

Tul Corp. and Subsidiaries

Consolidated Financial Statements
for the Six Months Ended June 30,
2025 and 2024 and Independent
Auditors' Review Report

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

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Independent Auditors' Review Report

To Tul Corp.:

Introduction

We have duly audited the consolidated balance sheet of Tul Corp. and its subsidiaries as of June 30, 2025 and 2024, and their consolidated statement of comprehensive income for the three months and six months then ended, consolidated statement of changes in equity and consolidated statement of cash flows for the six months then ended, as well as notes to the consolidated financial statements (including the summary of significant accounting policies). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting,” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except for those described in the paragraph of basis of qualified conclusion, we conducted our reviews in accordance with the Standard on Review Engagements 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 of Qualified Conclusion

As stated in Note 12 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the accompanying consolidated financial statements were not reviewed by independent auditors. The total assets of these non-significant

subsidiaries amounted to NT\$345,785 thousand and NT\$480,116 thousand, constituting 9% and 14% of the consolidated total assets, and the total liabilities of these non-significant subsidiaries amounted to NT\$163,200 thousand and NT\$178,988 thousand, constituting 6% and 9% of the consolidated total liabilities, as of June 30, 2025 and 2024, respectively. The total comprehensive income of these non-significant subsidiaries amounted to NT\$(17,794) thousand, NT\$(6,906) thousand, NT\$(25,993) thousand, and NT\$(3,754) thousand, constituting (57%), 14%, (67%), and 4% of the consolidated total comprehensive income for the three and six months ended June 30, 2025 and 2024.

Qualified Conclusion

Based on our review, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position as of June 30, 2025 and 2024, its consolidated financial performance for the three and six months ended June 30, 2025 and 2024, and its cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting,” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Deloitte Taiwan

Chiu, Meng-Chie, CPA

Chang, Ching-Hsia, CPA

August 14, 2025

Tul Corp. and Subsidiaries
Consolidated Balance Sheet
June 30, 2025 and December 31 and June 30, 2024
(Expressed in thousands of New Taiwan dollars)

Code	Assets	June 30, 2025		December 31, 2024		June 30, 2024	
		Amount	%	Amount	%	Amount	%
	Current Assets						
1100	Cash and cash equivalents (note 6)	\$ 881,037	22	\$ 555,970	14	\$ 350,304	10
1110	Current financial assets at fair value through profit or loss (note 7)	5,115	-	5,157	-	101,202	3
1136	Current financial assets at amortized cost (notes 9 and 29)	6,128	-	6,124	-	5,450	-
1140	Current contract assets (note 22)	645	-	4,463	-	4,463	-
1150	Notes receivable, net (notes 10 and 22)	-	-	351	-	1,309	-
1170	Accounts receivable, net (notes 10, 22, and 28)	1,006,933	25	1,033,101	27	824,414	23
1200	Other receivables	10,144	-	14,135	-	104,137	3
130X	Inventories (note 11)	938,883	24	1,043,158	27	958,908	27
1410	Prepayments	64,724	2	57,862	2	47,574	1
1470	Other current assets	13,344	-	18,270	1	16,069	1
11XX	Total Current Assets	<u>2,926,953</u>	<u>73</u>	<u>2,738,591</u>	<u>71</u>	<u>2,413,830</u>	<u>68</u>
	Non-current assets						
1517	Non-current financial assets at fair value through other comprehensive income (note 8)	26,762	1	30,457	1	22,874	1
1550	Investments accounted for using equity method (note 13)	7,303	-	6,440	-	10,080	-
1600	Property, plant and equipment (notes 14 and 29)	902,114	23	915,121	24	922,373	26
1755	Right-of-use assets (note 15)	2,622	-	4,683	-	7,229	-
1760	Investment property (notes 16 and 29)	32,840	1	33,001	1	33,161	1
1780	Intangible assets	7,933	-	7,677	-	6,034	-
1840	Deferred income tax assets	80,957	2	80,205	2	80,911	2
1915	Prepayments for equipment	-	-	5,784	-	-	-
1920	Guarantee deposits paid	15,228	-	15,463	1	15,602	1
1975	Net defined benefit asset - non-current (notes 4 and 20)	12,795	-	12,848	-	11,750	1
15XX	Total Non-Current Assets	<u>1,088,554</u>	<u>27</u>	<u>1,111,679</u>	<u>29</u>	<u>1,110,014</u>	<u>32</u>
1XXX	Total Assets	<u>\$ 4,015,507</u>	<u>100</u>	<u>\$ 3,850,270</u>	<u>100</u>	<u>\$ 3,523,844</u>	<u>100</u>
	Liabilities and Equity						
	Current Liabilities						
2100	Short-term borrowings (notes 17, 28, and 29)	\$ 960,374	24	\$ 652,466	17	\$ 747,791	21
2130	Contract liabilities (note 22)	70,775	2	63,526	1	86,608	3
2170	Accounts payable (note 28)	795,758	20	1,029,089	27	262,465	7
2200	Other payables (note 19)	183,999	5	179,268	5	176,363	5
2230	Current tax liabilities	12,012	-	4,214	-	152	-
2250	Provision for liabilities - current	43,606	1	29,008	1	29,459	1
2280	Current lease liabilities (note 15)	1,801	-	2,862	-	4,118	-
2320	Corporate bonds payable due within one year (note 18)	-	-	-	-	222,338	6
2399	Other current liabilities	16,233	-	24,862	-	19,244	1
21XX	Total Current Liabilities	<u>2,084,558</u>	<u>52</u>	<u>1,985,295</u>	<u>51</u>	<u>1,548,538</u>	<u>44</u>
	Non-current Liabilities						
2530	Corporate bonds payable (note 18)	385,451	10	381,219	10	377,046	11
2570	Deferred tax liabilities (note 4)	25,566	1	9,798	-	9,181	-
2580	Non-current lease liabilities (note 15)	861	-	1,906	-	3,160	-
2670	Other non-current Liabilities	22,836	-	19,048	1	19,048	1
25XX	Total Non-current Liabilities	<u>434,714</u>	<u>11</u>	<u>411,971</u>	<u>11</u>	<u>408,435</u>	<u>12</u>
2XXX	Total Liabilities	<u>2,519,272</u>	<u>63</u>	<u>2,397,266</u>	<u>62</u>	<u>1,956,973</u>	<u>56</u>
	Equity attributable to owners of the company (note 21)						
3110	Common share capital	483,460	12	483,460	13	483,460	13
3200	Capital surplus	844,551	21	840,253	22	840,250	24
	Retained earnings						
3310	Legal reserve	148,988	4	148,988	4	148,988	4
3320	Special reserve	33,373	1	33,373	1	33,373	1
3350	Undistributed earnings (accumulated deficit)	26,551	-	(22,353)	(1)	93,035	3
3300	Total retained earnings	<u>208,912</u>	<u>5</u>	<u>160,008</u>	<u>4</u>	<u>275,396</u>	<u>8</u>
	Other Equity						
3410	Exchange differences on translation of foreign financial statements	(5,167)	-	855	-	496	-
3420	Unrealized losses of financial assets at fair value through other comprehensive income	(38,167)	(1)	(34,472)	(1)	(36,055)	(1)
3400	Total Other Equity	(43,334)	(1)	(33,617)	(1)	(35,559)	(1)
31XX	Total equity of company owner	1,493,589	37	1,450,104	38	1,563,547	44
36XX	Non-controlling Interests	2,646	-	2,900	-	3,324	-
3XXX	Total Equity	<u>1,496,235</u>	<u>37</u>	<u>1,453,004</u>	<u>38</u>	<u>1,566,871</u>	<u>44</u>
	Total Liabilities and Equity	<u>\$ 4,015,507</u>	<u>100</u>	<u>\$ 3,850,270</u>	<u>100</u>	<u>\$ 3,523,844</u>	<u>100</u>

The accompanying notes are a part of this consolidated financial report.
(Please refer to the review report by Deloitte Taiwan dated August 14, 2025)

Tul Corp. and Subsidiaries
Consolidated Statement of Comprehensive Income
For the three months ended June 30, 2025 and 2024 and the six months ended June 30, 2025 and 2024
(Expressed in thousands of New Taiwan dollars, except for earnings per share)

Code		For the three months ended June 30, 2025		For the three months ended June 30, 2024		For the six months ended June 30, 2025		For the six months ended June 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (notes 22 and 28)	\$ 2,143,392	100	\$ 1,083,218	100	\$ 3,819,095	100	\$ 2,400,854	100
5000	Operating costs (notes 11 and 23)	(1,967,114)	(92)	(1,043,051)	(96)	(3,519,699)	(92)	(2,318,772)	(96)
5900	Gross profit	<u>176,278</u>	<u>8</u>	<u>40,167</u>	<u>4</u>	<u>299,396</u>	<u>8</u>	<u>82,082</u>	<u>4</u>
	Operating expenses (note 23)								
6100	Selling expenses	(53,570)	(2)	(48,801)	(5)	(115,205)	(3)	(103,374)	(4)
6200	Administrative expenses	(30,754)	(1)	(33,506)	(3)	(54,528)	(1)	(63,870)	(3)
6300	Research and development expenses	(14,461)	(1)	(14,163)	(1)	(28,609)	(1)	(24,772)	(1)
6450	Expected credit losses (reversal)	<u>418</u>	<u>-</u>	<u>569</u>	<u>-</u>	<u>608</u>	<u>-</u>	<u>1,682</u>	<u>-</u>
6000	Total operating expenses	(<u>98,367</u>)	(<u>4</u>)	(<u>95,901</u>)	(<u>9</u>)	(<u>197,734</u>)	(<u>5</u>)	(<u>190,334</u>)	(<u>8</u>)
6900	Net operating profit	<u>77,911</u>	<u>4</u>	(<u>55,734</u>)	(<u>5</u>)	<u>101,662</u>	<u>3</u>	(<u>108,252</u>)	(<u>4</u>)
	Non-operating income and expenses (note 23)								
7100	Interest income	1,995	-	2,568	-	3,156	-	3,025	-
7010	Other income	590	-	2,276	-	1,301	-	3,500	-
7020	Other gains and losses	(12,767)	(1)	8,365	1	(9,990)	-	22,022	1
7050	Financial costs (note 28)	(12,477)	-	(13,287)	(1)	(23,666)	(1)	(24,639)	(1)
7070	Share of profit (loss) of associates accounted for using equity method (note 13)	(<u>1,253</u>)	<u>-</u>	(<u>335</u>)	<u>-</u>	(<u>3,588</u>)	<u>-</u>	(<u>340</u>)	<u>-</u>
7000	Total non-operating income and expenses	(<u>23,912</u>)	(<u>1</u>)	(<u>413</u>)	<u>-</u>	(<u>32,787</u>)	(<u>1</u>)	<u>3,568</u>	<u>-</u>
7900	Profit (loss) before tax	53,999	3	(56,147)	(5)	68,875	2	(104,684)	(4)
7950	Income tax benefits (expenses) (notes 4 and 24)	(<u>11,811</u>)	(<u>1</u>)	<u>7,107</u>	<u>-</u>	(<u>20,378</u>)	(<u>1</u>)	<u>23,101</u>	<u>1</u>
8200	Net profit (loss) of the period	<u>42,188</u>	<u>2</u>	(<u>49,040</u>)	(<u>5</u>)	<u>48,497</u>	<u>1</u>	(<u>81,583</u>)	(<u>3</u>)
	Other comprehensive income								
	Components of other comprehensive income that will not be reclassified to profit or loss:								
8316	Unrealized gains of equity instrument investment at fair value through other comprehensive income	(<u>4,728</u>)	<u>-</u>	(<u>1,716</u>)	<u>-</u>	(<u>3,695</u>)	<u>-</u>	(<u>2,936</u>)	<u>-</u>
8310		(<u>4,728</u>)	<u>-</u>	(<u>1,716</u>)	<u>-</u>	(<u>3,695</u>)	<u>-</u>	(<u>2,936</u>)	<u>-</u>
	Components of other comprehensive income that will be reclassified to profit or loss:								
8361	Exchange differences on translation of foreign financial statements	(8,093)	(1)	188	-	(7,501)	-	938	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	<u>1,619</u>	<u>-</u>	(<u>38</u>)	<u>-</u>	<u>1,479</u>	<u>-</u>	(<u>188</u>)	<u>-</u>
8360		(<u>6,474</u>)	(<u>1</u>)	<u>150</u>	<u>-</u>	(<u>6,022</u>)	<u>-</u>	<u>750</u>	<u>-</u>
8300	Total other comprehensive income for the current period (net, after-tax)	(<u>11,202</u>)	(<u>1</u>)	(<u>1,566</u>)	<u>-</u>	(<u>9,717</u>)	<u>-</u>	(<u>2,186</u>)	<u>-</u>
8500	Total Comprehensive Income - Current	<u>\$ 30,986</u>	<u>1</u>	(<u>\$ 50,606</u>)	(<u>5</u>)	<u>\$ 38,780</u>	<u>1</u>	(<u>\$ 83,769</u>)	(<u>3</u>)
	Net profit (loss) attributable to:								
8610	Owners of parent	\$ 42,381	2	(\$ 48,816)	(5)	\$ 48,904	1	(\$ 81,728)	(3)
8620	Non-controlling Interests	(<u>193</u>)	<u>-</u>	(<u>224</u>)	<u>-</u>	(<u>407</u>)	<u>-</u>	<u>145</u>	<u>-</u>
8600		<u>\$ 42,188</u>	<u>2</u>	(<u>\$ 49,040</u>)	(<u>5</u>)	<u>\$ 48,497</u>	<u>1</u>	(<u>\$ 81,583</u>)	(<u>3</u>)
	Comprehensive income attributable to:								
8710	Owners of parent	\$ 31,179	1	(\$ 50,382)	(5)	\$ 39,187	1	(\$ 83,914)	(3)
8720	Non-controlling Interests	(<u>193</u>)	<u>-</u>	(<u>224</u>)	<u>-</u>	(<u>407</u>)	<u>-</u>	<u>145</u>	<u>-</u>
8700		<u>\$ 30,986</u>	<u>1</u>	(<u>\$ 50,606</u>)	(<u>5</u>)	<u>\$ 38,780</u>	<u>1</u>	(<u>\$ 83,769</u>)	(<u>3</u>)
	Earnings (loss) per share (note 25)								
9710	Basic	<u>\$ 0.88</u>		(<u>\$ 1.01</u>)		<u>\$ 1.01</u>		(<u>\$ 1.69</u>)	
9810	Diluted	<u>\$ 0.84</u>		(<u>\$ 1.01</u>)		<u>\$ 1.01</u>		(<u>\$ 1.69</u>)	

