

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

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
Nine Months Ended September 30, 2025 and 2024**

No. 22, Industry 24th Rd., Taichung Industrial Park, Taichung City, Taiwan, R. O. C.

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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 September 30, 2025 and adjusted September 30, 2024, and the related consolidated statements of comprehensive income and changes in equity for the three months and nine months periods ended September 30, 2025 and 2024, and changes in cash flows for the nine months ended September 30, 2025 and adjusted for the nine months ended September 30, 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<sup>34</sup>, "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 review, 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 September 30, 2025 and 2024, and their consolidated financial performance for the three-month and nine-month periods ended September 30, 2025 and 2024, as well as their consolidated cash flows for the nine-month periods then ended, in conformity 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-Hsuen.

KPMG

Taipei, Taiwan (Republic of China)  
August 7, 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

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

(Expressed in Thousands of New Taiwan Dollars)

		September 30, 2025		December 31, 2024		September 30, 2024				September 30, 2025		December 31, 2024		September 30, 2024			
Assets		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%		
Current assets:																	
1100	Cash and cash equivalents (note 6(1))	\$	1,056,193	48	1,396,693	56	1,302,346	55	2100	Short-term borrowings (note 6(12), 7 and 8)	\$	-	-	6,000	-	6,000	-
1170	Accounts receivable, net								2130	Contract liabilities-current (note 6(22))		1,600	-	855	-	856	-
	(note 6(3))		305,333	14	422,586	17	404,634	17	2170	Accounts payable		165,752	7	271,575	11	222,532	10
1200	Other receivables (note 6(4))		5,155	-	6,174	-	5,428	-	2200	Other payables (note 7)		88,992	4	89,481	4	96,618	4
1220	Current Tax Assets		4,723	-	4,862	-	3,167	-	2230	Current tax liabilities		4,368	-	2,382	-	1,698	-
130X	Inventories (note 6(5))		166,242	8	246,763	10	264,010	11	2280	Lease liabilities-current(notes 6(15))		8,199	-	8,212	-	8,168	-
1410	Prepayments		29,154	1	36,197	2	33,426	1	2300	Other current liabilities (notes 6(13))		11,146	1	6,925	-	9,306	-
1470	Other current assets		3,042	-	2,502	-	1,601	-	2313	Deferred revenue (notes 6(16))		115	-	378	-	586	-
1476	Other financial assets-current								2320	Long-term borrowings, current portion (notes							
	(note 6(11) and 8)		304,911	14	36,064	2	35,322	2		6(14) and 8)		58,750	3	58,750	2	59,339	3
			1,874,753	85	2,151,841	87	2,049,934	86				338,922	15	444,558	17	405,103	17
Non-current assets:																	
1521	Non-current financial assets at fair								Non-Current liabilities:								
	value through other comprehensive								2540	Long-term borrowings (notes 6(14) and 8)		16,909	1	60,647	3	75,073	3
	income(note 6(2))		9,456	1	9,246	-	9,470	-	2570	Deferred tax liabilities		17,010	1	31,773	1	22,334	1
1600	Property, plant and equipment								2580	Lease liabilities — non-current (notes 6(15))		12,012	1	18,142	1	11,969	1
	(notes (6(7) and 8)		210,780	10	208,209	9	221,124	10	2630	Long-term deferred revenue (notes 6(16))		-	-	62	-	115	-
1755	Right-of-use assets(notes 6(8))		40,077	2	47,760	2	41,836	2	2670	Guarantee Deposit Received		1,263	-	1,316	-	1,321	-
1760	Investment property, net (note 6(9))		-	-	-	-	103	-				47,194	3	111,940	5	110,812	5
1822	Intangible assets (note 6(10))		3,683	-	5,193	-	5,778	-		Total liabilities		386,116	18	556,498	22	515,915	22
1840	Deferred tax assets		43,825	2	46,593	2	40,363	2	Equity attributable to owners of parent								
1900	Other non-current assets		95	-	1,834	-	91	-	(notes 6(20)):								
1980	Guarantee deposits paid		1,531	-	1,485	-	1,483	-	3100	Share capital		611,750	28	611,750	25	611,750	26
			309,447	15	320,320	13	320,248	14	3200	Capital surplus		669,790	31	669,678	27	669,678	28
									3300	Retained earnings		652,640	29	730,171	30	674,801	28
									3400	Other equity		(159,255)	(7)	(114,877)	(5)	(117,946)	(5)
									Total equity attributable to owners of parent:			1,774,925	81	1,896,722	77	1,838,283	77
									36XX	Non-controlling interests (notes 6(6))		23,159	1	18,941	1	15,984	1

(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 and Nine months ended September 30, 2025 and 2024**

