

**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Three Months Ended March 31, 2025 and 2024**

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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## **Independent Auditors' Review Report**

To the Board of Directors of Shian Yih Electronic Industry Co., Ltd:

### **Introduction**

We have reviewed the accompanying consolidated balance sheets of Shian Yih Electronic Industry Co., Ltd and its subsidiaries as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income and changes in equity for the three months ended March 31, 2025 and 2024, and changes in cash flows for the three months ended March 31, 2025 and adjusted for the three months ended March 31, 2024, and notes to the consolidated financial statements, including a 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**

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" of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China 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.

**Conclusion**

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Shian Yih Electronic Industry Co., Ltd and its subsidiaries as of March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 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.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chen, Yen-Hui and Chen, Cheng-Hsueh.

KPMG

Taipei, Taiwan (Republic of China)  
May 8, 2025

**Notes to Readers**

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

The independent auditors’ review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors’ review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**

## Consolidated Balance Sheets

**March 31, 2025, December 31, 2024 and March 31, 2024**

(Expressed in Thousands of New Taiwan Dollars)

Assets		March 31, 2025		December 31, 2024		March 31,2024		Liabilities and Equity		March 31, 2025		December 31, 2024		March 31,2024		
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%	
Current assets:								Current liabilities:								
1100	Cash and cash equivalents (note 6(1))	\$	1,232,660	50	1,396,693	56	1,359,059	53	2100	Short-term borrowings						
1170	Accounts receivable, net(note 6(3))		374,109	15	422,586	17	466,952	18		(note 6(12), 7 and 8)	\$	-	-	6,000	-	
1200	Other receivables (note 6(4))		4,843	-	6,174	-	5,616	-	2130	Contract liabilities-current (note 6(22))		744	-	855	-	
1220	Current Tax Assets		4,862	-	4,862	-	-	-	2170	Accounts payable		244,407	10	271,575	14	
130X	Inventories (note 6(5))		204,960	8	246,763	10	370,147	14	2200	Other payables (note 7)		143,582	6	89,481	5	
1410	Prepayments		32,784	2	36,197	2	44,236	2	2230	Current tax liabilities		7,611	-	2,382	1	
1470	Other current assets		2,962	-	2,502	-	2,243	-	2280	Lease liabilities-current(notes 6(15))		8,207	-	8,212	-	
1476	Other financial assets-current								2300	Other current liabilities (notes 6(13))		13,322	1	6,925	-	
	(note 6(11) and 8)		301,259	12	36,064	2	35,713	1	2313	Deferred revenue (notes 6(16))		273	-	378	-	
			2,158,439	87	2,151,841	87	2,283,966	88	2320	Long-term borrowings, current portion						
										(notes 6(14) and 8)		58,750	2	58,750	3	
												476,896	19	444,558	23	
Non-current assets:								Non-Current liabilities:								
1521	Non-current financial assets at fair value							2540	Long-term borrowings							
	through other comprehensive								(notes 6(14) and 8)		46,099	2	60,647	5	103,754	
	income(note 6(2))		9,319	-	9,246	-	8,738	-	2570	Deferred tax liabilities		32,486	1	31,773	-	24,312
1600	Property, plant and equipment							2580	Lease liabilities— non-current							
	(notes 6(7) and 8)		207,327	8	208,209	9	250,514	10		(notes 6(15))		16,111	1	18,142	-	1,610
1755	Right-of-use assets(notes 6(8))		45,951	2	47,760	2	27,259	1	2630	Long-term deferred revenue (notes 6(16))		27	-	62	-	300
1760	Investment property, net (note 6(9))		-	-	-	-	731	-	2670	Other non-current liabilities		1,,338	-	1,316	-	1,195
1822	Intangible assets (note 6(10))		4,468	-	5,193	-	2,787	-				96,061	4	111,940	5	131,171
1840	Deferred tax assets		45,686	2	46,593	2	22,131	1				572,957	23	556,498	28	720,900
1900	Other non-current assets		10,410	1	1,834	-	-	-	Total liabilities							
1980	Guarantee deposits paid		1,486	-	1,485	-	1,383	-	Equity attributable to owners of parent							
			324,647	13	320,320	13	313,543	12	(notes 6(20)):							
									3100	Share capital		611,750	25	611,750	23	611,750
									3200	Capital surplus		669,790	27	669,678	25	669,678
									3300	Retained earnings		705,050	28	730,171	28	705,567
									3400	Other equity		(99,,656)	(4)	(114,877)	(5)	(128,381)
										Total equity attributable to owners of		1,886,934	76	1,896,722	71	1,858,614
										parent:						
									36XX	Non-controlling interests (notes 6(6))		23,195	1	18,941	1	17,995
										Total equity		1,910,129	77	1,915,663	72	1,876,609
										Total liabilities and equity	\$	2,483,086	100	2,472,161	100	\$ 2,597,509
Total assets		\$	2,483,086	100	2,472,161	100	2,597,509	100								

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**

**Consolidated Statements of Comprehensive Income**

**For the three months ended March 31, 2025 and 2024**

**(Expressed in Thousands of New Taiwan Dollars , Except for Earnings Per Common Share)**

		<b>For the three months ended March 31</b>			
		<b>2025</b>		<b>2024</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
4000	<b>Operating revenue</b> (note 6(22))	\$ 365,349	100	417,825	100
5000	<b>Operating costs</b> (notes 6(5), (18) and (23))	300,388	82	340,877	82
5950	<b>Gross profit from operations</b>	64,961	18	76,948	18
	<b>Operating expenses</b> (notes 6(15), (18) and (23)) :				
6100	Selling expenses	14,847	4	16,819	4
6200	Administrative expenses	30,793	9	35,504	8
6300	Research and development expenses	14,490	4	14,098	3
		60,130	17	66,421	15
6900	<b>Net operating income</b>	4,831	1	10,527	3
7000	<b>Non-operating income and expenses:</b>				
7100	Interest income (note 6(24))	13,055	4	12,413	3
7010	Other income (note 6(16) and (24))	1,848	-	2,808	1
7190	Other gains and losses, net (notes 6(24))	6	-	164	-
7630	Foreign exchange gain and losses, net	14,119	4	48,258	11
7050	Finance costs (notes 6(15) and (24))	(615)	-	(698)	-
		28,413	8	62,945	15
7900	<b>Profit before income tax</b>	33,244	9	73,472	18
7950	<b>Less: Income tax expenses</b> (note 6(19))	10,559	3	16,440	4
8200	<b>Profit for the period</b>	22,685	6	57,032	14
8300	<b>Other comprehensive income:</b>				
8310	<b>Items that may not be reclassified subsequently to profit or loss:</b>				
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	73	-	(596)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss(notes 6(19))	-	-	-	-
		73	-	(596)	-
8360	<b>Items that may be reclassified subsequently to profit or loss:</b>				
8361	Exchange differences on translation of foreign financial statements	15,148	4	20,669	5
8399	Income tax related to items that will be reclassified to profit or loss(notes 6(19))	-	-	-	-
		15,148	4	20,669	5
8300	<b>Other comprehensive income (after tax)</b>	15,221	4	20,073	5
8500	<b>Total comprehensive income for the period</b>	<b>\$ 37,906</b>	<b>10</b>	<b>77,105</b>	<b>19</b>
	<b>Profit (loss), attributable to:</b>				
8610	Owners of parent	\$ 23,819	-	58,043	-
8620	Non-controlling interest(note 6(6))	(1,134)	-	(1,011)	-
		<b>\$ 22,685</b>	<b>-</b>	<b>57,032</b>	<b>-</b>
	<b>Comprehensive income attributable to:</b>				
8710	Owners of parent	\$ 39,040	10	78,116	19
8720	Non-controlling interest	(1,134)	-	(1,011)	-
		<b>\$ 37,906</b>	<b>10</b>	<b>77,105</b>	<b>19</b>
	<b>Earnings per share</b> (note 6(21))				
9750	<b>Basic earnings per share</b> (NT dollars)	<b>\$ 0.39</b>		<b>0.95</b>	
9850	<b>Diluted earnings per share</b> (NT dollars)	<b>\$ 0.39</b>		<b>0.94</b>	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

