accrued spare parts, benefit retirement, services, and utilization of the foreign employment security.
- c. Starting from 2025, the Corporation recognizes the carbon fee provision in accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC. For certain plants, the carbon fee provision was calculated based on the standard rate. For other plants, the carbon fee provision was originally estimated based on the preferential rate. Due to changes in circumstances, the carbon fee provision was estimated based on the standard rate on January 1, 2026. For the three months ended March 31, 2026 and 2025, the Corporation recognized a total provision for carbon fees in the amount of \$6,170 thousand and \$2,158 thousand ,respectively.

18. GUARANTEE DEPOSITS

	March 31, 2026	December 31, 2025	March 31, 2025
Capacity guarantee	\$ 334,880	\$ 328,810	\$ 347,491
Others	<u>16</u>	<u>16</u>	<u>16</u>
	<u>\$ 334,896</u>	<u>\$ 328,826</u>	<u>\$ 347,507</u>
Current	<u>\$ 73,600</u>	<u>\$ 72,266</u>	<u>\$ 76,372</u>
Non-current	<u>\$ 261,296</u>	<u>\$ 256,560</u>	<u>\$ 271,135</u>

19. RETIREMENT BENEFIT PLANS

- a. Defined contribution plans

The Corporation adopted a pension plan under the Labor Pension Act (the “LPA”), which is a state-managed defined contribution plan. Under the LPA, an entity makes monthly contributions to employees’ individual pension accounts at 6% of monthly salaries and wages. Employee benefit expenses in respect of the Corporation’s defined contribution retirement plans were \$37,757 thousand and \$34,604 thousand for the three months ended March 31, 2026 and 2025, respectively.

- b. Defined benefit plans

The defined benefit plan adopted by the Corporation in accordance with the Labor Standards Law is operated by the government. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the six months before retirement. The Corporation contribute amounts equal to 2% of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee’s name. Before the end of each year, the Corporation assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Corporation is required to fund the difference in one appropriation that should be made before the end of March of the next year. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (“the Bureau”); the Corporation has no right to influence the investment policy and strategy.

Employee benefit expenses in respect of the Corporation's defined benefit retirement plans were \$33 thousand and \$115 thousand for the three months ended March 31, 2026 and 2025, respectively, and were calculated using the actuarially determined pension cost discount rate as of December 31, 2025 and 2024.

20. EQUITY

a. Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Numbers of shares authorized (in thousands)	<u>1,000,000</u>	<u>1,000,000</u>	<u>700,000</u>
Shares authorized	<u>\$ 10,000,000</u>	<u>\$ 10,000,000</u>	<u>\$ 7,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>568,846</u>	<u>568,846</u>	<u>568,846</u>
Shares issued	<u>\$ 5,688,459</u>	<u>\$ 5,688,459</u>	<u>\$ 5,688,459</u>

Fully paid ordinary shares, which have a par value of \$10, carry one vote per share and carry a right to dividends.

There are 20,000 thousand shares reserved for employee stock options.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends or transferred to share capital			
Share premium	\$ 1,647	\$ 1,647	\$ 1,647
<u>May be used to offset a deficit only</u>			
Donations from shareholders	<u>1,128</u>	<u>1,128</u>	<u>1,019</u>
	<u>\$ 2,775</u>	<u>\$ 2,775</u>	<u>\$ 2,666</u>

The premium from shares issued in excess of par may be used to offset a deficit; in addition, when the Corporation has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital (limited to a certain percentage of the Corporation's capital surplus and once a year). The capital surplus from employee share options and share warrants may not be used for any purpose.

c. Retained earnings and dividend policy

Under the dividend policy as set in the Corporation's Articles of Incorporation, the Corporation should make appropriations from its net income in the following order:

- 1) Deducted for accumulated deficits. (include current year's adjusted undistributed earnings)
- 2) Appropriate the 10% as the legal reserve. However when the legal reserve amounts to the authorized capital, this shall not apply.

- 3) Appropriate or reverse the special reserve in accordance with relevant laws or regulations or as requested by the authorities in charge.
- 4) The board of directors will draft a resolution declaring a dividend equaling the sum of previous years' surpluses and current year's adjusted undistributed earnings, less previous expense balances. The shareholders will ultimately decide whether the amount should be distributed as dividends or retained within the Corporation.

For information on the accrued employees' compensation and remuneration to directors and the actual appropriations, please refer to the employee benefit expense shown in Note 22 (f).

Dividends are distributed in the form of cash, common shares or a combination of cash and common shares. In consideration of the Corporation's being in a capital-intensive industry as well as the long-term development, overall environment, industrial growth characteristics, capital demand, capital budget, shareholders' interests, balanced dividend considerations and long-term financial plans, the Corporation's Articles of Incorporation provide that the total of cash dividends paid in any given year should be at least 30% of total dividends distributed.