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

	three months ended September 30				nine months ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 <b>Operating revenue</b> (note 6(22))	\$265,489	100	385,334	100	997,470	100	1,179,469	100
5000 <b>Operating costs</b> (notes 6(5), (18) and (23))	254,326	96	395,471	103	839,818	84	1,050,700	89
5950 <b>Gross profit from operations</b>	11,163	4	(10,137)	(3)	157,652	16	128,769	11
<b>Operating expenses</b> (notes 6(15), (18) and (23)) :								
6100 Selling expenses	14,621	6	12,697	3	44,080	5	45,263	4
6200 Administrative expenses	28,350	11	17,540	5	88,009	9	86,903	7
6300 Research and development expenses	15,528	6	11,962	3	42,672	4	40,755	4
	58,499	23	42,199	11	174,761	18	172,921	15
6900 <b>Net operating income</b>	(47,336)	(19)	(52,336)	(14)	(17,109)	(2)	(44,152)	(4)
7000 <b>Non-operating income and expenses:</b>								
7100 Interest income (note 6(24))	12,095	6	13,440	4	37,382	4	39,283	3
7010 Other income (note 6(16))	32,094	12	2,772	1	36,285	4	8,025	1
7190 Gain on disposal of property, plant and equipment	16	-	1,720	-	22	-	1,885	-
7630 Foreign exchange gain and losses, net	35,892	14	(30,112)	(8)	(78,384)	(8)	36,603	3
7050 Finance costs (notes 6(15) and 7)	(444)	-	(716)	-	(1,572)	-	(2,385)	-
	79,653	32	(12,896)	(3)	(6,267)	-	83,411	7
7900 <b>Profit before income tax</b>	32,317	13	(65,232)	(17)	(23,376)	(2)	39,259	3
7950 <b>Less: Income tax expenses</b> (note 6(19))	9,509	4	(10,605)	(3)	6,385	1	15,004	1
8200 <b>Profit for the period</b>	22,808	9	(54,627)	(14)	(29,761)	(3)	24,255	2
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	(468)	-	(274)	-	210	-	136	-
8349 Income tax related to components of other comprehensive income that will not be reclassified to profit or loss(notes 6(19))	-	-	-	-	-	-	-	-
	(468)	-	(274)	-	210	-	136	-
8360 <b>Items that may be reclassified subsequently to profit or loss:</b>								
8361 Exchange differences on translation of foreign financial statements	33,809	13	2,,334	-	(44,588)	(4)	30,372	3
8399 Income tax related to items that will be reclassified to profit or loss(notes 6(19))	-	-	-	-	-	-	-	-
	33,809	13	2,334	-	(44,588)	(4)	30,372	3
8300 <b>Other comprehensive income (after tax)</b>	33,341	13	2,060	-	(44,378)	(4)	30,508	3
8500 <b>Total comprehensive income for the period</b>	<b>\$56,149</b>	<b>22</b>	<b>(52,567)</b>	<b>(14)</b>	<b>(74,139)</b>	<b>(7)</b>	<b>54,763</b>	<b>5</b>
<b>Profit (loss), attributable to:</b>								
8610 Owners of parent	\$23,888	9	(53,558)	(14)	(28,591)	(3)	27,277	2
8620 Non-controlling interest(note 6(6))	(1,080)	-	(1,069)	-	(1,170)	-	(3,022)	-
	<b>\$22,808</b>	<b>9</b>	<b>(54,627)</b>	<b>(14)</b>	<b>(29,761)</b>	<b>(3)</b>	<b>24,255</b>	<b>2</b>
<b>Comprehensive income attributable to:</b>								
8710 Owners of parent	\$57,229	22	(51,498)	(14)	(72,969)	(7)	57,785	5
8720 Non-controlling interest	(1,080)	-	(1,069)	-	(1,170)	-	(3,022)	-
	<b>\$56,149</b>	<b>22</b>	<b>(52,567)</b>	<b>(14)</b>	<b>(74,139)</b>	<b>(7)</b>	<b>54,763</b>	<b>5</b>
<b>Earnings per share</b> (note 6(21))								
9750 <b>Basic earnings per share</b> (NT dollars)	<b>\$0.39</b>		<b>(0.88)</b>		<b>(0.47)</b>		<b>0.45</b>	
9850 <b>Diluted earnings per share</b> (NT dollars)	<b>\$0.39</b>		<b>(0.88)</b>		<b>(0.47)</b>		<b>0.44</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 nine months ended September 30, 2025 and 2024**  
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
	Retained earnings						Other equity					
							Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income					
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements		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	751,522	(132,453)	(16,001)	(148,454)	1,884,496	19,006	1,903,502
Net income for the nine months ended September 30, 2024	-	-	-	-	27,277	27,277	-	-	-	27,277	(3,022)	24,255
Other comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-	-	30,372	136	30,508	30,508	-	30,508
Comprehensive income for the nine months ended September 30, 2024	-	-	-	-	27,277	27,277	30,372	136	30,508	57,785	(3,022)	54,763
Appropriation and distribution of retained earnings:												
Legal reserve	-	-	14,883	-	(14,883)	-	-	-	-	-	-	-
special reserve	-	-	-	18,372	(18,372)	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(103,998)	(103,998)	-	-	-	(103,998)	-	(103,998)
	-	-	14,883	18,372	(137,253)	(103,998)	-	-	-	(103,998)	-	(103,998)
<b>Balance at September 30, 2024</b>	<b>\$ 611,750</b>	<b>669,678</b>	<b>263,352</b>	<b>148,454</b>	<b>262,995</b>	<b>674,801</b>	<b>(102,081)</b>	<b>(15,865)</b>	<b>(117,946)</b>	<b>1,838,283</b>	<b>15,984</b>	<b>1,854,267</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 nine months ended September 30, 2025	-	-	-	-	(28,591)	(28,591)	-	-	-	(28,591)	(1,170)	(29,761)
Other comprehensive income for the nine months ended September 30, 2025	-	-	-	-	-	-	(44,588)	210	(44,378)	(44,378)	-	(44,378)
Comprehensive income for the nine months ended September 30, 2025	-	-	-	-	(28,591)	(28,591)	(44,588)	210	(44,378)	(72,969)	(1,170)	(74,139)
Appropriation and distribution of retained earnings:												
Legal reserve	-	-	8,265	-	(8,265)	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(48,940)	(48,940)	-	-	-	(48,940)	-	(48,940)
Reversal of Special Reserve	-	-	-	(33,577)	33,577	-	-	-	-	-	-	-
	-	-	8,265	(33,577)	(23,628)	(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 September 30, 2025</b>	<b>\$ 611,750</b>	<b>669,790</b>	<b>271,617</b>	<b>114,877</b>	<b>266,146</b>	<b>652,640</b>	<b>(143,376)</b>	<b>(15,879)</b>	<b>(159,255)</b>	<b>1,774,925</b>	<b>23,159</b>	<b>1,798,084</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 nine months ended September 30, 2025 and 2024**

(Expressed in Thousands of New Taiwan Dollars)

