

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

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Three Months Ended March 31, 2026 and 2025**

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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, 2026 and 2025, and the related consolidated statements of comprehensive income and changes in equity for the three months ended March 31, 2026 and 2025, and changes in cash flows for the three months ended March 31, 2026 and adjusted for the three months ended March 31, 2025, 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, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

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

KPMG

Taipei, Taiwan (Republic of China)
May 6, 2026

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, 2026		December 31, 2025		March 31, 2025		Liabilities and Equity	March 31, 2026		December 31, 2025		March 31, 2025	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
Current assets:							Current liabilities:						
1100 Cash and cash equivalents (note 6(1))	\$ 1,234,965	53	1,121,572	48	1,232,660	50	2100 Short-term borrowings						
1170 Accounts receivable, net(note 6(3))	316,389	14	324,183	14	374,109	15	(note 6(12), 7 and 8)	\$ 80,000	3	80,000	3	-	-
1200 Other receivables (note 6(4))	7850	-	6,635	-	4,843	-	2130 Contract liabilities-current (note 6(22))	2,043	-	1,496	-	744	-
1220 Current Tax Assets	4,726	-	4,726	-	4,862	-	2170 Accounts payable	168,478	7	203,183	9	244,407	10
130X Inventories (note 6(5))	202,232	9	197,299	9	204,960	8	2200 Other payables (note 6(23)and note 7)	102,295	4	78,029	5	143,582	6
1410 Prepayments	28,414	1	32,039	1	32,784	2	2230 Current tax liabilities	14,807	1	10,103	1	7,611	-
1470 Other current assets	3,024	-	2,935	-	2,962	-	2280 Lease liabilities-current(notes 6(15))	8,350	-	8,302	-	8,207	-
1476 Other financial assets-current							2300 Other current liabilities (notes 6(13))	11,689	1	11,217	-	13,322	1
(note 6(11) and 8)	249,248	11	349,206	15	301,259	12	2313 Deferred revenue (notes 6(16))	28	-	62	-	273	-
	2,046,848	88	2,038,595	87	2,158,439	87	2320 Long-term borrowings, current portion						
							(notes 6(14),(16) and 8)	15,774	1	20,943	1	58,750	2
Non-current assets:								403,464	17	413,335	17	476,896	19
1521 Non-current financial assets at fair value							Non-Current liabilities:						
through other comprehensive							2540 Long-term borrowings						
income(note 6(2))	9,127	-	9,062	-	9,319	-	(notes 6(14) ,(16)and 8)	10,051	1	11,002	1	46,099	2
1600 Property, plant and equipment							2570 Deferred tax liabilities	21,221	1	20,925	1	32,486	1
(notes (6(7) and 8)	203,934	9	208,724	9	207,327	8	2580 Lease liabilities – non-current						
1755 Right-of-use assets(notes 6(8))	35,429	2	37,072	2	45,951	2	(notes 6(15))	5,922	-	8,027	-	16,111	1
1760 Investment property, net (note 6(9))	-	-	-	-	-	-	2630 Long-term deferred revenue (notes 6(16))	-	-	-	-	27	-
1822 Intangible assets (note 6(10))	2,416	-	3,080	-	4,468	-	2670 Other non-current liabilities	1,350	-	1,317	-	1,338	-
1840 Deferred tax assets	31,651	1	35,638	2	45,686	2		38,544	2	41,271	2	96,061	4
1900 Other non-current assets	183	-	46	-	10,410	1	Total liabilities	442,008	19	454,606	19	572,957	23
1980 Guarantee deposits paid	1,744	-	1,743	-	1,486	-	Equity attributable to owners of parent						
	284,484	12	295,365	13	324,647	13	(notes 6(20)):						
							3100 Share capital	611,750	26	611,750	26	611,750	25
							3200 Capital surplus	669,790	29	669,678	29	669,790	27
							3300 Retained earnings	689,098	29	669,293	30	705,050	28
							3400 Other equity	(101,955)	(4)	(123,406)	(5)	(99,656)	(4)
							Total equity attributable to owners of	1,868,683	80	1,857,427	80	1,886,934	76
							parent:						
							36XX Non-controlling interests (notes 6(6))	20,641	1	21,927	1	23,195	1
								1,889,324	81	1,879,354	81	1,910,129	77
							Total equity	2,331,332	100	2,333,960	100	2,483,086	100
Total assets	\$ 2,331,332	100	2,333,960	100	2,483,086	100	Total liabilities and equity	\$ 2,331,332	100	2,333,960	100	2,483,086	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, 2026 and 2025