Appropriation of earnings to legal reserve shall be made until the legal reserve equals the Corporation's capital surplus. Legal reserve may be used to offset deficit. If the Corporation has no deficit and the legal reserve has exceeded 25% of the Corporation's capital surplus, the excess may be transferred to capital or distributed in cash.

The appropriations of earnings for 2025 and 2024 had been proposed by the board of directors on March 6, 2026 and approved in the shareholders' meetings on May 27, 2025, respectively. The appropriations and dividends per share were as follows:

	<u>Appropriation of Earnings For Year 2025</u>	<u>Appropriation of Earnings For Year 2024</u>	<u>Dividends Per Share (\$)</u>	
			<u>For Year 2025</u>	<u>For Year 2024</u>
Legal reserve	\$ 245,054	\$ 250,127	\$ -	\$ -
Cash dividends	1,706,538	1,706,538	3.0	3.0

The appropriations from the 2025 of earnings will be presented to the shareholders for their approval in their meeting on May 26, 2026.

d. Other equity items

Unrealized gain (loss) on financial assets at FVTOCI

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Balance at January 1	\$ 1,369,887	\$ 343,116
Other comprehensive (loss) income recognized during the period	<u>284,900</u>	<u>(31,768)</u>
Balance at March 31	<u>\$ 1,654,787</u>	<u>\$ 311,348</u>

e. Non-controlling interests

	For the Three Months Ended March 31	
	2026	2025
Balance at January 1	\$ 1,834	\$ 2,179
Share in loss for the period	<u>(16)</u>	<u>(180)</u>
Balance at March 31	<u>\$ 1,818</u>	<u>\$ 1,999</u>

21. REVENUE

a. Contract information

	For the Three Months Ended March 31	
	2026	2025
Revenue from contracts with customers		
Revenue from assembly service	\$ 3,932,026	\$ 3,282,243
Revenue from testing service	<u>790,318</u>	<u>614,195</u>
	<u>\$ 4,722,344</u>	<u>\$ 3,896,438</u>

When the Corporation fulfilled the assembly service contract, the customer controls the goods when they are created or enhanced, the Corporation has the right to perform the collection if partial of the assembly service contract have been fulfilled, and the revenue from assembly service is recognized over time. When the Corporation fulfilled the testing service contract, the customer simultaneously receives and consumes the benefits provided by the Corporation's performance, the Corporation has the right to perform the collection if partial of the testing service contract have been fulfilled, and the revenue from testing service is recognized over time.

b. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes and accounts receivables (included related parties) (Note 10)	<u>\$ 3,799,195</u>	<u>\$ 3,510,832</u>	<u>\$ 3,253,682</u>	<u>\$ 3,177,423</u>
Contract assets-current				
Revenue from services	\$ 1,076,555	\$ 1,049,723	\$ 885,765	\$ 869,395
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,076,555</u>	<u>\$ 1,049,723</u>	<u>\$ 885,765</u>	<u>\$ 869,395</u>
Contract liabilities- current				
Revenue from services	<u>\$ 310,620</u>	<u>\$ 254,823</u>	<u>\$ 134,211</u>	<u>\$ 141,328</u>

The changes in the contract asset and the contract liability balances primarily result from the timing difference between the Corporation's performance and the customer's payment.

Revenue of the reporting period recognized from the beginning contract liability and from the performance obligations satisfied in previous periods is as follows:

	For the Three Months Ended March 31	
	2026	2025
From the beginning contract liability		
Revenue from services	<u>\$ 134,264</u>	<u>\$ 46,567</u>
c. Disaggregation of revenue		
	For the Three Months Ended March 31	
	2026	2025
<u>Primary geographical markets</u>		
Taiwan (The location of the Corporation)	\$ 2,763,466	\$ 2,357,304
Asia	873,163	612,365
Europe	552,720	391,117
America	532,995	533,904
Africa	<u>-</u>	<u>1,748</u>
	<u>\$ 4,722,344</u>	<u>\$ 3,896,438</u>

22. NET PROFIT FROM CONTINUING OPERATIONS

a. Interest income

	For the Three Months Ended March 31	
	2026	2025
Bank deposits	\$ 23,875	\$ 30,743
Financial assets measured at amortized cost	2,212	1,245
Others	<u>9</u>	<u>10</u>
	<u>\$ 26,096</u>	<u>\$ 31,998</u>

b. Other income

	For the Three Months Ended March 31	
	2026	2025
Rent income	\$ 222	\$ 212
Others	<u>17,972</u>	<u>20,555</u>
	<u>\$ 18,194</u>	<u>\$ 20,767</u>

c. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Net gain (loss) on foreign currency exchange	\$ 44,778	\$ 33,185
Financial costs	(158)	(231)
Net (loss) gain arising on financial instruments classified as held for trading	(1,186)	(1,431)
Others	<u>(2,756)</u>	<u>(130)</u>
	<u>\$ 40,678</u>	<u>\$ 31,393</u>

d. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
An analysis of deprecation by function		
Operating costs	\$ 727,632	\$ 708,833
Operating expenses	<u>14,898</u>	<u>13,509</u>
	<u>\$ 742,530</u>	<u>\$ 722,342</u>
An analysis of amortization by function		
Operating costs	\$ 2,975	\$ 2,628
Selling and marketing expenses	-	-
General and administrative	1,023	583
Research and development	<u>727</u>	<u>727</u>
	<u>\$ 4,725</u>	<u>\$ 3,938</u>

e. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
Post-employment benefits (Note 19)		
Defined contribution plans	\$ 37,757	\$ 34,604
Defined benefit plans	<u>33</u>	<u>115</u>
	37,790	34,719
Other employee benefits	<u>1,282,669</u>	<u>1,054,411</u>
Total employee benefits expense	<u>\$ 1,320,459</u>	<u>\$ 1,089,130</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 1,171,384	\$ 962,250
Operating expenses	<u>149,075</u>	<u>126,880</u>
	<u>\$ 1,320,459</u>	<u>\$ 1,089,130</u>

f. Employees' compensation and remuneration of directors

The Corporation stipulate to distribute employees' compensation and remuneration of directors at the rates between 9% to 15% and no higher than 3%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company expect to resolve the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of no less than 60% of the compensation of employees as compensation distributions for non-executive employees. For the three month ended March 31, 2026 and 2025, the employees' compensation (including non-executive employees) and the remuneration of directors were as follows:

Accrual rate

	For the Three Months Ended March 31	
	2026	2025
Employees' compensation	10%	10%
Remuneration of directors	2%	2%

Amount

	For the Three Months Ended March 31	
	2026	2025
Employees' compensation	<u>\$ 107,722</u>	<u>\$ 81,711</u>
Remuneration of directors	<u>\$ 21,545</u>	<u>\$ 16,002</u>

If there is a change in the proposed amounts after the annual consolidated financial statements were authorized for issue, the differences are recorded as a change in accounting estimate and adjusted for in the following financial year.

The appropriations of employees' compensation and remuneration of directors for 2025 and 2024 having been resolved by the board of directors on March 6, 2026 and February 14, 2025, respectively, were as below:

	For the Year Ended December 31			
	2025		2024	
	Cash	Share	Cash	Share
Employees' compensation	\$ 330,618	\$ -	\$ 341,559	\$ -
Remuneration of directors	66,124	-	68,312	-

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the year ended December 31, 2025 and 2024.

Information on the employees' compensation and remuneration of directors resolved by the Corporation's board of directors in 2026 and 2025 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

g. Gain or loss on foreign currency exchange

	For the Three Months Ended March 31	
	2026	2025
Foreign exchange gains	\$ 69,149	\$ 48,777
Foreign exchange losses	<u>(24,371)</u>	<u>(15,592)</u>
Net gain	<u>\$ 44,778</u>	<u>\$ 33,185</u>

23 INCOME TAXES

a. Income tax recognized in profit or loss

The major components of tax expense were as follows:

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current period	\$ 200,377	\$ 153,700
Adjustments for prior periods	-	(14,128)
Deferred tax		
In respect of the current period	<u>10,278</u>	<u>(4,447)</u>
Income tax expense recognized in profit or loss	<u>\$ 210,655</u>	<u>\$ 135,125</u>

b. Income tax assessments

Income tax returns through 2024 have been examined and cleared by the tax authorities.

24. EARNINGS PER SHARE

Unit: NT\$ Per Share

	For the Three Months Ended March 31	
	2026	2025
Basic earnings per share	<u>\$ 1.40</u>	<u>\$ 1.04</u>
Diluted earnings per share	<u>\$ 1.39</u>	<u>\$ 1.03</u>

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share from continuing operations were as follows:

Net Profit for the Periods

	For the Three Months Ended March 31	
	2026	2025
Net profit attributable to owners of the Corporation	\$ 797,945	\$ 592,660
Effect to dilutive potential ordinary shares:		
Employees' compensation	<u>-</u>	<u>-</u>
Net profit in computation of diluted earnings per share	<u>\$ 797,945</u>	<u>\$ 592,660</u>

Weighted average number of ordinary shares outstanding (in thousand shares):

	For the Three Months Ended March 31	
	2026	2025
Weighted average number of ordinary shares outstanding in computation of basic earnings per share	568,846	568,846
Effect to dilutive potential ordinary share:		
Employees' compensation	<u>3,943</u>	<u>4,057</u>
Weighted average number of ordinary shares outstanding in computation of dilutive earnings per share	<u>572,789</u>	<u>572,903</u>

Since the Corporation offered to settle compensation paid to employees in cash or shares, the Corporation assumed the entire amount of the compensation would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

25. CAPITAL MANAGEMENT

The Corporation manages its capital to ensure its ability to continue as going concerns while maximizing the return to stakeholders. The Corporation's overall strategy has no significant variations.