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from operating activities:</b>		
Profit before tax	\$ (23,376)	39,259
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	53,142	68,524
Amortization expense	2,338	1,304
Interest expense	1,572	2,385
Interest income	(37,382)	(39,283)
Gain from disposal of property, plan and equipment	(22)	(1,885)
Total adjustments to reconcile profit (loss)	19,648	31,045
<b>Changes in operating assets and liabilities:</b>		
Changes in operating assets:		
Decrease in accounts receivable	117,253	153,973
Decrease in other receivables	355	3,744
Decrease in inventories	80,521	129,328
Decrease in prepayments	7,043	13,586
Decrease (increase) in other current assets	(540)	1,410
Total changes in operating assets	204,632	302,041
Changes in operating liabilities:		
Decrease in accounts payable	(105,823)	(134,583)
Decrease in other payables include related parties	(1,440)	(22,764)
Increase (decrease) in other current liabilities	4,966	(404)
Total changes in operating liabilities	(102,297)	(157,751)
Total changes in operating assets and liabilities	102,335	144,290
Total adjustments	121,983	175,335
Cash inflow generated from operations	98,607	214,594
Interest received	38,046	39,760
Interest paid	(1,580)	(2,392)
Income taxes paid	(16,141)	(59,327)
<b>Net cash flows from operating activities</b>	118,932	192,635
<b>Cash flows from investing activities:</b>		
Acquisition of property, plant and equipment	(54,231)	(12,419)
Proceeds from disposal of property, plant and equipment	22	1,885
Increase in refundable deposits	(46)	(101)
Acquisition of intangible assets	(1,006)	(4,562)
(Increase) decrease in other financial assets	(268,847)	211,442
Decrease (Increase) in other non-current assets	461	(1,896)
<b>Net cash flows from investing activities</b>	(323,647)	194,349
<b>Cash flows from financing activities:</b>		
Decrease in short-term borrowings	(6,000)	-
Repayments of long-term borrowings	(44,063)	(49,361)
Decrease (increase) in guarantee deposits received	(53)	148
Payment of lease liabilities	(6,143)	(5,987)
Cash dividends	(48,940)	(103,998)
Capital Increase in Cash by Subsidiary	5,500	-
<b>Net cash flows used in financing activities</b>	(99,699)	(159,198)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	(36,086)	22,544
<b>Net (Decrease) increase in cash and cash equivalents</b>	(340,500)	250,330
<b>Cash and cash equivalents at beginning of period</b>	1,396,693	1,052,016
<b>Cash and cash equivalents at end of period</b>	<u>\$ 1,056,193</u>	<u>1,302,346</u>

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**

**September 30, 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 nine months ended September 30, 2025 and 2024 were authorized for issuance by the board of directors on November 7, 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 newly amended International Financial Reporting Standards, which are scheduled to take effect on January 1, 2026, are not expected to have a material impact on the consolidated financial statements.

- IFRS 17 “ Insurance Contracts” and amendments to IFRS 17 “ Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 — Amendments to the Classification and Measurement of Financial Instruments
- Annual Improvements to IFRS Standards
- Amendments to IFRS 9 and IFRS 7 — Contracts Involving Renewable Electricity

(Continued)

## (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>	<p>January 1, 2027</p> <p>(Note)</p>

(Continued)

Note:

On September 25, 2025, the Financial Supervisory Commission (FSC) announced in a press release that Taiwan will adopt International Financial Reporting Standard (IFRS) 18 starting from the fiscal year 2028. Companies may also elect to early adopt the standard upon obtaining approval from the FSC.

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”
- International Financial Reporting Standard 19 “Subsidiaries without Public Accountability: Disclosures” and the Amendments to IFRS 19

#### 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.

##### (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		
			September 30, 2025	December 31, 2024	September 30, 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.

(Continued)

(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.

**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>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Cash on hand and petty cash	\$ 1,225	1,978	1,422
Demand deposits	224,929	321,883	407,784
Checking account deposits	144	196	64
Time deposits	829,895	1,072,636	893,076
Cash and cash equivalents in the consolidated statement of cash flows	<b>\$ 1,056,193</b>	<b>1,396,693</b>	<b>1,302,346</b>

(Continued)

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

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Equity investments at fair value through other comprehensive income: :			
Unlisted common shares			
Domestic Company–Ying Cheng Investment Corp.	<u>\$ 9,456</u>	<u>9,246</u>	<u>9,470</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.

There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as for the nine months ended September 30, 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

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Accounts receivable — measured as amortized cost	\$ 305,333	423,261	404,634
Less: loss allowance	-	(675)	-
	<u>\$ 305,333</u>	<u>442,586</u>	<u>404,634</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 September 30, 2025, December 31, 2024 and September 30, 2024 were determined as follows:

	<b>September 30, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted-avera ge loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 273,140	-	-
1 to 30 days past due	25,217	-	-
31 to 60 days past due	6,355	-	-
61 to 90 days past due	621	-	-
91 to 180 days past due	-	-	-
More than 181 days past due	-	-	-
Total	<u>\$ 305,333</u>		<u>-</u>

(Continued)

	December 31, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
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	100%	675
Total	<u>\$ 423,261</u>		<u>675</u>

	September 30, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	\$ 374,492	-	-
1 to 30 days past due	25,989	-	-
31 to 60 days past due	3,035	-	-
61 to 90 days past due	444	-	-
More than 91 days past due	674	-	-
Total	<u>\$ 404,634</u>		<u>-</u>

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

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

(4) Other receivables

	September 30, 2025	December 31, 2024	September 30, 2024
Other receivables	<u>\$ 5,155</u>	<u>6,174</u>	<u>5,428</u>

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

(Continued)

## (5) Inventories

	September 30, 2025	December 31, 2024	September 30, 2024
Merchandise	\$ 16,028	14,958	18,821
Finished goods	32,150	75,359	91,902
Work in progress	53,119	62,630	66,699
Raw materials	61,759	89,685	83,080
Supplies	3,186	4,131	3,508
	<b>\$ 166,242</b>	<b>246,763</b>	<b>264,010</b>

The costs of sales were as follows:

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Inventory that has been sold	\$245,887	295,545	814,677	913,529
Write-down of inventories	(7,037)	84,587	(15,989)	96,717
Losses on inventory write-offs	2,477	1,125	5,426	3,903
Overage of inventories	-	-	(1)	(1)
Unallocated production overheads	12,999	14,214	35,705	36,552
Operating costs	<b>\$254,326</b>	<b>395,471</b>	<b>839,818</b>	<b>1,050,700</b>

For the nine months ended September 30, 2025, the previous circumstances that had caused the net realizable value of inventories to fall below cost had ceased to exist, and therefore the previously recognized inventory write-downs were reversed.

For the nine months ended September 30, 2024, inventories were written down to their net realizable value, and a loss on inventory write-down was recognized.

