

Giantplus Technology Co., Ltd. And Subsidiaries
Consolidated Financial Statements for the
Six Months Ended June 30, 2026 and 2025 and
Independent Auditors' Review Report

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Giantplus Technology Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheet of Giantplus Technology Co., Ltd. and its subsidiaries (the "Group") as of June 30, 2026, the related consolidated statements of comprehensive income for the three months ended June 30, 2026 and for the six months ended June 30, 2026, the consolidated statements of changes in equity and cash flows for the six-month ended June 30, 2026, and the related notes to the consolidated financial statements, including material accounting policy information (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 review.

Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagement 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 disclosed in Note 12 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of June 30, 2026, combined total assets of these non-significant subsidiaries were NT\$945,277 thousand, representing 8.73% of the consolidated total assets, and combined total liabilities of these subsidiaries were NT\$255,913 thousand, representing 9.48% of the consolidated total liabilities; for the three months ended June 30, 2026, the amounts of combined comprehensive income of these subsidiaries were NT\$33,392 thousand, representing 41.85% , of the consolidated total comprehensive income ; for the six months ended June 30, 2026, the amounts of combined comprehensive income of these subsidiaries were NT\$98,403 thousand, representing 33.54% , of the consolidated total comprehensive income.

Qualified Conclusion

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 June 30, 2026, and of its consolidated financial performance for the three months ended June 30, 2026, and of its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2026 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.

Other Matter

The consolidated financial statements of the Group for six months ended June 30, 2025, were reviewed by other independent auditors who expressed a qualified opinion on those statements on August 6, 2025.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chun-Ming Hsueh and Sheng-Hsiung Yao.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 24, 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. 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.

GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	June 30, 2026		December 31, 2025		June 30, 2025	
	Amount	%	Amount	%	Amount	%
ASSETS						
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 2,263,059	21	\$2,309,837	21	\$2,127,534	20
Financial assets at fair value through profit or loss - current (Note 7)	-	-	-	-	4,751	-
Financial assets at amortized cost-current (Notes 9 and 29)	110,116	1	28,295	-	28,071	-
Notes receivable (Note 10)	-	-	105	-	-	-
Accounts receivable (Notes 10 and 22)	1,327,667	12	1,283,666	12	1,395,552	13
Accounts receivable-related parties (Notes 10, 22 and 28)	85,870	1	134,766	1	120,992	1
Other receivables (Notes 10 and 28)	58,977	-	58,577	1	60,509	1
Current tax assets (Note 4)	4,323	-	3,973	-	7,428	-
Inventories (Note 11)	1,163,618	11	1,243,205	12	1,118,261	11
Prepayments (Notes 16 and 28)	94,669	1	104,575	1	121,563	1
Other current assets (Notes 16 and 28)	34,929	-	20,918	-	35,009	-
Total current assets	5,143,228	47	5,187,917	48	5,019,670	47
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income-non-current (Note 8)	15,000	-	-	-	-	-
Financial assets at amortized cost-non-current (Note 9)	-	-	-	-	205	-
Property, plant and equipment (Notes 13, 28 and 29)	5,149,059	47	5,078,304	47	5,130,553	48
Right-of-use assets (Note 14)	61,154	1	38,280	-	33,492	-
Intangible assets (Note 15)	282,422	3	294,556	3	319,519	3
Other non-current assets (Notes 4, 16, 20, 28 and 29)	179,803	2	186,514	2	163,352	2
Total non-current assets	5,687,438	53	5,597,654	52	5,647,121	53
TOTAL	\$ 10,830,666	100	\$10,785,571	100	\$10,666,791	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Financial liabilities at fair value through profit or loss – current (Note 7)	\$1,150	-	\$888	-	\$-	-
Contract liabilities (Notes 22 and 28)	102,502	1	113,757	1	125,070	1
Accounts payable	1,198,781	11	1,249,219	12	1,191,041	11
Accounts payable-related parties (Note 28)	150,623	2	171,016	2	109,924	1
Other payables (Notes 18 and 26)	836,926	8	815,296	7	810,560	8
Other payables - related parties (Note 28)	9,876	-	6,861	-	34,323	-
Current tax liabilities (Note 4)	6,700	-	22,775	-	41,605	-
Provisions - current (Note 19)	80,436	1	99,208	1	87,962	1
Lease liabilities - current (Note 14)	5,779	-	1,494	-	672	-
Long-term borrowings, current portion (Notes 17 and 29)	110,968	1	192,634	2	274,301	3
Other current liabilities (Note 18)	39,849	-	44,761	-	53,186	-
Total current liabilities	2,543,590	24	2,717,909	25	2,728,644	25
NON-CURRENT LIABILITIES						
Long-term borrowings (Notes 17 and 29)	-	-	55,484	-	110,968	1
Provisions - non-current (Note 19)	95,238	1	95,238	1	95,238	1
Lease liabilities - non-current (Note 14)	19,843	-	1,910	-	428	-
Other non-current liabilities (Note 18)	40,616	-	77,014	1	74,053	1
Total non-current liabilities	155,697	1	229,646	2	280,687	3
Total liabilities	2,699,287	25	2,947,555	27	3,009,331	28
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 21)						
Share capital						
Ordinary shares	4,415,449	41	4,415,449	41	4,415,449	41
Capital surplus	2,618,982	24	2,618,982	24	2,618,982	25
Retained earnings						
Legal reserve	102,912	1	102,912	1	102,912	1
Special reserve	72,086	-	59,085	-	59,085	-
Unappropriated earnings	961,089	9	713,675	7	593,263	6
Total retained earnings	1,136,087	10	875,672	8	755,260	7
Other equity	(39,139)	-	(72,087)	-	(132,231)	(1)
Total equity attributable to owners of the Company	8,131,379	75	7,838,016	73	7,657,460	72
Total equity	8,131,379	75	7,838,016	73	7,657,460	72
TOTAL	\$10,830,666	100	\$10,785,571	100	\$10,666,791	100

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

GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three months ended June 30				For the Six months ended June 30			
	2026		2025		2026		2025	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 22 and 28)	\$2,099,863	100	\$2,231,147	100	\$4,227,176	100	\$4,278,625	100
OPERATING COSTS (Notes 11, 23 and 28)	(1,891,784)	(90)	(2,103,541)	(94)	(3,834,868)	(91)	(4,008,558)	(94)
GROSS PROFIT	208,079	10	127,606	6	392,308	9	270,067	6
OPERATING EXPENSES (Notes 10, 23 and 28)								
Selling and marketing expenses	(42,445)	(2)	(48,499)	(2)	(93,326)	(2)	(96,334)	(2)
General and administrative expenses	(79,196)	(4)	(74,189)	(4)	(158,801)	(4)	(143,219)	(4)
Research and development expenses	(45,224)	(2)	(47,800)	(2)	(90,982)	(2)	(94,050)	(2)
Gain on reversal of expected credit losses	(1,935)	-	(5,584)	-	1,352	-	(5,584)	-
Total operating expenses	(168,800)	(8)	(176,072)	(8)	(341,757)	(8)	(339,187)	(8)
INCOME (LOSS) FROM OPERATIONS	39,279	2	(48,466)	(2)	50,551	1	(69,120)	(2)
NON-OPERATING INCOME AND EXPENSES (Notes 13, 23 and 28)								
Interest income	12,499	-	12,856	1	20,442	1	21,177	-
Other income	44,710	2	57,881	3	187,004	4	107,423	3
Other gains and losses	(19,715)	(1)	(301,773)	(14)	13,090	-	(284,301)	(7)
Finance costs	(932)	-	(2,033)	-	(1,918)	-	(4,415)	-
Gain on reversal of expected credit losses	-	-	1,364	-	-	-	1,364	-
Total non-operating income and expenses	36,562	1	(231,705)	(10)	218,618	5	(158,752)	(4)
INCOME (LOSS) BEFORE INCOME TAX FROM CONTINUING OPERATIONS	75,841	3	(280,171)	(12)	269,169	6	(227,872)	(5)
INCOME TAX EXPENSE (Notes 4 and 24)	(5,082)	-	(15,498)	(1)	(8,754)	-	(22,037)	(1)
NET INCOME (LOSS)	70,759	3	(295,669)	(13)	260,415	6	(249,909)	(6)
OTHER COMPREHENSIVE INCOME (Note 21)								
Exchange differences on translation of the financial statements of foreign operations	9,031	1	(83,087)	(4)	32,948	1	(73,145)	(2)
Other comprehensive income for the six months, net of income tax	9,031	1	(83,087)	(4)	32,948	1	(73,145)	(2)
TOTAL COMPREHENSIVE INCOME	\$79,790	4	(\$378,756)	(17)	\$293,363	7	(\$323,054)	(8)
EARNINGS (LOSS) PER SHARE (Note 25)								
Basic	\$0.16		(\$0.67)		\$0.59		(\$0.57)	
Diluted	\$0.16		(\$0.67)		\$0.59		(\$0.57)	

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

GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (In Thousands of New Taiwan Dollars)

	Retained Earnings					Other Equity		
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Valuation Gain (Loss) on Financial Assets at FVTOCI	Total Equity
BALANCE, JANUARY 1, 2025	\$4,415,449	\$2,618,982	\$95,331	\$89,686	\$820,152	(\$13,050)	(\$46,036)	\$7,980,514
Appropriation of 2024 earnings								
Legal reserve	-	-	7,581	-	(7,581)	-	-	-
Special reserve	-	-	-	(30,601)	30,601	-	-	-
Net loss for the six months ended June 30, 2025	-	-	-	-	(249,909)	-	-	(249,909)
Other comprehensive income for the six months ended June 30, 2025, net of income tax (Note 21)	-	-	-	-	-	(73,145)	-	(73,145)
Total comprehensive income for the six months ended June 30, 2025	-	-	-	-	(249,909)	(73,145)	-	(323,054)
BALANCE, JUNE 30, 2025	<u>\$4,415,449</u>	<u>\$2,618,982</u>	<u>\$102,912</u>	<u>\$59,085</u>	<u>\$593,263</u>	<u>(\$86,195)</u>	<u>(\$46,036)</u>	<u>\$7,657,460</u>
BALANCE, JANUARY 1, 2026	\$4,415,449	\$2,618,982	\$102,912	\$59,085	\$713,675	(\$26,051)	(\$46,036)	\$7,838,016
Appropriation of 2025 earnings								
Special reserve	-	-	-	13,001	(13,001)	-	-	-
Net income for the six months ended June 30, 2026	-	-	-	-	260,415	-	-	260,415
Other comprehensive income for the six months ended June 30, 2026, net of income tax (Note 21)	-	-	-	-	-	32,948	-	32,948
Total comprehensive income for the six months ended June 30, 2026	-	-	-	-	260,415	32,948	-	293,363
BALANCE, JUNE 30, 2026	<u>\$4,415,449</u>	<u>\$2,618,982</u>	<u>\$102,912</u>	<u>\$72,086</u>	<u>\$961,089</u>	<u>\$6,897</u>	<u>(\$46,036)</u>	<u>\$8,131,379</u>