The accompanying notes are a part of this consolidated financial report.
(Please refer to the review report by Deloitte Taiwan dated August 14, 2025)

Tul Corp. and Subsidiaries
Consolidated Statement of Changes in Equity
For the six months ended June 30, 2025 and 2024
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the company					Other Equity				
		Share capital	Retained earnings				Exchange differences on translation of foreign financial statements	Unrealized gains and losses of financial assets at fair value through other comprehensive income	Total	Non-controlling Interests	Total Equity
Code			Common share capital	Capital surplus	Legal reserve	Special reserve	Undistributed earnings (accumulated deficit)				
A1	Balance on January 1, 2024	\$ 483,460	\$ 791,911	\$ 148,988	\$ 28,156	\$ 200,251	(\$ 254)	(\$ 33,119)	\$ 1,619,393	\$ 2,829	\$ 1,622,222
B3	2023 appropriation and distribution of retained earnings: Provision of special reserve	-	-	-	5,217	(5,217)	-	-	-	-	-
D1	Net profit (loss) for the six months ended June 30, 2024	-	-	-	-	(81,728)	-	-	(81,728)	145	(81,583)
D3	Other comprehensive income after tax for the six months ended June 30, 2024	-	-	-	-	-	750	(2,936)	(2,186)	-	(2,186)
D5	Total comprehensive income for the six months ended June 30, 2024	-	-	-	-	(81,728)	750	(2,936)	(83,914)	145	(83,769)
C5	Equity component of convertible corporate bonds issued by the Company (note 18)	-	48,339	-	-	-	-	-	48,339	-	48,339
C7	Changes in affiliates and joint ventures accounted for using the equity method	-	-	-	-	(20,271)	-	-	(20,271)	-	(20,271)
M7	Changes in ownership of and equity in subsidiaries	-	-	-	-	-	-	-	-	350	350
Z1	Balance on June 30, 2024	<u>\$ 483,460</u>	<u>\$ 840,250</u>	<u>\$ 148,988</u>	<u>\$ 33,373</u>	<u>\$ 93,035</u>	<u>\$ 496</u>	<u>(\$ 36,055)</u>	<u>\$ 1,563,547</u>	<u>\$ 3,324</u>	<u>\$ 1,566,871</u>
A1	Balance on January 1, 2025	\$ 483,460	\$ 840,253	\$ 148,988	\$ 33,373	(\$ 22,353)	\$ 855	(\$ 34,472)	\$ 1,450,104	\$ 2,900	\$ 1,453,004
D1	Net profit for the six months ended June 30, 2025	-	-	-	-	48,904	-	-	48,904	(407)	48,497
D3	Other comprehensive income after tax for the six months ended June 30, 2025	-	-	-	-	-	(6,022)	(3,695)	(9,717)	-	(9,717)
D5	Total comprehensive income for the six months ended June 30, 2025	-	-	-	-	48,904	(6,022)	(3,695)	39,187	(407)	38,780
C7	Changes in affiliates and joint ventures accounted for using the equity method	-	4,298	-	-	-	-	-	4,298	153	4,451
Z1	Balance on June 30, 2025	<u>\$ 483,460</u>	<u>\$ 844,551</u>	<u>\$ 148,988</u>	<u>\$ 33,373</u>	<u>\$ 26,551</u>	<u>(\$ 5,167)</u>	<u>(\$ 38,167)</u>	<u>\$ 1,493,589</u>	<u>\$ 2,646</u>	<u>\$ 1,496,235</u>

The accompanying notes are a part of this consolidated financial report.
(Please refer to the review report by Deloitte Taiwan dated August 14, 2025)

Tul Corp. and Subsidiaries
Consolidated Statement of Cash Flows
For the six months ended June 30, 2025 and 2024
(Expressed in thousands of New Taiwan dollars)

Code		For the six months ended June 30, 2025	For the six months ended June 30, 2024
	Cash flows from (used in) operating activities		
A10000	Current loss before tax	\$ 68,875	(\$ 104,684)
A20010	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	29,942	27,311
A20200	Amortization expense	2,474	1,958
A20300	Expected credit losses (reversal)	(608)	(1,682)
A20400	Net loss of financial assets measured at fair value through profit or loss	42	455
A20900	Financial costs	23,666	24,639
A21200	Interest income	(3,156)	(3,025)
A22300	Share of loss of associates accounted for using equity method	3,588	340
A22500	Losses on disposals and obsolescence of property, plant and equipment	45	-
A23100	Disposal of investment losses	-	5
A23700	Inventory valuation and retirement losses	11,874	19,401
A24100	Unrealized foreign currency exchange gains and losses	(100,002)	46,797
A29900	Other items	(26)	9
A30000	Net change in operating assets and liabilities		
A31125	Contract asset	3,818	11,881
A31130	Notes receivable	351	(609)
A31150	Accounts receivable	(13,754)	103,478
A31180	Other receivables	4,013	(74,484)
A31200	Inventories	86,964	558,382
A31230	Prepayments	(8,230)	(7,159)
A31240	Other current assets	4,855	1,647
A32125	Contract liabilities	7,249	(3,751)
A32150	Accounts payable	(199,553)	(902,304)
A32180	Other payables	(16,169)	(83,227)
A32200	Provisions	22,236	647
A32230	Other current liabilities	16,930	(4,132)
A32240	Net defined benefit asset	53	4
A33000	Cash generated from operating activities	(54,523)	(388,103)
A33100	Interest received	3,134	2,961
A33300	Interest paid	(15,382)	(18,497)

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Code		For the six months ended June 30, 2025	For the six months ended June 30, 2024
A33500	Income tax received (paid)	<u>\$ 4,341</u>	<u>(\$ 1,575)</u>
AAAA	Net cash outflow from operating activities	<u>(62,430)</u>	<u>(405,214)</u>
	Cash flows from (used in) investing activities		
B00040	Increase in financial assets at amortized cost	(4)	(3)
B00100	Acquisition of financial assets at fair value through profit or loss	-	(100,000)
B00200	Disposal of financial assets at fair value through profit or loss	-	6,288
B01800	Acquisition of associates	-	(30,000)
B01900	Disposal of long-term equity investments accounted for using the equity method	-	356
B02700	Acquisition of property, plant, and equipment	(7,137)	(23,619)
B03700	Decrease in refundable deposits	168	791
B04500	Acquisition of intangible assets	<u>(2,730)</u>	<u>(1,142)</u>
BBBB	Net cash outflow from investing activities	<u>(9,703)</u>	<u>(147,329)</u>
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	400,090	-
C00200	Decrease in short-term loans	-	(119,740)
C01200	Issuance of corporate bonds	-	421,954
C04020	Payments of lease liabilities	<u>(1,831)</u>	<u>(1,805)</u>
CCCC	Net cash flows from financing activities	<u>398,259</u>	<u>300,409</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>(1,059)</u>	<u>(153)</u>
EEEE	Net increase (decrease) in cash and cash equivalents for the current period	325,067	(252,287)
E00100	Opening cash and cash equivalents	<u>555,970</u>	<u>602,591</u>
E00200	Closing cash and cash equivalents	<u>\$881,037</u>	<u>\$350,304</u>

The accompanying notes are a part of this consolidated financial report.
(Please refer to the review report by Deloitte Taiwan dated August 14, 2025)

Tul Corp. and Subsidiaries

Notes to Consolidated Financial Statements

For the six months ended June 30, 2025 and 2024

(unless otherwise specified, the amount is expressed in thousands of New Taiwan dollars)

1. Company History

Tul Corp. (hereinafter referred to as "The Company") was established in October 1997, mainly engaged in the research, development, and sales of computer display cards.

The Company's stock was traded on the GreTai Securities Market since March 2002.

On May 4, 2023, the Board of Directors resolved to divest the design and manufacturing services and embedded application business units to our wholly-owned subsidiary, Sparkle Computer Co., Ltd. (hereinafter referred to as "Sparkle Computer"), to implement specialized division of labor within the group. This aims to diversify operations and enhance overall operational performance and market competitiveness through independent operation.

The company will transfer the related business operations of the design and manufacturing services and embedded applications to Sparkle Computer. This transfer will serve as consideration for Sparkle Computer issuing new shares to the Company. As a result of this division, Sparkle Computer will issue 11,000 ordinary shares to the Company at a par value of NT\$10 per share, with the division base date being June 30, 2023.

This consolidated financial report is expressed in New Taiwan dollars, the functional currency of the Company.

2. Approval Date and Procedure of the Financial Statements

This consolidated financial report was approved by the Board of Directors on August 14, 2025.

3. Application of New Standards, Amendments, and Interpretations

- (1) The first application of the Financial Supervisory Commission (hereinafter referred to as the "FSC") recognized and issued International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations (IFRIC) and Interpretations Announcements (SICs) (hereinafter referred to as "IFRS Accounting Standards").

The application of the IFRS Accounting Standards recognized and issued into effect by the FSC does not have material impact on the consolidated company's accounting policies.