**Consolidated Statements of Changes in Equity**  
**For the three months ended March 31, 2025 and 2024**  
**(Expressed in Thousands of New Taiwan Dollars)**

	Equity attributable to owners of parent											
	Retained earnings						Other equity					
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
<b>Balance at January 1, 2024</b>	\$ 611,750	669,678	248,469	130,082	372,971	725,043	(132,453)	(16,001)	(148,454)	1,884,496	19,006	1,903,502
Net income for the three months ended March 31, 2024	-	-	-	-	58,043	58,043	-	-	-	58,043	(1,011)	57,032
Other comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	-	20,669	(596)	20,073	20,073	-	20,073
Comprehensive income for the three months ended March 31, 2024	-	-	-	-	58,043	58,043	20,669	(596)	20,073	78,116	(1,011)	77,105
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary share	-	-	-	-	(103,998)	(103,998)	-	-	-	(103,998)	-	(103,998)
<b>Balance at March 31, 2024</b>	<b>\$ 611,750</b>	<b>669,678</b>	<b>248,469</b>	<b>130,082</b>	<b>327,016</b>	<b>705,567</b>	<b>(111,784)</b>	<b>(16,597)</b>	<b>(128,381)</b>	<b>1,858,614</b>	<b>17,995</b>	<b>1,876,609</b>
<b>Balance at January 1, 2025</b>	\$ 611,750	669,678	263,352	148,454	318,365	730,171	(98,788)	(16,089)	(114,877)	1,896,722	18,941	1,915,663
Net income for the three months ended March 31, 2025	-	-	-	-	23,819	23,819	-	-	-	23,819	(1,134)	22,685
Other comprehensive income for the three months ended March 31, 2025	-	-	-	-	-	-	15,148	73	15,221	15,221	-	15,221
Comprehensive income for the three months ended March 31, 2025	-	-	-	-	23,819	23,819	15,148	73	15,221	39,040	(1,011)	37,906
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary share	-	-	-	-	(48,940)	(48,940)	-	-	-	(48,940)	-	(48,940)
Changes in Ownership Interests in Subsidiaries	-	112	-	-	-	-	-	-	-	112	(112)	-
Increase in Non-controlling Interests	-	-	-	-	-	-	-	-	-	-	5,500	5,500
<b>Balance at March 31, 2025</b>	<b>\$ 611,750</b>	<b>669,790</b>	<b>263,352</b>	<b>148,454</b>	<b>293,244</b>	<b>705,050</b>	<b>(83,640)</b>	<b>(16,016)</b>	<b>(99,656)</b>	<b>1,886,934</b>	<b>23,195</b>	<b>1,910,129</b>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

**Consolidated Statements of Cash Flows**

**For the three months ended March 31, 2025 and 2024**

(Expressed in Thousands of New Taiwan Dollars)

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from operating activities:</b>		
Profit before tax	\$ 33,244	73,472
<b>Adjustments:</b>		
Adjustments to reconcile profit (loss):		
Depreciation expense	19,824	23,062
Amortization expense	795	204
Interest expense	615	698
Interest income	(13,055)	(12,413)
Gain from disposal of property, plan and equipment	(6)	(164)
Total adjustments to reconcile profit (loss)	8,173	11,387
<b>Changes in operating assets and liabilities:</b>		
Changes in operating assets:		
Decrease in accounts receivable	48,477	91,655
Decrease in other receivables	714	2,892
Decrease in inventories	41,803	23,191
Decrease in prepayments	3,413	2,776
Decrease (increase) in other current assets	(460)	768
Total changes in operating assets	93,947	121,282
Changes in operating liabilities:		
Decrease in accounts payable	(27,168)	(108,069)
Increase (decrease) in other payables include related parties	1,044	(2,819)
Increase in other current liabilities	6,286	530
Total changes in operating liabilities	(19,838)	(110,358)
Total changes in operating assets and liabilities	74,109	10,924
Total adjustments	82,282	22,311
Cash inflow generated from operations	115,526	95,783
Interest received	13,672	13,554
Interest paid	(612)	(698)
Income taxes paid	(3,784)	(3,787)
<b>Net cash flows from operating activities</b>	<b>124,802</b>	<b>104,852</b>
<b>Cash flows from investing activities:</b>		
Acquisition of property, plant and equipment	(5,009)	(2,428)
Proceeds from disposal of property, plant and equipment	6	164
Increase in refundable deposits	(1)	(1)
Acquisition of intangible assets	-	(537)
(Increase) decrease in other financial assets	(265,195)	211,051
Increase in other non-current assets	(13,098)	(3,898)
<b>Net cash flows from investing activities</b>	<b>(283,297)</b>	<b>204,351</b>
<b>Cash flows from financing activities:</b>		
Decrease in short-term borrowings	(6,000)	-
Repayments of long-term borrowings	(14,688)	(16,454)
Increase in guarantee deposits received	22	22
Payment of lease liabilities	(2,036)	(1,985)
Capital Increase in Cash by Subsidiary	5,500	-
<b>Net cash flows used in financing activities</b>	<b>(17,202)</b>	<b>(18,417)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>11,664</b>	<b>16,257</b>
<b>Net increase in cash and cash equivalents</b>	<b>(164,033)</b>	<b>307,043</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,396,693</b>	<b>1,052,016</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 1,232,660</b>	<b>1,359,059</b>

See accompanying notes to consolidated financial statements.



(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**March 31, 2025 and 2024**

**(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)**

**1 Company history**

Shian Yih Electronic Industry Co., Ltd (the “Company”) was incorporated on October 11, 1979 as a company limited by shares under the Company Act of the Republic of China (R.O.C.). The Company’s registered office is at No. 22, Industry 24th Rd., Taichung Industrial Park, Taichung City, Taiwan, R.O.C. The Company and its subsidiaries (together referred to as the “Group”) mainly engage in manufacture and sale of back light modules.

**2 Approval date and procedures of the consolidated financial statements:**

The consolidated financial statements for the three Months ended March 31, 2025 and 2024 were authorized for issuance by the board of directors on May 8, 2025.

**3 New standards, amendments and interpretations adopted:**

- (a) The impact of the IFRS Accounting Standards ("IFRSs") endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

- (b) Approval date and procedures of the consolidated financial statements:

The Group is expected to adopt the following newly amended International Financial Reporting Standards (IFRSs) starting from January 1, 2026. The potential impacts are as follows:

- Amendments to IFRS 9 and IFRS 7 – “Amendments regarding the classification and measurement of financial instruments”, concerning the application guidance under Section 4.1 of IFRS 9 and the related disclosure requirements under IFRS 7.

These amendments introduce an additional assessment for the "solely payments of principal and interest (SPPI)" condition for financial assets with contingent features that are not directly linked to basic lending risks or costs (e.g., contractual cash flows that vary based on whether the borrower meets sustainability-linked targets specified in the loan agreement).

The Group has not elected early adoption of the application guidance under Section 4.1, as permitted by the Q&A released by the Financial Supervisory Commission (FSC) on February 26, 2025 and therefore will not adopt it on January 1, 2025.

The Group Group holds investments in sustainability-linked bonds, which may require reclassification under the amended standards. The potential impact of initial application of the amendments on the consolidated financial statements is currently under evaluation.