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

GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Six months ended June 30	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) before income tax	\$269,169	(\$227,872)
Adjustments for:		
Depreciation expense	143,012	196,172
Amortization expense	17,189	26,085
(Reversal gains) expected credit losses	(1,352)	4,220
Net loss (gain) on fair value changes of financial assets at fair value through profit or loss	2,580	(4,751)
Finance costs	1,918	4,415
Interest income	(20,442)	(21,177)
Gain on disposal of property, plant and equipment	(264)	(1,714)
Loss on impairment of non-financial assets	-	1,018
Unrealized (gain) loss on foreign currency exchange	(2,946)	36,646
Changes in operating assets and liabilities		
Notes receivable	105	-
Accounts receivable	(42,649)	49,268
Accounts receivable - related parties	48,896	6,624
Other receivables	1,133	28,033
Inventories	82,586	215,812
Prepayments	9,906	25,145
Other current assets	(14,011)	5,065
Net defined benefit assets	(87)	(723)
Financial liabilities held for trading	(2,318)	-
Contract liabilities	(11,255)	21,946
Accounts payable	(50,438)	(159,527)
Accounts payable - related parties	(20,393)	(25,353)
Other payables	(33,571)	(172,470)
Other payables - related parties	(862)	16,740
Provisions	(18,772)	8,746
Other current liabilities	1,666	2,504
Cash generated from operations	358,800	34,852
Interest received	18,909	21,177
Interest paid	(2,062)	(4,566)
Income tax paid	(25,210)	(14,848)
Net cash generated from operating activities	350,437	36,615
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at FVOCI	(\$15,000)	\$-
Acquisition of financial assets at amortized cost	(109,067)	(388,071)
Proceeds from disposal of financial assets at amortized cost	28,071	360,000
Acquisition of property, plant and equipment	(108,132)	(79,013)
Proceeds from disposal of property, plant and equipment	264	1,714
Acquisition of intangible assets	(1,093)	(1,519)
Increase in other non-current assets	(58,643)	(12,263)
Net cash used in investing activities	(263,600)	(119,152)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term borrowings	(137,150)	(137,150)
Repayment of principal portions of leased liabilities	(1,448)	(374)
Decrease in other non-current liabilities	(6,802)	(278)
Net cash used in financing activities	(145,400)	(137,802)
EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	11,785	(64,237)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(46,778)	(284,576)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2,309,837	2,412,110
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	\$2,263,059	\$2,127,534

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

GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Giantplus Technology Co., Ltd. (the “Company”) was incorporated on December 15, 1997, as a company limited by shares under the Company Act of the Republic of China (R.O.C.) The primary business scope of the Company and its subsidiaries (together referred to as the “Group”) includes the research, development, production and sale of thin film transistor liquid crystal displays (“TFT-LCDs”).

The Company’s common shares have been listed on the Taiwan Stock Exchange (TWSE) since December 27, 2006.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved and authorized for issued by the Group’s board of directors on August 24, 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 “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Except for the following, the initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group’s accounting policies:

Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

- (a) The amendments to the application guidance of classification of financial assets

The amendments mainly amend the requirements for the classification of financial assets, including:

- i. If a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

- In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
 - In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.
- ii. To clarify that a financial asset has non-recourse features if an entity's ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.
- iii. To clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

(b) The amendments to the application guidance of derecognition of financial liabilities

The amendments mainly stipulate that a financial liability is derecognized on the settlement date. However, when settling a financial liability in cash using an electronic payment system, the Group can choose to derecognize the financial liability before the settlement date if, and only if, the Group has initiated a payment instruction that resulted in:

- The Group having no practical ability to withdraw, stop or cancel the payment instruction;
- The Group having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system being insignificant.

b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2027

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB</u>
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 1)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027
Amendments to IAS 28 "Amendments to the Fair Value Option for Investments in Associates and Joint Ventures"	January 1, 2027 (Note 2)

Note 1: Domestic enterprises shall apply IFRS 18 beginning January 1, 2028, with earlier application permitted.

Note 2: An entity shall apply the amendments when it applies IFRS 18.

IFRS 18 “Presentation and Disclosure in Financial Statements” and consequential amendments and Amendments to IAS 28 “Amendments to the Fair Value Option for Investments in Associates and Joint Ventures”

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

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.
- 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.

At the date of initial application of IFRS 18, an entity that is a venture capital organization, mutual fund, unit trust or similar entity is permitted to change its election from measuring an investment in an associate or joint venture from the equity method to fair value through profit or loss. The amendments to IAS 28 clarify that aforementioned “similar entity” includes the entity that performs the assessments in accordance with the requirements of IFRS 18 and concludes that it has a main business activity of investing in particular types of assets. If eligible, the Group may apply the transition upon initial application.

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.

- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, and interest paid in the statement of cash flows by referring to how it classifies interest received dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

The Group has decided not to apply IFRS 18 and consequential amendments earlier.

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.

- c. 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)</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 20 "Regulatory Assets and Regulatory Liabilities"	January 1, 2029

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

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the 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 MATERIAL ACCOUNTING POLICY INFORMATION

- a. Statement of compliance

The interim consolidated 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 and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

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

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, 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 an 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 an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e. its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of 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 in line with those used by the Group. 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 the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 12, Tables 6 and 7 to the consolidated financial statements for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025. For the summary of other significant accounting policies, 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) Income tax expense

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. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimates, and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impacts of Financial Environment on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

Based on the assessment of the Group's management, the accounting policies, estimates, and assumptions adopted by the Group have not been subject to material accounting judgements, estimates and assumptions uncertainty.

6. CASH AND CASH EQUIVALENTS

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and petty cash	\$124	\$165	\$135
Checking accounts and demand deposits	1,561,074	1,293,589	1,325,164
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	701,861	1,016,083	802,235
	<u>\$2,263,059</u>	<u>\$2,309,837</u>	<u>\$2,127,534</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
— Foreign exchange forward contracts	\$-	\$-	\$4,751
<u>Financial liabilities at FVTPL - current</u>			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
— Foreign exchange forward contracts	\$1,150	\$888	\$-

As of June 30, 2026 and December 31, 2025 and June 30, 2025, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	<u>Currency</u>	<u>Maturity Date</u>	<u>Contract Amount (In Thousands)</u>
<u>June 30, 2026</u>			
Sell forward exchange contracts	USD to TWD	2026.07.31	USD5,000/ NTD158,100
	<u>Currency</u>	<u>Maturity Date</u>	<u>Contract Amount (In Thousands)</u>
<u>December 31, 2025</u>			
Sell forward exchange contracts	USD to TWD	2026.02.05	USD8,000/ NTD250,552
	<u>Currency</u>	<u>Maturity Date</u>	<u>Contract Amount (In Thousands)</u>
<u>June 30, 2025</u>			
Sell forward exchange contracts	USD to TWD	2025.07.03— 2025.08.05	USD9,000/ NTD268,451

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Non-current</u>			
Investments in equity instruments			
Domestic investments			
Unlisted shares			
Hongyi optical Co., Ltd. –			
ordinary shares	\$15,000	\$-	\$-
Chenfeng optronics Co.,Ltd.	-	-	-
	<u>\$15,000</u>	<u>\$-</u>	<u>\$-</u>

These investments in Hongyi optical Co., Ltd. and Chenfeng optronics Co.,Ltd. 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 as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

In February 2026, the Group acquired ordinary shares of Hongyi optical Co., Ltd. for NT\$15,000 thousand. As the investment is held for medium- to long-term strategic purposes, it was designated as a financial asset measured at fair value through other comprehensive income.

9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Time deposits with original maturities			
of more than 3 months	<u>\$110,116</u>	<u>\$28,295</u>	<u>\$28,071</u>
<u>Non-current</u>			
Time deposits with original maturities			
of more than 3 months	<u>\$-</u>	<u>\$-</u>	<u>\$205</u>

Refer to Note 29 for information relating to investments in financial assets at amortized cost pledged as security.

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE, ACCOUNTS RECEIVABLE - RELATED PARTIES, AND OTHER RECEIVABLES

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Notes receivable</u>			
At amortized cost			
Gross carrying amount	\$-	\$105	\$-
Less: Allowance for impairment loss	-	-	-
	<u>\$-</u>	<u>\$105</u>	<u>\$-</u>
Non- operating activities	<u>\$-</u>	<u>\$105</u>	<u>\$-</u>
<u>Accounts receivable</u>			
At amortized cost			
Gross carrying amount	\$1,436,027	\$1,393,378	\$1,507,240
Less: Allowance for impairment loss	(108,360)	(109,712)	(111,688)
	<u>\$1,327,667</u>	<u>\$1,283,666</u>	<u>\$1,395,552</u>
<u>Accounts receivable-related parties</u>			
At amortized cost			
Gross carrying amount	\$85,870	\$134,766	\$120,992
Less: Allowance for impairment loss	-	-	-
	<u>\$85,870</u>	<u>\$134,766</u>	<u>\$120,992</u>
<u>Other receivables</u>			
Advances receivable	\$39,502	\$33,968	\$38,478
Tax receivable	16,340	20,703	18,737
Mold receivables	3,908	5,847	7,848
Others	1,829	661	541
Less: Allowance for impairment loss	(2,602)	(2,602)	(5,095)
	<u>\$58,977</u>	<u>\$58,577</u>	<u>\$60,509</u>

(a) Notes receivable

To mitigate credit risk, the Group's management assigns a dedicated team to determine credit limits, approve credit lines and perform other monitoring procedures to ensure that appropriate actions have been taken to collect overdue notes receivable. In addition, the Group reviews the recoverable amount of each note receivable individually at the balance sheet date to ensure that adequate impairment losses have been recognized for notes receivable that are deemed uncollectible. Accordingly, management believes that the Group's credit risk has been significantly reduced.

The Group recognizes loss allowance for notes receivable based on lifetime expected credit losses. Lifetime expected credit losses are determined by considering customers' past default history, current financial conditions, and reasonable and supportable forecasts of future economic conditions. As the Group's historical credit loss experience indicates no significant difference in loss patterns among different customer groups, the provision matrix does not distinguish between customer categories and applies expected credit loss rates based solely on days past due. As of December 31, 2025, all notes receivable of the Group were not past due, and the expected credit loss rate assessed for notes receivable was 0%.

(b) Accounts receivable

1. At amortized cost

The average credit period of sales of goods is 30 days to 120 days. No interest was charged on accounts receivable. In order to minimize credit risk, the management of the Group 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 Group 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 Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The ECLs on trade receivables are estimated using a provision matrix prepared by reference to the past default records of the customer, the customer's current financial position, economic condition of the industry in which the customer operates, as well as the GDP forecasts and industry outlook. As the Group'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 Group's different customer base.