(2) Applicable IFRS Accounting Standards recognized by the FSC for 2026

Newly Issued, Amended and Revised Standards and

Interpretations	IASB release date
Amendments to IFRS 9 and IFRS 7 “Amendment to the Classification and Measurement of Financial Instruments” regarding the application guidance on the classification of financial assets	January 1, 2026
Amendments to IFRS 7 and IFRS 9 “Contracts Relating to Nature-Dependent Electricity”	January 1, 2026
"IFRS Annual Improvements - Volume 11"	January 1, 2026
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendment to IFRS 17	January 1, 2023
Amendment to IFRS 17 "First Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023

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

A. Regarding the amendments to the application guidance on the classification of financial liabilities

The amendments mainly revised the classification of financial assets, including:

- (a) If the financial assets include a contingent event that changes the point or amount of the contractual cash flow, and the nature of the contingent event is not directly related to the basic loan risk and cost changes (i.e., whether the debtor achieves a specific carbon reduction), the contractual cash flows of such financial assets are still fully for the payment of the principal and interest on the outstanding principal amount when the following two conditions are met:

- Contractual cash flows generated from all possible scenarios (before or after the occurrence of a contingent event) are solely for the payment of the principal and interest on the outstanding principal amount.
- There is no significant difference between the contractual cash flows that may arise under all possible scenarios and the cash flows of

financial instruments with the same contractual terms but not including contingent characteristics.

- (b) Financial assets with no right to recourse refer to the ultimate right to receive cash flows of an enterprise, which is limited to the cash flows generated from specific assets according to the contract.
- (c) Clarify that contract-linked instruments are structured to establish a variety of levels of securities to establish a priority sequence for payment of financial assets holders through a waterfall payment structure, and thus generate credit risk concentration and lead to the cash shortage of the underlying pool due to the non-proportional distribution between different levels of securities.

B. Regarding the amendments to the application guidance on the derecognition of financial liabilities

The amendments clarify that a financial liability should generally be derecognized on the settlement date. However, an exception is now allowed for financial liabilities settled through an electronic payment system. The liability can be derecognized earlier if the following conditions are met:

- A company has no practical ability to withdraw, stop, or cancel the payment instruction.
- A company is unable to access the cash that will be used for settlement due to a specific instruction.
- The settlement risk associated with the electronic payment system is insignificant.
- The consolidated company should apply the amendments retrospectively but without restating the comparative periods, and recognize the effect of the initial application on the date of initial application. However, if the entity can restate without using hindsight, it may choose to restate the comparative periods.

As of the date of publication of this consolidated financial report, the consolidated company has continued evaluating the impact of various amendments on its financial condition and performance, and will disclose the relevant impact when the evaluation is completed.

- (3) IFRS accounting standards issued by the IASB but not yet endorsed and issued into effect by the FSC

Newly Issued, Amended and Revised Standards and Interpretations	IASB release date (note 1)
Amendments to IFRS 10 and IAS 28 "Asset Sale or Investment between the Investor and Its Related Enterprises or Joint Ventures"	Undetermined.
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

Note 1: Unless otherwise specified, the newly issued, amended or revised standards or interpretations shall come into effect in the period of annual reporting starting after each such date.

IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 will supersede IAS 1 "Presentation of Financial Statements" and the main changes include:

- Items of income and expenses included in the income statement shall be classified into operating, investing, financing, income tax, and discontinued operations categories.
- The income statement shall present subtotals and totals for operating profit or loss, profit or loss before financing and tax, and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The consolidated company shall identify the assets, liabilities, equity, income, expenses, and cash flows that arise from individual transactions or other events and 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. Items with dissimilar characteristics shall be disaggregated in the primary financial statements and in the notes. The consolidated company labels items as "other" only if it cannot find a more informative label.
- Adds disclosures on management-defined performance measures: 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 consolidated company as a whole, the consolidated company shall disclose related information about its management-defined performance

measures 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.

Further to the aforementioned influence, as of the date of publication of this consolidated financial report, the consolidated company has continued evaluating other impact of amendments to standards and interpretations on its financial condition and performance, and will disclose the relevant impact when the evaluation is completed.

4. Summary of Significant Accounting Policies

(1) Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34, “Interim Financial Reporting,” endorsed and issued into effect by the FSC. The consolidated financial statements do not include all IFRSs disclosures required for the full-year financial statements.

(2) Basis of Preparation

Other than financial instruments measured at fair value and net defined benefit liabilities recognized at the present value of defined benefit obligations less the fair value of planned assets, the consolidated financial statements are prepared based on historical cost.

Fair value measurement is divided into levels 1 to 3 according to the observability and importance of relevant input values:

- A. Level 1 input value: refers to the quoted price (unadjusted) of the same assets or liabilities available in the active market on the measurement date.
- B. Level 2 input value: refers to the directly (i.e. price) or indirectly (i.e. derived from price) observable input value of assets or liabilities other than the quotation of level 1.
- C. Level 3 input value: refers to the unobservable input value of assets or liabilities.

(3) Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and the entities (subsidiaries) controlled by the Company. The consolidated statement of comprehensive income already includes the operating

profit and/or loss of subsidiaries, which were acquired or disposed of during the current period, from the date of acquisition until the date of disposal. The financial statements of the subsidiaries have been adjusted, so that their accounting policies are consistent with those of the consolidated company. In the preparation of the consolidated financial statements, all transactions, account balances, income and expense among the entities have been eliminated. The total comprehensive income of the subsidiaries is attributable to the owners and is the non-controlling interest of the Company, even if the non-controlling interest becomes a loss.

Please refer to note 12 and Table 6 for the details of subsidiaries, shareholding ratios and business items.

(4) Other significant accounting policies

In addition to the information below, please refer to the summary of significant accounting policies in the 2024 consolidated financial statements.

A. Defined benefit post-employment 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 fiscal year, adjusted for significant market fluctuations since that time and significant plan amendments, settlements, or other significant one-off events.

B. Income Tax Expenses

Income tax expense is the sum of current income tax and deferred income 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. Significant Accounting Assumptions and Judgments, and Major Sources of Estimation Uncertainty

Please refer to the 2024 consolidated financial statements for descriptions of the main source of significant accounting judgment, estimates, and assumptions uncertainty.

6. Cash and cash equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand and petty cash	\$ 451	\$ 457	\$ 509
Bank notes and demand deposit	880,586	489,943	310,855
Cash equivalents			

	June 30, 2025	December 31, 2024	June 30, 2024
Time deposits with an original maturity within 3 months	<u>-</u> <u>\$ 881,037</u>	<u>65,570</u> <u>\$ 555,970</u>	<u>38,940</u> <u>\$ 350,304</u>
7. <u>Financial instruments at fair value through profit or loss</u>			
	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current financial assets</u>			
Financial assets at fair value through profit or loss, mandatorily measured at fair value			
Derivatives (not specified for risk hedging)			
- Redemption and put rights for convertible bonds (Note 18)	\$ 80	\$ 120	\$ 280
Non-derivative financial assets			
- domestic TWSE (TPEX) listed stocks	-	-	882
- beneficiary certificates of mutual funds	<u>5,035</u> <u>\$ 5,115</u>	<u>5,037</u> <u>\$ 5,157</u>	<u>100,040</u> <u>\$ 101,202</u>
8. <u>Financial assets at fair value through other comprehensive income</u>			
	June 30, 2025	December 31, 2024	June 30, 2024
<u>Non-current</u>			
Domestic investment			
TWSE (TPEX) listed and emerging market stocks	\$ 4,489	\$ 6,045	\$ 6,212
TWSE (TPEX) unlisted stocks	<u>22,273</u> <u>\$ 26,762</u>	<u>24,412</u> <u>\$ 30,457</u>	<u>16,662</u> <u>\$ 22,874</u>

The consolidated company invests in the ordinary shares of domestic companies for medium to long-term strategic purposes, and expects to make profits through long-term investments. In the opinion of the management of the consolidated company,

if the short-term fair value fluctuation of such investment is included in the income, it is not consistent with the aforesaid long-term investment plan, so they chose to designate such investment as measured at fair value through other comprehensive income.

9. Financial assets measured at amortized cost

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Pledged time deposit	\$ 6,128	\$ 6,124	\$ 5,450

Please refer to note 29 for information on pledged financial assets measured at amortized cost.

10. Notes receivable and accounts receivable, net

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Notes receivable</u>			
Measured at amortized cost			
Total carrying amount	\$ -	\$ 351	\$ 1,309
Less: loss allowance	-	-	-
	<u>\$ -</u>	<u>\$ 351</u>	<u>\$ 1,309</u>
<u>Accounts receivable</u>			
Measured at amortized cost			
Total carrying amount	\$ 1,011,436	\$ 1,038,242	\$ 830,717
Less: loss allowance	(4,503)	(5,141)	(6,303)
	<u>\$ 1,006,933</u>	<u>\$ 1,033,101</u>	<u>\$ 824,414</u>

The average credit period of the consolidated company for commodity sales is 60 days, and accounts receivable are not subject to interest. The policy adopted by the consolidated company is to use other publicly available financial information and historical transaction records to rate major customers and, if necessary, purchase sufficient insurance to mitigate the risk of financial losses caused by default.

In order to reduce credit risk, the management of the consolidated company has assigned a special team to be responsible for the decision of credit facilities, credit approval and other monitoring procedures to ensure that appropriate actions have been taken for the recovery of overdue receivables. In addition, the consolidated company will review the recoverable amounts of the receivables one by one on the balance sheet date to ensure that appropriate impairment loss has been provided for the receivables

that cannot be recovered. Therefore, the management of the Company thinks that the credit risk of the consolidated company has been significantly reduced.

The consolidated company shall recognize the loss allowance of accounts receivable according to the expected credit loss during the period of existence. The expected credit loss during the existence is calculated by a preparation matrix, which considers the past default records of customers, their current financial situation and the industrial economic situation. As the historical experience of credit loss of the consolidated company shows that there is no significant difference in the loss pattern of different customer groups, the preparation matrix does not further distinguish customer groups, and only uses the overdue days of accounts receivable to determine the expected credit loss rate.

If there is evidence that the counterparty is facing serious financial difficulties and the consolidated company cannot reasonably expect the recoverable amount, for example, if the transaction counterparty is in liquidation, the consolidated company will directly write off the relevant receivables, but will continue recourse actions, and the amount recovered due to recourse will be recognized as income.

The consolidated company measures the loss allowance of notes and accounts receivable according to the preparation matrix as follows:

June 30, 2025

	<u>Not overdue</u>	<u>1~90 days overdue</u>	<u>More than 90 days overdue</u>	<u>Total</u>
Expected credit loss rate	0.00%~0.20%	0.00%~8.41%	100%	
Total carrying amount	\$ 864,668	\$ 142,676	\$ 4,092	\$ 1,011,436
Loss allowance	(330)	(81)	(4,092)	(4,503)
Cost after amortization	<u>\$ 864,338</u>	<u>\$ 142,595</u>	<u>\$ -</u>	<u>\$ 1,006,933</u>

December 31, 2024

	<u>Not overdue</u>	<u>1~90 days overdue</u>	<u>More than 90 days overdue</u>	<u>Total</u>
Expected credit loss rate	0.00%~0.44%	0.00%~8.83%	0.56%~100%	
Total carrying amount	\$ 791,906	\$ 226,319	\$ 20,368	\$ 1,038,593
Loss allowance	(375)	(187)	(4,579)	(5,141)
Cost after amortization	<u>\$ 791,531</u>	<u>\$ 226,132</u>	<u>\$ 15,789</u>	<u>\$ 1,033,452</u>

June 30, 2024

	Not overdue	1~90 days overdue	More than 90 days overdue	Total
Expected credit loss rate	0.00%~0.44%	0.00%~10.07%	0.50%~100%	
Total carrying amount	\$ 678,991	\$ 147,446	\$ 5,589	\$ 832,026
Loss allowance	(<u>488</u>)	(<u>958</u>)	(<u>4,857</u>)	(<u>6,303</u>)
Cost after amortization	<u>\$ 678,503</u>	<u>\$ 146,488</u>	<u>\$ 732</u>	<u>\$ 825,723</u>

Information on changes in loss allowance of accounts receivable is as follows:

	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Beginning balance	\$ 5,141	\$ 7,868
Add: reversal of impairment loss in the current period	(608)	(1,682)
Foreign currency translation difference	(<u>30</u>)	<u>117</u>
Ending balance	<u>\$ 4,503</u>	<u>\$ 6,303</u>

11. Inventories

	June 30, 2025	December 31, 2024	June 30, 2024
Finished good	\$ 397,772	\$ 435,409	\$ 535,972
Work in process	122,115	98,141	80,590
Raw materials	418,996	509,608	341,806
Inventory in transit	<u>-</u>	<u>-</u>	<u>540</u>
	<u>\$ 938,883</u>	<u>\$ 1,043,158</u>	<u>\$ 958,908</u>

The nature of operating cost is as follows:

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Cost of inventories sold	\$ 1,955,656	\$ 1,029,710	\$ 3,497,164	\$ 2,302,547
Others	<u>11,458</u>	<u>13,341</u>	<u>22,535</u>	<u>16,225</u>
	<u>\$ 1,967,114</u>	<u>\$ 1,043,051</u>	<u>\$ 3,519,699</u>	<u>\$ 2,318,772</u>

12. Subsidiary

(I) Subsidiaries included in the consolidated financial statements

The subjects of the consolidated financial statements are as follows:

Percentage of equity held

Name of Investment company	Name of subsidiary	Nature of Business	June 30, 2025	December 31, 2024	June 30, 2024
The Company	TUL Inc.	Sales of information software and hardware products.	100	100	100
The Company	IOTU CORPORATION	Contracting of information and communication projects.	93.08	93.08	93.08
The Company	TUL B.V.	Sales of information software and hardware products.	100	100	100
The Company	Technology Created Medicine Corporation	Health food sales, medical machine OEM, computer peripheral equipment agency management and sales.	100	100	100
The Company	Sparkle Computer Co., Ltd.	Sales of information software and hardware products.	100	100	100
The Company	TUL Pte. LTD. (note 1)	General investment business	100	100	-
Sparkle Computer Co., Ltd.	SPARKLE EUROPE B.V. (note 2)	Sales of information software and hardware products.	100	100	-

Note 1: The consolidated company passed a board resolution on December 21, 2023, to establish a wholly owned subsidiary, TUL Pte. LTD., in Singapore with an investment of SGD 20,000. The establishment of the subsidiary was completed on January 25, 2024.

Note 2: The consolidated company passed a board resolution on June 21, 2024, to acquire a wholly owned subsidiary, SPARKLE EUROPE B.V., in the Netherlands with an investment of EUR 1,200. The registration was completed on October 28, 2024.

Note 3: Except for TUL Inc. and TUL B.V., the aforementioned companies are non-significant subsidiaries, whose financial statements have not been reviewed by independent auditors.

(II) Subsidiaries not included in the consolidated financial statements: None.

13. Investment accounted for using the equity method

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Individual insignificant affiliated enterprises</u>			
Investment in affiliated enterprises	\$ 7,303	\$ 6,440	\$ 10,080

Summary of individual insignificant affiliated enterprises

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Share of the consolidated company				
Net loss of the current period	\$ 1,253	\$ 335	\$ 3,588	\$ 340

The investment accounted for using the equity method and the consolidated company's share of its profit (loss) and other comprehensive income were recognized based on the associates' financial statements for the same period, which have not been reviewed by independent auditors. However, in the opinion of the management of the consolidated company, the aforementioned associates' financial statements, which have not been reviewed by independent auditors, will not have a significant influence.

14. Property, Plants, and Equipment

	Land	Buildings and structures	Transportation equipment	Money-generating apparatus	Other equipment	Unfinished project and equipment pending acceptance	Total
<u>Cost</u>							
Balance on January 1, 2024	\$ 316,296	\$ 547,407	\$ 11,944	\$ 172,794	\$ 4,557	\$ 12,801	\$ 1,065,799
Addition	-	-	-	5,133	262	2,234	7,629
Disposal	-	-	-	(525)	-	-	(525)
Net exchange differences	632	448	416	146	6	-	1,648
Reclassification	-	6,885	-	4,666	124	(11,675)	-
Balance on June 30, 2024	\$ 316,928	\$ 554,740	\$ 12,360	\$ 182,214	\$ 4,949	\$ 3,360	\$ 1,074,551
<u>Accumulated depreciation</u>							
Balance on January 1, 2024	\$ -	\$ 48,600	\$ 3,235	\$ 74,103	\$ 924	\$ -	\$ 126,862
Disposal	-	-	-	(525)	-	-	(525)
Depreciation expense	-	11,152	1,013	12,670	590	-	25,425
Net exchange differences	-	204	119	88	5	-	416
Balance on June 30, 2024	\$ -	\$ 59,956	\$ 4,367	\$ 86,336	\$ 1,519	\$ -	\$ 152,178
Net amount on June 30, 2024	\$ 316,928	\$ 494,784	\$ 7,993	\$ 95,878	\$ 3,430	\$ 3,360	\$ 922,373
<u>Cost</u>							
Balance on January 1, 2025	\$ 317,050	\$ 555,078	\$ 12,440	\$ 199,314	\$ 6,006	\$ 3,729	\$ 1,093,617
Addition	-	-	-	3,688	678	7,221	11,587
Disposal	-	-	-	(313)	-	-	(313)
Net exchange differences	(1,263)	(893)	(830)	(403)	(12)	-	(3,401)
Reclassification	-	-	-	412	-	5,372	5,784
Balance on June 30, 2025	\$ 315,787	\$ 554,185	\$ 11,610	\$ 202,698	\$ 6,672	\$ 16,322	\$ 1,107,274
<u>Accumulated depreciation</u>							
Balance on January 1, 2025	\$ -	\$ 71,209	\$ 5,422	\$ 99,675	\$ 2,190	\$ -	\$ 178,496
Disposal	-	-	-	(268)	-	-	(268)
Depreciation expense	-	11,249	1,004	14,714	1,086	-	28,053
Net exchange differences	-	(447)	(402)	(259)	(13)	-	(1,121)
Balance on June 30, 2025	\$ -	\$ 82,011	\$ 6,024	\$ 113,862	\$ 3,263	\$ -	\$ 205,160
Net amount on December 31, 2024 and January 1, 2025	\$ 317,050	\$ 483,869	\$ 7,018	\$ 99,639	\$ 3,816	\$ 3,729	\$ 915,121
Net amount on June 30, 2025	\$ 315,787	\$ 472,174	\$ 5,586	\$ 88,836	\$ 3,409	\$ 16,322	\$ 902,114

Depreciation expenses are calculated on a straight-line basis based on the following years of service:

Buildings and structures	5 to 50 years
Transportation equipment	4 to 5 years
Money-generating apparatus	2 to 6 years
Other equipment	3 to 5 years

Please refer to note 29 for the amount of property and factory buildings designated as loan guarantees.

15. Lease agreement

(1) Right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount of right-of-use assets			
Buildings	<u>\$ 2,622</u>	<u>\$ 4,683</u>	<u>\$ 7,229</u>
	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025
Addition of right-of-use assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,947</u>
Depreciation expenses of right-of-use assets			
Buildings	<u>\$ 836</u>	<u>\$ 1,022</u>	<u>\$ 1,728</u>

Except for the aforementioned additions and depreciation expenses recognized, there were no significant additions, subleases, or impairments of the consolidated company's right-of-use assets for the six months ended June 30, 2025 and 2024.

(2) Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount of lease liabilities			
Current	<u>\$ 1,801</u>	<u>\$ 2,862</u>	<u>\$ 4,118</u>
Non-current	<u>\$ 861</u>	<u>\$ 1,906</u>	<u>\$ 3,160</u>

The range of discount rate of lease liabilities is as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Buildings	1.03%~6.00%	1.03%~6.00%	1.03%~6.00%

(3) Other lease information

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Short term lease expenses	<u>\$ 1,149</u>	<u>\$ 1,864</u>	<u>\$ 2,374</u>	<u>\$ 3,614</u>
Lease expenses of low value assets	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ 33</u>	<u>\$ 33</u>
Total cash (outflow) for leases			<u>(\$ 4,330)</u>	<u>(\$ 5,566)</u>

16. Investment property

	June 30, 2025	December 31, 2024	June 30, 2024
Cost			
Land	\$ 24,970	\$ 24,970	\$ 24,970
Buildings and structures	<u>16,728</u>	<u>16,728</u>	<u>16,728</u>
	41,698	41,698	41,698
Less: accumulated depreciation	(<u>8,858</u>)	(<u>8,697</u>)	(<u>8,537</u>)
	<u>\$ 32,840</u>	<u>\$ 33,001</u>	<u>\$ 33,161</u>

Except for the aforementioned depreciation expenses recognized, there were no significant additions, disposal, or impairments of the consolidated company's investment property for the six months ended June 30, 2025 and 2024. Investment property is depreciated on a straight-line basis over a useful life of 35 years.

As of December 31, 2024 and 2023, the fair value of the investment property amounted to NT\$61,180 thousand and NT\$64,783 thousand, respectively. According to the assessment by the management of the consolidated company, there were no significant changes in the fair value as of June 30, 2025 and 2024, compared to December 31, 2024 and 2023.

Please refer to note 29 for the amount of investment property designated as loan guarantees.

17. Borrowings

Short-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Secured loans</u> (notes 28 and 29)			
Bank loans	\$ 960,374	\$ 652,466	\$ 737,791
<u>Unsecured loans</u> (note 28)			
Loans from related parties	<u>-</u>	<u>-</u>	<u>10,000</u>
	<u>\$ 960,374</u>	<u>\$ 652,466</u>	<u>\$ 747,791</u>

- (1) The interest rates for bank revolving loans were 4.87% to 5.30%, 1.93% to 5.60%, and 1.98% to 6.36% on June 30, 2025 and December 31 and June 30, 2024, respectively.
- (2) The related party loans are borrowed by the consolidated Company from the substantive related parties. The interest expense as of June 30, 2024, is calculated by

multiplying the balance of outstanding loans by the annual interest rate of 1.47% to 1.595%.

18. Corporate bonds payable

	June 30, 2025	December 31, 2024	June 30, 2024
(I) 5th domestic unsecured convertible corporate bonds	\$ -	\$ -	\$ 222,338
(II) 6th domestic unsecured convertible corporate bonds	<u>385,451</u>	<u>381,219</u>	<u>377,046</u>
	385,451	381,219	599,384
Less: portion due within 1 year	<u>-</u>	<u>-</u>	(<u>222,338</u>)
	<u>\$ 385,451</u>	<u>\$ 381,219</u>	<u>\$ 377,046</u>

(1) 5th domestic unsecured convertible corporate bonds

The Company issued its fifth domestic unsecured convertible corporate bond with a coupon rate of 0% on August 4, 2021, with a par value of NT\$100,000 each, issued at full par value. The total number of bonds issued is 7,000, with a total issuance amount of NT\$700 million and a term of three years.

Each holder of the corporate bond has the right to convert it at NT\$138.3 per share into ordinary shares of the Company. If there is an anti-dilution clause on conversion price in the future, the price will be adjusted in accordance with the conversion measures. As of June 30, 2024, the conversion price of the Company's bonds has been adjusted to NT\$118.4 per share in accordance with the Regulations on Conversion, and the conversion period is from November 5, 2021 to August 4, 2024. If the corporate bonds have not been converted at the date of maturity, they will be repaid in cash at the par value of the bonds upon maturity. Other important terms include:

The Company's redemption right

From the second day of three months after the issuance of the convertible corporate bonds (November 5, 2021) until 40 days before the expiration of the term (June 25, 2024), if the closing price of the Company's ordinary shares exceeds the conversion price by 30% (inclusive) for 30 consecutive business days, or the balance of the convertible company bonds outstanding is less than 10% of the original total issuance amount, the Company may redeem its outstanding convertible corporate bonds in cash at the par value in accordance with the measures.

This convertible corporate bond includes both debt and equity components, and the equity component is expressed in capital surplus—option under equity. The effective interest rate of the original recognition of the liability component is 1.3045%.