(Continued)

**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (c) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
IFRS 18 "Presentation and Disclosure in Financial Statements"	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> <li>• A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined 'operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company's main business activities.</li> <li>• Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.</li> <li>• Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul>	January 1, 2027

(Continued)

## SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 – “Amendments to the Classification and Measurement of Financial Instruments”, relating to the application guidance under Sections 3.1 and 3.3 of IFRS 9 and the relevant disclosure requirements under IFRS 7.
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

#### 4 Summary of material accounting policies:

##### (1) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(2) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements

List of the subsidiaries included in the consolidated financial statements:

Name investor	Name of investee	Principal activity	Shareholding		
			March 31, 2025	December 31, 2024	March 31, 2024
The Company	Shian Yih (Samoa) Electronic Industry Co., Ltd. (Shian Yih (Samoa))	Investee	100.00%	100.00%	100.00%
The Company	Chian Yih Optotech Co., Ltd. (Chian Yih Optotech)	Manufacture and sale of optical products	49.17%	50.00%	50.00%
Shian Yih (Samoa)	Fair Some (Samoa) Industrial Ltd. (Fair Some (Samoa))	Investee	100.00%	100.00%	100.00%
Shian Yih (Samoa)	Wise Development Group Ltd. (Wise)	Investee	100.00%	100.00%	100.00%
Wise	Dongguan Fair Lumi Optronics Co., Ltd. (Dongguan Fair Lumi)	Manufacture and sale of small and medium-sized LED backlight modules	100.00%	100.00%	100.00%
Fair Some (Samoa)	Dongguan Shian Yih Electronic Co., Ltd. (Dongguan Shian Yih)	Manufacture and sale of small and medium-sized LED backlight modules	100.00%	100.00%	100.00%

**Note:** On February 9, 2025, Chian Yih Optotech conducted a cash capital increase by issuing 1,000,000 new shares. As the consolidated entity did not subscribe to the new shares in proportion to its original ownership, its equity interest was reduced from 50% to 49.17%.

(ii) List of subsidiaries which are not included in the consolidated financial statements: None.

(3) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B 12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period and allocated to current and deferred taxes based on its proportionate size.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**5 Significant accounting assumptions and judgments, and major sources of estimation uncertainty**

The preparation of the consolidated financial statements in conformity with the Regulations and IFRS Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended March 31, 2025. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2024.

**6 Explanation of significant accounts:**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2024 consolidated financial statements. Please refer to note 6 to the 2024 annual consolidated financial statements.

(1) Cash and cash equivalents

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Cash on hand and petty cash	\$ 1,850	1,978	10,960
Demand deposits	382,408	321,883	294,503
Checking account deposits	79	196	387
Time deposits	848,323	1,072,636	1,003,663
Cash and cash equivalents in the consolidated statement of cash flows	<u><u>\$ 1,232,660</u></u>	<u><u>1,396,693</u></u>	<u><u>1,309,513</u></u>

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

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Equity investments at fair value through other comprehensive income: :			
Unlisted common shares			
Domestic Company–Ying Cheng Investment Corp.	<u><u>\$ 9,319</u></u>	<u><u>9,246</u></u>	<u><u>8,738</u></u>

The purpose that the Group invests in the above-mentioned equity securities is for long-term strategies rather than trading purpose. Therefore, those equity securities are designated as financial assets at fair value through other comprehensive income.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as for the three months ended March 31, 2025 and 2024.

For credit risk and market risk, please refer to note 6(25).

None of the financial assets mentioned above has been pledged as security.

(3) Accounts receivable

	March 31, 2025	December 31, 2024	March 31, 2024
Accounts receivable — measured as amortized cost	\$ 374,109	423,261	466,952
Less: loss allowance	-	(675)	-
	<u><b>\$ 374,109</b></u>	<u><b>422,586</b></u>	<u><b>466,952</b></u>

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as the incorporated forward looking information, including macroeconomic and relevant industry information.

The expected credit losses (ECLs) on accounts receivable as of March 31, 2025, December 31, 2024 and March 31, 2024 were determined as follows:

	<b>March 31, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted-avera ge loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 372,045	-	-
1 to 30 days past due	1,074	-	-
31 to 60 days past due	839	-	-
61 to 90 days past due	151	-	-
Total	<u><b>\$ 466,952</b></u>		<u><b>-</b></u>

  

	<b>December 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted-avera ge loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 398,781	-	-
1 to 30 days past due	17,780	-	-
31 to 60 days past due	5,581	-	-
61 to 90 days past due	-	-	-
91 to 180 days past due	444	-	-
More than 181 days past due	675	-	-
Total	<u><b>\$ 423,261</b></u>		<u><b>-</b></u>

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>March 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 441,563	-	-
1 to 30 days past due	22,829	-	-
31 to 60 days past due	2,560	-	-
Total	<u><b>\$ 466,952</b></u>		<u><b>-</b></u>

The movements in the allowance for accounts receivable were as follows:

	<b>For the three months ended March</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$675	-
Amount written off during the year due to uncollectibility	(675)	-
Balance at March 30	<u><b>-</b></u>	<u><b>-</b></u>

(4) Other receivables

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Other receivables	<u><b>\$ 4,843</b></u>	<u><b>6,174</b></u>	<u><b>5,616</b></u>

For further credit risk information, please refers to note 6(25).

(5) Inventories

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Merchandise	\$ 10,335	14,958	11,529
Finished goods	60,317	75,359	102,048
Work in progress	60,828	62,630	90,119
Raw materials	69,395	89,685	161,829
Supplies	4,085	4,131	4,622
	<u><b>\$ 204,960</b></u>	<u><b>246,763</b></u>	<u><b>370,147</b></u>

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The costs of sales were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Inventory that has been sold	\$ 289,359	326,090
Inventory (Reversal of Write-down) Write-down	(3,267)	2,403
Losses on inventory write-offs	2,543	1,446
Unallocated production overheads	11,753	10,938
Operating costs	<b>\$ 300,388</b>	<b>340,877</b>

The Group's did not provide any inventories as collateral for its loans.

(6) Material non-controlling interests of subsidiaries

The material non-controlling interests of subsidiaries were as follows:

<b>Subsidiary</b>	<b>Major Operation place Registered country</b>	<b>Percentage of non-controlling interests</b>		
		<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
CHIAN YIH OPTOTECH CO., LTD.	Taiwan	49.17%	50%	50%

The following information of the material non-controlling interests of subsidiaries have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Included in this information is the fair value adjustment made during the acquisition and relevant difference in accounting principles between the Group as at the acquisition date. Intra-group transactions were not eliminated in this information.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

CHIAN YIH OPTOTECH CO., LTD's. Collective financial information :

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Current assets	\$ 19,449	18,854	14,269
Non-current assets	38,128	39,143	33,948
Current liabilities	(3,985)	(11,665)	(10,410)
Non-current liabilities	(7,957)	(8,449)	(1,816)
Net assets	<u><u>\$ 45,635</u></u>	<u><u>37,883</u></u>	<u><u>35,991</u></u>
Non-controlling interests	<u><u>\$ 23,195</u></u>	<u><u>18,941</u></u>	<u><u>17,995</u></u>

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Sale revenue	<u><u>\$ 1979</u></u>	<u><u>2,498</u></u>
Net loss	\$ (2,248)	(2,023)
Other comprehensive income	-	-
Comprehensive income	<u><u>\$ (2,248)</u></u>	<u><u>(2,023)</u></u>
Loss, attributable to non-controlling interests	<u><u>\$ (1,134)</u></u>	<u><u>(1,011)</u></u>
Comprehensive income, attributable to non-controlling interests	<u><u>\$ (1,134)</u></u>	<u><u>(1,011)</u></u>
Net cash flows from operating activities	\$ (2,233)	62
Net cash flows from financing activities	3,468	(523)
Net decrease in cash and cash equivalents	<u><u>\$ 1,235</u></u>	<u><u>(461)</u></u>

(Continued)

**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(7) Property, plant and equipment

The cost and depreciation of the property, plant and equipment of the Group were as follows:

	Land	Buildings and Construction	Machinery and equipment	Office and miscellaneous equipment	Unfinished construction and equipment under acceptance	Total
<b>Cost:</b>						
Balance on January 1, 2025	\$ 6,971	599,728	478,017	124,302	3,004	1,212,022
Additions	-	1,030	1,615	467	10,681	13,793
Disposal	-	-	(348)	(347)	-	(695)
Reclassification	-	687	2,045	-	(2,732)	-
Effect of movements in exchange rates	-	8,909	7,351	1,262	163	17,685
Balance on March 31, 2025	<b>\$ 6,971</b>	<b>610,354</b>	<b>488,680</b>	<b>125,684</b>	<b>11,116</b>	<b>1,242,805</b>
Balance on January 1, 2024	\$ 6,971	578,187	465,527	120,030	2,328	1,173,043
Additions	-	184	554	172	5,476	6,386
Disposal	-	-	(1,943)	-	-	(1,943)
Reclassification	-	-	-	124	(124)	-
Effect of movements in exchange rates	-	12,392	7,964	1,359	122	21,837
Balance on March 31, 2024	<b>\$ 6,971</b>	<b>590,763</b>	<b>472,102</b>	<b>121,685</b>	<b>7,802</b>	<b>1,199,323</b>
<b>Accumulated depreciation:</b>						
Balance on January 1, 2025	\$ -	476,122	416,662	111,029	-	1,003,813
Depreciation	-	5,948	9,738	1913	-	17,599
Disposal	-	-	(348)	(347)	-	(695)
Effect of movements in exchange rates	-	7,163	6,453	1,145	-	14,761
Balance on March 31, 2025	<b>\$ -</b>	<b>489,233</b>	<b>432,505</b>	<b>113,740</b>	<b>-</b>	<b>1,035,478</b>
Balance on January 1, 2024	\$ -	429,727	381,974	100,420	-	912,121
Depreciation	-	8,432	9,557	2,672	-	20,661
Disposal	-	-	(1,943)	-	-	(1,943)
Effect of movements in exchange rates	-	9,973	6,802	1,195	-	17,970
Balance on March 31, 2024	<b>\$ -</b>	<b>448,132</b>	<b>396,390</b>	<b>104,287</b>	<b>-</b>	<b>948,809</b>
<b>Carrying amounts:</b>						
Balance on January 1, 2025	<b>\$ 6,971</b>	<b>123,606</b>	<b>61,355</b>	<b>13,273</b>	<b>3,004</b>	<b>208,209</b>
Balance on March 31, 2025	<b>\$ 6,971</b>	<b>121,121</b>	<b>56,175</b>	<b>11,944</b>	<b>11,116</b>	<b>207,327</b>
Balance on January 1, 2024	<b>\$ 6,971</b>	<b>148,460</b>	<b>83,553</b>	<b>19,610</b>	<b>2,328</b>	<b>260,922</b>
Balance on March 31, 2024	<b>\$ 6,971</b>	<b>142,631</b>	<b>75,712</b>	<b>17,398</b>	<b>7,802</b>	<b>250,514</b>

As of March 31, 2025, December 31, 2021 and March 31, 2021, the property, plant and equipment had been pledged as collateral for long-term bank loans; please refer to note 8.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(8) Right-of-use assets

	<u>Land</u>	<u>Buildings and Construction</u>	<u>Total</u>
<b>Carrying amounts:</b>			
Balance on January 1, 2025	\$ 21,633	26,127	47,760
Balance on March 31, 2025	\$ 21,859	24,092	45,951
Balance on January 1, 2024	\$ 21,579	7,273	28,852
Balance on March 31, 2024	\$ 21,894	5,365	27,259

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the three months ended March 31, 2025 and 2024. Information on depreciation for the period is discussed in note 12(1). Please refer to note 6(8) to the 2024 annual consolidated financial statements for other related information.

(9) Investment property

Investment property, which means assets owned by the Group, refers to plants leased to third parties under operating leases. The leases of investment properties contain an initial non-cancellable lease term of 10 years.

The rental income of all leased investment properties is in fixed amounts.

The movements in investment property of the Group were as follows:

	<u>Self-owned asset—buildings and structures</u>
<b>Carrying amounts:</b>	
Balance on January 1, 2025	\$ -
Balance on March 31, 2025	\$ -
Balance on January 1, 2024	\$ 1,002
Balance on March 31, 2024	\$ 731

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the three months ended March 31, 2025 and 2024. Information on depreciation for the period is discussed in note 12(1). Please refer to note 6(9) to the 2024 annual consolidated financial statements for other related information.

The fair value of investment property was not significantly different from those disclosed in note 6(9) to the annual consolidated financial statements for the year ended December 31, 2024.

The Group did not provide any investment property as collateral for its loans.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(10) Intangible assets

The intangible assets of the Group were as follows:

	<u>Software</u>	<u>Goodwill</u>	<u>Total</u>
<b>Carrying value:</b>			
Balance on January 1, 2025	<u>\$ 4,133</u>	<u>1,060</u>	<u>5,193</u>
Balance on March 31, 2025	<u>\$ 3,408</u>	<u>1,060</u>	<u>4,468</u>
Balance on January 1, 2024	<u>\$ 1,360</u>	<u>1,060</u>	<u>2,420</u>
Balance on March 31, 2024	<u>\$ 1,727</u>	<u>1,060</u>	<u>2,787</u>

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the three months ended March 31, 2025 and 2024. Information on amortization for the period is discussed in note 12(1). Please refer to note 6(10) to the 2024 annual consolidated financial statements for other related information.

None of the Group's intangible assets was pledged as collateral.

(11) Other financial assets

The other financial assets of the Group were as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Restricted bank deposits	\$ 3,321	3,279	3,713
Time deposits—more than 3 months	297,938	32,785	32,000
	<u>\$ 304,259</u>	<u>36,064</u>	<u>35,713</u>

Restricted bank deposits are time deposits secured by bank loan pledged. Bank time deposits with an original maturity of more than three months are certificates deposit that do not meet the definition of cash equivalent.

For the restricted bank deposits pledged as security, please refer to note 8. For the three months ended March 31, 2025 and 2024, no impairment has been recognized for other financial assets. Additionally, please refer to note 6(25) for credit risk and market risk associated with other financial assets.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(12) Short-term borrowings

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Secured bank loans	<u>\$ -</u>	<u>6,000</u>	<u>6,000</u>
Unused short-term credit lines	<u>\$ 495,768</u>	<u>484,098</u>	<u>473,500</u>
Range of interest rates	<u>-</u>	<u>2.425%</u>	<u>2.3%</u>

(i) Issuance short-term borrowings and repayments

There were no significant issues, repurchases and repayments of short-term borrowings for the three months ended March 31, 2025 and 2024. For the three months ended March 31, 2025 and 2024 the Group's repayments were \$6,000 and \$0 thousand respectively.

(ii) The borrowings from related parties

The borrowings from related parties, please refers to note 7.

(13) Other current liabilities

The Group's other current liabilities were as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Advance molding payment	\$5,007	4,714	5,698
Temporary receipts	7,801	1,704	3,938
Receipts under custody	514	507	539
	<u>\$13,322</u>	<u>6,925</u>	<u>10,175</u>

(14) Long-term borrowings

The details of long-term borrowings were as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Secured bank loans	\$ 105,149	119,837	168,020
Less: current portion	(58,750)	(58,750)	(62,871)
Government grants	(300)	(440)	(1,395)
	<u>\$ 46,099</u>	<u>60,647</u>	<u>103,754</u>
Unused short-term credit lines	<u>\$ -</u>	<u>-</u>	<u>-</u>
Range of interest rates	<u>0.72%~1.875%</u>	<u>0.72%~1.875%</u>	<u>0.595%~0.72%</u>

(i) Issuance short-term borrowings and repayments

There were no significant issues of long-term borrowings for the three months ended March 31, 2025 and 2024. For the three months ended March 31, 2025 and 2024, the Group's repayments were \$14,688 thousand and \$16,454 thousand respectively.

(Continued)

**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Government low- interest loans

The differences between the amounts and fair values of the preferential low- interest loans granted by the government under the "Plan of Welcoming Overseas Taiwanese Businesspersons to Invest in Taiwan" were considered government grants; please refer to note 6(16) for details.

(iii) Collateral for bank loans

For the collateral for long-term borrowings, please refer to note 8.

(15) Lease liabilities

The carrying amounts of the Group's lease liabilities were as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Current	\$ 8,207	8,212	4,071
Non-current	16,111	18,142	1,610
	<b><u>\$ 24,318</u></b>	<b><u>26,354</u></b>	<b><u>5,681</u></b>

For the maturity analysis, please refer to note 6(25).

The amounts recognized in profit or loss were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Interest on lease liabilities	<b><u>\$ 94</u></b>	<b><u>25</u></b>
Expenses relating to short-term leases	<b><u>\$ 1,240</u></b>	<b><u>1,070</u></b>

The amounts recognized in the statement of cash flows for the Group were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Total cash outflow for leases	<b><u>\$ 1,240</u></b>	<b><u>3,080</u></b>

(i) Land and Building leases

The Group leases land, buildings and structures for office spaces and plants, with a lease term of 3 years, and some leases include an option to extend the lease for an additional period of the same duration at the end of the lease term.