The Group writes off an accounts receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For accounts receivable that have been written off, the Group 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 receivable (including related parties) based on the Group's provision matrix:

	June 30, 2026						Total
	Not Past	Due 1 to 30	Days 31 to 60	Days 61 to 90	Days 91 to 180	Days Over 180	
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%	22.16%	100%	
Gross carrying amount	\$1,268,095	\$144,269	\$127	\$1,046	\$-	\$108,360	\$1,521,897
Loss allowance							
(Lifetime ECLs)	-	-	-	-	-	(108,360)	(108,360)
Amortized cost	\$1,268,095	\$144,269	\$127	\$1,046	\$-	\$-	\$1,413,537

December 31, 2025							
	Not Past	Due 1 to 30	Days 31 to 60	Days 61 to 90	Days 91 to 180	Days Over 180	Total
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%	51.87%	100%	
Gross carrying amount	\$1,272,315	\$131,992	\$12,168	\$1,956	\$2	\$109,711	\$1,528,144
Loss allowance (Lifetime ECLs)	-	-	-	-	(1)	(109,711)	(109,712)
Amortized cost	<u>\$1,272,315</u>	<u>\$131,992</u>	<u>\$12,168</u>	<u>\$1,956</u>	<u>\$1</u>	<u>\$-</u>	<u>\$1,418,432</u>

June 30, 2025							
	Not Past	Due 1 to 30	Days 31 to 60	Days 61 to 90	Days 91 to 180	Days Over 180	Total
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%	0.00%	100%	
Gross carrying amount	\$1,335,441	\$152,362	\$12,821	\$14,161	\$1,759	\$111,688	\$1,628,232
Loss allowance (Lifetime ECLs)	-	-	-	-	-	(111,688)	(111,688)
Amortized cost	<u>\$1,335,441</u>	<u>\$152,362</u>	<u>\$12,821</u>	<u>\$14,161</u>	<u>\$1,759</u>	<u>\$-</u>	<u>\$1,516,544</u>

The movements of the loss allowance for accounts receivable were as follows:

For the Six Months Ended June 30		
	2026	2025
Balance at January 1	\$109,712	\$106,104
Add: Impairment losses recognized for the period	-	5,584
Less: Impairment losses reversed for the period	(1,352)	-
Balance at June 30	<u>\$108,360</u>	<u>\$111,688</u>

(c) Other receivables

The Group's other receivables primarily comprise reimbursement receivable, tax receivables and factored accounts receivable. The Group's policy is to transact only with counterparties that have good credit standing. The Group continuously monitors the credit status of counterparties by tracking their past delinquency records and assessing their current financial conditions in order to evaluate whether there has been a significant increase in credit risk since initial recognition and to measure expected credit losses on other receivables.

The following table details the loss allowance of other receivables based on the Group's provision matrix:

June 30, 2026							
	Not Past	Due 1 to 30	Days 31 to 60	Days 61 to 90	Days 91 to 180	Days Over 180	Total
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%	0.00%	100%	
Gross carrying amount	\$58,977	\$-	\$-	\$-	\$-	\$2,602	\$61,579
Loss allowance (Lifetime ECLs)	-	-	-	-	-	(2,602)	(2,602)
Amortized cost	<u>\$58,977</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$58,977</u>

December 31, 2025						
	Not Past	Due 1 to 30	Days 31 to 60	Days 61 to 90	Days 91 to 180	Days Over 180
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%	0.00%	100%
Gross carrying amount	\$58,577	\$-	\$-	\$-	\$-	\$2,602
Loss allowance (Lifetime ECLs)	-	-	-	-	-	(2,602)
Amortized cost	\$58,577	\$-	\$-	\$-	\$-	\$58,577

June 30, 2025						
	Not Past	Due 1 to 30	Days 31 to 60	Days 61 to 90	Days 91 to 180	Days Over 180
Expected credit loss rate	0.00%	0.00%	0.00%	0.00%	0.00%	100%
Gross carrying amount	\$60,509	\$ -	\$ -	\$ -	\$ -	\$5,095
Loss allowance (Lifetime ECLs)	-	-	-	-	-	(5,095)
Amortized cost	\$60,509	\$ -	\$ -	\$ -	\$ -	\$60,509

The movements of the loss allowance for other receivables were as follows:

		For the Six Months Ended June 30	
		2026	2025
Balance at January 1		\$2,602	\$6,459
Less: reversal for the period		-	(1,364)
Balance at June 30		\$2,602	\$5,095

11. INVENTORIES

	June 30, 2026	December 31, 2025	June 30, 2025
Finished goods	\$107,376	\$188,296	\$255,642
Work in progress	223,357	192,370	413,822
Raw materials	819,870	844,226	396,315
Inventory in transit	13,015	18,313	52,482
	\$1,163,618	\$1,243,205	\$1,118,261

The components of cost of goods sold are as follows:

		For the Three Months Ended June 30		For the Six Months Ended June 30	
		2026	2025	2026	2025
Cost of revenue		\$1,850,396	\$2,090,299	\$3,780,619	\$3,969,018
Unallocated manufacturing overheads		8,377	(1,278)	17,608	15,765
Inventory scrapped loss		33,011	14,520	36,641	23,775
		\$1,891,784	\$2,103,541	\$3,834,868	\$4,008,558

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements

The consolidated entities are listed as follows:

Investor	Investee	Main Business	Proportion of Ownership (%)		
			June 30, 2026	December 31, 2025	June 30, 2025
GIANTPLUS TECHNOLOGY CO., LTD.	GIANTPLUS (SAMOA) HOLDING CO., LTD.	Investment holding	100	100	100
GIANTPLUS (SAMOA) HOLDING CO., LTD.	GIANTPLUS HOLDING L.L.C.	Investment holding	100	100	100
GIANTPLUS HOLDING L.L.C.	KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO.,LTD.	The assembly of liquid crystal displays and the production and sale business of touch panel.	100	100	100

All intercompany transactions, balances, income and expenses are eliminated in full upon consolidation.

13. PROPERTY, PLANT AND EQUIPMENT

Assets used by the Group

	Land	Building	Machinery and equipment	Other Equipment	Leasehold Improvements	Construction in Progress and Advance Payments	Total
<u>Cost</u>							
Balance at January 1, 2026	\$4,133,511	\$4,143,544	\$7,893,287	\$778,196	\$1,020	\$25,506	\$16,975,064
Additions	-	5,000	19,329	16,717	3,000	86,404	130,450
Disposals	-	(20,174)	(151,031)	(19,506)	(1,045)	-	(191,756)
Reclassified (Note)	-	-	14,034	1,238	-	45,626	60,898
Effect of foreign currency exchange differences	-	23,544	26,289	3,317	25	572	53,747
Balance at June 30, 2026	<u>\$4,133,511</u>	<u>\$4,151,914</u>	<u>\$7,801,908</u>	<u>\$779,962</u>	<u>\$3,000</u>	<u>\$158,108</u>	<u>\$17,028,403</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2026	\$-	\$3,619,368	\$7,554,504	\$721,868	\$1,020	\$-	\$11,896,760
Depreciation expense	-	40,043	78,093	21,208	51	-	139,395
Disposals	-	(20,174)	(151,031)	(19,506)	(1,045)	-	(191,756)
Effect of foreign currency exchange differences	-	10,015	22,136	2,769	25	-	34,945
Balance at June 30, 2026	<u>\$-</u>	<u>\$3,649,252</u>	<u>\$7,503,702</u>	<u>\$726,339</u>	<u>\$51</u>	<u>\$-</u>	<u>\$11,879,344</u>
Carrying amount at December 31, 2025 and January 1, 2026	<u>\$4,133,511</u>	<u>\$524,176</u>	<u>\$338,783</u>	<u>\$56,328</u>	<u>\$-</u>	<u>\$25,506</u>	<u>\$5,078,304</u>
Carrying amount at June 30, 2026	<u>\$4,133,511</u>	<u>\$502,662</u>	<u>\$298,206</u>	<u>\$53,623</u>	<u>\$2,949</u>	<u>\$158,108</u>	<u>\$5,149,059</u>

	Land	Building	Machinery and equipment	Other Equipment	Leasehold Improvements	Construction in Progress and Advance Payments	Total
<u>Cost</u>							
Balance at January 1, 2025	\$4,133,511	\$4,115,512	\$7,914,138	\$755,057	\$1,040	\$42,132	\$16,961,390
Additions	-	13,807	40,401	23,676	-	523	78,407
Disposals	-	(1,718)	(25,994)	(3,276)	-	-	(30,988)
Reclassified (Note)	-	1,370	40,289	1,041	-	(39,345)	3,355
Effect of foreign currency exchange differences	-	(53,824)	(65,881)	(7,727)	(107)	(951)	(128,490)
Balance at June 30, 2025	<u>\$4,133,511</u>	<u>\$4,075,147</u>	<u>\$7,902,953</u>	<u>\$768,771</u>	<u>\$933</u>	<u>\$2,359</u>	<u>\$16,883,674</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2025	\$-	\$3,468,100	\$7,511,298	\$689,356	\$1,040	\$-	\$11,669,794
Depreciation expense	-	78,111	93,305	23,887	-	-	195,303
Disposals	-	(1,718)	(25,994)	(3,276)	-	-	(30,988)
Losses on impairment	-	-	1,018	-	-	-	1,018
Effect of foreign currency exchange differences	-	(21,075)	(54,790)	(6,034)	(107)	-	(82,006)
Balance on June 30, 2025	<u>\$-</u>	<u>\$3,523,418</u>	<u>\$7,524,837</u>	<u>\$703,933</u>	<u>\$933</u>	<u>\$-</u>	<u>\$11,753,121</u>
Carrying amount at June 30, 2025	<u>\$4,133,511</u>	<u>\$551,729</u>	<u>\$378,116</u>	<u>\$64,838</u>	<u>\$-</u>	<u>\$2,359</u>	<u>\$5,130,553</u>

Note: Reclassified from other non-current assets - prepayments for equipment.

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	10 - 36 years
Renovations buildings	3 - 10 years
Machinery and equipment	1 - 10 years
Other equipment	2 - 6 years

For details of the property, plant and equipment of the Group pledged as collateral for long-term borrowings, refer to Note 29.

The Group performed an impairment assessment for the six months ended June 30, 2025. As adjustments in business strategies resulted in certain other equipment no longer being in use and no future economic benefits being expected from these assets. Therefore, impairment losses of \$1,018 thousand was recognized in other gains and losses for the six months ended June 30, 2025. No impairment loss was recognized for the six months ended June 30, 2026.

The Group operating leases are leases of buildings with lease terms of 1 to 20 years. All operating lease agreements include terms requiring the rental payments to be adjusted based on market rental rates when renewal options are exercised by the lessees. The lessees do not have bargain purchase options to acquire the assets at the expiry of the lease periods.