Issuing price (minus transaction costs of NT\$5,000 thousand)	\$ 725,023
Equity component (minus transaction cost of NT\$185 thousand allocated to equity and related income tax impact of NT\$37 thousand)	(56,055)
Deferred income tax assets	37
Derivative instruments of redemption rights (current financial assets at fair value through profit or loss) and transaction costs recognized in profit or loss	<u>4,300</u>
Liability component on the issuance date (minus NT\$4,785 thousand transaction cost allocated to liabilities)	673,305
Interest calculated at an effective interest rate of 1.3045%	8,752
Conversion of corporate bonds into ordinary shares	(<u>461,152</u>)
Liability component on December 31, 2023	220,905
Interest calculated at an effective interest rate of 1.3045%	<u>1,433</u>
Liability component on June 30, 2024	222,338
Interest calculated at an effective interest rate of 1.3045%	241
Repayment of corporate bonds	(<u>222,579</u>)
Liability component on December 31, 2024	<u>\$ -</u>

(2) 6th domestic unsecured convertible corporate bonds

The Company issued its sixth domestic unsecured convertible corporate bond with a coupon rate of 0% on March 7, 2024, with a par value of NT\$100,000 each, issued at full par value. The total number of bonds issued is 4,000, with a total issuance amount of NT\$400 million and a term of three years.

Each holder of the corporate bond has the right to convert it at NT\$90.2 per share into ordinary shares of the Company. If there is an anti-dilution clause on conversion price in the future, the price will be adjusted in accordance with the conversion measures. Other important terms include:

The Company's redemption right

From the second day of three months after the issuance of the convertible corporate bonds (June 8, 2024) until 40 days before the expiration of the term (January 26, 2027), if the closing price of the Company's ordinary shares exceeds the conversion price by 30% (inclusive) for 30 consecutive business days, or the balance

of the convertible company bonds outstanding is less than 10% of the original total issuance amount, the Company may redeem its outstanding convertible corporate bonds in cash at the par value in accordance with the measures.

This convertible corporate bond includes both debt and equity components, and the equity component is expressed in capital surplus—option under equity. The effective interest rate of the original recognition of the liability component is 2.2293%.

Issuing price (minus transaction costs of NT\$5,000 thousand)	\$ 421,954
Equity component (minus transaction cost of NT\$269 thousand allocated to equity and related income tax impact of NT\$54 thousand)	(48,339)
Deferred income tax assets	54
Derivative instruments of redemption rights (current financial assets at fair value through profit or loss) and transaction costs recognized in profit or loss	<u>729</u>
Liability component on the issuance date (minus NT\$4,722 thousand transaction cost allocated to liabilities)	374,398
Interest calculated at an effective interest rate of 2.2293%	<u>6,821</u>
Liability component on December 31, 2024	381,219
Interest calculated at an effective interest rate of 2.2293%	<u>4,232</u>
Liability component on June 30, 2025	<u>\$ 385,451</u>

19. Other liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Other payables			
Processing fee payable	\$ 38,344	\$ 21,826	\$ 28,950
Salary and bonus payable	24,816	38,655	29,391
Employees' remuneration payable	43,459	40,229	52,672
Leave pay payable	1,538	1,079	998
Accounts payable, equipment	4,824	374	62
Others	<u>71,018</u>	<u>77,105</u>	<u>64,290</u>
	<u>\$ 183,999</u>	<u>\$ 179,268</u>	<u>\$ 176,363</u>

20. Post-employment benefit plan

For the three and six months ended June 30, 2025 and 2024, pension benefits in respect of the defined benefit plans were calculated using the actuarially determined pension cost rate as of December 31, 2024 and 2023.

21. Equity

(1) Common share capital

	June 30, 2025	December 31, 2024	June 30, 2024
Authorized number of shares (1,000 shares)	<u>96,000</u>	<u>96,000</u>	<u>96,000</u>
Authorized share capital	<u>\$ 960,000</u>	<u>\$ 960,000</u>	<u>\$ 960,000</u>
Number of issued shares fully paid for (1,000 shares)	<u>48,346</u>	<u>48,346</u>	<u>48,346</u>
Capital of issued shares	<u>\$ 483,460</u>	<u>\$ 483,460</u>	<u>\$ 483,460</u>

The par value of each issued ordinary share is NT\$10, and each share has one voting right and the right to receive dividends.

To strengthen operating liquidity and repay bank loans, the Company resolved at the Annual Shareholders' Meeting on June 14, 2023, to undertake a private placement of common stock as a cash capital increase. The intention is to issue up to 5,000 shares, divided into two tranches within one year from the date of the shareholders' meeting resolution. As no suitable strategic investors were found, the Board of Directors resolved on March 14, 2024, to discontinue the private placement offering.

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(2) Capital surplus

	June 30, 2025	December 31, 2024	June 30, 2024
<u>It may be used to</u> <u>compensate losses,</u> <u>distribute cash or</u> <u>replenish share capital</u> (1)			
Overdue dividends not collected by shareholders	\$ 199	\$ 199	\$ 196
Premium from convertible bond conversion	782,389	782,389	768,289
Treasury stock transaction	8	8	8
<u>Can only be used to</u> <u>compensate losses.</u>			
Recognized change in ownership of and equity in subsidiaries (2)	5,593	5,593	5,593
Changes in net equity of investments in associates and joint ventures accounted for using the equity method	4,298	-	-
Expired stock options	3,725	3,725	-
<u>Cannot be used for any</u> <u>other purpose.</u>			
Convertible corporate bond options	48,339	48,339	66,164
	<u>\$ 844,551</u>	<u>\$ 840,253</u>	<u>\$ 840,250</u>

- A. This type of capital surplus may be used to make up for losses, and when the Company has no losses, it may also be used to distribute cash or for capital appropriation; when used for capital appropriation, it is limited to a certain percentage of the paid-in capital every year.
- B. This type of capital surplus is the impact of equity transactions recognized due to changes in the subsidiary when the Company has not actually acquired or disposed of the subsidiary equity.
- (3) Retained earnings and dividend policy

According to the provisions of the earnings distribution policy in the Company's articles of association, if there is a surplus in the final annual accounts, taxes shall be paid in accordance with the law, and after making up the cumulative loss, 10% shall be set aside as the legal reserve, and the rest shall be appropriated as or reversed from

special reserve according to laws and regulations. If there is a remaining balance, the board shall combine it with the cumulative undistributed surplus and formulate an earnings distribution proposal, and submit it to the shareholders' meeting for a resolution to distribute dividends to shareholders. Please refer to note 23(7) employee remuneration and directors' remuneration for the distribution policy of employee remuneration and directors' remuneration stipulated in the articles of association.

In addition, according to the Company's articles of association, the dividend policy of the Company is based on current and future development plans, as well as assessment of the investment environment, capital needs and domestic and international competition, while taking into account shareholder interest. The distribution of dividends to shareholders can be done in cash or stock, with cash dividends not less than 50% of the total dividend.

The legal reserve shall be appropriated until its balance reaches the total paid-in share capital of the Company. The legal reserve may be used to make up losses. When the Company has no losses, the portion of the legal reserve exceeding 25% of the total paid-in capital may be distributed in cash in addition to being appropriated as share capital.

The Company held general shareholders' meetings on June 13, 2024 and passed the following resolutions on the profit and loss appropriation for 2023:

	2023
Provision of special reserve	<u>\$ 5,217</u>

22. Income

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Contractual revenue from customers				
Revenue from merchandise sales	\$ 2,138,504	\$ 1,082,772	\$ 3,808,374	\$ 2,396,695
Construction revenue	<u>4,888</u>	<u>446</u>	<u>10,721</u>	<u>4,159</u>
	<u>\$ 2,143,392</u>	<u>\$ 1,083,218</u>	<u>\$ 3,819,095</u>	<u>\$ 2,400,854</u>

Contract balance

	June 30, 2025	December 31, 2024	June 30, 2024	January 1, 2024
Notes receivable	\$ -	\$ 351	\$ 1,309	\$ 700
Accounts receivable	\$ 1,006,933	\$ 1,033,101	\$ 824,414	\$ 901,008
Contract asset				
Investments in construction projects	\$ 645	\$ 4,463	\$ 4,463	\$ 16,344
Less: loss allowance	-	-	-	-
Current contract assets	\$ 645	\$ 4,463	\$ 4,463	\$ 16,344
Contract liabilities				
Merchandise sales	\$ 62,916	\$ 56,992	\$ 80,892	\$ 86,740
Engineering construction	7,859	6,534	5,716	3,619
Current contract liabilities	\$ 70,775	\$ 63,526	\$ 86,608	\$ 90,359

The consolidated company recognizes the loss allowance of contract assets according to the expected credit loss during the period of existence. Contract assets will be converted into accounts receivable when the bill is issued, and their credit risk characteristics are the same as those of accounts receivable generated by similar contracts. Therefore, the consolidated company believes that the expected credit loss rate of accounts receivable can also be applied to contract assets.

	June 30, 2025	December 31, 2024	June 30, 2024
Expected credit loss rate	-%	-%	-%
Total carrying amount	\$ 645	\$ 4,463	\$ 4,463
Loss allowance (expected credit loss during the existence period)	-	-	-
	\$ 645	\$ 4,463	\$ 4,463

23. Profit (loss) before tax

Profits (losses) before tax include the following items:

(1) Interest income

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Bank deposits	\$ 1,995	\$ 2,568	\$ 3,156	\$ 3,025

(2) Other income

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Rent income	\$ 329	\$ 470	\$ 960	\$ 936
Others	<u>261</u>	<u>1,806</u>	<u>341</u>	<u>2,564</u>
	<u>\$ 590</u>	<u>\$ 2,276</u>	<u>\$ 1,301</u>	<u>\$ 3,500</u>

(3) Other gains and losses

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Net foreign exchange gain (loss)	(\$ 13,080)	\$ 8,776	(\$ 9,742)	\$ 22,641
Gains (losses) on financial assets at fair value through profit or loss	70	(325)	(42)	(455)
Others	<u>243</u>	<u>(86)</u>	<u>(206)</u>	<u>(164)</u>
	<u>(\$ 12,767)</u>	<u>\$ 8,365</u>	<u>(\$ 9,990)</u>	<u>\$ 22,022</u>

(4) Financial costs

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Bank loan interest	\$ 10,305	\$ 10,398	\$ 19,342	\$ 20,392
Interest on loans from related parties	-	42	-	95
Corporate bond depreciation and amortization (note 18)	2,133	2,804	4,232	4,081
Lease liability interest	<u>39</u>	<u>71</u>	<u>92</u>	<u>114</u>
Total interest expense of financial liabilities measured at amortized cost	12,477	13,315	23,666	24,682
Less: amounts included in the cost of eligible assets	<u>-</u>	<u>(28)</u>	<u>-</u>	<u>(43)</u>
	<u>\$ 12,477</u>	<u>\$ 13,287</u>	<u>\$ 23,666</u>	<u>\$ 24,639</u>

Information on interest capitalization is as follows:

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Amount of capitalized interest	\$ -	\$ 28	\$ -	\$ 43
Interest rate of capitalized interest	-%	4.78%	-%	4.78%

(5) Depreciation and amortization

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Summary of depreciation expenses by function				
Operating costs	\$ 6,922	\$ 6,934	\$ 13,760	\$ 14,012
Operating expenses	8,133	6,924	16,021	13,137
Other losses	<u>80</u>	<u>81</u>	<u>161</u>	<u>162</u>
	<u>\$ 15,135</u>	<u>\$ 13,939</u>	<u>\$ 29,942</u>	<u>\$ 27,311</u>
Summary of amortization expenses by function				
Operating costs	\$ 32	\$ 12	\$ 64	\$ 25
Operating expenses	<u>1,246</u>	<u>968</u>	<u>2,410</u>	<u>1,933</u>
	<u>\$ 1,278</u>	<u>\$ 980</u>	<u>\$ 2,474</u>	<u>\$ 1,958</u>

(6) Employee benefit expense

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Post-employment benefits				
Defined contribution plans	\$ 2,197	\$ 2,113	\$ 4,288	\$ 4,204
Other employee benefits	<u>66,925</u>	<u>59,573</u>	<u>125,446</u>	<u>128,475</u>
Total employee benefits	<u>\$ 69,122</u>	<u>\$ 61,686</u>	<u>\$ 129,734</u>	<u>\$ 132,679</u>
Summary by function				
Operating costs	\$ 15,009	\$ 13,867	\$ 28,119	\$ 30,347
Operating expenses	<u>54,113</u>	<u>47,819</u>	<u>101,615</u>	<u>102,332</u>
	<u>\$ 69,122</u>	<u>\$ 61,686</u>	<u>\$ 129,734</u>	<u>\$ 132,679</u>

(7) Employee remuneration and directors' remuneration

In accordance with the articles of association of the Company, the Company shall allocate no less than 3% of the year's pre-tax profit as employee remuneration and no more than 3% of the year's pre-tax profit as directors' and supervisors' remuneration. Following an amendment to the Securities and Exchange Act in August 2024, the Company's shareholders passed a resolution at the 2025 shareholders' meeting to amend the articles of association. This change mandates that at least 10% of the annual employee remuneration must be allocated to entry-level employees. The estimated employee remuneration (including entry-level) and directors' remuneration for the three and six months ended June 30, 2025, are detailed below.