The capital structure of the Corporation consists of comprising issued capital, reserves and retained earnings.

Key management personnel of the Corporation review the capital structure on an annual basis. As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Corporation may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and/or the amount of new debt issued or existing debt redeemed.

26. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

Except as detailed in the following table, the management considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values or their fair values cannot be reliably measured.

March 31, 2026

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Domestic corporate bonds	\$ 500,002	\$ -	\$ 500,519	\$ -	\$ 500,519

December 31, 2025

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Domestic corporate bonds	\$ 500,002	\$ -	\$ 500,204	\$ -	\$ 500,204

March 31, 2025

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Domestic corporate bonds	\$ 300,001	\$ -	\$ 299,997	\$ -	\$ 299,997

The fair value of level 2 mentioned above was used quoted price from Taipei Exchange (Taiwan GreTai Securities Market).

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
-Domestic Listed shares	\$ 3,805,450	\$ -	\$ -	\$ 3,805,450
-Domestic Unlisted shares	-	-	40,000	40,000
	<u>\$ 3,805,450</u>	<u>\$ -</u>	<u>\$ 40,000</u>	<u>\$ 3,845,450</u>

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
-Domestic Listed shares	\$ 3,520,550	\$ -	\$ -	\$ 3,520,550
-Domestic Unlisted shares	-	-	40,000	40,000
	<u>\$ 3,520,550</u>	<u>\$ -</u>	<u>\$ 40,000</u>	<u>\$ 3,560,550</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Forward exchange contracts	\$ <u> -</u>	\$ <u> 29</u>	\$ <u> -</u>	\$ <u> 29</u>
Financial liabilities at FVTPL				
Forward exchange contracts	\$ <u> -</u>	\$ <u> 1,623</u>	\$ <u> -</u>	\$ <u> 1,623</u> (Concluded)

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic Listed shares	\$ <u> 2,305,190</u>	\$ <u> -</u>	\$ <u> -</u>	\$ <u> 2,305,190</u>
Financial liabilities at FVTPL				
Forward exchange contracts	\$ <u> -</u>	\$ <u> 779</u>	\$ <u> -</u>	\$ <u> 779</u>

There were no transfers between Level 1 and 2 in the current and prior periods.

- 2) Valuation techniques and inputs applied for the purpose of measuring Level 2 fair value measurement

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Derivatives - foreign currency forward contracts	Discounted cash flow.
	Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

- 3) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

Some domestic unlisted equity investments adopt the market approach, it is based on the transaction price of comparable targets, and on the financial data of the target company and its market peers, use market multipliers such as price-to-earnings ratio, price-to-book ratio, or other financial ratios for analysis and evaluation.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Financial assets</u>			
Fair value through profit or loss (FVTPL)			
Held for trading	\$ -	\$ 29	\$ -
Financial assets at amortized cost (Note 1)	10,788,177	10,073,952	10,776,729
Financial assets at FVTOCI			
Equity instruments	3,845,450	3,560,550	2,305,190
<u>Financial liabilities</u>			
Fair value through profit or loss (FVTPL)			
Held for trading	-	1,623	779
Amortized cost (Note 2)	1,868,198	1,781,936	1,560,087

Note 1: The balances include financial assets measured at amortized cost, which comprise cash, debt investments, notes and accounts receivables (included related parties), other receivables, other assets, and refundable deposits.

Note 2: The balances included financial liabilities measured at amortized cost, which comprise notes and accounts payable, payables to equipment suppliers, other payables, and guarantee deposits.

d. Financial risk management objectives and policies

The Corporation's Corporate Treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Corporation through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include foreign currency risk, interest rate risk, credit risk and liquidity risk.

The Corporation sought to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives was governed by the Corporation's policies approved by the Board of Directors, which provided written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Corporation did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Corporation's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

There had been no change to the Corporation's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Corporation had foreign currency sales and purchases, which exposed the Corporation to foreign currency risk. Approximately 75% and 72 of the Corporation's sales were denominated in currencies other than the functional currency of the Corporation entity making the sale, whilst almost 22% and 18% of costs were denominated in the Corporation entity's functional currency for the three months ended March 31, 2026 and 2025. Exchange rate exposures were managed within approved policy parameters utilizing forward foreign exchange contracts.

The carrying amounts of the Corporation's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are set out in Note 29.

The Corporation use forward exchange contracts to eliminate currency exposure. It is the Corporation's policy to negotiate the terms of the hedge derivatives to match the terms of the hedged item to maximize hedge effectiveness.