(ii) Other leases

The Group also leases dormitory and other leases with contract terms of one to three years. These leases are short-term or leases of low-value items. The Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(16) Deferred revenues

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Government grants	<u>\$ 300</u>	<u>440</u>	<u>1,395</u>
Current	\$ 273	378	1,095
Non-current	<u>27</u>	<u>62</u>	<u>300</u>
	<u><b>\$ 300</b></u>	<u><b>440</b></u>	<u><b>1,395</b></u>

As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group' s government preferential low-interest loans under the "Plan of Welcoming Overseas Taiwanese Businesspersons to Invest in Taiwan" amounted to \$105,149 thousand, \$119,837 thousand and \$168,020 thousand and the fair values thereof amounted to \$104,849 thousand, \$119,397 thousand and \$116,625 thousand respectively. The differences between the amounts and fair values of the loans, amounting to \$300thousand, \$440 thousand and \$1395thousand respectively, were considered to be government grants through low-interest loans and recognized as deferred revenues. For the three months ended March 31, 2025 and 2024, the Group' s revenues from government grants amounted to \$140 thousand and \$401 thousand, respectively, both of which were included in other revenues.

(17) Operating leases

There were no significant changes in operating lease for the three months ended March 31, 2025 and 2024. Please refer to note 6(17) to the consolidated financial statements for the year ended December 31, 2024 for other related information.

(18) Employee benefits

Defined contribution plans

The Group' s expenses for the pension plan contributions to the Bureau of Labor Insurance for the three months ended March 31, 2025and 2024 were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Operating costs	\$ 354	418
Selling expenses	192	207
Administration expenses	429	412
Research and development expenses	<u>124</u>	<u>116</u>
	<u><b>\$ 1,099</b></u>	<u><b>1,153</b></u>

Except for the Company, other subsidiaries adopted the defined contribution method under their local law, and accordingly, the pension costs were \$7,003 thousand and \$4,958 thousand for the three months ended March 31, 2025 and 2024.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(19) Income taxes

(i) The components of income tax for the three months ended March 31, 2025 and 2024 were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Current tax expense		
Current period	\$ 7,369	6,046
Adjustment for prior periods	1,570	808
	<u>8,939</u>	<u>6,854</u>
Deferred tax expense		
Origination and reversal of temporary differences	1,620	9,586
Income taxes	<u><b>\$ 10,559</b></u>	<u><b>16,440</b></u>

(ii) The Group's has no income tax expenses recognized under other comprehensive profits and losses.

(iii) Assessment of tax

The tax returns of the Company and its domestic subsidiaries have been examined and approved until 2022 by the R.O.C. tax authorities.

(20) Capital and other equity

Except for the following disclosure, there was no significant change in capital and other equity for the periods from January 1 to March 31, 2025 and 2024. For the related information, please refer to note 6(20) to the consolidated financial statements for the year ended December 31, 2024.

(i) Capital surplus

The components of the Company's capital surplus balance are as follows:

	<b>114.3.31</b>	<b>113.12.31</b>	<b>113.3.31</b>
Premium on issuance of shares	\$ 668,486	668,486	668,486
Gains on disposal of assets	207	207	207
Recognized changes in ownership interests in subsidiaries	1,097	985	985
	<u><b>\$ 669,790</b></u>	<u><b>669,678</b></u>	<u><b>669,678</b></u>

(Continued)



**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Retained earnings

The Company's Articles of Incorporation stipulates that Company's net earnings shall first be used to offset prior years' losses, if any, before paying any income taxes. Of the remaining balance, 10% is to be appropriated as legal reserve, unless the amount in the legal reserve has already reached the Company's paid-in capital. In addition, special reserve shall be appropriated according to related regulations and the Company's operating needs, after which any remaining profit, together with any undistributed retained earnings, shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the shareholders' meeting for approval.

The amount of share dividends is determined based on the Company's earnings accumulated in the current and prior years, taking into account the Company's profitability, capital structure, and future operating requirements. The dividend distribution policy is to pay dividends by means of a combination of share dividend and cash dividend taking into consideration capital requirement and diluted earnings per share, and the cash dividend shall be no less than 20% of the amount of the dividend distribution.

The types and ratios of the above-mentioned earnings distribution are adjusted pursuant to resolution of a shareholders' meeting based on the actual profit and capital for the year.

1) Special reserve

In accordance with the regulation set by the Financial Supervisory Commission, a portion of current period earnings and undistributed prior period earnings shall be reclassified as a special earnings reserve during earnings distribution. The special earnings reserve will be recognized from the profit after income tax of the current period plus other current earnings and the undistributed retained earnings of the previous period. The net reduction of other shareholders' equity accumulated in the previous period shall be recognized from the undistributed retained earnings and shall not be distributed. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions. The special reserve for the years ended March 31, 2025, December 31, 2024 and March 31, 2024 was \$148,454 thousand, \$148,454 thousand and \$130,082 thousand, respectively.

2) Earnings distribution

On March 25, 2025, the 2024 earnings appropriation was resolved in a board meeting. On March 12, 2024, the 2023 earnings appropriation was resolved in a board meeting. Dividends were distributed to owners as follows:

	2024		2023	
	Amount per share	Total amount	Amount per share	Total amount
Dividends distributed to ordinary shareholders				
Cash	\$ 0.80	<u>48,940</u>	1.7	<u>103,998</u>

(Continued)

**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(21) Earnings per share

(i) Basic earnings per share

1) Profit attributable to ordinary shareholders of the Company

	For the three months ended March 31	
	2025	2024
Net Profit attributable to ordinary shareholders of the Company	<u>\$ 23,819</u>	<u>58,043</u>

2) Weighted average number of ordinary shares

	For the three months ended March 31	
	2025	2024
Weighted average number of ordinary shares (in thousands)	<u>61,175</u>	<u>61,175</u>
Basic earnings per share (NT dollars)	<u>\$ 0.39</u>	<u>0.95</u>

(ii) Diluted earnings per share

1) Net profit attributable to ordinary shareholders of the Company (diluted)

	For the three months ended March 31	
	2025	2024
Net profit attributable to ordinary shareholders of the Company (diluted)	<u>\$ 23,819</u>	<u>58,043</u>

2) Weighted average number of ordinary shares (diluted)

	For the three months ended March 31	
	2025	2024
Weighted average number of ordinary shares(basic) (in thousands)	61,175	61,175
Effect of dilutive potential ordinary shares		
Effect of employee share bonus	195	588
Weighted average number of ordinary shares (after adjustment of potential diluted ordinary shares)	<u>61,370</u>	<u>61,763</u>
Diluted earnings per share (NT dollars)	<u>\$ 0.39</u>	<u>0.94</u>

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
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(22) Revenue from contracts with customers

(i) Disaggregation of revenue

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
<u>Primary geographical markets</u>		
Taiwan	\$ 109,035	104,365
China	154,576	190,437
Japan	9,302	12,129
The United States	56,715	75,757
Other countries	35,721	35,137
	<b><u>\$ 365,349</u></b>	<b><u>417,825</u></b>
<u>Major products/services lines</u>		
Backlight modules	\$ 317,627	369,417
Other	47,722	48,408
	<b><u>\$ 365,349</u></b>	<b><u>417,825</u></b>

(ii) Contract balances

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Contract liabilities	<b><u>\$ 744</u></b>	<b><u>855</u></b>	<b><u>921</u></b>

The amount of revenue recognized for the three months ended March 31, 2025 and 2024 that was included in the contract liability balance at the beginning of the period were \$86 thousand and \$1811 thousand, respectively.

(23) Remunerations of employees, directors, and supervisors

According to the Company's Articles of Incorporation, the Company should distribute its remuneration of not less than 2%~10% and not more than 2% of annual profits to its employees and directors respectively, after offsetting accumulated deficits, if any. Employees, including employees of affiliate companies that meet certain conditions, are subject to the abovementioned remuneration, which is to be distributed in stock or cash.