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:

Subsidiary	Major Operation place Registered country	Percentage of non-controlling interests		
		September 30, 2025	December 31, 2024	September 30, 2024
CHIAN YIH OPTOTECH CO., LTD.	Taiwan	50.83%	50%	50%

**Note:** On February 9, 2025, Chian Yih Optotech Co., Ltd. conducted a cash capital increase by issuing 1,000,000 shares. As the Group did not subscribe to the new shares in proportion to its existing shareholding, the non-controlling interest increased from 50% to 50.83%.

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.

(Continued)

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

	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 19,801	18,854	11,268
Non-current assets	36,256	39,143	31,916
Current liabilities	(3,532)	(11,665)	(10,469)
Non-current liabilities	(6,964)	(8,449)	(945)
Net assets	<u>\$ 45,561</u>	<u>37,883</u>	<u>31,970</u>
Non-controlling interests	<u>\$ 23,159</u>	<u>18,941</u>	<u>15,984</u>

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Sale revenue	\$1,515	2,951	10,091	7,963
Net loss	\$(2,126)	(2,137)	(2,322)	(6,044)
Other comprehensive income	-	-	-	-
Comprehensive income	<u>\$(2,126)</u>	<u>(2,137)</u>	<u>(2,322)</u>	<u>(6,044)</u>
Loss, attributable to non-controlling interests	<u>\$(1,080)</u>	<u>(1,069)</u>	<u>(1,170)</u>	<u>(3,022)</u>
Comprehensive income, attributable to non-controlling interests	<u>\$(1,080)</u>	<u>(1,069)</u>	<u>(1,170)</u>	<u>(3,022)</u>

	For the nine months ended September 30	
	2025	2024
Net cash flows from operating activities	\$1,323	(1,778)
Net cash flows from Investing activities	(198)	-
Net cash flows from financing activities	2,397	(1,575)
Net Increase(decrease) in cash and cash equivalents	<u>3,522</u>	<u>(3,353)</u>

(Continued)



## (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	-	10,302	22,230	2,947	20,918	56,397
Disposal	-	-	(2,437)	(731)	-	(3,168)
Reclassification	-	656	2,230	-	(2,886)	-
Effect of movements in exchange rates	-	(25,506)	(17,500)	(3,029)	(311)	(46,346)
Balance on September 30, 2025	<b>\$ 6,971</b>	<b>585,180</b>	<b>482,540</b>	<b>123,489</b>	<b>20,725</b>	<b>1,218,905</b>
Balance on January 1, 2024	\$ 6,971	578,187	465,527	120,030	2,328	1,173,043
Additions	-	713	10,569	1,729	1584	14,595
Disposal	-	-	(14,283)	(90)	-	(14,373)
Reclassification	-	-	2,045	126	(2,171)	-
Effect of movements in exchange rates	-	18,670	15,180	2,572	90	36,512
Balance on September 30, 2024	<b>\$ 6,971</b>	<b>597,570</b>	<b>479,038</b>	<b>124,367</b>	<b>1,831</b>	<b>1,209,777</b>
<b>Accumulated depreciation:</b>						
Balance on January 1, 2025	\$ -	476,122	416,662	111,029	-	1,003,813
Depreciation	-	17,124	24,233	5,133	-	46,490
Disposal	-	-	(2,437)	(731)	-	(3,168)
Effect of movements in exchange rates	-	(21,127)	(15,152)	(2,731)	-	(39,010)
Balance on September 30, 2025	<b>\$ -</b>	<b>472,119</b>	<b>423,306</b>	<b>112,700</b>	<b>-</b>	<b>1,008,125</b>
Balance on January 1, 2024	\$ -	429,727	381,974	100,420	-	912,121
Depreciation	-	24,495	29,622	7,093	-	61,210
Disposal	-	-	(14,283)	(90)	-	(14,373)
Effect of movements in exchange rates	-	14,390	13,030	2,275	-	29,695
Balance on September 30, 2024	<b>\$ -</b>	<b>468,612</b>	<b>410,343</b>	<b>109,698</b>	<b>-</b>	<b>988,653</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 September 30, 2025	<b>\$ 6,971</b>	<b>113,061</b>	<b>59,234</b>	<b>10,789</b>	<b>20,725</b>	<b>210,780</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 September 30, 2024	<b>\$ 6,971</b>	<b>128,958</b>	<b>68,695</b>	<b>14,669</b>	<b>1,831</b>	<b>221,124</b>

The property, plant and equipment had been pledged as collateral for long-term bank loans; please refer to note 8.

(Continued)

## (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 September 30, 2025	\$ 20,058	20,019	40,077
Balance on January 1, 2024	\$ 21,579	7,273	28,852
Balance on September 30, 2024	\$ 21,915	19,921	41,836

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the nine months ended September 30, 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 September 30, 2025	\$ -
Balance on January 1, 2024	\$ 1,002
Balance on September 30, 2024	\$ 103

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the nine months ended September 30, 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.

(Continued)

## (10) Intangible assets

The intangible assets of the Group were as follows:

	Software	Goodwill	Total
<b>Carrying value:</b>			
Balance on January 1, 2025	\$ 4,133	1,060	5,193
Balance on September 30, 2025	\$ 2,623	1,060	3,683
Balance on January 1, 2024	\$ 1,360	1,060	2,420
Balance on September 30, 2024	\$ 4,718	1,060	5,778

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the nine months ended September 30, 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 -current

The other financial assets of the Group were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Restricted bank deposits	\$ 3,045	3,279	3,672
Time deposits—more than 3 months	301,866	32,785	31,650
	<b>\$ 304,911</b>	<b>36,064</b>	<b>35,322</b>

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 nine months ended September 30, 2025 and 2024, no impairment has been recognized for other financial assets.

Please refer to note 6(25) for credit risk and market risk associated with other financial assets.

## (12) Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Other short-term borrowings - related parties	\$ -	6,000	6,000
Unused short-term credit lines	\$ 458,508	484,098	468,775
Range of interest rates	-	2.425%	2.3%

## (i) Issuance short-term borrowings and repayments

There were no significant issues, repurchases and repayments of short-term borrowings for the nine months ended September 30, 2025 and 2024. For the nine months ended September 30, 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 note7.