Sensitivity analysis

The Corporation was mainly exposed to the currency USD. The sensitivity analysis included currency USD denominated monetary items at the end of the reporting period. For a 1% strengthening and weakening of New Taiwan dollars against US dollars, the Corporation's pre-tax profit for the three months ended March 31, 2026 and 2025 would decrease/increase by \$20,311 thousand and \$21,327 thousand.

b) Interest rate risk

The Corporation's interest rate risk also comes from borrowings at both fixed and floating interest rates.

The carrying amount of the Corporation's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows.

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
Financial assets	\$ 6,012,150	\$ 5,732,150	\$ 6,247,410
Cash flow interest rate risk			
Financial assets	438,824	287,395	936,637

Sensitivity analysis

If interest rates had been 0.5% higher/lower and all other variables were held constant, the Corporation's pre-tax profit for the three months ended March 31, 2026 and 2025 would increase/decrease by \$549 thousand and \$1,171 thousand, respectively, which was mainly attributable to the Corporation's exposure to interest rates on its variable-rate net assets.

c) Other price risk

The Corporation was exposed to equity price risk through its investments in financial assets classified as fair value through profit or loss (i.e. FVTPL) and fair value through other comprehensive income (i.e. FVTOCI).

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had been 1% higher/lower, the Corporation's other comprehensive income for the three months ended March 31, 2026 and 2025 would increase/decrease by \$38,455 thousand and \$23,052 thousand, respectively, as a result of the changes in fair value of financial instruments classified as FVTOCI.

2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Corporation. As at the end of the reporting period, the Corporation's maximum exposure to credit risk which will cause a financial loss to the Corporation due to failure to discharge an obligation by the counterparties is arising from the carrying amount of the respective recognized financial assets as stated in the condensed balance sheets.

In order to minimize credit risk, the management of the Corporation has set credit and accounts receivable management approach to ensure that follow-up action is taken to recover overdue debts. In addition, the Corporation reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate impairment losses are made for irrecoverable amounts. In this regard, the directors of the Corporation consider that the Corporation's credit risk was significantly reduced.

The credit risk on liquid funds and derivatives was limited because the counterparties are banks with good credit.

Credit risk management for investments in debt instruments classified as at amortized cost was as follow.

The Corporation only invests in debt instruments that are rated the equivalent of investment grade or higher and have low credit risk for the purpose of impairment assessment. The credit rating information is supplied by independent rating agencies. The Corporation's exposure and the external credit ratings are continuously monitored. The Corporation reviews changes in bond yields and other public information and makes an assessment whether there has been a significant increase in credit risk since the last period to the reporting date.

The Corporation considers the historical default rates of each credit rating supplied by external rating agencies, the current financial condition of debtors, and industry forecast to estimate 12-month or lifetime expected credit losses. The Corporation's current credit risk grading framework comprises the following categories:

Category	Description	Basis for Recognizing Expected Credit Losses	Expected Loss Rate
Performing	The counterparty has a low risk of default and a strong capacity to meet contractual cash flows	12m ECL	0%

3) Liquidity risk

The Corporation manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed, high liquidity securities and reserve borrowing facilities adequate to finance the Corporation's operations and mitigate the effects of fluctuations in cash flows.

a) Liquidity of non-derivative financial liabilities

The following table details the Corporation's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Corporation can be required to pay.

March 31, 2026

	On Demand or Less than 3 Month	3-6 Months	6 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Notes and accounts payable	\$ 990,901	\$ -	\$ -	\$ -	\$ -
Lease liabilities	3,298	3,298	6,580	9,786	3,320
Payables to equipment suppliers	367,752	-	-	-	-
Guarantee deposits	18,400	18,400	36,800	261,280	16
Other payables	<u>174,649</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,555,000</u>	<u>\$ 21,698</u>	<u>\$ 43,380</u>	<u>\$ 271,066</u>	<u>\$ 3,336</u>

Additional information about the maturity analysis for financial liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Guarantee deposits	\$ 73,600	\$ 261,280	\$ -	\$ -	\$ -	\$ 16
Lease liabilities	<u>13,176</u>	<u>9,786</u>	<u>3,160</u>	<u>160</u>	<u>-</u>	<u>-</u>
	<u>\$ 86,776</u>	<u>\$ 271,066</u>	<u>\$ 3,160</u>	<u>\$ 160</u>	<u>\$ -</u>	<u>\$ 16</u>

December 31, 2025

	On Demand or Less than 3 Month	3-6 Months	6 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Notes and accounts payable	\$ 966,797	\$ -	\$ -	\$ -	\$ -
Lease liabilities	3,298	3,298	6,595	12,829	3,560
Payables to equipment suppliers	306,575	-	-	-	-
Guarantee deposits	18,067	18,066	36,133	256,544	16
Other payables	<u>179,738</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,474,475</u>	<u>\$ 21,364</u>	<u>\$ 42,728</u>	<u>\$ 269,373</u>	<u>\$ 3,576</u>