For the three months ended March 31, 2025 and 2024, the Company's employee remunerations were estimated at \$1,681 thousand and \$8,175 thousand, and director and supervisor remunerations were estimated at \$672 thousand and \$1,635 thousand, respectively. The estimates mentioned above were calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholder meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year. Shares distributed to employees as remuneration are calculated

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
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based on the closing price of the Company' s shares on the day before the approval by the Board of Directors.

For the year ended December 31, 2024 and 2023, the Company estimated its employee remuneration amounting to \$5,902 thousand and \$14,064 thousand, and directors' remuneration amounting to \$1,967 thousand and \$4,018 thousand. Related information would be available at the Market Observation Post System website.

(24) Non-operating income and expenses

(i) Interest income

The details of interest income were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Interest income from bank deposits	<b>\$ 13,055</b>	<b>12,413</b>

(ii) Other income

The details of other income were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Rent income	\$ 1,356	1,304
Government grants income	140	401
Other income	352	1,103
	<b>\$ 1,848</b>	<b>2,808</b>

(iii) Other gains and losses

The details of other gains and losses were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Gains on disposals of property, plant and equipment	<b>\$ 6</b>	<b>164</b>

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
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(iv) Finance costs

The details of finance costs were as follows:

	<b>For the three months ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Interest expense on bank deposits	\$ 521	673
Implicit interest on leases	94	25
	<b><u>\$ 615</u></b>	<b><u>698</u></b>

(25) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group' s financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note 6(25) to the consolidated financial statements for the year ended December 31, 2024.

(i) Credit risk

1) Concentration of credit risk

As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group assessed the concentrations of credit risk arising from its major Customer, at percentages below 44%, 41% and 46%, respectively, of the total trade receivables.

2) Credit risk on receivables

For credit risk exposure of accounts receivable, please refer to note 6(3). Other financial assets at amortized cost includes other receivables and investments in time deposits.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 month expected credit losses. Regarding how the financial instruments are considered to have low credit risk, please refer to note 4(7). For the three months ended March 31, 2025 and 2024, the Group' s other receivables and CD (certificate of deposit) investments have no expected credit losses (ECLs).

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	<b>Carrying amount</b>	<b>Contractual cash flows</b>	<b>Within a year</b>	<b>1~2years</b>	<b>2~5years</b>	<b>Over 5 years</b>
<b>March 31, 2025</b>						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 104,849	106,892	59,848	36,716	10,328	-
Accounts payable (non-interest-bearing)	244,407	244,407	244,407	-	-	-
Other payables (non-interest-bearing)	143,582	143,582	143,582	-	-	-
Lease liabilities (fixed interest rate)	24,318	25,100	8,520	8,520	8,060	-
Guarantee deposits received	1,338	1,338	435	23	796	84
	<b>\$ 518,494</b>	<b>521,319</b>	<b>456,792</b>	<b>45,259</b>	<b>19,184</b>	<b>84</b>
<b>December 31, 2024</b>						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 119,397	121,917	59,968	50,585	11,364	-
Fixed-rate loan	6,000	6,126	6,126	-	-	-
Accounts payable (non-interest-bearing)	271,575	271,575	271,575	-	-	-
Other payables (non-interest-bearing)	89,481	89,481	89,481	-	-	-
Lease liabilities (fixed interest rate)	26,354	27,230	8,520	8,520	10,190	-
Guarantee deposits received	1,316	1,316	453	-	781	82
	<b>\$ 514,123</b>	<b>517,645</b>	<b>436,123</b>	<b>59,105</b>	<b>22,335</b>	<b>382</b>
<b>March 31, 2024</b>						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 166,625	171,714	64,418	60,213	44,872	2,211
Fixed-rate loan	6,000	6,086	6,086	-	-	-
Accounts payable (non-interest-bearing)	249,046	249,046	249,046	-	-	-
Other payables (non-interest-bearing)	220,287	220,287	220,287	-	-	-
Lease liabilities (fixed interest rate)	5,681	5,740	4,120	1,620	-	-
Guarantee deposits received	1,195	1,195	244	206	665	80
	<b>\$ 648,834</b>	<b>654,068</b>	<b>544,201</b>	<b>62,039</b>	<b>45,537</b>	<b>2,291</b>

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Currency risk

The Group's significant exposure to foreign currency risk was as follows:

		(In thousands of foreign currencies)								
		March 31, 2025			December 31, 2024			March 31, 2024		
		Foreign currency	Exchang rates	NTD	Foreign currency	Exchang rates	NTD	Foreign currency	Exchang rates	NTD
<u>Financial assets</u>										
<u>Monetary items</u>										
USD	\$	44,357	32.205	1,472,874	44,086	32.785	1,445,360	45,487	32.000	1,455,584
RMB		1,825	4.579	8,357	2,013	4.4918	9,042	2,213	4.4302	9,804
HKD		1,211	4.268	5,169	1,031	4.222	4,353	611	4.089	2,498
<u>Financial liabilities</u>										
<u>Monetary items</u>										
USD	\$	4,853	32.205	161,144	5,157	32.785	169,072	8,314	32.000	266,048
RMB		589	4.579	2,697	848	4.4918	3,809	575	4.4302	2,547
HKD		374	4.268	1,596	767	4.222	3,238	278	4.089	1,137

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts and other receivables, borrowings and accounts and other payables that are denominated in foreign currency. An appreciation (depreciation) of 1% of the NTD against USD, RMB and HKD as of March 31, 2025, December 31, 2024 and March 31, 2024, with all other variables remaining constant, would have increased or decreased profits after tax by \$10,568 thousand and \$9,585 thousand, respectively. The analysis is performed on the same basis for prior year.

Since the Group has many kinds of functional currencies, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months ended March 31, 2025 and 2024, the foreign exchange gain (loss) (including realized and unrealized portions) amounted to \$14,119 thousand and \$48,258 thousand, respectively.

(iv) Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments on the reporting date. Regarding assets with variable interest rates, the analysis is based on the assumption that the amount of assets outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 1% when reporting to management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
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If the interest rate had increased/decreased by 1%, the Group's net income would have decreased/increased by \$2,083thousand and \$1,789thousand for the three months ended March 31, 2025 and 2024 respectively, with all other variable factors remaining constant. This is mainly due to the Group's time deposit and borrowings at variable rates.

(v) Fair value information

1) Categories and fair values of financial instruments

The fair value of financial assets at FVTPL is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

		March 31, 2025				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through other comprehensive income</b>						
Unlisted common shares	\$	<u>9,319</u>	-	-	9,319	9,319
<b>Financial assets measured at amortized cost</b>						
Cash and cash equivalents	\$	1,232,660	-	-	-	-
Accounts receivable		374,109	-	-	-	-
Other receivables (excluding tax refunds receivable)		3,807	-	-	-	-
Other financial assets—current		301,259	-	-	-	-
Guarantee deposits paid		<u>1,486</u>	-	-	-	-
Subtotal	\$	<u>1,913,321</u>	-	-	-	-
<b>Financial liabilities measured at amortized cost</b>						
Accounts payables		244,407	-	-	-	-
Other payables (to related parties)		143,582	-	-	-	-
Long-term borrowings (including current portion)		104,849	-	-	-	-
Lease liabilities (current and non-current)		24,318	-	-	-	-
Guarantee deposits received		<u>1,338</u>	-	-	-	-
Subtotal	\$	<u>518,494</u>	-	-	-	-

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	December 31, 2024				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through profit or loss</b>					
Unlisted common shares	<u>\$ 9,246</u>	-	-	9,246	9,246
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 1,396,693	-	-	-	-
Accounts receivable	422,586	-	-	-	-
Other receivables (excluding tax refunds receivable)	4,410	-	-	-	-
Other financial assets—current	36,064	-	-	-	-
Other financial assets—non-current	<u>1,485</u>	-	-	-	-
Subtotal	<u>\$ 1,861,238</u>	-	-	-	-
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 6,000	-	-	-	-
Accounts payables	271,575	-	-	-	-
Other payables (to related parties)	89,481	-	-	-	-
Long-term borrowings (including current portion)	119,397	-	-	-	-
Lease liabilities (current and non-current)	26,354	-	-	-	-
Guarantee deposits received	<u>1,316</u>	-	-	-	-
Subtotal	<u>\$ 514,123</u>	-	-	-	-
	March 31, 2024				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through other comprehensive income</b>					
Unlisted common shares	<u>\$ 8,738</u>	-	-	8,738	8,738
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 1,359,059	-	-	-	-
Accounts receivable	466,952	-	-	-	-
Other receivables (excluding tax refunds receivable)	3,455	-	-	-	-
Other financial assets—current	35,713	-	-	-	-
Other financial assets—non-current	<u>1,383</u>	-	-	-	-
Subtotal	<u>\$ 1,866,562</u>	-	-	-	-
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 6,000	-	-	-	-
Accounts payable	249,046	-	-	-	-
Other payables (to related parties)	220,287	-	-	-	-
Long-term borrowings (including current portion)	166,625	-	-	-	-
Lease liabilities (current and non-current)	5,681	-	-	-	-
Guarantee deposits received	<u>1,195</u>	-	-	-	-
Subtotal	<u>\$ 648,834</u>	-	-	-	-

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
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2) Valuation techniques for financial instruments not measured at fair value

The Group's valuation techniques and assumptions used for financial instruments not measured at fair value are as follows:

Financial liabilities measured at amortized cost, if there is quoted price generated by transactions, the recent transaction price and quoted price data is used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate fair values.