Amount

	For the three months ended June 30, 2025	For the six months ended June 30, 2025
Employees' remuneration	<u>\$ 3,230</u>	<u>\$ 3,230</u>
Directors' remuneration	<u>\$ 1,210</u>	<u>\$ 1,210</u>

Due to the net loss before tax for the six months ended June 30, 2024, no employee remuneration and directors' remuneration were accrued in accordance with the provisions of the articles of association.

If there is still any change in the amount after the issuance date of the annual consolidated financial statements, it shall be handled according to the change of accounting estimate and adjusted and recorded in the next year.

Due to losses, neither the employee remuneration nor the directors' remuneration was distributed for 2024 and 2023. There is no difference between these amounts and the amounts recognized in the consolidated financial statements in 2024 and 2023.

For information on the employee remuneration and directors' remuneration in accordance with the resolutions of the board meeting of the Company, please visit the MOPS of the Taiwan Stock Exchange.

(8) Foreign exchange gain or loss

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Total foreign exchange gain	\$ 180,234	\$ 43,264	\$ 216,361	\$ 106,638
Total foreign exchange loss	(<u>193,314</u>)	(<u>34,488</u>)	(<u>226,103</u>)	(<u>83,997</u>)
Net gain or loss	(<u>\$ 13,080</u>)	<u>\$ 8,776</u>	(<u>\$ 9,742</u>)	<u>\$ 22,641</u>

24. Income tax

(1) Income tax recognized in profit or loss

The main components of income tax expense (profit) are as follows:

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Current income tax				
Incurred in the current period	(\$ 1,934)	\$ 3,786	\$ 10,068	(\$ 2,205)
Prior period adjustments	<u>-</u> (<u>1,934</u>)	<u>-</u> <u>3,786</u>	(<u>6,184</u>) <u>3,884</u>	<u>-</u> (<u>2,205</u>)
Deferred income tax				
Incurred in the current period	<u>13,745</u>	(<u>10,893</u>)	<u>16,494</u>	(<u>20,896</u>)
Income tax benefits recognized in profit or loss	<u>\$ 11,811</u>	(<u>\$ 7,107</u>)	<u>\$ 20,378</u>	(<u>\$ 23,101</u>)

(2) Income tax assessment status

The profit seeking business income tax returns of the Company and its domestic subsidiaries up to 2023 have been approved by the tax collection authority.

25. Earnings (losses) per share

The net profit used to calculate earnings (losses) per share and the weighted average of ordinary shares are as follows:

Net profit (loss) of the period

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Net profit (loss) used to calculate earnings (losses) per share	\$ 42,381	(\$ 48,816)	\$ 48,904	(\$ 81,728)
Impact of potential ordinary shares with dilution effect:				
After-tax interest on convertible bonds	<u>2,133</u>	<u>-</u>	<u>4,232</u>	<u>-</u>
Net profit (loss) used to calculate diluted earnings (losses) per share	<u>\$ 44,514</u>	(<u>\$ 48,816</u>)	<u>\$ 53,136</u>	(<u>\$ 81,728</u>)

Number of shares

Unit: 1,000 shares

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Weighted average number of ordinary shares used to calculate earnings (losses) per share	48,346	48,346	48,346	48,346
Impact of potential ordinary shares with dilution effect:				
Employees' remuneration	48	-	48	-
Convertible corporate bonds	<u>4,435</u>	<u>-</u>	<u>4,435</u>	<u>-</u>
Weighted average number of ordinary shares used to calculate diluted earnings (losses) per share	<u>52,829</u>	<u>48,346</u>	<u>52,829</u>	<u>48,346</u>

The consolidated company had a net loss for the three and six months ended June 30, 2024, so the potential ordinary shares with an anti-dilution effect (including those from convertible corporate bonds) were excluded from the calculation.

If the consolidated company has the option to pay employees' remuneration in shares or cash, the calculation of diluted earnings per share is based on the assumption that the employees' remuneration will be paid in shares, and the weighted average number of outstanding shares will be included in the calculation of earnings per share when the potential ordinary shares have a dilution effect. When calculating the diluted earnings per share before paying employees' remuneration in shares in the next annual resolution, the dilution effect of such potential ordinary shares shall also be considered.

26. Capital risk management

The consolidated company conducts capital management to ensure that all enterprises within the Group can, on the premises of continuing operation, optimize the balance of debts and equity to maximize the return to shareholders.

The capital structure of the consolidated company is composed of net debt (i.e. borrowings minus cash and cash equivalents) and equity (i.e. equity, capital surplus, retained earnings, and other equity items).

The consolidated company does not need to comply with other external capital regulations.

27. Financial instrument

- (1) Information on fair value - financial instruments not measured at fair value

June 30, 2025

	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities measured at amortized cost					
- Convertible corporate bonds	<u>\$ 385,451</u>	<u>\$ 376,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 376,080</u>

December 31, 2024

	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities measured at amortized cost					
- Convertible corporate bonds	<u>\$ 381,219</u>	<u>\$ 382,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 382,000</u>

June 30, 2024

	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities measured at amortized cost					
- Convertible corporate bonds	<u>\$ 599,384</u>	<u>\$ 626,821</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 626,821</u>

- (2) Fair value information - financial instruments measured at fair value on a recurring basis

A. Fair value hierarchy

June 30, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through profit or loss</u>				
Beneficiary certificates of mutual funds	\$ 5,035	\$ -	\$ -	\$ 5,035
Derivatives of redemption rights	-	80	-	80
Total	<u>\$ 5,035</u>	<u>\$ 80</u>	<u>\$ -</u>	<u>\$ 5,115</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Equity instruments				
- TWSE (TPEX) listed and emerging market stocks	\$ 4,489	\$ -	\$ -	\$ 4,489
- TWSE (TPEX) unlisted ordinary stocks	-	-	22,273	22,273
Total	<u>\$ 4,489</u>	<u>\$ -</u>	<u>\$ 22,273</u>	<u>\$ 26,762</u>

December 31, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through profit or loss</u>				
Beneficiary certificates of mutual funds	\$ 5,037	\$ -	\$ -	\$ 5,037
Derivatives of redemption rights	-	120	-	120
Total	<u>\$ 5,037</u>	<u>\$ 120</u>	<u>\$ -</u>	<u>\$ 5,157</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Equity instruments				
- TWSE (TPEX) listed and emerging market stocks	\$ 6,045	\$ -	\$ -	\$ 6,045
- TWSE (TPEX) unlisted ordinary stocks	-	-	24,412	24,412
Total	<u>\$ 6,045</u>	<u>\$ -</u>	<u>\$ 24,412</u>	<u>\$ 30,457</u>

June 30, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through profit or loss</u>				
Domestic TWSE (TPEX) listed stocks	\$ 882	\$ -	\$ -	\$ 882
Beneficiary certificates of mutual funds	100,040	-	-	100,040
Derivatives of redemption rights	-	280	-	280
Total	<u>\$ 100,922</u>	<u>\$ 280</u>	<u>\$ -</u>	<u>\$ 101,202</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Equity instruments				
- TWSE (TPEX) listed and emerging market stocks	\$ 6,212	\$ -	\$ -	\$ 6,212
- TWSE (TPEX) unlisted ordinary stocks	-	-	16,662	16,662
Total	<u>\$ 6,212</u>	<u>\$ -</u>	<u>\$ 16,662</u>	<u>\$ 22,874</u>

There were no transfers between Level 1 and 2 fair value measurements during the six months ended June 30, 2025 and 2024.

B. Adjustment of financial instruments measured at fair value at level 3

<u>Financial assets at fair value through other comprehensive income</u>	<u>For the six months ended June 30, 2025</u>	<u>For the six months ended June 30, 2024</u>
Beginning balance	\$ 24,412	\$ 18,432
Revaluation gains (losses) on financial assets measured at fair value through other comprehensive income	(2,139)	(1,770)
Ending balance	<u>\$ 22,273</u>	<u>\$ 16,662</u>

C. Evaluation techniques and input values for level 2 fair value measurements

<u>Financial instrument type</u>	<u>Evaluation techniques and input values</u>
Derivatives of redemption rights	Binary tree convertible bond evaluation model: based on the evaluation-date stock price, stock price volatility, risk-free interest rate relative to the duration of the convertible bond, risk discount rate considering the credit premium, and reduced liquidity reduction factor.

D. Evaluation techniques and input values for level 3 fair value measurements

<u>Financial instrument type</u>	<u>Evaluation techniques and input values</u>
TWSE (TPEX) unlisted ordinary stocks	TWSE (TPEX) unlisted investment uses the asset method. The asset method is mainly applied to venture capital companies to evaluate their fair values by referring to their net asset values.

(3) Categories of financial instruments

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Financial assets</u>			
Measured at fair value through profit or loss			
Financial assets at fair value through profit or loss, mandatorily measured at fair value	\$ 5,115	\$ 5,157	\$ 101,202
Financial assets measured at amortized cost (note 1)	1,919,470	1,628,544	1,304,616
Financial assets at fair value through other comprehensive income			
Equity instruments	26,762	30,457	22,874
<u>Financial liabilities</u>			
Measured at amortized cost (note 2)	2,255,769	2,165,628	1,703,247

Note 1: The balance includes financial assets measured at amortized cost such as cash and cash equivalents, financial assets measured at amortized cost, accounts receivable, other receivables and refundable deposits.

Note 2: The balance includes financial liabilities measured at amortized cost such as short-term borrowings, notes payable, other payables, corporate bonds payable and guarantee deposits received.

(4) Purpose and policy of financial risk management

The main financial instruments of the consolidated company include equity investments, accounts receivable, notes and accounts payable, loans and corporate bonds payable. The financial management department of the consolidated company provides services for all business units, coordinates the entry into domestic financial

markets, and supervises and manages financial risks related to the operation of the consolidated company by analyzing the internal risk report of the exposure according to the risk level and breadth. These risks include market risk (including exchange rate risk, interest rate risk and other price risks), credit risk and liquidity risk.

A. Market risk

The main financial risk from the operating activities of the consolidated company leads to the consolidated company's foreign currency exchange rate change risk (refer to (1) below) and the interest rate change risk (refer to (2) below).

(a) Exchange rate risk

The consolidated company engages in foreign currency denominated sales and purchase transactions, resulting in exposure to exchange rate change risk.

Please refer to note 30 for the carrying amounts of monetary assets and monetary liabilities (including monetary items written off under non-functional currency in the consolidated financial statements) of the consolidated company denominated in non-functional currency on the balance sheet date.

Sensitivity Analysis

The consolidated company is mainly affected by the exchange rate fluctuation of US dollar.