The maturity analysis of lease payments receivable under operating lease payments was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Year 1	\$44,134	\$54,442	\$53,653
Year 2	33,615	33,337	33,439
Year 3	29,046	32,896	25,290
Year 4	24,176	25,523	24,532
Year 5	514	11,947	23,147
	<u>\$131,485</u>	<u>\$158,145</u>	<u>\$160,061</u>

Lease commitments with lease terms commencing after the balance sheet date are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Lease commitments of property, plant and equipment	<u>\$-</u>	<u>\$25,562</u>	<u>\$-</u>

14. LEASE ARRANGEMENTS

(a) Right-of-use assets

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount			
Land (including land right-of-use assets)	\$36,238	\$35,249	\$32,839
Buildings	21,364	-	-
Transportation equipment	2,034	2,600	381
Other equipment	1,518	431	272
	<u>\$61,154</u>	<u>\$38,280</u>	<u>\$33,492</u>

	For the Three months ended June 30		For the Six months ended June 30	
	2026	2025	2026	2025
Additions to right-of-use assets	<u>\$-</u>	<u>\$-</u>	<u>\$24,917</u>	<u>\$-</u>
Depreciation charge for right-of-use assets				
Land (including land right-of-use assets)	\$302	\$282	\$599	\$582
Buildings	2,210	-	2,210	-
Transportation equipment	283	58	566	115
Other equipment	121	86	242	172
	<u>\$2,916</u>	<u>\$426</u>	<u>\$3,617</u>	<u>\$869</u>

(b) Lease liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount			
Current	\$5,779	\$1,494	\$672
Non-current	\$19,843	\$1,910	\$428

Ranges of discount rates for lease liabilities are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Land	0.67%	0.67%	0.67%
Buildings	2.61%	-	-
Transportation equipment	2.26%~2.44%	2.26%~2.44%	2.44%
Other equipment	0.97%~2.61%	0.97%~2.56%	0.97%~0.98%

(c) Material leasing activities and terms

The Group leases land for the construction of plant buildings and leases transportation equipment, with lease terms ranging from 7 to 50 years. The Group also leases transportation equipment and other equipment with lease terms ranging from 3 to 5 years, and the lease payments are made in accordance with the contractual terms. At the end of the lease term, the Group does not have a bargain purchase option with respect to the leased assets. In addition, the lease agreements stipulate that the Group is not permitted to sublease or transfer all or any part of the leased assets without the consent of the lessor.

(d) Other lease information

	For the Three months ended June 30		For the Six months ended June 30	
	2026	2025	2026	2025
Expenses relating to short-term leases	\$1,754	\$1,786	\$3,439	\$3,544
Expenses relating to low-value asset leases	\$119	\$83	\$218	\$193
Total cash outflow for leases	\$3,194	\$2,060	\$5,442	\$4,120

The Group leases qualify as short-term leases and qualifies as low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

Lease commitments with lease terms commencing after the balance sheet date are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Lease commitments	\$-	\$23,736	\$-

15. INTANGIBLE ASSETS

	Computer Software	Patents	Total
<u>Cost</u>			
Balance at January 1, 2026	\$132,565	\$426,557	\$559,122
Additions	1,093	-	1,093
Reclassified (Note)	3,920	-	3,920
Disposal	(18,412)	-	(18,412)
Effect of foreign currency exchange differences	238	-	238
Balance at June 30, 2026	<u>\$119,404</u>	<u>\$426,557</u>	<u>\$545,961</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2026	\$125,666	\$138,900	\$264,566
Amortization expense	2,353	14,836	17,189
Disposal	(18,412)	-	(18,412)
Effect of foreign currency exchange differences	196	-	196
Balance at June 30, 2026	<u>\$109,803</u>	<u>\$153,736</u>	<u>\$263,539</u>
Carrying amount at December 31, 2025 and January 1, 2026	<u>\$6,899</u>	<u>\$287,657</u>	<u>\$294,556</u>
Carrying amount at June 30, 2026	<u>\$9,601</u>	<u>\$272,821</u>	<u>\$282,422</u>
<u>Cost</u>			
Balance at January 1, 2025	\$128,467	\$426,557	\$555,024
Additions	1,519	-	1,519
Reclassified (Note)	1,676	-	1,676
Effect of foreign currency exchange differences	(543)	-	(543)
Balance at June 30, 2025	<u>\$131,119</u>	<u>\$426,557</u>	<u>\$557,676</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2025	\$123,111	\$89,360	\$212,471
Amortization expense	1,315	24,770	26,085
Effect of foreign currency exchange differences	(399)	-	(399)
Balance at June 30, 2025	<u>\$124,027</u>	<u>\$114,130</u>	<u>\$238,157</u>
Carrying amount at June 30, 2025	<u>\$7,092</u>	<u>\$312,427</u>	<u>\$319,519</u>

Note: Reclassified from other non-current assets - prepayments for equipment.

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

Computer software	3 - 10 years
Patents	5 - 20 years

Aggregated amortization expenses according to functions:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Operating cost	\$149	\$133	\$290	274
Selling and marketing expenses	7,418	12,385	14,836	24,770
General and administrative expenses	934	350	1,777	624
Research and development expenses	143	211	286	417
	<u>\$8,644</u>	<u>\$13,079</u>	<u>17,189</u>	<u>26,085</u>

16. OTHER ASSETS

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Prepayments			
Inventory of supplies	\$64,668	\$69,776	\$70,952
Excess business tax paid	9,128	11,267	9,168
Prepayments for insurance	-	8,128	-
Prepayments for suppliers	758	1,170	20,916
Other prepayments	20,115	14,234	20,527
	<u>\$94,669</u>	<u>\$104,575</u>	<u>\$121,563</u>
Other current assets			
Temporary payments	<u>\$34,929</u>	<u>\$20,918</u>	<u>\$35,009</u>
<u>Non-current</u>			
Other non-current assets			
Refundable deposits	\$89,110	\$91,302	\$118,852
Prepayments for equipment	63,773	66,994	16,894
Net defined benefit asset (Note 20)	12,460	12,373	12,006
Others	14,460	15,845	15,600
	<u>\$179,803</u>	<u>\$186,514</u>	<u>\$163,352</u>

17. BORROWINGS

Long-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Secured borrowings</u> (Note 29)			
Bank borrowings	\$110,968	\$248,118	\$385,269
Less: Current portion	(110,968)	(192,634)	(274,301)
Long-term borrowings	<u>\$-</u>	<u>\$55,484</u>	<u>\$110,968</u>

The Group entered into medium to long term secured loan agreements with Chang Hwa Commercial Bank, with loan terms ranging from 5 to 10 years. The loans are repaid in installments of varying amounts in accordance with the repayment schedule. As of June 30, 2026, December 31, 2025 and June 30, 2025, the annual interest rates ranged from 1.93%, 1.93% to 2.13% and 1.93% to 2.13%, respectively, and the final maturity date of the loans is April 10, 2027.

18. OTHER LIABILITIES

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$190,547	\$227,475	\$215,742
Payables for equipment (Note 26)	77,094	58,653	37,832
Payables for royalties	46,265	36,773	34,281
Payables for compensation of employees	13,852	-	-
Payables for compensation of remuneration of directors	2,770	-	-
Others	506,398	492,395	522,705
	<u>\$836,926</u>	<u>\$815,296</u>	<u>\$810,560</u>
Other liabilities			
Refund liabilities	\$17,643	\$15,172	\$25,678
Guarantee deposits	5,967	12,545	9,850
Agency receipts	9,293	9,615	10,615
Others	6,946	7,429	7,043
	<u>\$39,849</u>	<u>\$44,761</u>	<u>\$53,186</u>
<u>Non-current</u>			
Other liabilities			
Long-term payables	\$36,628	\$72,918	\$67,976
Guarantee deposits	3,988	4,096	6,077
	<u>\$40,616</u>	<u>\$77,014</u>	<u>\$74,053</u>

19. PROVISIONS

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Capacity reservation agreements (a)	\$79,216	\$79,216	\$79,216
Carbon fees (b)	1,220	19,992	8,746
	<u>\$80,436</u>	<u>\$99,208</u>	<u>\$87,962</u>
<u>Non-current</u>			
Site restoration provision (c)	<u>\$95,238</u>	<u>\$95,238</u>	<u>\$95,238</u>

(a) The provision for capacity reservation agreements arises from contracts entered into with suppliers stipulating prices and committed quantities. The provision is measured as the loss representing the excess of the unavoidable costs required to fulfill the contractual obligations over the economic benefits expected to be obtained from the contract.

(b) Since 2025, the Group has recognized the carbon liabilities in accordance with the Collection of Carbon Fees of the ROC. The Group obtained approval for its voluntary emissions reduction plan from the competent authority on March 2, 2026 and submitted the progress report for the execution of the 2025 voluntary reduction plan by April 30, 2026. Accordingly, the carbon fee provision is measured based on the preferential rate applicable to the Group.

(c) In April 2017, the Group purchased land that carries restoration obligations. As this liability is long-term in nature, the greatest uncertainty relates to the future restoration costs that will be incurred. The Group assumes that currently available technologies and materials will be used in performing the restoration work. Accordingly, the estimated total restoration costs reflect various assumptions regarding changes in the relevant technologies and specific cost components, and such restoration costs are expected to be incurred gradually in future periods.

20. RETIREMENT BENEFIT PLANS

Defined benefit plans

Employee benefit expenses in respect of the Group's defined benefit retirement plans were \$(44) thousand and \$(50) thousand for the three months ended June 30, 2026 and 2025, respectively, and \$(87) thousand and \$(100) thousand for the six months ended June 30, 2026 and 2025, respectively, and were calculated using the actuarially determined pension cost discount rate as of December 31, 2025 and 2024.

The defined benefit plan adopted by the Company in accordance with the Labor Standards Act is operated by the government. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the 6 months before retirement. The Company contributes 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 Group assesses the balance in the pension fund. The applications filed by the Company to suspend pension contributions from May 2025 to April 2026 and from May 2026 to April 2027 were approved by the competent authority. 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 Group 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 Group has no right to influence the investment policy and strategy.

21. EQUITY

Share capital

(a) Ordinary shares

	June 30, 2026	December 31, 2025	June 30, 2025
Number of shares authorized (in thousands)	650,000	650,000	650,000
Shares authorized	\$6,500,000	\$6,500,000	\$6,500,000
Number of shares issued and fully paid (in thousands)	441,545	441,545	441,545
Shares issued	\$4,415,449	\$4,415,449	\$4,415,449

(b) Capital surplus

	June 30, 2026	December 31, 2025	June 30, 2025
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to capital stock (Note)</u>			
Share premium	\$2,308,555	\$2,308,555	\$2,308,555
Bond issuance at a premium	286,921	286,921	286,921
Treasury share transactions	421	421	421
From share of changes in equities of associates	5,832	5,832	5,832
Invalidation of employee stock options	17,253	17,253	17,253
	<u>\$2,618,982</u>	<u>\$2,618,982</u>	<u>\$2,618,982</u>

Note: Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's paid-in capital and once a year).