3) Transfers between Level 1 and Level 2

There were no transfers from one level to another level for the three months ended March 31, 2025 and 2024

4) Reconciliation of Level 3 fair values

	<b>Fair value through other comprehensive income</b>
	<b>Unquoted equity instruments</b>
Opening balance, January 1, 2025	\$ 9,246
In other comprehensive income	73
Ending Balance, March 31, 2025	<b>\$ 9,319</b>
Opening balance, January 1, 2024	\$ 9,334
In other comprehensive income	(596)
Ending Balance, March 31, 2024	<b>\$ 8,738</b>

5) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group's financial instruments that use Level 3 inputs to measure fair value include fair value through other comprehensive income-equity investments.

Most equity investments with a level 3 fair value but without an active market have multiple significant unobservable inputs. The significant unobservable inputs of the equity investments without an active market are independent, therefore, there is no correlation between them.

For the Group's unquoted equity instruments that are not intended for short-term trading, management has obtained the latest financial statements of the investee, evaluated industry development, and reviewed accessible public information. Accordingly, the Group reviews and evaluate the investee's operational situation of the current and future years, so as to assess the fair value of the investee. In general, changes in industry and market prospects are highly correlated with changes in the operations and future business performance of the investee.

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Quantified information on significant unobservable inputs was as follows:

<b>Item</b>	<b>Valuation technique</b>	<b>Significant unobservable inputs</b>	<b>Inter-relationship between significant unobservable inputs and fair value measurement</b>
Financial assets at FVOCI–equity investments without an active market	Net Asset Value Method	<ul style="list-style-type: none"> <li>• Net Asset Value</li> <li>• Minority interest discounts (21.88% as of March 31,2025, December 31, 2024 and March 31,2024)</li> </ul>	<ul style="list-style-type: none"> <li>• The higher the net asset value, the higher the fair value.</li> <li>• The higher the equity discount, the lower the fair value.</li> </ul>
6) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible alternative assumptions			

For fair value measurements in Level 3, changing one or more of the assumptions by 1% to reflect reasonably possible alternative assumptions would have the following effects:

<b>Input</b>	<b>Upward or downward movement</b>	<b>Changes in other comprehensive income arising from changes in fair value</b>	
		<b>Favorable</b>	<b>Unfavorable</b>
<b>March 31, 2025</b>			
Minority interest discount ratio of 21.88%	1%	119	119
<b>December 31, 2024</b>			
Minority interest discount ratio of 21.88%	1%	118	118
<b>March 31, 2024</b>			
Minority interest discount ratio of 21.88%	1%	112	112

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

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(26) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in note 6(26) to the consolidated financial statements for the year ended December 31, 2024.

(27) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2024. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2024. Please refer to note 6(27) to the consolidated financial statements for the year ended December 31, 2024 for further details.

(28) Investing and financing activities not affecting current cash flow

The Group's reconciliation of liabilities arising from financing activities was as follows:

	<b>January 1, 2025</b>	<b>Cash flows</b>	<b>March 31, 2025</b>
Short-term borrowings	\$ 6,000	(6,000)	-
Long-term borrowings (including deferred revenues and current portion)	119,837	(14,688)	105,149
Lease liabilities	26,354	(2,036)	24,318
Guarantee deposits received	1,316	22	1,338
Total liabilities from financing activities	<b><u>\$ 153,507</u></b>	<b><u>(22,702)</u></b>	<b><u>130,805</u></b>

	<b>January 1, 2024</b>	<b>Cash flows</b>	<b>March 31, 2024</b>
Short-term borrowings	\$ 6,000	-	6,000
Long-term borrowings (including deferred revenues and current portion)	184,474	(16,454)	168,020
Lease liabilities	7,666	(1,985)	5,681
Guarantee deposits received	1,173	22	1,195
Total liabilities from financing activities	<b><u>\$ 199,313</u></b>	<b><u>(18,417)</u></b>	<b><u>180,896</u></b>

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**SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES**  
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**7 Related-party transactions**

**(1) Names and relationship with related parties**

The followings are entities that have had transactions with related party during the periods covered in the consolidated financial statements.

Name of related party	Relationship with the Group
Fair Some Industrial Limited (Fair Some (Hong Kong))	The Company' s director is the entity' s owner
Cheng Rong Investment Co., Ltd. (Cheng Rong Investment)	The entity' s chairman is the second immediate family of the vice chairman of the Company

**(2) Significant transactions with related parties**

**(i) Borrowing from Related Parties**

As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group' s borrowings from other related parties in the amounts of NT\$0 thousand, NT\$6,000 thousand and NT\$6,000 thousand respectively, please refer to note 6(12). The aforementioned borrowings from related parties are unsecured, the interest charged to the Group is calculated based on the average interest rate imposed on the related parties' loans from financial institutions. For three months end March 31, 2025 and 2024, the Group' s interest expense other related parties amounted to NT\$36 thousand and NT\$35 thousand respectively.

**(ii) Others**

The outstanding balances arising from other transactions such as customs declaration fees by other related parties on behalf of the Group were included in other payables.

	March 31, 2025	December 31, 2024	March 31, 2024
Other related parties	\$ 290	291	275

**(3) Key management personnel compensation**

Key management personnel compensation comprised:

	For the three months ended March 31	
	2025	2024
Short-term employee benefits	\$ 3,440	4,488
Post-employment benefits	95	87
Other long-term benefits	-	-
Termination benefits	-	-
Share-based payments	-	-
	<b>\$ 3,535</b>	<b>4,575</b>

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The Group has not provided non-monetary benefits such as housing, cars and other vehicles for key management.

**8 Pledged assets:**

The carrying values of assets pledged as security were as follows:

<b>Assets pledged as security</b>	<b>Liabilities secured by pledge</b>	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Other financial assets—current	Loan guarantee	\$ 3,321	3,279	3,713
Land	Loan guarantee	2,951	2,951	2,951
Buildings	Loan guarantee	17,557	17,925	19,042
Machinery and equipment	Loan guarantee	735	2,178	6,505
		<b>\$ 24,564</b>	<b>26,333</b>	<b>32,211</b>

**9 Commitments and contingencies: None**

**10 Losses due to major disasters: None**

**11 Subsequent events: None**

**12 Other:**

- (1) A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

	By function	For the three months ended March 31					
		2025			2024		
		Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
<b>By item</b>							
Employee benefits							
Salary		70,231	29,584	99,815	69,795	33,366	103,161
Labor and health insurance		2,143	1,700	3,843	3,289	1,916	5,205
Pension		5,908	2,194	8,102	4,369	1,742	6,111
Remuneration of directors		-	1,758	1,758	-	2,721	2,721
Others		3,739	767	4,506	3,991	748	4,739
Depreciation		17,322	2,502	19,824	19,200	3,862	23,062
Amortization		8	787	795	8	196	204

(Continued)

## SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

#### 13 Other disclosures:

##### (1) Information on significant transactions:

The following were the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group for the three months ended March 31, 2025:

##### (i) Loans to other parties:

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Loss allowance	Collateral		Individual funding loan limits (Note 2)	Maximum limit of fund financing (Note 3)
													Item	Value		
0	The Company	SHIAN YIH (DONGGUAN)	Loans receivable from related parties	Yes	132,820	132,820	-	-	2	-	Working capital	-	No	-	471,734	754,774
0	The Company	FAIR LUMI (DONGGUAN)	Loans receivable from related parties	Yes	33,205	33,205	-	-	2	-	Working capital	-	No	-	471,734	754,774

Note 1: Financing purposes:

- 1) Transaction counterparty
- 2) Entities with short-term financing needs

Note 2: The aggregate amount of loans to a single subsidiary shall not exceed 25% of the equity attributable to owners of parent reported in the most recent period.