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

		For the three months ended March 31			
		2026		2025	
		Amount	%	Amount	%
4000	Operating revenue (note 6(22))	\$ 273,163	100	365,349	100
5000	Operating costs (notes 6(5),(10), (18) and (23))	218,643	80	300,388	82
5950	Gross profit from operations	<u>54,520</u>	20	<u>64,961</u>	18
	Operating expenses (notes 6(10),(15), (18) and (23)) :				
6100	Selling expenses	13,935	5	14,847	4
6200	Administrative expenses	29,335	11	30,793	9
6300	Research and development expenses	<u>15,086</u>	6	<u>14,490</u>	4
		<u>58,356</u>	22	<u>60,130</u>	17
6900	Net operating income	<u>(3,836)</u>	(2)	<u>4,831</u>	1
7000	Non-operating income and expenses:				
7100	Interest income (note 6(24))	12,322	5	13,055	4
7010	Other income (note 6(16) and (17))	5,194	2	1,848	-
7190	Gain on disposal of property, plant and equipment	-	-	6	-
7630	Foreign exchange gain and losses, net	15,743	6	14,119	4
7050	Finance costs (notes 6(15) and 7)	<u>(670)</u>	-	<u>(615)</u>	-
		<u>32,589</u>	13	<u>28,413</u>	8
7900	Profit before income tax	28,753	11	33,244	9
7950	Less: Income tax expenses (note 6(19))	9,647	4	10,559	3
8200	Profit for the period	<u>19,106</u>	7	<u>22,685</u>	6
8300	Other comprehensive income:				
8310	Items that may not be reclassified subsequently to profit or loss:				
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	65	-	73	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss(notes 6(19))	-	-	-	-
		<u>65</u>	-	<u>73</u>	-
8360	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translation of foreign financial statements	21,386	8	15,148	4
8399	Income tax related to items that will be reclassified to profit or loss(notes 6(19))	-	-	-	-
		<u>21,386</u>	8	<u>15,148</u>	4
8300	Other comprehensive income (after tax)	<u>21,451</u>	8	<u>15,221</u>	4
8500	Total comprehensive income for the period	<u>\$ 40,557</u>	<u>15</u>	<u>\$ 37,906</u>	<u>10</u>
	Profit (loss), attributable to:				
8610	Owners of parent	\$ 20,392	7	23,819	6
8620	Non-controlling interest(note 6(6))	<u>(1,286)</u>	-	<u>(1,134)</u>	-
		<u>\$ 19,106</u>	<u>7</u>	<u>\$ 22,685</u>	<u>6</u>
	Comprehensive income attributable to:				
8710	Owners of parent	\$ 41,843	15	39,040	10
8720	Non-controlling interest	<u>(1,286)</u>	-	<u>(1,134)</u>	-
		<u>\$ 40,557</u>	<u>15</u>	<u>\$ 37,906</u>	<u>10</u>
	Earnings per share (note 6(21))				
9750	Basic earnings per share (NT dollars)	<u>\$ 0.33</u>		<u>\$ 0.39</u>	
9850	Diluted earnings per share (NT dollars)	<u>\$ 0.33</u>		<u>\$ 0.39</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