The following table details the sensitivity analysis of the consolidated company when the exchange rate of New Taiwan dollar (functional currency) against US dollar changes by 1%. 1% is the sensitivity ratio used within the consolidated company to report exchange rate risk to the key management, and also represents the management's assessment of the range of reasonably possible changes in foreign currency exchange rates. The sensitivity analysis only includes the monetary items that are outstanding, and the conversion at the end of the period is adjusted by 1% of the exchange rate change. When NTD appreciates by 1% against USD, the net profit before tax for the six months ended June 30, 2025 and 2024 will decrease/increase by NT\$1,831 thousand and NT\$5,534 thousand, respectively. The impact of the exchange rate fluctuations above mainly comes from the receivable

and payable items of the consolidated company that are still outstanding on the balance sheet date which have not undergone cash flow risk hedging.

(b) Interest rate risk

Interest rate risk exposure is caused by the fact that entities in the consolidated company borrow funds at fixed and floating rates at the same time. The consolidated company manages interest rate risk by maintaining an appropriate combination of fixed and floating interest rates.

The carrying amounts of the financial assets and financial liabilities of the consolidated company subject to interest rate risk exposure on the balance sheet date are as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
With interest rate risk in fair value			
- Financial assets	\$ 6,128	\$ 70,657	\$ 44,390
- Financial liabilities	1,250,839	966,448	1,195,204
With interest rate risk in cash flow			
- Financial assets	880,586	487,035	310,855
- Financial liabilities	97,648	72,005	159,249

Sensitivity Analysis

The following sensitivity analysis is based on the interest rate risk exposure of non-derivative instruments on the balance sheet date. For floating interest rate liabilities, it is assumed that the amount of liabilities outstanding on the balance sheet date is also outstanding during the reporting period. 25 basis points is the sensitivity rate used within the Group to report interest rate risk to the key management, and also represents the management's assessment of the range of reasonably possible changes in foreign currency interest rate.

If the interest rate increases/decreases by 25 basis points, and all other variables remain unchanged, the consolidated company's net profit before tax for the six months ended June 30, 2025 and 2024 will

increase/decrease by NT\$979 thousand and NT\$190 thousand, respectively.

(c) Other price risks

Equity price risk exposure due to the consolidated company's investment in stocks. This equity investment is not held for trading but a strategic investment. The consolidated company does not actively engage in such investment. The consolidated company's equity price risk mainly concentrates in the equity instruments listed on TPEX in Taiwan.

Sensitivity Analysis

The following sensitivity analysis is based on the equity price exposure on the balance sheet date.

If the equity price had increased/decreased by 15%, the profit or loss before tax for the six months ended June 30, 2025 and 2024 would have increased/decreased by NT\$755 thousand and NT\$15,138 thousand, respectively, due to the increase/decrease in fair value of financial assets at fair value through profit or loss. Other comprehensive income before tax for the six months ended June 30, 2025 and 2024 would have increased/decreased by NT\$673 thousand and NT\$932 thousand, respectively, due to the increase/decrease in the fair value of financial assets at fair value through other comprehensive income.

B. Credit risk

Credit risk refers to the risk of the Group's financial loss caused by default of contractual obligations of the trading counterparty. As of the balance sheet date, the maximum credit risk exposure of the consolidated company due to the trading counterparty's non-performance of obligations comes from the carrying amount of financial assets recognized in the consolidated balance sheet.

The customer base of the consolidated company is vast and unrelated, so the concentration of credit risk is not high.

C. Liquidity risk

The consolidated company manages and maintains sufficient cash and cash equivalents to cover operating expenses and mitigate the impact of cash flow fluctuations. The management of the consolidated company supervises bank financing limits and ensures compliance with loan contract terms.

Bank loans are an important source of liquidity for the consolidated company. For the consolidated company's unused financing facilities as of June 30, 2025 and December 31 and June 30, 2024, please refer to the description of (2) Financing facilities below.

(a) Table of liquidity and interest rate risk of non-derivative financial liabilities

The maturity analysis of the remaining contracts of non-derivative financial liabilities is based on the undiscounted cash flows (including principal and estimated interest) of financial liabilities on the earliest possible repayment date of the consolidated company. Therefore, the series of bank loans that the consolidated company may be required to repay immediately shall not take into account the probability of the bank executing the right immediately in the earliest period in the table below; the maturity analysis of other non-derivative financial liabilities are prepared according to the agreed repayment dates.

June 30, 2025

	Immediate repayment or repayment in less than 1 month required	1 to 3 months	3 months to 1 year	1 to 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 645,986	\$ 271,164	\$ 62,607	\$ -
Lease liabilities	281	291	1,308	872
Corporate bonds payable	-	-	-	400,000
Floating rate instruments	423	845	98,775	-
Fixed rate instruments	929	306,052	568,268	-
	<u>\$ 647,619</u>	<u>\$ 578,352</u>	<u>\$ 730,958</u>	<u>\$ 400,872</u>

December 31, 2024

	Immediate repayment or repayment in less than 1 month required	1 to 3 months	3 months to 1 year	1 to 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 922,559	\$ 259,175	\$ 26,623	\$ -
Lease liabilities	314	942	2,209	2,440
Corporate bonds payable	-	-	-	400,000
Floating rate instruments	-	72,379	-	-
Fixed rate instruments	1,877	129,211	460,922	-
	<u>\$ 924,750</u>	<u>\$ 461,707</u>	<u>\$ 489,754</u>	<u>\$ 402,440</u>

June 30, 2024

	Immediate repayment or repayment in less than 1 month required	1 to 3 months	3 months to 1 year	1 to 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 167,586	\$ 251,958	\$ 19,284	\$ -
Lease liabilities	359	1,093	2,916	3,262
Corporate bonds payable	-	222,600	-	400,000
Floating rate instruments	10,414	135,761	14,044	-
Fixed rate instruments	929	290,283	304,562	-
	<u>\$ 179,288</u>	<u>\$ 901,695</u>	<u>\$ 340,806</u>	<u>\$ 403,262</u>

The amount of floating rate instruments for non-derivative financial liabilities mentioned above will vary depending on the difference between the floating rate and the estimated interest rate on the balance sheet date.

(b) Financing limits

	June 30, 2025	December 31, 2024	June 30, 2024
Amount already used	\$ 960,374	\$ 652,466	\$ 747,791
Amount not used	<u>152,626</u>	<u>460,534</u>	<u>465,209</u>
	<u>\$ 1,113,000</u>	<u>\$ 1,113,000</u>	<u>\$ 1,213,000</u>

28. Related Party Transaction

Transactions, account balances, income and expenses and impairments between the Company and its subsidiaries (which are related parties of the Company) are eliminated in full at the time of consolidation, so they are not disclosed in this note. Other than those disclosed in other notes, the transactions between the consolidated company and other related parties are as follows:

(1) Names of related parties and their relationships

<u>Name of related party</u>	<u>Relationship with the consolidated company</u>
Uwin Resource Regeneration Inc.	Affiliated enterprise
Rigo Global Co., Ltd.	Substantive related party
Midas Labs Inc.	Substantive related party
Neurobit Technologies Co., Ltd.	Substantive related party
Instant NanoBiosensors Co., Ltd.	Substantive related party
Allbio Life, Inc.	Substantive related party
Tongxin Tang Pharmaceutical Shop	Substantive related party
Inforcom Technology Inc.	Substantive related party
RFIC Technology Corporation	Substantive related party
CytoArm Co., Ltd.	Substantive related party
MedFluid Co., Ltd.	Substantive related party
Mao-Sung Chang	Chairman of the Company
Chien-Wei Chen	President of the Company
Peng-Chun Chen	Substantive related party

(2) Operating Revenue

<u>Accounting items</u>	<u>Type of related party</u>	<u>For the three months ended June 30, 2025</u>	<u>For the three months ended June 30, 2024</u>	<u>For the six months ended June 30, 2025</u>	<u>For the six months ended June 30, 2024</u>
Sales revenue	Substantive related party	<u>\$ 260</u>	<u>\$ 132</u>	<u>\$ 377</u>	<u>\$ 234</u>

The transactions between the consolidated company and the above-mentioned related party are subject to the agreed terms and conditions.

(3) Accounts receivable from a related party

Accounting items	Type/name of related party	June 30, 2025	December 31, 2024	June 30, 2024
Accounts receivable	Substantive related party	<u>\$ 20</u>	<u>\$ 371</u>	<u>\$ 56</u>

No guarantee is collected for outstanding accounts receivable due from related parties. No loss allowance is allocated for accounts receivable due from related parties for the six months ended June 30, 2025 and 2024.

(4) Payables to related parties

Accounting items	Type/name of related party	June 30, 2025	December 31, 2024	June 30, 2024
Accounts payable	Substantive related party	<u>\$ 207</u>	<u>\$ 209</u>	<u>\$ 209</u>

For balance of payables to related parties outstanding, no guarantee has been provided.

(5) Loans from related parties

Type/name of related party	June 30, 2025	December 31, 2024	June 30, 2024
Peng-Chun Chen	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>

Interest expenses

Type/name of related party	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Peng-Chun Chen	<u>\$ -</u>	<u>\$ 42</u>	<u>\$ -</u>	<u>\$ 95</u>

The interest rate of the consolidated company's borrowings from the related parties is equivalent to the market interest rate. All borrowings from substantive related parties are unsecured borrowings.

(6) Endorsements and guarantees

Endorsements and guarantees obtained

Type/name of related party	June 30, 2025	December 31, 2024	June 30, 2024
Mao-Sung Chang			
Guaranteed amount	\$ 1,113,000	\$ 1,113,000	\$ 1,213,000
Actual amount used (recognized as guaranteed bank loan)	(<u>960,374</u>)	(<u>652,466</u>)	(<u>737,791</u>)
	<u>\$ 152,626</u>	<u>\$ 460,534</u>	<u>\$ 475,209</u>

(7) Compensation of key management

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Short-term employee benefits	\$ 3,972	\$ 3,894	\$ 10,082	\$ 10,004
Post-employment benefits	212	212	425	425
	<u>\$ 4,184</u>	<u>\$ 4,106</u>	<u>\$ 10,507</u>	<u>\$ 10,429</u>

The compensation of directors and other key management is determined by the Compensation Committee in accordance with individual performance and market trends.