(c) Retained earnings and dividend policy

The Company's Articles of Incorporation, state that, where the Company made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside a legal reserve 10% of the remaining profit, and any further amounts shall be appropriated or reversed as special reserves in accordance with applicable laws and regulations. If there is still any remaining balance, it shall be combined with accumulated undistributed earnings, and the Board of Directors shall prepare a proposal for the distribution of dividends and bonuses to shareholders, which shall be submitted to the shareholders' meeting for approval. The Company state the policies on the distribution of employees' compensation and remuneration of directors state by the Company's Articles of Incorporation refer to "Employees' compensation and remuneration of directors" in Note 23 (g) to the consolidated financial statements.

In accordance with Article 240, Paragraph 5 of the Company Act, the Board of Directors is authorized, with the attendance of more than two-thirds of the directors and the approval of a majority of the directors present, to distribute all or part of the dividends and bonuses to shareholders in cash and report such distribution to the shareholders' meeting.

To maintain a stable dividend policy, the Company considers operational performance and funding requirements when proposing its earnings distribution. The dividends distributed shall not be less than 10% of profit after tax for the year, and the portion distributed in cash shall not be less than 10% of the total dividends proposed. However, if the calculated dividend per share is less than \$0.1, no distribution is required.

The appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset any deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

When a special reserve is appropriated for cumulative net debit balance reserves from the prior period, the special reserve is only appropriated from the prior unappropriated earnings.

The appropriation of losses for 2025 and appropriations of earnings for 2024 were approved in the shareholders' meetings on June 25, 2026 and June 27, 2025, respectively, as follows:

	Appropriation of Earning	
	For The Year Ended December 31	
	2025	2024
Legal reserve	\$-	\$7,581
Special reserve	\$13,001	(\$30,601)
Cash dividends	\$-	\$-
Cash dividends per share (NT\$)	\$-	\$-

(d) Other equity items

- 1) Exchange differences on translation of the financial statements of foreign operations

	For the Six Months Ended June 30	
	2026	2025
Balance at January 1	(\$26,051)	(\$13,050)
Recognized for the period		
Exchange differences on translation of the financial statements of foreign operations	32,948	(73,145)
Other comprehensive (loss) income for the period	32,948	(73,145)
Balance at June 30	6,897	(\$86,195)

- 2) Unrealized valuation gain (loss) on financial assets at FVTOCI

	For the Six Months Ended June 30	
	2026	2025
Balance at January 1 and as at June 30	(\$46,036)	(\$46,036)

22. REVENUE

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
<u>Revenue from contracts with customers</u>				
Revenue from the sale of goods	\$2,099,863	\$2,231,147	\$4,227,176	\$4,278,625

(a) Contract information

Revenue from the sale of goods

The Group's primary source of operating revenue is derived from the manufacturing and sale of liquid crystal displays and liquid crystal display panels.

(b) Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Accounts receivable (Note 10)	\$1,327,667	\$1,283,666	\$1,395,552	\$1,450,404
Accounts receivable - related parties (Notes 10 and 28)	\$85,870	\$134,766	\$120,992	\$127,616
Contract liabilities - current (Note 28)				
Sale of goods	\$102,502	\$113,757	\$125,070	\$103,124

Revenue of the reporting period recognized from the beginning contract liabilities and in the contract liabilities arising from performance obligations satisfied in prior periods are as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Sale of goods	\$42,494	\$27,646	\$62,922	\$64,615

(c) Disaggregation of revenue

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Primary geographical markets				
Asia	\$1,510,800	\$1,781,117	\$3,058,451	\$3,426,175
America	437,277	322,061	932,764	583,699
Europe	151,534	127,969	226,116	268,751
Oceania	252	-	9,845	-
	<u>\$2,099,863</u>	<u>\$2,231,147</u>	<u>\$4,227,176</u>	<u>\$4,278,625</u>

23. NET PROFIT

Profit for the three months includes the following items:

(a) Interest income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Bank deposits	\$12,489	\$12,856	\$20,427	\$21,177
Others	10	-	15	-
	<u>\$12,499</u>	<u>\$12,856</u>	<u>\$20,442</u>	<u>\$21,177</u>

(b) Other income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Rental income	\$15,070	\$15,949	\$29,807	\$31,729
Others	29,640	41,932	157,197	75,694
	<u>\$44,710</u>	<u>\$57,881</u>	<u>\$187,004</u>	<u>\$107,423</u>

(c) Other gains and losses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Gain (loss) on disposal of property, plant and equipment	\$64	(\$49)	\$264	\$1,714
Fair value changes of financial assets and liabilities				
Financial assets and liabilities mandatorily classified as at FVTPL	1,038	4,751	(2,580)	4,751
Impairment loss on property, plant and equipment (Note 13)	-	35	-	(1,018)
Net foreign exchange gains (Note 23(h))	(4,531)	(282,195)	47,055	(246,367)
Others	(16,286)	(24,315)	(31,649)	(43,381)
	<u>(\$19,715)</u>	<u>(\$301,773)</u>	<u>\$13,090</u>	<u>(\$284,301)</u>

(d) Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Interest on loans	\$578	\$1,973	\$1,508	\$4,305
Interest on lease liabilities	313	4	337	9
Others	41	56	73	101
	<u>\$932</u>	<u>\$2,033</u>	<u>\$1,918</u>	<u>\$4,415</u>

(e) Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
An analysis of depreciation by function				
Operating costs	\$58,540	\$84,613	\$115,910	\$168,916
Operating expenses	12,414	12,010	22,816	22,909
Non-operating expenses	2,128	2,173	4,286	4,347
	<u>\$73,082</u>	<u>\$98,796</u>	<u>\$143,012</u>	<u>\$196,172</u>
An analysis of amortization by function				
Operating costs	\$149	\$133	\$290	\$274
Operating expenses	8,495	12,946	16,899	25,811
	<u>\$8,644</u>	<u>\$13,079</u>	<u>\$17,189</u>	<u>\$26,085</u>

(f) Employee benefits expense

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Short-term employee benefits	\$363,429	\$394,954	\$738,627	\$772,677
Post employment benefits				
Defined contribution plans	20,530	21,138	39,513	41,892
Defined benefit plans(Note 20)	(44)	(50)	(87)	(100)
Other employee benefits	21,202	24,423	42,079	48,342
Total employee benefits expense	<u>\$405,117</u>	<u>\$440,465</u>	<u>\$820,132</u>	<u>\$862,811</u>
An analysis of employee				
benefits expenses by function				
Operating costs	\$315,218	\$354,690	\$639,734	\$690,433
Operating expenses	<u>89,899</u>	<u>85,775</u>	<u>180,398</u>	<u>172,378</u>
	<u>\$405,117</u>	<u>\$440,465</u>	<u>\$820,132</u>	<u>\$862,811</u>

(g) Compensation of employees and remuneration of directors

In accordance with the Company's Articles of Incorporation, employee compensation and directors' remuneration are accrued at not less than 1% and not more than 1.5%, respectively, of profit before tax for the year, before deducting employee compensation and directors' remuneration. Pursuant to the amendments to the Securities and Exchange Act in August 2024, the Company amended its Articles of Incorporation, as approved by the shareholders in 2025, to require that no less than 30% of the amount allocated for employee compensation shall be distributed to non-managerial employees.

The compensation of employees and the remuneration of directors for the three months and six months ended June 30, 2026 and 2025 are as follows:

Accrual rate

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Compensation of employees	5%	-	5%	-
Remuneration of directors	1%	-	1%	-

Amounts

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Compensation of employees	<u>\$3,609</u>	<u>(\$2,381)</u>	<u>\$13,852</u>	<u>\$-</u>
Remuneration of directors	<u>\$721</u>	<u>(\$476)</u>	<u>\$2,770</u>	<u>\$-</u>

The Group incurred a net loss before income tax for the six months ended June 30, 2025; therefore, no compensation of employees and remuneration of directors was accrued.

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

The Company had loss before income tax for the year ended December 31, 2025. Therefore, no compensation of employees and remuneration of directors was accrued for the relevant period. The appropriations of compensation of employees and remuneration of directors for 2024 that was resolved by the board of directors on March 12, 2025, are as shown below:

Amounts

	For the Year Ended December 31, 2024	
	Cash	Stock
Compensation of employees	\$3,764	\$-
Remuneration of directors	\$753	\$-

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

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

(h) Gains (losses) on foreign currency exchange

	For the Three Months		For the Six Months	
	Ended June 30		Ended June 30	
	2026	2025	2026	2025
Foreign exchange gains	\$132,121	\$1,179,289	\$692,750	\$1,662,153
Foreign exchange losses	(136,652)	(1,461,484)	(645,695)	(1,908,520)
Net gains (losses)	(\$4,531)	(\$282,195)	\$47,055	(\$246,367)

24. INCOME TAXES

(a) Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Current tax				
In respect of the current period	\$5,082	\$15,498	\$8,754	\$23,029
Adjustments for prior years	-	-	-	(992)
Income tax expense recognized in profit or loss	<u>\$5,082</u>	<u>\$15,498</u>	<u>\$8,754</u>	<u>\$22,037</u>

(b) Income tax assessments

The Company's income tax returns through 2024 have been assessed by the tax authorities. The Company disagreed with the tax authorities' assessment of their 2024 and 2023 tax returns and applied for a re-examination. There were no significant tax issues identified for the Company's foreign subsidiaries, and none of them had any pending tax litigation.

25. EARNINGS (LOSS) PER SHARE

Unit: NT\$ Per Share

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Basic earnings (loss) per share	<u>\$0.16</u>	<u>(\$0.67)</u>	<u>\$0.59</u>	<u>(\$0.57)</u>
Diluted earnings (loss) per share	<u>\$0.16</u>	<u>(\$0.67)</u>	<u>\$0.59</u>	<u>(\$0.57)</u>

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

Net profit (loss) for the period

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Earnings used in the computation of basic earnings per share	<u>\$70,759</u>	<u>(\$295,669)</u>	<u>\$260,415</u>	<u>(\$249,909)</u>
Earnings used in the computation of diluted earnings per share	<u>\$70,759</u>	<u>(\$295,669)</u>	<u>\$260,415</u>	<u>(\$249,909)</u>

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

	For the Three Months		For the Six Months	
	Ended June 30		Ended June 30	
	2026	2025	2026	2025
Weighted average number of ordinary shares in computation of basic earnings per share	\$441,545	\$441,545	\$441,545	\$441,545
Effect of potentially dilutive ordinary shares:				
Compensation of employees	158	-	606	-
Weighted average number of ordinary shares used in the computation of dilutive earnings per share	<u>441,703</u>	<u>441,545</u>	<u>442,151</u>	<u>441,545</u>

The Group may settle the compensation of employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are 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.