Consolidated Statements of Changes in Equity
For the three months ended March 31, 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
	Retained earnings					Total	Other equity		Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings		Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income				
Balance at January 1, 2025	\$ 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
Balance at March 31, 2025	\$ 611,750	669,790	263,352	148,454	293,244	705,050	(83,640)	(16,016)	(99,656)	1,886,934	23,195	1,910,129
Balance at January 1, 2026	\$ 611,750	669,790	271,617	114,877	312,799	699,293	(107,133)	(16,273)	(123,406)	1,857,427	21,927	1,879,354
Net income for the three months ended March 31, 2026	-	-	-	-	20,392	20,392	-	-	-	20,392	(1,286)	19,106
Other comprehensive income for the three months ended March 31, 2026	-	-	-	-	-	-	21,386	65	21,451	21,451	-	21,451
Comprehensive income for the three months ended March 31, 2026	-	-	-	-	20,392	20,392	21,386	65	21,451	41,843	(1,286)	40,557
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary share	-	-	-	-	(30,587)	(30,587)	-	-	-	(30,587)	-	(30,587)
Balance at March 31, 2026	\$ 611,750	669,790	271,617	114,877	302,604	689,098	(85,747)	(16,208)	(101,955)	1,868,683	20,641	1,889,324

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, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2026	2025
Cash flows from operating activities:		
Profit before tax	\$ 28,753	33,244
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	1,563	19,824
Amortization expense	691	795
Interest expense	670	615
Interest income	(12,322)	(13,055)
Gain from disposal of property, plan and equipment	-	(6)
Total adjustments to reconcile profit (loss)	6,602	8,173
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease in accounts receivable	7,794	48,477
Decrease in other receivables	152	714
Decrease in inventories	(4,933)	41,803
Decrease in prepayments	3,625	3,413
Decrease (increase) in other current assets	(89)	(460)
Total changes in operating assets	6,549	93,947
Changes in operating liabilities:		
Decrease in accounts payable	(34,705)	(27,168)
Increase (decrease) in other payables include related parties	(6,156)	1,044
Increase in other current liabilities	1,019	6,286
Total changes in operating liabilities	(39,842)	(19,838)
Total changes in operating assets and liabilities	(33,293)	74,109
Total adjustments	(26,691)	82,282
Cash inflow generated from operations	2,062	115,526
Interest received	10,955	13,672
Interest paid	(671)	(612)
Income taxes paid	(782)	(3,784)
Net cash flows from operating activities	11,564	124,802
Cash flows from investing activities:		
Acquisition of property, plant and equipment	(904)	(5,009)
Proceeds from disposal of property, plant and equipment	-	6
Increase in refundable deposits	(1)	(1)
Acquisition of intangible assets	-	-
(Increase) decrease in other financial assets	99,958	(265,195)
Increase in other non-current assets	(5,007)	(13,098)
Net cash flows from investing activities	94,046	(283,297)
Cash flows from financing activities:		
Decrease in short-term borrowings	-	(6,000)
Repayments of long-term borrowings	(6,154)	(14,688)
Increase in guarantee deposits received	33	22
Payment of lease liabilities	(2,057)	(2,036)
Capital Increase in Cash by Subsidiary	-	5,500
Net cash flows used in financing activities	(8,178)	(17,202)
Effect of exchange rate changes on cash and cash equivalents	15,961	11,664
Net increase in cash and cash equivalents	113,393	(164,033)
Cash and cash equivalents at beginning of period	1,121,572	1,396,693
Cash and cash equivalents at end of period	\$ 1,234,965	1,232,660

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, 2026 and 2025

(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, 2026 and 2025 were authorized for issuance by the board of directors on May 6, 2026.

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, 2026:

- 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)

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

- (b) 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:

Standards or Interpretations	Content of amendment	Effective date per IASB
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"> ● 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. ● 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. ● 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 	January 1, 2027 (Note)

(Continued)

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

financial statements or is further
disaggregated in the notes.

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
- Amendments to IAS 21 – Lack of Exchangeability

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, 2025. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2025.

(Continued)

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, 2026	December 31, 2025	March 31, 2025
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%	49.17%	49.17%
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, Cheng Yi Optoelectronics issued 1,000,000 new shares through a cash capital increase. The Company did not subscribe to the new shares in proportion to its existing shareholding. Consequently, the Company's ownership interest decreased from 50% to 49.17%; however, the Company continues to exercise control over the entity.

(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.

(Continued)

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, 2026. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2025.

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 2025 consolidated financial statements. Please refer to note 6 to the 2025 annual consolidated financial statements.