29. Pledged Assets

The following assets of the consolidated company have been pledged as collateral for short-term borrowings and letters of credit:

	June 30, 2025	December 31, 2024	June 30, 2024
Pledged time deposit (recorded as financial assets at amortized cost)	\$ 6,128	\$ 6,124	\$ 5,450
Property and plant, net	767,198	777,958	788,683
Net of investment property	<u>32,840</u>	<u>33,001</u>	<u>33,161</u>
	<u>\$ 806,166</u>	<u>\$ 817,083</u>	<u>\$ 827,294</u>

30. Foreign Currency Financial Assets and Liabilities With Significant Impact

The following information is summarized and expressed in foreign currencies other than the functional currency of each entity of the consolidated company. The disclosed exchange rate refers to the exchange rate converted from such foreign currencies to the functional currencies. Foreign currency financial assets and liabilities with significant impact are as follows:

June 30, 2025

	Foreign currency	Exchange rate	Carrying amount
Foreign currency assets			
<u>Monetary item</u>			
USD	\$ 55,197	29.3 (USD:NTD)	<u>\$ 1,617,280</u>
Foreign currency liabilities			
<u>Monetary item</u>			
USD	61,447	29.3 (USD:NTD)	<u>\$ 1,800,402</u>

December 31, 2024

	Foreign currency	Exchange rate	Carrying amount
Foreign currency assets			
<u>Monetary item</u>			
USD	\$ 43,030	32.785 (USD:NTD)	<u>\$ 1,410,751</u>
Foreign currency liabilities			
<u>Monetary item</u>			
USD	48,527	32.785 (USD:NTD)	<u>\$ 1,588,129</u>

June 30, 2024

	Foreign currency	Exchange rate	Carrying amount
Foreign currency assets			
<u>Monetary item</u>			
USD	\$ 41,175	32.45 (USD:NTD)	<u>\$ 1,336,142</u>
Foreign currency liabilities			
<u>Monetary item</u>			
USD	24,123	32.45 (USD:NTD)	<u>\$ 782,791</u>

Foreign currency exchange gains and losses (realized and unrealized) with significant impact are as follows:

	For the three months ended June 30, 2025		For the three months ended June 30, 2024	
Foreign currency	Exchange rate	Net exchange gain or loss	Exchange rate	Net exchange gain or loss
USD	30.822 (USD:NTD)	(\$ 2,207)	31.901 (USD:NTD)	(\$ 76)
NTD	1 (NTD:NTD)	(<u>10,873</u>)	1 (NTD:NTD)	<u>8,852</u>
		(<u>\$ 13,080</u>)		<u>\$ 8,776</u>
	For the six months ended June 30, 2025		For the six months ended June 30, 2024	
Foreign currency	Exchange rate	Net exchange gain or loss	Exchange rate	Net exchange gain or loss
USD	31.859 (USD:NTD)	(\$ 2,265)	32.384 (USD:NTD)	(\$ 134)
NTD	1 (NTD:NTD)	(<u>7,477</u>)	1 (NTD:NTD)	<u>22,775</u>
		(<u>\$ 9,742</u>)		<u>\$ 22,641</u>

31. Disclosure Notes

- (1) Information about significant transactions:

- A. Loans to others: None.
 - B. Endorsements/guarantees provided for others: Table 1.
 - C. Material securities held at the end of the period (excluding investments in subsidiaries, affiliates and joint ventures): Table 2.
 - D. Amount of purchases or sales with related parties reaching 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. Other business relationship between the parent and the subsidiary companies and among subsidiary companies, as well as important transactions and amounts: Table 5.
- (2) Information related to reinvestment businesses: Table 6.
- (3) Mainland China investment information: none.
32. Segment Information

Providing information to the main business decision-makers to allocate resources and evaluate departmental performance, focusing on the type of product or service delivered or provided. The reportable departments of the consolidated company are as follows:

Display card manufacturing and sales business.

Construction business

Other businesses

Department revenue and operating results

The revenue and operating results of the consolidated company are analyzed as follows according to the reportable department:

	Segment revenue		Segment profit and loss	
	For the six months ended June 30, 2025	For the six months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Display card manufacturing and sales business.	\$ 3,807,401	\$ 2,395,133	\$ 112,067	(\$ 106,820)
Construction business	10,721	4,159	(4,094)	2,085
Others	<u>973</u>	<u>1,562</u>	<u>(6,311)</u>	<u>(3,517)</u>
Total amount of continuing operating units	<u>\$ 3,819,095</u>	<u>\$ 2,400,854</u>	101,662	(108,252)
Non-operating Income and expenses			<u>(32,787)</u>	<u>3,568</u>
Profit (loss) before tax			<u>\$ 68,875</u>	<u>(\$ 104,684)</u>

All the departmental revenue reported above is generated from transactions with internal and external customers. The interdepartmental sales for the six months ended June 30, 2025 and 2024 have been eliminated during the consolidation process. The Interdepartmental sales are based on the conditions agreed upon by both parties.

Department income refers to the profit earned by each department, excluding non-operating income and expenses and income tax expenses. This measured amount is to serve as a reference for key business decision-makers to allocate resources to departments and evaluate their performance.

Tul Corp. and Subsidiaries
Endorsements and guarantees for others
June 30, 2025
(Expressed in thousands of New Taiwan dollars)

Table 1

Number (note 1)	Name of endorsing or guaranteeing company	Name of endorsed or guaranteed company		Limit of endorsement or guarantee for a single enterprise (note 2)	Maximum endorsement or guarantee balance of the period	Endorsement or guarantee balance at period end	Actual amount used	Endorsement and guarantee amount with assets as collateral	Accumulated endorsement and guarantee amount as a percentage (%) of the net value as in the latest financial statements	Maximum endorsement or guarantee limit (note 3)	Endorsements and guarantees provided to subsidiaries by the parent company	Endorsements and guarantees provided by subsidiaries to the parent company	Endorsements and guarantees provided to mainland China area
		Company name	Relationship										
0	Tul Corp.	Sparkle Computer Co., Ltd.	Subsidiary with over 50% ordinary share equity directly held by the Company	\$ 298,717	\$ 83,013	\$ 74,132	\$ 31,449	\$ -	5%	\$ 746,794	Y	N	N

Note 1: The explanation of the number field is as follows:

Fill in 0 for the issuer.

Note 2: Calculated based on 20% of the Company’s net value as in the financial statements dated June 30, 2024.

Note 3: Calculated based on 50% of the Company’s net value as in the financial statements dated June 30, 2024.

Tul Corp. and Subsidiaries
Securities held at period end
June 30, 2025

Table 2 (Expressed in thousands of New Taiwan dollars)

Holding company	Name of security	Relationship with the securities issuer	Accounting subject	Period end				Remarks
				Number of shares/(1,000 shares)	Carrying amount	Shareholding percentage (%)	Fair value	
Tul Corp.	<u>Stock</u> Clientron Corp.	—	Non-current financial assets at fair value through other comprehensive income.	476	\$ 4,489	1	\$ 4,489	
	MedFluid Co., Ltd.	—	Non-current financial assets at fair value through other comprehensive income.	400	344	5	344	
	Midas Labs Inc.	—	Non-current financial assets at fair value through other comprehensive income.	1,852	614	4	614	
	Neurobit Technologies Co., Ltd.	—	Non-current financial assets at fair value through other comprehensive income.	1,728	-	3	-	
	Instant NanoBiosensors Co., Ltd.	—	Non-current financial assets at fair value through other comprehensive income.	263	3,077	3	3,077	
	Inforcom Technology Inc.	—	Non-current financial assets at fair value through other comprehensive income.	760	13,878	4	13,878	
	CytoArm Co., Ltd.	—	Non-current financial assets at fair value through other comprehensive income.	385	512	1	512	
	Allbio Life, Inc.	—	Non-current financial assets at fair value through other comprehensive income.	400	1,408	7	1,408	
	RFIC Technology Corporation	—	Non-current financial assets at fair value through other comprehensive income.	900	2,440	3	2,440	
	<u>Beneficiary certificates - open-end funds</u> HSBC Super Core Optimized Multi-Asset Fund	—	Current financial assets at fair value through profit or loss.	500	5,035	-	5,035	

Note: Please refer to Table 6 for information on the investment in the equity of subsidiaries and related enterprises.

Tul Corp. and Subsidiaries

Amount of purchases or sales with related parties reaching NT\$100 million or 20% of the paid-in capital.

For the six months ended June 30, 2025

(Expressed in thousands of New Taiwan dollars)

Selling company	Name of trading counterparty	Relationship	Transaction details				Circumstances and reasons why the trading conditions differ from those of ordinary trading		Accounts receivable		Remarks
			Sales	Amount	Percentage of total sales	Credit period	Unit price	Credit period	Balance	Percentage of total accounts receivable	
Tul Corp.	TUL Inc.	Subsidiary	Sales	\$ 895,583	26%	OA 120 days	Cost markup	No significant difference	\$ 486,230	36%	
	TUL B.V.	Subsidiary	Sales	883,870	25%	OA 120 days	Cost markup	No significant difference	301,773	22%	

Note: These transactions have been written off during the preparation of the consolidated financial statements.

Tul Corp. and Subsidiaries
Receivables from related parties reaching NT\$100 million or 20% of the paid-in capital.
June 30, 2025

Table 4 (Expressed in thousands of New Taiwan dollars)

Companies with accounts receivable	Trading counterparty	Relationship	Balance of receivables from related parties	Turnover rate	Overdue receivables from related parties		Amount recovered after the due date of accounts receivable due from related parties	Allocation of allowance for bad debts	Remarks
					Amount	Handling method			
Tul Corp.	TUL Inc.	Subsidiary	\$ 486,230	3.35	\$ -	—	\$ 169,148	\$ -	
Tul Corp.	TUL B.V.	Subsidiary	301,773	7.48	-	—	139,752	-	

Note: The transactions above have been written off during the preparation of the consolidated financial statements.

Tul Corp. and Subsidiaries

Business relationship between the parent and the subsidiary companies and among subsidiary companies, as well as important transactions

For the six months ended June 30, 2025

Table 5

(Expressed in thousands of New Taiwan dollars)

Number (note 1)	Name of trader	Trade partner	Relationship with the trader (note 2)	Trading situation			
				Subject	Amount	Trade conditions	As a percentage of consolidated total revenue or total assets (note 3)
0	Tul Corp.	TUL Inc.	1	Accounts receivable	\$ 486,230	OA 120 days	12%
				Sales revenue	895,583	OA 120 days	26%
		TUL B.V.	1	Accounts receivable	301,773	OA 120 days	8%
				Sales revenue	883,870	OA 120 days	25%
		Sparkle Computer Co., Ltd.	1	Accounts receivable	18,477	OA 120 days	-
				Sales revenue	73,916	OA 120 days	2%
1	Sparkle Computer Co., Ltd.	TUL Inc.	3	Accounts receivable	30,145	OA 120 days	1%
				Sales revenue	55,168	OA 120 days	1%
		TUL B.V.	3	Accounts receivable	10,762	OA 120 days	-
				Sales revenue	37,076	OA 120 days	1%

Note 1: The business transactions between the Company and its subsidiaries should be indicated separately in the number field, and the method for filling in the number is as follows:

1. Fill in "0" for the Company.
2. Subsidiaries are numbered in sequence in each company type starting from the number 1.

Note 2: There following two types of relationships with the trader exist; just indicate the type:

1. The Company to a subsidiary.
2. Subsidiary to the Company.
3. Subsidiary to subsidiary

Note 3: The transactions presented in the table above have been written off during the preparation of the consolidated financial statements.

Tul Corp. and Subsidiaries
Name of Investee company, location...etc.
For the six months ended June 30, 2025

Table 6 (Expressed in thousands of New Taiwan dollars)

Name of Investment company	Name of Investee company	Location	Major business items	Initial investment amount		Shareholding at the end of the period			Profit or loss of the investee company for the current period	Investment profit or loss recognized for the current period	Remarks
				Period end	Beginning	Number of shares (1,000 shares)	Percentage (%)	Carrying amount			
Tul Corp.	TUL Inc.	USA	Sales of information software and hardware products.	\$ 3,042	\$ 3,042	\$ 100	100	\$ 32,735	\$ 21,493	\$ 21,493	Subsidiary
	IOTU CORPORATION	Taiwan	Contracting of information and communication projects.	121,026	121,026	12,100	93.08	2,201	(5,881)	(5,473)	Subsidiary
	TUL B.V.	Netherlands	Sales of information software and hardware products.	4,147	4,147	100	100	14,263	2,839	2,839	Subsidiary
	Technology Created Medicine Corporation	Taiwan	Medical equipment manufacturing and wholesale, and telecommunications equipment retail.	29,000	29,000	2,900	100	13,698	(6,317)	(6,317)	Subsidiary
	Sparkle Computer Co., Ltd.	Taiwan	Sales of information software and hardware products.	139,000	139,000	13,900	100	131,811	(14,372)	(14,372)	Subsidiary
	TUL Pte. LTD.	Singapore	General investment business	491	491	20	100	204	7	7	Subsidiary
	Uwin Resource Regeneration Inc.	Taiwan	Lithium-ion battery regeneration	30,000	30,000	300	7.86	3,643	(17,127)	(1,790)	Affiliated enterprise
	IOTU CORPORATION	Taiwan	Lithium-ion battery regeneration	12,000	12,000	302	7.90	3,662	(17,127)	(1,798)	Affiliated enterprise
	Sparkle Computer Co., Ltd.	Netherlands	Sales of information software and hardware products.	1,716	1,716	1	100	5,047	3,028	3,028	Subsidiary

Note 1: All subsidiaries in the table above have been consolidated into the consolidated statements, and related investments and gains and losses have been written off.