(Continued)

## (13) Other current liabilities

The Group's other current liabilities were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Advance molding payment	\$ 7,271	4,714	6,418
Temporary receipts	3,307	1,704	2,345
Receipts under custody	568	507	543
	<u>\$ 11,146</u>	<u>6,925</u>	<u>9,306</u>

## (14) Long-term borrowings

The details of long-term borrowings were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Secured bank loans	\$ 75,774	119,837	135,113
Less: current portion	(58,750)	(58,750)	(59,339)
Government grants	(115)	(440)	(701)
	<u>\$ 16,909</u>	<u>60,647</u>	<u>75,073</u>
Unused short-term credit lines	\$ -	-	-
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 nine months ended September 30, 2025 and 2024. For the nine months ended September 30, 2025 and 2024 the Group's repayments were \$44,063 thousand and \$49,361 thousand respectively.

## (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:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	\$ 8,199	8,212	8,168
Non-current	12,012	18,142	11,969
	<u>\$ 20,211</u>	<u>26,354</u>	<u>20,137</u>

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

(Continued)

The amounts recognized in profit or loss were as follows:

	<b>three months ended September 30</b>		<b>nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest on lease liabilities	<u>\$71</u>	<u>80</u>	<u>247</u>	<u>123</u>
Expenses relating to short-term leases	<u>\$1,144</u>	<u>1,261</u>	<u>3,552</u>	<u>3,560</u>

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

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Total cash outflow for leases	<u>\$ 9,942</u>	<u>9,670</u>

(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.

(16) Deferred revenues

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Government grants	<u>\$ 115</u>	<u>440</u>	<u>701</u>
Current	\$ 115	378	586
Non-current	-	62	115
	<u>\$ 115</u>	<u>440</u>	<u>701</u>

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group's government preferential low-interest loans under the "Plan of Welcoming Overseas Taiwanese Businesspersons to Invest in Taiwan" amounted to \$75,774 thousand, \$119,837 thousand and \$135,113 thousand and the fair values thereof amounted to \$75,659 thousand, \$119,397 thousand and \$134,412 thousand respectively. The differences between the amounts and fair values of the loans, amounting to \$115 thousand, \$440 thousand and \$701 thousand respectively, were considered to be government grants through low-interest loans and recognized as deferred revenues. For the three months and nine months ended September 30, 2025 and 2024, the Group's revenues from government grants amounted to \$76 thousand, \$329 thousand, \$325thousand and \$1,095 thousand, respectively, both of which were included in other revenues.

(Continued)

## (17) Operating leases

There were no significant changes in operating lease for the nine months ended September 30, 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 and nine months ended September 30, 2025 and 2024 were as follows:

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Operating costs	\$340	354	1,040	1,176
Selling expenses	206	186	590	587
Administration expenses	348	423	1,189	1,247
Research and development expenses	168	126	442	364
	<b>\$1,062</b>	<b>\$1,089</b>	<b>3,261</b>	<b>3,374</b>

Except for the Company, other subsidiaries adopted the defined contribution method under their local law, and accordingly, the pension costs were \$5,739 thousand, \$6,168 thousand, \$18,843 thousand and \$18,057 thousand for the three months and nine months ended September 30, 2025 and 2024.

## (19) Income taxes

(i) The components of income tax for the three months and nine months ended September 30, 2025 and 2024 were as follows:

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Income taxes	<b>\$9,509</b>	<b>(10,605)</b>	<b>6,385</b>	<b>15,004</b>

(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.

(Continued)

## (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 September 30, 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>114.6.30</b>	<b>113.12.31</b>	<b>113.6.30</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
	<b><u>\$ 669,790</u></b>	<b><u>669,678</u></b>	<b><u>669,678</u></b>

## (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 September 30, 2025, December 31, 2024 and September 30, 2024 was \$114,877 thousand, \$148,454 thousand and \$148,454 thousand, respectively.

(Continued)

## 2) Earnings distribution

On February 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>

## (21) Earnings per share

## (i) Basic earnings per share

For the three months and nine months ended September 30, 2025 and 2024, the Company's earnings per share were calculated as follows:

## 1) Profit attributable to ordinary shareholders of the Company

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Net Profit attributable to ordinary shareholders of the Company	<u>\$23,888</u>	<u>(53,558)</u>	<u>(28,591)</u>	<u>27,277</u>

## 2) Weighted average number of ordinary shares

	three months ended September 30		nine months ended September 30	
	2025	2024	2024	2024
Weighted average number of ordinary shares(in thousands)	<u>61,175</u>	<u>61,175</u>	<u>61,175</u>	<u>61,175</u>
Basic earnings per share (NT dollars)	<u>0.39</u>	<u>(0.88)</u>	<u>(0.47)</u>	<u>0.45</u>

## (ii) Diluted earnings per share

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

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Net profit attributable to ordinary shareholders of the Company (diluted)	<u>\$23,888</u>	<u>(53,558)</u>	<u>(28,591)</u>	<u>27,277</u>

(Continued)



## 2) Weighted average number of ordinary shares (diluted)

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares(basic) (in thousands)	\$61,175	\$61,175	61,175	61,175
Effect of dilutive potential ordinary shares				
Effect of employee share bonus	-	-	-	155
Weighted average number of ordinary shares(after adjustment of potential diluted ordinary shares)	<u>\$61,175</u>	<u>\$61,175</u>	<u>61,175</u>	<u>61,330</u>
Diluted earnings per share (NT dollars)	<u>0.39</u>	<u>(0.88)</u>	<u>(0.47)</u>	<u>0.44</u>

## (22) Revenue from contracts with customers

## (i) Disaggregation of revenue

	three months ended September 30		nine months ended September 30	
	2025	2024	2025	2024
<u>Primary geographical markets</u>				
Taiwan	\$67,443	120,312	285,124	340,376
China	106,196	163,926	373,442	539,157
The United States	54,386	54,987	191,857	177,514
Thailand	4,714	10,642	45,518	20,035
Other countries	32,750	35,467	101,529	102,387
	<u>\$265,489</u>	<u>385,334</u>	<u>997,470</u>	<u>1,179,469</u>
<u>Major products/services lines</u>				
Backlight modules	\$233,890	332,449	873,084	1,034,003
Other	31,599	52,885	124,386	145,466
	<u>\$265,489</u>	<u>385,334</u>	<u>997,470</u>	<u>1,179,469</u>

## (ii) Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024
Contract liabilities	<u>\$ 1,600</u>	<u>855</u>	<u>856</u>

The amount of revenue recognized for the three months and nine months ended September 30, 2025 and 2024 that was included in the contract liability balance at the beginning of the period were \$0 , \$0 , \$86 thousand and \$1,811 thousand, respectively.