26. CASH FLOW INFORMATION

(a) Non-cash transactions

In addition to those disclosed in other notes, the Group entered into the following non-cash investing activities which were not reflected in the consolidated statements of cash flows for the six months ended June 30, 2026 and 2025:

As of June 30, 2026, December 31, 2025 and June 30, 2025, the acquisition of property, plant and equipment included unpaid amounts of \$77,094 thousand \$58,653 thousand and \$37,832 thousand, respectively, which were recorded under other payables. In addition, unpaid amounts of \$4,129 thousand, \$252 thousand and \$7,668 thousand, respectively, were recorded under other payables - related parties.

(b) Changes in liabilities arising from financing activities

For the six months ended June 30, 2026

	<u>Non-cash Changes</u>						
	Balance at January 1, 2026	Cash Flow	New lease contracts	Interest expense	Exchange Rate Changes	Others	Balance at June 30, 2026
Long-term borrowings (including current portion of long-term borrowings)	\$248,118	(\$137,150)	\$-	\$-	\$-	\$-	\$110,968
Lease liabilities	3,404	(1,448)	23,680	337	-	(351)	25,622
Guarantee deposits	16,641	(6,802)	-	-	116	-	9,955
	<u>\$268,163</u>	<u>(\$145,400)</u>	<u>\$23,680</u>	<u>\$337</u>	<u>\$116</u>	<u>(\$351)</u>	<u>\$146,545</u>

For the six months ended June 30, 2025

	<u>Non-cash Changes</u>						
	Balance at January 1, 2025	Cash Flow	New lease contracts	Interest expense	Exchange Rate Changes	Others	Balance at June 30, 2025
Long-term borrowings (including current portion of long-term borrowings)	\$522,419	(\$137,150)	\$-	\$-	\$-	\$-	\$385,269
Lease liabilities	1,474	(374)	-	9	-	(9)	1,100
Guarantee deposits	16,483	(278)	-	-	(278)	-	15,927
	<u>\$540,376</u>	<u>(\$137,802)</u>	<u>\$-</u>	<u>\$9</u>	<u>(\$278)</u>	<u>(\$9)</u>	<u>\$402,296</u>

27. FINANCIAL INSTRUMENTS

(a) Fair value of financial instruments not measured at fair value

The management believes the carrying amounts of financial assets and financial liabilities that are not carried at fair value approximate their fair values or that their fair values cannot be measured reliably.

(b) Fair value of financial instruments measured at fair value on a recurring basis

1. Fair value hierarchy

June 30, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Securities unlisted	\$-	\$-	\$15,000	\$15,000
Financial liabilities at FVTPL				
Derivative instruments	\$-	\$1,150	\$-	\$1,150

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial liabilities at FVTPL				
Derivative instruments	\$-	\$888	\$-	\$888

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Derivative instruments	\$-	\$4,751	\$-	\$4,751

There were no transfers between Levels 1 and 2 in the current and prior years.

2. Reconciliation of Level 3 fair value measurements of financial assets

For the six months ended June 30, 2026

Financial Assets	Financial Assets at FVTOCI
	Equity instruments
Balance at January 1, 2026	\$-
Additions	15,000
Balance at June 30, 2026	\$15,000

3. Valuation techniques and inputs for Level 3 fair value measurement

The Group holds investments in equity securities of domestic unlisted companies. The significant unobservable input used in the valuation of such investments is the liquidity discount rate. The fair value of equity securities of domestic unlisted companies is primarily estimated using the market approach with reference to valuations of comparable companies. As at June 30, 2026, the liquidity discount rate was 25%.

(c) Categories of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets</u>			
FVTPL			
Mandatorily Measured at FVTPL	\$-	\$-	\$4,751
Financial assets at amortized cost			
(Note 1)	3,918,459	3,885,845	3,832,978
Financial assets at FVTOCI			
Equity instruments	15,000	-	-
<u>Financial liabilities</u>			
FVTPL			
Held for trading	1,150	888	-
Amortized cost (Note 2)	2,104,539	2,309,221	2,353,157

Note 1: The balance includes cash and cash equivalents, financial assets at amortized cost, notes receivable, accounts receivable, accounts receivable - related parties, other receivables (excluding tax refund receivable), and refundable deposits, all of which are financial assets at amortized cost.

Note 2: The balance includes accounts payable, accounts payable - related parties, other payables (excluding salaries and bonuses payable, employee compensation payable, directors' remuneration payable, insurance premiums payable, pension payable and business tax payable), other payables – related parties, current portion of long-term borrowings, guarantee deposits, long-term borrowings, and long-term payables, all of which are financial liabilities at amortized cost.

(d) Financial risk management objectives and policies

The Group's major financial instruments included cash and cash equivalents, financial assets at amortized cost, accounts receivable, accounts payable, borrowings and lease liabilities. The Group'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 Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

The Group 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 Group'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 Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The corporate treasury function reports quarterly to the Group's risk management committee, an independent body that monitors risks and policies implemented to mitigate risk exposures.

1. Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk, included forward exchange contracts to hedge foreign exchange exposures arising from exports of liquid crystal displays and liquid crystal display panels.

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

a. Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group's monetary assets and monetary liabilities denominated in foreign currencies other than the functional currency (including those eliminated on consolidation) and the carrying amounts of derivative instruments with foreign exchange exposure at the end of the reporting period, refer to Note 32.

Sensitivity analysis

The Group was mainly exposed to the USD and JPY.

The following table details the Group's sensitivity to a 1% increase and decrease in the functional currency against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items and adjusts their translation at the end of the year for a 1% change in foreign currency rates. A positive number below indicates an increase in pre-tax profit or equity associated with the functional currency strengthening against the relevant currency. For a 1% weakening of the functional currency against the relevant currency, there would be an equal and opposite impact on pre-tax profit or equity, and the balances below would be negative.

	USD Impact		JPY Impact	
	For the Six Months		For the Six Months	
	Ended June 30		Ended June 30	
	2026	2025	2026	2025
Profit or loss	\$14,803(i)	\$11,615 (i)	(\$668) (ii)	\$226 (ii)

- (i) The result was mainly attributable to the exposure on outstanding cash deposits, accounts receivable and accounts payable in U.S. dollar that were not hedged at the end of the year.
- (ii) The result was mainly attributable to the exposure on outstanding cash deposits, accounts receivable and accounts payable in J.P. dollar that were not hedged at the end of the year.

The Group's sensitivity to USD currency increased during the current period, mainly due to the increase in the net foreign currency denominated assets. The Group's sensitivity to JPY currency increased during the current period, mainly due to the increase in the net foreign currency denominated liabilities.

b. Interest rate risk

The Group is exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings and using interest rate swap contracts and forward interest rate contracts.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting periods were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Fair value interest rate risk			
— Financial assets	\$811,977	\$1,044,378	\$830,511
— Financial liabilities	25,622	3,404	1,100
Cash flow interest rate risk			
— Financial assets	1,560,981	1,293,494	1,325,070
— Financial liabilities	110,968	248,118	385,269

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rate risk for non-derivative instruments at the end of the reporting period. For floating rate assets and liabilities, the analysis was prepared assuming the amount of both the assets and the liabilities outstanding at the end of the reporting period was outstanding for the whole year.

If interest rates had been 10 basis points higher/lower and all other variables were held constant, the Group's pre-tax profit for the six months ended June 30, 2026 and 2025 would decrease/increase by \$725 thousand and \$470 thousand, respectively, which was mainly attributable to the Group's exposure to interest rate risk on its variable-rate net liabilities.

2. Credit risk

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

The Group has a policy of dealing with only creditworthy counterparties and obtaining sufficient collateral, where appropriate, to mitigate the risk of financial loss from defaults.

In order to minimize credit risk, the management of the Group has set up an approach for credit and accounts receivable management to ensure that follow-up action is taken to recover overdue debt. In addition, the Group 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. Accordingly, management believes that the Group's credit risk has been significantly reduced.

Ongoing credit evaluation is performed on the financial condition of trade receivables and, reviews the recoverable amount of each individual trade debt to ensure that adequate impairment losses are made for irrecoverable amounts, where appropriate, contractual liabilities may also be used as a condition of the transaction to reduce credit risk.

The Group's concentration of credit risk was mainly attributable to the Group's ten largest customers, which accounted for 62%, 62% and 52% of total accounts receivable as of June 30, 2026, December 31, 2025 and June 30, 2025.

3. Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the use of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of June 30, 2026 December 31, 2025 and June 30, 2025, the Group had available unutilized loan facilities set out in b. below.

a. Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities, including principal and interest, from the earliest date on which the Group can be required to pay. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

For floating-rate interest payments, undiscounted interest cash flows are determined using the average floating interest rates applicable as of the balance sheet date.

June 30, 2026

	Less than 6 Months	6 Months to 1 Years	1-2 Years	2-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing	\$1,952,634	\$321	\$37,583	\$3,033	\$-
Lease liabilities	3,436	2,918	6,121	14,651	-
Floating interest rate liabilities	56,240	55,706	-	-	-
	<u>\$2,012,310</u>	<u>\$58,945</u>	<u>\$43,704</u>	<u>\$17,684</u>	<u>\$-</u>

December 31, 2025

	Less than 6 Months	6 Months to 1 Years	1-2 Years	2-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing	\$1,980,156	\$3,933	\$40,869	\$36,145	\$-
Lease liabilities	812	739	1,251	696	-
Floating interest rate liabilities	138,803	56,240	55,706	-	-
	<u>\$2,119,771</u>	<u>\$60,912</u>	<u>\$97,826</u>	<u>\$36,841</u>	<u>\$-</u>

June 30, 2025

	Less than 6 Months	6 Months to 1 Years	1-2 Years	2-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing	\$2,111,567	\$34,281	\$34,281	\$33,695	\$-
Lease liabilities	383	294	349	88	-
Floating interest rate liabilities	140,204	138,803	111,947	-	-
	<u>\$2,252,154</u>	<u>\$ 173,378</u>	<u>\$ 146,577</u>	<u>\$33,783</u>	<u>\$-</u>

b. Liquidity and interest rate risk table for derivative financial liabilities

The following table details the Group's liquidity analysis of its derivative financial instruments. The table is based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis, and the undiscounted gross inflows and outflows on those derivatives that require gross settlement. When the amount payable or receivable is not fixed, the amount disclosed is determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

June 30, 2026

	Less than 6 Months
<u>Gross settled</u>	
Foreign exchange forward contracts	
Inflows	\$158,100
Outflows	(159,250)
	<u>(\$1,150)</u>

December 31, 2025

	Less than 6 Months
<u>Gross settled</u>	
Foreign exchange forward contracts	
Inflows	\$250,552
Outflows	(251,440)
	<u>(\$888)</u>

June 30, 2025

	Less than 6 Months
<u>Gross settled</u>	
Foreign exchange forward contracts	
Inflows	\$273,202
Outflows	(268,451)
	<u>\$4,751</u>

c. Financing facilities

	June 30, 2026	December 31, 2025	June 30, 2025
Unsecured bank overdraft facilities, reviewed annually and payable on demand:			
Amount used	\$115,468	\$114,747	\$109,637
Amount unused	1,016,732	1,012,413	1,490,034
	<u>\$1,132,200</u>	<u>\$1,127,160</u>	<u>\$1,599,671</u>
Secured bank overdraft facilities:			
Amount used	\$110,968	\$248,118	\$385,269
Amount unused	-	510,000	510,000
	<u>\$110,968</u>	<u>\$758,118</u>	<u>\$895,269</u>

28. TRANSACTIONS WITH RELATED PARTIES

The Company's parent is Juyi Investment Co., Ltd., which held 53.10% of the ordinary shares of the Company as of June 30, 2026.