Note 3: The aggregate amount of loans to a single party shall not exceed 40% of the equity attributable to owners of parent for the most recent period.

##### (ii) Guarantees and endorsements for other parties:

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (Note 2)	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements (Note 3)	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note 1)										
0	The Company	FAIR LUMI (DONGGUAN)	3	754,774	33,205	33,205	-	-	1.76%	754,774	Y	N	Y
0	The Company	SHIAN YIH (DONGGUAN)	3	754,774	132,820	132,820	-	-	7.04%	754,774	Y	N	Y

Note1: The relationship between the guarantor and the counter-party of guarantee and endorsement is as follows:

1. Transaction counterparties.
2. An entity wherein the Company owns more than 50% voting rights, directly or indirectly.
3. The entity owning more than 50% voting rights in the Company, directly or indirectly.
4. The Company owned at least 90% of voting rights in the entity, directly or indirectly.
5. An industry peer or joint builder mutually guaranteed according to a construction contract.
6. An entity endorsed and/or guaranteed by all shareholders in proportion to shareholding in joint investment.
7. An industry peer and joint provider of performance guarantee for a presale contract pursuant to the Consumer Protection Act.

Note 2: The aggregate amount of loans to a single subsidiary shall not exceed 40% of the equity attributable to owners of parent for the most recent period.

Note 3: The the guarantees provided for other parties shall not exceed 40% of the equity attributable to owners of parent reported in the latest financial statements.

##### (iii) Securities held as of March 31, 2025 (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units (thousands)	Book value	Percentage of ownership (%)	Fair value	
The Company	Ordinary share Ying Cheng Investment Corp.	None	Financial assets at fair value through other comprehensive income — non-current	2,534	9,319	15.83%	9,319	

##### (iv) Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$300 million or 20% of the capital stock: None

(Continued)

## SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

- (v) Acquisition of individual real estate with amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (vi) Disposal of individual real estate with amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (vii) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None
- (viii) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None
- (ix) Trading in derivative instruments: None
- (x) Business relationships and significant intercompany transactions:

No.	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The Company	FAIR LUMI (DONGGUAN)	1	Sale	239	Note 4	0.07%
0	The Company	SHIAN YIH (DONGGUAN)	1	Sale	61	Note 3	0.02%
0	The Company	FAIR LUMI (DONGGUAN)	1	Purchase	63,799	Note 4	17.46%
0	The Company	SHIAN YIH (DONGGUAN)	1	Purchase	76,140	Note 3	20.84%
0	The Company	FAIR LUMI (DONGGUAN)	1	Trade payable	45,870	Note 5	1.85%
0	The Company	SHIAN YIH (DONGGUAN)	1	Trade payable	47,971	Note 5	1.93%
0	The Company	FAIR LUMI (DONGGUAN)	1	Endorsement guaranteed	33,205	In compliance with the Regulations Governing Endorsement/Guarantee	1.34%
0	The Company	SHIAN YIH (DONGGUAN)	1	Endorsement guaranteed	132,820	In compliance with the Regulations Governing Endorsement/Guarantee	5.35%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Trade payable	20,811	Same as arm's length transaction	5.70%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Account payable	68,514	Same as arm's length transaction	2.76%

Note 1: "0" represents the parent; subsidiaries are sequentially numbered starting from "1".

Note 2: Relationships with transaction counterparties are numbered as follows:

1. Parent and subsidiary.
2. Subsidiary and parent.
3. Associates.

Note 3: Calculated as 70% to 85% of the selling prices of products.

Note 4: Calculated as 85% to 93% of the selling prices of products.

Note 5: Payment term is O/A 30 days.

Note 6: The above transactions were eliminated when compiling the consolidated financial statements.

(2) Information on investees:

The following are the information on investees for the three months ended March 31, 2025 (excluding information on investees in Mainland China):

(In Thousands of USD)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2025			Net income (losses) of investee	Share of profits/losses of investee
				March 31, 2025	December 31, 2025	Shares (thousands)	Percentage of ownership	Book value		
The Company	Shian Yih (Samoa)	Samoa	Investment	348,724 (USD\$10,500)	348,724 (USD\$10,500)	10,500	100.00%	848,654	(10,336)	(7,498) (Note 1)
The Company	CHIAN YIH OPTOTECH CO., LTD.	Taiwan	Manufacture and sale of optical products	69,500	65,000	2,950	49.17%	23,500	(2,248)	(1,114)
Shian Yih (Samoa)	Fair Some (Samoa)	Samoa	Investment	348,724 (USD\$10,500)	348,724 (USD\$10,500)	10,500	100.00%	505,633 (USD\$15,228)	(2,858) (USD\$ (87))	(2,858) (USD\$ (87))
Shian Yih (Samoa)	Wise	Samoa	Investment	524,311 (USD\$16,650)	524,311 (USD\$16,650)	16,650	100.00%	346,992 (USD\$10,450)	(7,478) (USD\$ (227))	(7,478) (USD\$ (227))

Note 1: Equity-accounted investment gains of \$10,336 thousand; the unalized margins for the period amounted to \$2,838 thousand.

Note 2: The above transactions were eliminated when compiling the consolidated financial statements.

(Continued)



## SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

(3) Information on investment in mainland China:

(i) The names of investees in Mainland China, the main businesses and products, and other information:

(In Thousands of USD)

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2024	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow					
Dongguan Fair Lumi Optronics Co., Ltd.	Manufacture and sale of small and medium-sized LED backlight modules	515,676 (USD\$(16,650))	((Note 1))	USD\$ 16,650 (Note 3)	-	-	USD\$ 16,650 (Note 3)	100%	(7,527) (USD\$229) (Note 2)	339,048 (USD\$10,222) (Note 4)	-
Dongguan Shian Yih Electronic Co., Ltd.	Manufacture and sale of small and medium-sized LED backlight modules	148,136 (USD\$(5,000))	((Note 1))	USD\$ 5,000 (Note 3)	-	-	USD\$ 5,000 (Note 3)	100%	(5,524) (USD\$168) (Note 2)	332,620 (USD\$10,017) (Note 4)	-

(ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA (Not 5)	Upper Limit on Investment
663,812 (US\$21,650) (Note 3)	874,016 (US\$28,550)	1,132,160

Note 1: Indirect investment Mainland China through an existing company registered in the third region.

Note 2: Recognized according to investee's audited financial statements for the same period for the three months ended March 31, 2025 (USD/NTD:32.8924, translated into NTD).

Note 3: The amount represents the investment using the capital increase out of offshore investees' earnings, rather than the funds remitted by the Company.

Note 4: Translated into New Taiwan dollars using the exchange rate (NT: 33.205) on the reporting date.

Note 5: Translated using the exchange rate on the date on which the investment was applied to the Investment Commission.

Note 6: The above transactions were eliminated when compiling the consolidated financial statements.

Through Fair some (Samoa), a third-region investee, the Company purchased machinery equipment at a price of US\$700 thousand. In addition, the Company established processing plants—Shian Yih Electronic Plant and Weiyang Plastic Plant in Dongkeng Dongguan, Mainland China to engage in manufacture and processing of backlight modules, which has been reported to the Investment Commission, Ministry of Economic Affairs on December 15, 2005.

(iii) Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in "Information on significant transactions".

#### 14 Segment information:

The reportable information of segment's profit and assets is in accordance with the consolidated financial statements. Please refer to Consolidated Statement of Financial Position and Consolidated Statement of Comprehensive Income.