(Continued)

## (23) Remunerations of employees, directors, and supervisors

On May 26, 2025, the Company's shareholders resolved to amend the Articles of Incorporation. Under the amended Articles, if the Company has earnings in any given year, no less than 2% and no more than 10% of the earnings shall be allocated as employee remuneration (including no less than 25% as the remuneration distributed to grass-root employees) and no more than 2% as directors' remuneration. However, if the Company has accumulated losses, the amount necessary to cover such losses shall be retained in advance. The recipients of the employee remuneration, whether in the form of shares or cash, include employees of controlled or subordinate companies that meet certain criteria.

Prior to the amendment, the Articles stipulated that if the Company had earnings in any given year, no less than 2% and no more than 10% of the earnings shall be allocated as employee remuneration, and no more than 2% as directors' remuneration. However, if the Company had accumulated losses, the amount necessary to cover such losses was to be retained in advance. The recipients of the employee remuneration, whether in the form of shares or cash, also included employees of controlled or subordinate companies that met certain criteria.

For the three months and nine months ended September 30, 2025 and 2024, the Company's employee remunerations were estimated at \$0 thousand, \$(10,242) thousand, \$0 thousand and \$1,209 thousand, and director and supervisor remunerations were estimated at \$0 thousand, \$(1,599) thousand, \$0 thousand and \$691 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 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>three months ended</b>		<b>nine months ended</b>	
	<b>September 30</b>		<b>September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest income from bank deposits	<b>\$12,095</b>	<b>\$13,440</b>	<b>37,382</b>	<b>39,283</b>

(Continued)

## (ii) Other income

The details of other income were as follows:

	<b>three months ended September 30</b>		<b>nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2024</b>	<b>2024</b>
Rent income	\$1,364	1,325	4,058	3,947
Government grants income	76	329	325	1,095
Compensation income	28,880	-	28,880	-
Other income	1,774	1,118	3,022	2,983
	<b>\$32,094</b>	<b>2,772</b>	<b>36,285</b>	<b>8,025</b>

## (iii) Finance costs

The details of finance costs were as follows:

	<b>three months ended September 30</b>		<b>nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest expense on bank deposits	\$373	636	1,325	2,262
Implicit interest on leases	71	80	247	123
	<b>\$444</b>	<b>716</b>	<b>1,572</b>	<b>2,385</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 September 30, 2025, December 31, 2024 and September 30, 2024, the Group assessed the concentrations of credit risk arising from its major Custome, at percentages below 31%, 41% and 40%, 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 nine months ended September 30, 2025 and 2024, the Group's other receivables and CD (certificate of deposit) investments have no expected credit losses (ECLs).

(Continued)

## (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>September 30, 2025</b>						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 75,659	76,896	59,508	9,117	8,271	-
Accounts payable (non-interest-bearing)	165,752	165,752	165,752	-	-	-
Other payables (non-interest-bearing)	88,992	88,992	88,992	-	-	-
Lease liabilities (fixed interest rate)	20,211	20,840	8,520	7,460	4,860	-
Guarantee deposits received	1,263	1,263	420	765	-	78
	<b>\$ 351,877</b>	<b>353,743</b>	<b>323,192</b>	<b>17,342</b>	<b>13,131</b>	<b>78</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	6,120	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>517,644</b>	<b>436,123</b>	<b>59,105</b>	<b>22,335</b>	<b>82</b>
<b>September 30, 2024</b>						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 134,412	137,432	60,536	59,508	17,160	228
Fixed-rate loan	6,000	6,017	6,017	-	-	-
Accounts payable (non-interest-bearing)	222,532	222,532	222,532	-	-	-
Other payables (non-interest-bearing)	96,618	96,618	96,618	-	-	-
Lease liabilities (fixed interest rate)	20,137	20,720	8,520	6,900	5,300	-
Guarantee deposits received	1,321	1,321	226	229	784	82
	<b>\$ 481,020</b>	<b>484,640</b>	<b>394,449</b>	<b>66,637</b>	<b>23,244</b>	<b>310</b>

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

(Continued)

## (iii) Currency risk

## 1) Exposure to currency risk

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

(In thousands of foreign currencies)										
	September 30, 2025				December 31, 2024			September 30, 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	\$	44,290	30.445	1,348,409	44,086	32.785	1,445,360	46,451	31.65	1,470,174
RMB		2,043	4.277	8,738	2,013	4.4918	9,042	1,462	4.5114	6,596
HKD		704	3.913	2,755	1,031	4.222	4,353	952	4.075	3,879
<u>Financial liabilities</u>										
<u>Monetary items</u>										
USD	\$	4,061	30.445	123,637	5,157	32,785	169,072	8,259	31.65	261,397
RMB		439	4.277	1,878	848	4.4918	3,809	213	4.5114	961
HKD		329	3.913	1,287	767	4.222	3,238	313	4.075	1,275

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 September 30, 2025 and September 30, 2024, with all other variables remaining constant, would have increased or decreased profits after tax by \$9,865 thousand and \$9,736 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 nine months ended September 30, 2025 and 2024, the foreign exchange gain (loss) (including realized and unrealized portions) amounted to \$(78,384) thousand and \$36,603 thousand, respectively.

## 2) 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.

If the interest rate had increased/decreased by 1%, the Group's net income would have decreased/increased by \$6,337 thousand and \$4,745 thousand for the nine months ended September 30, 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.