Additional information about the maturity analysis for financial liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Guarantee deposits	\$ 72,266	\$ 256,544	\$ -	\$ -	\$ -	\$ 16
Lease liabilities	<u>13,191</u>	<u>12,829</u>	<u>3,280</u>	<u>280</u>	<u>-</u>	<u>-</u>
	<u>\$ 85,457</u>	<u>\$ 269,373</u>	<u>\$ 3,280</u>	<u>\$ 280</u>	<u>\$ -</u>	<u>\$ 16</u>

March 31, 2025

	On Demand or Less than 3 Month	3-6 Months	6 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Notes and accounts payable	\$ 762,739	\$ -	\$ -	\$ -	\$ -
Lease liabilities	3,247	3,217	6,581	22,003	4,280
Payables to equipment suppliers	287,025	-	-	-	-
Guarantee deposits	19,093	19,093	38,186	271,119	16
Other payables	<u>162,816</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,234,920</u>	<u>\$ 22,310</u>	<u>\$ 44,767</u>	<u>\$ 293,122</u>	<u>\$ 4,296</u>

Additional information about the maturity analysis for financial liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Guarantee deposits	\$ 76,372	\$ 271,119	\$ -	\$ -	\$ -	\$ 16
Lease liabilities	<u>13,045</u>	<u>22,003</u>	<u>3,640</u>	<u>640</u>	<u>-</u>	<u>-</u>
	<u>\$ 89,417</u>	<u>\$ 293,122</u>	<u>\$ 3,640</u>	<u>\$ 640</u>	<u>\$ -</u>	<u>\$ 16</u>

b) Liquidity of derivative financial liabilities

The following table detailed the Corporation's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted gross inflows and outflows on those derivatives that require gross settlement.

December 31, 2025

	On Demand or Less than 3 Month	3-6 Months	6 Months to 1 Year	1-5 Years	5+ Years
<u>Gross settled</u>					
Foreign exchange forward contracts					
Inflows	\$ 312,178	\$ -	\$ -	\$ -	\$ -
Outflows	<u>(314,200)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ (2,022)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

March 31, 2025

	On Demand or Less than 3 Month	3-6 Months	6 Months to 1 Year	1-5 Years	5+ Years
<u>Gross settled</u>					
Forward exchange contracts					
Inflows	\$ 88,721	\$ -	\$ -	\$ -	\$ -
Outflows	<u>(89,654)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ (933)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

27. TRANSACTIONS WITH RELATED PARTIES

The Corporation's parent is PTI, which held 42.91% of common shares of the Corporation as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

Balances and transactions between Greatek and its subsidiaries, which were related parties of Greatek, had been eliminated on consolidation and are not disclosed in this note. Details of transactions between Greatek and other related parties are disclosed below.

a. Related party name and relationship

<u>Related Party Name</u>	<u>Relationship with the Corporation</u>
Powertech Technology Inc.	Parent entity
Realtek Semiconductor Corp.	Other related parties
Realtek Singapore Private Limited	Other related parties
Raymx Microelectronics Corp.	Other related parties
TeraPower Technology Inc.	Fellow subsidiary
Tera Probe Inc.	Fellow subsidiary
Daypower Energy Co., Ltd.	Other related parties
XingWang Energy Co., Ltd.	Other related parties

b. Revenue

Account Items	Related Parties Types	<u>For the Three Months Ended March 31</u>	
		2026	2025
Subcontract revenue	Other related parties	\$ 304,686	\$ 315,712
	Parent entity	54,253	30,588
	Fellow subsidiary	<u>78</u>	<u>-</u>
		<u>\$ 359,017</u>	<u>\$ 346,300</u>

Sales transactions with related parties were made at the Corporation's usual list prices. The selling prices and collection terms for products sold to related parties were similar to those for products sold to third parties.

c. Contract assets

Related Parties Types	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	\$ 34,647	\$ 39,203	\$ 59,999
Parent entity	<u>6,520</u>	<u>6,917</u>	<u>7,020</u>
	<u>\$ 41,167</u>	<u>\$ 46,120</u>	<u>\$ 67,019</u>

For the three months ended March 31, 2026 and 2025, and for the year ended December 31, 2025, no impairment loss was recognized for contract assets from related parties.

d. Manufacturing and operating expenses

Account Items	Related Parties Types	For the Three Months Ended March 31	
		2026	2025
Manufacturing expenses	Other related parties	\$ 8,717	\$ -
	Parent entity	<u>3,768</u>	<u>16,041</u>
		<u>\$ 12,485</u>	<u>\$ 16,041</u>
Operating expenses	Parent entity	<u>\$ 201</u>	<u>\$ 37</u>