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

(a) Related party name and relationship

Related Party Name	Relationship with the Group
TOPPAN Holdings Inc. (TOPPAN Holdings)	Associate (Note 1)
TOPPAN Inc.(TOPPAN)	Other related party (Note 1)
Tekscend Photomask Chunghwa Inc. (TPC)	Other related party
Toppan Electronics Taiwan Inc (TET)	Other related party (Note 1)
LIN, YUNG-JEN	Other related party (Note 2)

Note 1: TOPPAN Holdings was formerly the parent company and the ultimate controlling party of the Group. TOPPAN Holdings planned to transfer its shareholding in the Company to Juyi Investment Co., Ltd. in two phases in 2025. The first phase was completed on January 20, 2025, upon which TOPPAN Holdings' shareholding decreased from 53.1% to 34.6%, resulting in the loss of control over the Company. The second phase was completed on June 26, 2026. Accordingly, TOPPAN Holdings and its affiliates ceased to be related parties of the Group from June 26, 2026.

Note 2: The individual is the spouse of a director of the Group. As such director was discharged from office on June 25, 2026, LIN, YUNG-JEN ceased to be another related party of the Group from June 25, 2026.

(b) Sales

Line Item	Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2026	2025	2026	2025
Sales revenue	Other related party	\$118,911	\$166,882	\$261,373	\$ 346,440

The transaction price between the Company and the above-mentioned related parties was not comparable to that of other customers, and no significant differences between the terms of transactions with related parties and other customers. The payment terms for related parties were 45 days, while the terms for routine sales were ranged from T/T in advance to 120 days.

(c) Purchases

Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Other related party	\$324	\$627	\$16,569	\$1,650

The prices and payment terms of the Company's purchase from the above related parties were not significantly different from those of its regular suppliers. The payment terms for related parties' transaction were ranged from 45 days to 90 days, while the terms for routine purchases were ranged from T/T in advance to 120 days.

(d) Contract liabilities

Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Other related party TOPPAN	\$48,473	\$12,034	\$17,119

(e) Receivables from related parties

Line Item	Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable	Other related party	\$85,870	\$134,766	\$120,992
Other receivables	Other related party			
	TPC	\$13,927	\$11,424	\$14,128
	Others	-	1,034	-
		\$13,927	\$12,458	\$14,128

The outstanding accounts receivable from related parties are unsecured. For the six months ended June 30, 2026 and 2025, no impairment loss was recognized for accounts receivable from related parties.

(f) Payables to related parties

The payables to related parties were as follows:

Line Item	Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Accounts payable	Other related party			
	TOPPAN	\$150,424	\$170,763	\$109,357
	Others	199	253	567
		<u>\$150,623</u>	<u>\$171,016</u>	<u>\$109,924</u>
Other payables	Other related party	<u>\$9,876</u>	<u>\$6,861</u>	<u>\$34,323</u>

The outstanding accounts payable from related parties are unsecured.

(g) Acquisition of property, plant and equipment

Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Other related party				
TOPPAN	\$3,646	\$7,740	\$25,591	\$13,823
Others	213	150	801	480
	<u>\$3,859</u>	<u>\$7,890</u>	<u>\$26,392</u>	<u>\$14,303</u>

(h) Others

Line Item	Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Inventory of supplies (classified as prepaid expenses)	Other related party	<u>\$198</u>	<u>\$-</u>	<u>\$-</u>
Temporary payments (classified as other current assets)	Other related party			
	TOPPAN	\$12,316	\$8,502	\$27,364
	Others	1,950	1,620	1,458
		<u>\$14,266</u>	<u>\$10,122</u>	<u>\$28,822</u>
Prepayment for equipment (classified as other non-current assets)	Other related party			
	TOPPAN	<u>\$-</u>	<u>\$21,945</u>	<u>\$-</u>

Line Item	Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2026	2025	2026	2025
Manufacturing expenses	Other related party TOPPAN	\$90,777	\$58,454	\$186,884	\$100,113
Operating expenses	Other related party TOPPAN	\$18	\$9	\$18	\$40
Other income	Other related party TOPPAN	\$2,170	\$4,352	\$92,013	\$18,729
	Others	2,123	2,460	4,108	4,448
		\$4,293	\$6,812	\$96,121	\$23,177
Other expenses	Other related party TOPPAN	\$2,021	\$8,394	\$7,319	\$16,094
	Others	-	210	60	1,194
		\$2,021	\$8,604	\$7,379	\$17,288

The Group leases properties to related parties by reference to prevailing market rates, with the terms of the leases determined through negotiation between the contracting parties. Rental payments are collected on a monthly basis.

(i) Remuneration of key management personnel

The remuneration of directors and members of key management personnel for the years ended June 30, 2026 and 2025 was as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Short-term employee benefits	\$12,376	\$6,693	\$26,493	\$13,857

The remuneration of directors and key executives, as determined by the remuneration committee, is based on the performance of individuals and market trends.

29. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets have been pledged as security for purchase deposits for imported raw materials, collateral for financing borrowings, capacity reservation deposits and dormitory deposits:

	June 30, 2026	December 31, 2025	June 30, 2025
Pledge deposits (classified as financial assets at amortized cost)	\$-	\$28,071	\$28,071
Property, plant and equipment	3,713,554	3,713,554	3,753,554
Refundable deposits (classified as other non-current assets)	89,110	91,302	118,852
	\$3,802,664	\$3,832,927	\$3,900,477

30. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group as of June 30, 2026 were as follows:

Significant unrecognized commitments

1. The Group has entered into capacity reservation agreements with suppliers, under which the Group is reserved wafer production capacity from the suppliers at agreed prices and quantities.
2. The Group has entered into natural gas purchase agreements with suppliers, under which the Group is required to purchase natural gas at agreed prices and quantities during the contract period and is subject to a minimum monthly consumption payment obligation.
3. The Group has entered into energy purchase agreements with suppliers, under which the Group is required to perform its obligations at agreed contract terms, quantities and prices during the contract period, and is subject to minimum purchase payment obligations.
4. As of June 30, 2026, December 31, 2025 and June 30, 2025, the amounts of unused letters of credit opened for the purchase of raw materials were \$66,782 thousand, \$81,023 thousand and \$46,469 thousand, respectively.
5. Unrecognized commitments were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Acquisition of property, plant and equipment	\$136,343	\$86,498	\$-
Acquisition of intangible assets	\$20,248	\$-	\$-

6. On September 25, 2025, the Board of Directors of the Group approved the plan to acquire the color filter production line of TOPPAN Inc. In October 2025, the Group entered into a share purchase agreement to acquire 100% of the equity interest in a newly established company of TOPPAN Inc. for JPY110,000,000. As of June 30, 2026, the details of the transfer arrangements for the color filter production line originally scheduled for transfer were still under negotiation, and the transfer will be carried out in accordance with the progress of the arrangements.

31. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

None.

32. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

June 30, 2026			
	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$228,648	31.850 (USD:NTD)	\$7,282,439
JPY	892,596	0.196 (JPY:NTD)	175,217
<u>Financial liabilities</u>			
Monetary items			
USD	182,171	31.850 (USD:NTD)	5,802,146
JPY	1,232,666	0.196 (JPY:NTD)	241,972
December 31, 2025			
	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$225,396	31.430 (USD:NTD)	\$7,084,196
JPY	831,889	0.201 (JPY:NTD)	167,210
<u>Financial liabilities</u>			
Monetary items			
USD	180,113	31.430 (USD:NTD)	5,660,952
JPY	1,140,226	0.201 (JPY:NTD)	229,185

June 30, 2025			
	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$193,191	29.300 (USD:NTD)	\$5,660,496
JPY	1,149,552	0.203 (JPY:NTD)	233,359
<u>Financial liabilities</u>			
Monetary items			
USD	153,550	29.300 (USD:NTD)	4,499,015
JPY	1,038,317	0.203 (JPY:NTD)	210,778

Realized and unrealized net foreign exchange gains (loss) were \$(4,531) thousand and \$(282,195) thousand for the three months ended June 30, 2026 and 2025, respectively. Realized and unrealized net foreign exchange gains were \$47,055 thousand and \$(246,367) thousand for the six months ended June 30, 2026 and 2025, respectively. It is impractical to disclose net foreign exchange gains and losses by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the entities in the Group.

33. SEPARATELY DISCLOSED ITEMS

1. Information on significant transactions:

- (a) Financing provided to others: (Table 1)
- (b) Endorsements/guarantees provided: (None)
- (c) Significant marketable securities held (excluding investments in subsidiaries): (Table 2)
- (d) Total purchases from or sales to related parties of at least NT\$100 million or 20% of the paid-in capital: (Table 3)
- (e) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: (Table 4)
- (f) Intercompany relationships and significant intercompany transactions: (Table 5)

2. Information on investees (Table 6)

3. Information on investment in mainland China:

- (a) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 7)
- (b) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: (Table 8)
 - (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period
 - (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period
 - (3) The amount of property transactions and the amount of the resultant gains or losses.
 - (4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
 - (5) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
 - (6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services.

34. SEGMENT INFORMATION

Segment financial information

Based on the operating results regularly reviewed by the Group's chief operating decision maker for the purpose of allocating resources and assessing performance, the Group is considered to have a single operating segment. The Group's principal operating activities are research, development, manufacturing and sale of liquid crystal displays and liquid crystal display panels.

TABLE 1**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES****FINANCING PROVIDED TO OTHERS****JUNE 30, 2026****(In Thousands of New Taiwan Dollars)**

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 3)	Aggregate Financing Limits (Note 3)	Note
													Item	Value			
1	GIANTPLUS (SAMOA) HOLDING CO., LTD.	GIANTPLUS TECHNOLOGY CO., LTD.	Other receivables - related parties	Y	\$2,959,538	\$2,484,300	\$2,484,300	1.00%~1.30%	2	\$-	Operating capital	\$-	-	\$-	\$4,151,037	\$4,151,037	
1	GIANTPLUS (SAMOA) HOLDING CO., LTD.	KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	Other receivables - related parties	Y	377,160	-	-	-%	2	-	Operating capital	-	-	-	4,151,037	4,151,037	
2	GIANTPLUS HOLDING L.L.C.	GIANTPLUS TECHNOLOGY CO., LTD.	Other receivables - related parties	Y	345,730	-	-	-%	2	-	Operating capital	-	-	-	1,401,303	1,401,303	
2	GIANTPLUS HOLDING L.L.C.	KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	Other receivables - related parties	Y	939,575	939,575	748,475	5.34%~6.12%	2	-	Operating capital	-	-	-	1,401,303	1,401,303	

Note 1: The number indicates the following:

- (1) The issuer is "0".
- (2) Each subsidiary is numbered in sequential order starting from "1".