(Continued)

## (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:

		September 30, 2025			
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through other comprehensive income</b>					
Unlisted common shares	\$ 9,456	-	-	9,456	9,456
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 1,056,193	-	-	-	-
Accounts receivable	305,333	-	-	-	-
Other receivables (excluding tax refunds receivable)	3,720	-	-	-	-
Other financial assets—current	304,911	-	-	-	-
Guarantee deposits paid	1,531	-	-	-	-
Subtotal	<u>\$ 1,671,688</u>	-	-	-	-
<b>Financial liabilities measured at amortized cost</b>					
Accounts payables	165,752	-	-	-	-
Other payables (to related parties)	88,992	-	-	-	-
Long-term borrowings (including current portion)	75,659	-	-	-	-
Lease liabilities (current and non-current)	20,211	-	-	-	-
Guarantee deposits received	1,263	-	-	-	-
Subtotal	<u>\$ 351,877</u>	-	-	-	-

(Continued)

December 31, 2024					
	Book Value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through other comprehensive income</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	-	-	-	-
Guarantee deposits paid	<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>	-	-	-	-

September 30, 2024					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through other comprehensive income</b>					
Unlisted common shares	<u>\$ 9,470</u>	-	-	9,470	9,470
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 1,302,346	-	-	-	-
Accounts receivable	404,634	-	-	-	-
Other receivables (excluding tax refunds receivable)	4,139	-	-	-	-
Other financial assets — current	35,322	-	-	-	-
Guarantee deposits paid	<u>1,483</u>	-	-	-	-
Subtotal	<u>\$ 1,747,924</u>	-	-	-	-
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 6,000	-	-	-	-
Accounts payables	222,532	-	-	-	-
Other payables (to related parties)	96,618	-	-	-	-
Long-term borrowings (including current portion)	134,412	-	-	-	-
Lease liabilities (current and non-current)	20,137	-	-	-	-
Guarantee deposits received	<u>1,321</u>	-	-	-	-
Subtotal	<u>\$ 481,020</u>	-	-	-	-

(Continued)

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:

2.1 Financial assets measured at amortized cost

If there is a public quotation in an active market, the market price will be used as the fair value; if there is no market price for reference, an evaluation method will be used to estimate or the counterparty's quotation will be used.

2.2 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 nine months ended September 30, 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	210
Ending Balance, September 30, 2025	<b><u>\$ 9,456</u></b>
Opening balance, January 1, 2024	\$ 9,334
In other comprehensive income	136
Ending Balance, September 30, 2025	<b><u>\$ 9,470</u></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.

(Continued)



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

The fair value measurements of the Group's financial instruments are considered reasonable; however, the use of different valuation models or inputs may result in different valuation outcomes. For financial instruments classified as Level 3, changes in valuation inputs 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>September 30, 2025</b>			
Minority interest discount ratio of 21.88%	1%	121	121
<b>December 31, 2024</b>			
Minority interest discount ratio of 21.88%	1%	118	118
<b>September 30, 2024</b>			
Minority interest discount ratio of 21.88%	1%	121	121

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.

(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.

(Continued)

## (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

(i) Reconciliation of Non-Cash Investing Activities of the Group for the Nine months Ended September 30, 2025 and 2024 is as follows:

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Acquisition of Property, Plant and Equipment	\$ 56,397	14,595
(Increase) Decrease in Equipment Payables	(959)	1,344
Prepayments for Equipment Transferred to Property, Plant and Equipment	(1,207)	(3,520)
	<b>\$ 54,231</b>	<b>12,419</b>

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

	<b>January 1, 2025</b>	<b>Cash flows</b>	<b>September 30, 2025</b>
Short-term borrowings	\$ 6,000	(6,000)	-
Long-term borrowings (including deferred revenues and current portion)	119,837	(44,063)	75,774
Lease liabilities	26,354	(6,143)	20,211
Guarantee deposits received	1,316	(53)	1,263
Total liabilities from financing activities	<b>\$ 153,507</b>	<b>(56,259)</b>	<b>97,248</b>

	<b>January 1, 2024</b>	<b>Non cash changes</b>		<b>September 30, 2024</b>
		<b>Cash flows</b>	<b>Other changes</b>	
Short-term borrowings	\$6,000	-		6,000
Long-term borrowings (including deferred revenues and current portion)	184,474	(49,361)		135,113
Lease liabilities	7,666	(5,987)	18,458	20,137
Guarantee deposits received	1,173	148		1,321
Total liabilities from financing activities	<b>\$199,313</b>	<b>(55,200)</b>	<b>18,458</b>	<b>162,571</b>

(Continued)

## 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.

<u>Name of related party</u>	<u>Relationship with the Group</u>
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 (Note)
Note: Prior to the re-election at the shareholders' meeting of the Company on May 26, 2025, the chairman of that company and the vice chairman of the Company were related within the second degree of kinship.	

### (2) Significant transactions with related parties

#### (i) Borrowing from Related Parties

As of December 31, 2024 and September 30, 2024, the Group' s borrowings from other related parties both amounted to NT\$6,000 thousand. Please refer to note 6(12) for details.

The above-mentioned borrowings from related parties were unsecured and bore interest at the average short-term borrowing rates from financial institutions applicable in the year in which each related party provided the funds. For the three months ended September 30, 2024 and for the nine months ended September 30, 2025 and 2024, the Group paid interest expenses to other related parties of NT\$0 thousand, NT\$35 thousand, NT\$36 thousand, and NT\$104 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.

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Other related parties	<u>\$ 264</u>	<u>291</u>	<u>283</u>

### (3) Key management personnel compensation

Key management personnel compensation comprised:

	<u>three months ended</u> <u>September 30</u>		<u>nine months ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Short-term employee benefits	\$2,006	539	7,431	8,411
Post-employment benefits	43	92	235	266
Other long-term benefits	-	-	-	-
Termination benefits	-	-	-	-
Share-based payments	-	-	-	-
	<u>\$2,049</u>	<u>631</u>	<u>7,666</u>	<u>8,677</u>

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

(Continued)

**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>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Other financial assets — current	Loan guarantee	\$ 3,045	3,279	3,672
Land	Loan guarantee	2,951	2,951	2,951
Buildings	Loan guarantee	16,892	17,925	18,294
Machinery and equipment	Loan guarantee	91	2,178	3,620
		<b>\$ 22,979</b>	<b>26,333</b>	<b>28,537</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:

<b>By item</b>	<b>By function</b>	<b>For the three months ended September 30</b>					
		<b>2025</b>			<b>2024</b>		
		<b>Cost of Sale</b>	<b>Operating Expense</b>	<b>Total</b>	<b>Cost of Sale</b>	<b>Operating Expense</b>	<b>Total</b>
Employee benefits							
Salary		52,025	27,111	79,136	69,584	14,404	83,988
Labor and health insurance		2,266	1,803	4,069	2,553	2,032	4,585
Pension		4,814	1,987	6,801	5,317	1,940	7,257
Remuneration of directors		-	739	739	-	(513)	(513)
Others		3,349	951	4,300	4,469	867	5,336
Depreciation		13,776	2,789	16,565	18,316	3,722	22,038
Amortization		14	788	802	8	669	677