Manufacturing expenses and operating expenses with related parties, the transaction terms are based on the price agreed upon by both parties.

e. Account receivables from related parties

Account Items	Related Parties Types	March 31, 2026	December 31, 2025	March 31, 2025
Account receivables from related parties	Other related parties	\$ 312,926	\$ 306,928	\$ 296,194
	Parent entity	70,447	39,228	43,627
	Fellow subsidiary	<u>80</u>	<u>-</u>	<u>-</u>
		<u>\$ 383,453</u>	<u>\$ 346,156</u>	<u>\$ 339,821</u>

f. Other receivables

Account Items	Related Parties Types	March 31, 2026	December 31, 2025	March 31, 2025
Prepaid expenses and other current assets	Other related parties	\$ 609	\$ -	\$ 1,760
	Parent entity	<u>10</u>	<u>198</u>	<u>549</u>
		<u>\$ 619</u>	<u>\$ 198</u>	<u>\$ 2,309</u>

g. Payables to equipment suppliers

Account Items	Related Parties Types	March 31, 2026	December 31, 2025	March 31, 2025
Payables to equipment suppliers	Fellow subsidiary	\$ 1,920	\$ -	\$ -
	Parent entity	<u>-</u>	<u>-</u>	<u>1,219</u>
		<u>\$ 1,920</u>	<u>\$ -</u>	<u>\$ 1,219</u>

h. Accrued expenses and other current liabilities

Account Items	Related Parties Types	March 31, 2026	December 31, 2025	March 31, 2025
Accrued expenses and other current liabilities	Parent entity	<u>\$ 4,422</u>	<u>\$ 1,946</u>	<u>\$ 17,015</u>

i. Acquisition of property, plant and equipment

Related Parties Types	For the Three Months Ended March 31	
	2026	2025
Fellow subsidiary	\$ 1,898	\$ 4,930
Parent entity	<u>-</u>	<u>1,161</u>
	<u>\$ 1,898</u>	<u>\$ 6,091</u>

Acquisition of property, plant and equipment with related parties, the transaction terms are based on the price agreed upon by both parties.

j. Compensation of key management personnel

	For the Three Months Ended March 31	
	2026	2025
Short-term benefits	\$ 41,674	\$ 37,398
Post-employment benefits	<u>155</u>	<u>179</u>
	<u>\$ 41,829</u>	<u>\$ 37,577</u>

The remuneration of directors and key executives was determined by the remuneration committee having regard to the performance of individuals and market trends.

28. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets had been pledged as collateral mainly for guarantee deposits for domestic sales, gas volume in CPC Corporation, and environmental protection of lease buildings.

	March 31, 2026	December 31, 2025	March 31, 2025
Pledge deposits (classified as other asset - noncurrent)	<u>\$ 118,700</u>	<u>\$ 118,700</u>	<u>\$ 118,700</u>

29. EXCHANGE RATE OF FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the Corporation entities and the exchange rates between foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

	March 31, 2026		
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 90,228	32.00 (USD:NTD)	<u>\$ 2,887,305</u>

(Continued)

	March 31, 2026		
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 26,758	32.00 (USD:NTD)	\$ 856,244
JPY	235,019	0.2007 (JPY:NTD)	<u>47,168</u>
			<u>\$ 903,412</u> (Concluded)
	December 31, 2025		
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 81,723	31.42 (USD:NTD)	<u>\$ 2,567,736</u>
Non-monetary items			
Derivative instruments			
USD	1,700	31.377 (USD:NTD)	<u>\$ 29</u>
<u>Financial liabilities</u>			
Monetary items			
USD	24,768	31.42 (USD:NTD)	\$ 778,199
JPY	199,750	0.2009 (JPY:NTD)	<u>40,130</u>
			<u>\$ 818,329</u>
Non-monetary items			
Derivative instruments			
USD	8,300	31.377 (USD:NTD)	<u>\$ 1,623</u>
	March 31, 2025		
	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 84,883	33.205 (USD:NTD)	<u>\$ 2,818,529</u>
<u>Financial liabilities</u>			
Monetary items			
USD	20,655	33.205 (USD:NTD)	\$ 685,836
JPY	192,089	0.2227 (JPY:NTD)	42,778
EUR	46	35.97 (EUR:NTD)	<u>1,647</u>
			<u>\$ 730,261</u>
Non-monetary items			
Derivative instruments			
USD	2,700	33.148 (USD:NTD)	<u>\$ 779</u>

For the three months ended March 31, 2026 and 2025, realized and unrealized net foreign exchange gains were \$44,778 thousand and \$33,185 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the Corporation entities.