Note 2: The descriptions of the nature of financing are as follows:

- (1) Business transaction
- (2) Short-term financing.

Note 3: The total amount of financing provided by GIANTPLUS (SAMOA) HOLDING CO., LTD. and the financing limit to any individual counterparty shall not exceed 100% of the net worth of GIANTPLUS (SAMOA) HOLDING CO., LTD. for the period. The total amount of financing provided by GIANTPLUS HOLDING L.L.C. and the financing limit to any individual counterparty shall not exceed 90% of the net worth of GIANTPLUS HOLDING L.L.C. for the period.

TABLE 2**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES****SIGNIFICANT MARKETABLE SECURITIES HELD****JUNE 30, 2026****(In Thousands of New Taiwan Dollars)**

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2026				Note
				Number of Shares (In Thousands)	Carrying Value	% of Ownership	Fair Value	
GIANTPLUS TECHNOLOGY CO., LTD.	<u>Stock</u>							
	Chenfeng optronics Co.,Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	2,141,452	\$-	2.13%	\$-	Note 1
	Hongyi optical Co., Ltd.	None	Financial assets at fair value through other comprehensive income- non-current	1,000,000	15,000	4.81%	15,000	Note 1

Note 1: There were no financial assets pledged as collateral, pledged for borrowings, or otherwise restricted in use under contractual arrangements during the current period.

Note 2: The highest shareholding during the period was the same as the shareholding at the end of the period.

Note 3: For information relating to the invested enterprises, please refer to Tables 6 and 7.

TABLE 3**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES****TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL****FOR THE SIX MONTHS ENDED JUNE 30, 2026****(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) Receivable		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
GIANTPLUS TECHNOLOGY CO., LTD.	TOPPAN Inc.	Other related party	Sales	(\$261,373)	(6)%	45 days	-	-	\$85,870	6%	
KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	GIANTPLUS TECHNOLOGY CO., LTD.	Parent company	Sales	(644,387)	(97)%	60 days	-	-	951,759	99%	Note

Note: Amounts arising from intercompany transactions have been eliminated upon consolidation in the preparation of these consolidated financial statements.

TABLE 4**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES****RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL****JUNE 30, 2026****(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Nature of Relationship	Ending Balance (Note 2)	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
GIANTPLUS TECHNOLOGY CO., LTD.	TOPPAN Inc.	Other related party	\$85,870	4.74	\$-	—	\$85,870	\$-
KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	GIANTPLUS TECHNOLOGY CO., LTD.	Parent company	951,759	1.43	-	—	951,759	-
GIANTPLUS (SAMOA) HOLDING CO., LTD.	GIANTPLUS TECHNOLOGY CO., LTD.	Parent company	2,498,684 (Note 1)	N/A	-	—	-	-
GIANTPLUS HOLDING L.L.C.	KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	Subsidiary	772,654 (Note 1)	N/A	-	—	-	-

Note 1: The balances include loans to others and related receivables such as interest receivable. Please refer to Table 5.

Note 2: The figures presented in this table are stated in New Taiwan dollars. For items involving foreign currencies, the amounts were translated at the exchange rates prevailing on the balance sheet date, which were USD1 = NT\$31.85 ; RMB\$1=NT\$4.67633.

TABLE 5**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Investee Company	Related Party	Relationship (Note 2)	Transaction Details			
				Financial Statement Account	Amount (Note 4)	Payment Terms	% of Consolidated Sales or Assets (Note 3)
1	GIANTPLUS (SAMOA) HOLDING CO., LTD.	GIANTPLUS TECHNOLOGY CO., LTD.	2	Other receivables	2,498,684	Per contract	23.07%
2	GIANTPLUS HOLDING L.L.C.	KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	3	Other receivables	772,654	Per contract	7.13%
3	KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	GIANTPLUS TECHNOLOGY CO., LTD.	2	Sales	644,387	60 days	15.24%
		GIANTPLUS TECHNOLOGY CO., LTD.	2	Accounts receivable	951,759	60 days	8.79%

Note 1: The number indicates the following:

- (1) The issuer is “0”.
- (2) Each subsidiary is numbered in sequential order starting from “1”.

Note 2: The “Relationship” column indicates the following:

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

Note 3: The calculation of the percentage of transaction amounts to total consolidated revenue or total consolidated assets is performed as follows: for balance sheet accounts, the percentage is calculated based on the period-end balance divided by total consolidated assets; for income statement accounts, the percentage is calculated based on the accumulated amount for the period divided by total consolidated revenue.

Note 4: Amounts arising from intercompany transactions have been eliminated in the preparation of the consolidated financial statements.

Note 5: Business relationships and significant transactions between the parent company and its subsidiaries are disclosed only when the related balance-sheet account amount exceeds 1% of total consolidated assets or the related income-statement account amount exceeds 1% of total consolidated revenue. The corresponding counterparty transactions are not disclosed again.

TABLE 6**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES****INFORMATION ON INVESTEEES****FOR THE SIX MONTHS ENDED JUNE 30, 2026****(In Thousands of New Taiwan Dollars)**

Investor	Investee	Location	Main Business Activities	Investment Amount		Balance as of June 30, 2026			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				June 30, 2026	December 31, 2025	Number of Shares (In Thousands)	% of Ownership	Carrying Value			
GIANTPLUS TECHNOLOGY CO., LTD.	GIANTPLUS (SAMOA) HOLDING CO., LTD.	Samoa	Investment holding activities	\$1,397,086	\$1,397,086	44,000,000	100	\$4,149,320	\$115,125	\$118,188 (Note 1)	Subsidiary (Note 4)
GIANTPLUS (SAMOA) HOLDING CO., LTD.	GIANTPLUS HOLDING L.L.C.	U.S.A	Investment holding activities	1,397,086	1,397,086	-	100	1,557,004	60,567	60,567 (Note 1)	Subsidiary (Note 4)

Note 1: Including unrealized (realized) gains or losses arising from intercompany transactions.

Note 2: For information on investee companies located in Mainland China, please refer to Table 7.

Note 3: The figures presented in this table shall be stated in New Taiwan dollars. For amounts involving foreign currencies, the translation is based on the exchange rates prevailing on the balance sheet date, which were USD1 = NT\$31.85; however, income-statement amounts are translated using the average exchange rate for the period, which was USD1 = NT\$31.61376.

Note 4: Amounts arising from intercompany transactions have been eliminated in the preparation of the consolidated financial statements.

TABLE 7**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES****INFORMATION ON INVESTMENTS IN MAINLAND CHINA****FOR THE SIX MONTHS ENDED JUNE 30, 2026****(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

1. The name of the investee in Mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, income (losses) of the investee, share of profits/losses of investee, ending balance, amount received as dividends from the investee, and the limitation on investee:

Equity-method Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (Note 8)	Investment Type (Note 1)	Accumulated Outflow of Investments from Taiwan as of January 1, 2026	Investment flows		Accumulated Outflow of Investments from Taiwan as of June 30, 2026	Net Income (Loss) of the Investee	Percentage of Ownership in Investment	Investment Gain (Loss)	Carrying Value as of June 30, 2026	Accumulated Inward Remittance of Earnings as of June 30, 2026	Note
					Outflow	Inflow							
KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD. (Note 6)	Assembly of liquid crystal display modules, and the manufacturing and sales of touch panels	\$ 923,650	(2)	\$ 923,650	\$-	\$-	\$ 923,650	\$34,342	100	\$34,342	\$771,951	\$-	Note 2 and Note 5

2. Investment limit for investments in Mainland China

Accumulated Outward Remittance for Investment in Mainland China as of June 30, 2026 (Note 8)	Investment Amount Authorized by the Investment Commission, MOEA (Note 7)	Ceiling Amount on of the Corporation's Investments in Mainland China (Note 3)
\$2,261,350	\$2,261,350	\$4,878,827

Note1: The "Investment Method" column indicates the following:

- (1) Direct investment in Mainland China.
- (2) Reinvestment in Mainland China through a company in a third jurisdiction.
 - A. KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD. is invested through GIANTPLUS HOLDING L.L.C.
- (3) Other methods.

Note2: The investment gain or loss recognized for the period is based on the financial statements audited by the parent company's CPA in Taiwan.

Note3: In accordance with the Ministry of Economic Affairs Investment Commission ruling No. 09704604680, the investment limit is calculated based on 60% of consolidated net equity.

Note4: The figures presented in this table shall be stated in New Taiwan dollars. For amounts involving foreign currencies, the translation is based on the exchange rates prevailing on the balance sheet date, which were USD\$1=NT\$31.85 ; RMB\$1=NT\$4.67633; however, amounts relating to income statement items are translated using the average exchange rates for the period, which were USD\$1=NT\$31.61376 ; RMB\$1=NT\$4.58485.

Note5: Amounts arising from intercompany transactions have been eliminated in the preparation of the consolidated financial statements.

Note6: KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD. is an investee indirectly held by GIANTPLUS TECHNOLOGY CO., LTD. through GIANTPLUS HOLDING L.L.C.

Note7: The "Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2025" and the "Investment Amounts Authorized by Investment Commission, MOEA" include the originally remitted investments of US\$30,000 thousand in KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD. and US\$12,000 thousand in SHENZHEN GIANTPLUS OPTOELEC DISPLAY CO., LTD., which were disposed of in April 2019 and January 2021, respectively. As of June 30, 2026, the originally remitted investment amount of US\$42,000 thousand has not yet been remitted to Taiwan.

TABLE 8**GIANTPLUS TECHNOLOGY CO., LTD. AND SUBSIDIARIES**

SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: None
2. The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period :

Investee Company	Transaction Type	Purchase/Sale		Price	Transaction Details		Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss	Note
		Amount	% to Total		Payment Term	Comparison with Normal Transaction	Ending Balance	% to Total		
KUNSHAN GIANTPLUS OPTRONICS DISPLAY TECHNOLOGY CO., LTD.	Sales	(\$644,387)	(97%)	Cost-plus basis (as negotiated)	Monthly settlement, 60 days	Same as general transactions	\$951,759	99%	\$5	

3. The amount of property transactions and the amount of the resultant gains or losses: None.
4. The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purpose: None.
5. The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: Please refer to table 1.
6. Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services: None.