<b>By item</b>	<b>By function</b>	<b>For the nine months ended September 30</b>					
		<b>2025</b>			<b>2024</b>		
		<b>Cost of Sale</b>	<b>Operating Expense</b>	<b>Total</b>	<b>Cost of Sale</b>	<b>Operating Expense</b>	<b>Total</b>
Employee benefits							
Salary		182,436	84,272	266,708	210,988	79,592	290,580
Labor and health insurance		6,788	5,236	12,024	7,860	5,495	13,355
Pension		15,875	6,229	22,104	15,698	5,733	21,431
Remuneration of directors		-	2,841	2,841	-	3,966	3,966
Others		10,764	2,597	13,361	12,783	2,366	15,149
Depreciation		45,339	7,803	53,142	57,168	11,356	68,524
Amortization		22	2,316	2,338	24	1,280	1,304

(Continued)

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

### Notes to the Consolidated Financial Statements

#### 13 Other disclosures:

##### (a) 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 nine months ended September 30, 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	121,780	-	-	2	-	Working capital	-	No	-	443,731	709,970
0	The Company	FAIR LUMI (DONGGUAN)	Loans receivable from related parties	Yes	33,205	30,445	-	- %	2	-	Working capital	-	No	-	443,731	709,970

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	709,970	33,025	30,445	-	-	1.72%	709,970	Y	N	Y
0	The Company	SHIAN YIH (DONGGUAN)	3	709,970	132,820	121,780	-	-	6.86%	709,970	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.

(Continued)

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

### Notes to the Consolidated Financial Statements

(iii) Securities held as of September 30, 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	9,456	15.83%	9,456	

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	SHIAN YIH (DONGGUAN)	The Company's subsidiary	Purchase	213,207	48.17%	O/A 30 days	(Note 1)	(Note 3)	(28,478)	38.12%	
The Company	FAIR LUMI (DONGGUAN)	The Company's subsidiary	Purchase	193,046	43.61%	O/A 30 days	(Note 2)	(Note 3)	(34,567)	46.27%	
SHIAN YIH (DONGGUAN)	The Company	The Company's subsidiary	Sale	213,207	40.92%	O/A 30 days	(Note 1)	(Note 3)	28,478	20.32%	
FAIR LUMI (DONGGUAN)	The Company	The Company's subsidiary	Sale	193,046	62.54%	O/A 30 days	(Note 2)	(Note 3)	34,567	30.89%	
SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	Associates	Purchase	59,700	19.22%	O/A 30 days	General trading terms	(Note 3)	(53,166)	37.46%	
FAIR LUMI (DONGGUAN)	SHIAN YIH (DONGGUAN)	Associates	Sale	59,700	19.34%	O/A 30 days	General trading terms	(Note 3)	53,166	47.52%	

Note 1: Calculated as 70% to 85% of selling prices of the Company's products.

Note 2: Calculated as 85% to 93% of selling prices of the Company's products.

Note 3: Payment term is O/A 30 days. In addition to the established credit policies, the operating capital status of related parties is also considered.

Note 4 :The above transactions were eliminated when compiling the consolidated financial statements.

(v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None

(vi) 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	993	Note 4	0.10%
0	The Company	SHIAN YIH (DONGGUAN)	1	Sale	231	Note 3	0.02%
0	The Company	FAIR LUMI (DONGGUAN)	1	Purchase	193,046	Note 4	19.35%
0	The Company	SHIAN YIH (DONGGUAN)	1	Purchase	213,207	Note 3	21.37%
0	The Company	FAIR LUMI (DONGGUAN)	1	Trade payable	34,567	Note 5	1.58%
0	The Company	SHIAN YIH (DONGGUAN)	1	Trade payable	28,478	Note 5	1.3%
0	The Company	FAIR LUMI (DONGGUAN)	1	Endorsement guaranteed	30,445	In compliance with the Regulations Governing Endorsement/Guarantee	1.39%
0	The Company	SHIAN YIH (DONGGUAN)	1	Endorsement guaranteed	121,780	In compliance with the Regulations Governing Endorsement/Guarantee	5.57%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Sale	509	Same as arm's length transaction	0.05%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Purchase	59,700	Same as arm's length transaction	5.99%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Trade payable	53,166	Same as arm's length transaction	2.43%

(Continued)

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

### Notes to the Consolidated Financial Statements

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. In addition to the established credit policies, the operating capital status of related parties is also considered.

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

(b) Information on investees:

The following are the information on investees for the nine months ended September 30, 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 September 30, 2025			Net income (losses) of investee	Share of profits/losses of investee
				September 30, 2025	December 31, 2024	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%	772,448	(26,694)	(24,553) (Note 1)
The Company	CHIAN YIH OPTOTECH CO., LTD.	Taiwan	Manufacture and sale of optical products	69,500	65,000	2,950	49.17%	23,462	(2,322)	(1,152)
Shian Yih (Samoa)	Fair Some (Samoa)	Samoa	Investment	348,724 (USD\$ 10,500)	348,724 (USD\$ 10,500)	10,500	100.00%	465,967 (USD\$ 15,305)	(6,039) (USD\$ (194))	(6,039) (USD\$ (194))
Shian Yih (Samoa)	Wise	Samoa	Investment	524,311 (USD\$ 16,650)	524,311 (USD\$ 16,650)	16,650	100.00%	310,589 (USD\$ 10,202)	(20,641) (USD\$ (662))	(20,641) (USD\$ (662))

Note 1: Equity-accounted investment loss of \$26,694 thousand; the unalized margins for the period amounted to \$2,141 thousand.

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

(c) 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 September 30, 2025	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow					
Dongguan Fair Lumi Optonics 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%	(20,797) (USD\$ (667)) (Note 2)	303,528 (USD\$9,970) (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%	(14,031) (USD\$ (450)) (Note 2)	301,996 (USD\$9,919) (Note 4)	-

(ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of September 30, 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)	1,064,955

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 nine months ended September 30, 2025 (USD/NTD:31.1674, 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.

(Continued)

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

Note 4: Translated into New Taiwan dollars using the exchange rate (NT: 30.445) 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.