30. SEPARATELY DISCLOSED ITEMS

Information about significant transactions and investees:

- a. Loans provided to other parties: None.
- b. Endorsement/guarantee provided: None.
- c. Marketable securities held: Table 1 (attached).
- d. Total purchases from or sales to related parties of at least \$100 million or 20% of the paid-in capital: Table 2 (attached).
- e. Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 3 (attached).
- f. Information of intercompany relationships and significant intercompany transactions: Table 4 (attached).
- g. Names, locations, and related information of investees over which the Corporation exercises significant influence: Table 5 (attached).
- h. Information on investment in mainland China: None.

31. SEGMENT INFORMATION

The revenues, operating results and financial information of each plant presented to the chief operating decision maker are consistent with the information in the financial statements. The segment revenues and operating results for the three months ended March 31, 2026 and 2025 are shown in the consolidated income statements for the three months ended March 31, 2026 and 2025. The segment assets as of March 31, 2026, December 31, 2025, and March 31, 2025 are shown in the consolidated balance sheets as of March 31, 2026, December 31, 2025, and March 31, 2025.

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

MARCH 31, 2026

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

Holding Company Name	Marketable Securities Type and Issuer	Relationship with the Holding Company	Financial Statement Account	December 31, 2025				Note
				Shares (Thousands)	Carrying Value	% of Ownership	Fair Value	
Greatek Electronics Inc.	<u>Bond</u>							
	P13 Taipower 2A	-	Financial assets at amortized cost - noncurrent	200	\$ 200,001	-	\$ 200,371	Note 1
	P14 Taipower 1B	-	Financial assets at amortized cost - noncurrent	200	200,001	-	199,997	Note 1
	P13 CPC Corporation 2A	-	Financial assets at amortized cost - noncurrent	100	100,000	-	100,151	Note 1
	<u>Stock</u>							
	Powertech Technology Inc.	Parent entity	Financial assets at fair value through other comprehensive profit or loss - noncurrent	20,350	3,805,450	3	3,805,450	Note 2
	Daypower Energy Co.,Ltd.	Other related parties	Financial assets at fair value through other comprehensive profit or loss - noncurrent	2,000	40,000	8	40,000	Note 3
	SAMHOP Microelectronics Corp.	-	Financial assets at fair value through profit or loss - noncurrent	268	-	3	-	Note 3
	Terawins Inc.	-	Financial assets at fair value through profit or loss - noncurrent	643	-	2	-	Note 3
Airwave Technologies Inc.	-	Financial assets at fair value through profit or loss - noncurrent	93	-	1	-	Note 3	

Note 1: The fair value was based on trading market in hundreds of new Taiwan dollars as of March 31, 2026.

Note 2: The fair value of common shares was based on stock closing price as of March 31, 2026.

Note 3: The fair value was based on the carrying value as of as of March 31, 2026.

Note 4: As of March 31, 2026, the above marketable securities had not been pledged or mortgaged.

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) Receivable		Note
			Purchase/Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Greatek Electronics Inc.	Realtek Semiconductor Corp.	Parent company of the corporate director	Sale	\$ 199,966	4	Net 60 days from monthly closing dates	Note	-	\$ 214,361	6	-
	Realtek Singapore Private Limited	Same parent company with the corporate director	Sale	103,826	2	Net 60 days from monthly closing dates	Note	-	97,879	3	-

Note : Sales transactions with related parties were made at the Corporation's usual list prices.

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

RECEIVABLE FROM RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL

MARCH 31, 2026

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

Company Name	Related Party	Nature of Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Greatek Electronics Inc.	Realtek Semiconductor Corp.	Parent company of the corporate director	\$ 214,361	3.65	\$ -	-	\$ 73,586	\$ -

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026**

(In Thousands of New Taiwan Dollars)

Company Name	Counterparty	Transaction Flow (Note 1)	Intercompany Transactions			
			Financial Statement Item	Amount	Terms	Percentage to Consolidated Total Gross Sales or Total Assets
Greatek Electronics Inc.	Get-Team Tech Corporation	1	Subcontract costs	\$ 50,768	Note 2	1%
	Get-Team Tech Corporation	1	Accounts payables	20,556	Note 2	-

Note 1: No. 1 - from the parent company to the subsidiary.

Note 2: The transactions for related parties were negotiated and thus not comparable with those in the market.

GREATEK ELECTRONICS INC. AND SUBSIDIARIES

NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE CORPORATION EXERCISES SIGNIFICANT INFLUENCE

MARCH 31, 2026

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

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				March 31, 2026	December 31, 2025	Number of Shares	% of Ownership	Carrying Value			
Greatek Electronics Inc.	Get-Team Tech Corporation	Hsinchu	Metal plating on semiconductor lead frame	\$ 171,523	\$ 171,523	7,796,498	97.46	\$ 113,539	\$ 566	\$ (629)	Subsidiary