(1) Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand and petty cash	\$ 1,736	1,297	1,850
Demand deposits	206,857	219,069	382,408
Checking account deposits	98	51	79
Time deposits	1,026,634	901,155	848,323
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 1,234,965</u>	<u>1,121,572</u>	<u>1,232,660</u>

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

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investments at fair value through other comprehensive income: :			
Unlisted common shares			
Domestic Company–Ying Cheng Investment Corp.	<u>\$ 9,127</u>	<u>9,062</u>	<u>9,319</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.

(Continued)

SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
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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, 2026 and 2025.

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

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Accounts receivable — measured as amortized cost	\$ 316,389	324,183	374,109
Less: loss allowance	-	-	-
	<u>\$ 316,389</u>	<u>324,183</u>	<u>374,109</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, 2026, December 31, 2025 and March 31, 2025 were determined as follows:

	<u>March 31, 2026</u>		
	<u>Gross carrying amount</u>	<u>Weighted-average loss rate</u>	<u>Loss allowance provision</u>
Current	\$ 308,616	-	-
1 to 30 days past due	453	-	-
31 to 60 days past due	2,852		
61 to 90 days past due	2,307	-	-
91 to 180 days past due	2,161	-	-
Total	<u>\$ 316,389</u>		<u>-</u>

	<u>December 31, 2025</u>		
	<u>Gross carrying amount</u>	<u>Weighted-average loss rate</u>	<u>Loss allowance provision</u>
Current	\$ 307,242	-	-
1 to 30 days past due	10,118	-	-
31 to 60 days past due	4,474	-	-
61 to 90 days past due	1,019	-	-
91 to 180 days past due	1,330	-	-
Total	<u>\$ 324,183</u>		<u>-</u>

(Continued)

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

	March 31, 2025		
	Gross carrying amount	Weighted-avera ge loss rate	Loss allowance provision
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><u>\$ 374,109</u></u>		<u><u>-</u></u>

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

	For the three months ended March	
	2026	2025
Balance at January 1	\$ -	-
Amount written off during the year due to uncollectibility	-	-
Balance at March 30	<u><u>-</u></u>	<u><u>-</u></u>

(4) Other receivables

	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables	<u><u>\$ 7,850</u></u>	<u><u>6,635</u></u>	<u><u>4,843</u></u>

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

(5) Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Merchandise	\$ 12,963	16,448	10,335
Finished goods	46,455	51,602	60,317
Work in progress	62,911	49,742	60,828
Raw materials	74,954	75,880	69,395
Supplies	4,949	3,627	4,085
	<u><u>\$ 202,232</u></u>	<u><u>197,299</u></u>	<u><u>204,960</u></u>

(Continued)

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

The costs of sales were as follows:

	For the three months ended March 31	
	2026	2025
Inventory that has been sold	\$ 227,140	289,359
Inventory (Reversal of Write-down) Write-down	(17,886)	(3,267)
Losses on inventory write-offs	485	2,543
Unallocated production overheads	8,904	11,753
Operating costs	\$ 218,643	300,388

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		
		March 31, 2026	December 31, 2025	March 31, 202
CHIAN YIH OPTOTECH CO., LTD.	Taiwan	50.83%	50.83%	50.83%

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.

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

	March 31, 2026	December 31, 2025	March 31, 2025
Current assets	\$ 17,103	18,256	19,449
Non-current assets	32,341	33,408	38,128
Current liabilities	(4,769)	(3,929)	(3,985)
Non-current liabilities	(4,066)	(4,597)	(7,957)
Net assets	\$ 40,609	43,138	45,635
Non-controlling interests	\$ 20,641	21,927	23,195

(Continued)

SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
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	For the three months ended	
	March 31	
	2026	2025
Sale revenue	\$ 1,181	1,979
Net loss	\$ (2,529)	(2,248)
Other comprehensive income	-	-
Comprehensive income	\$ (2,529)	(2,248)
Loss, attributable to non-controlling interests	\$ (1,286)	(1,134)
Comprehensive income, attributable to non-controlling interests	\$ (1,286)	(1,134)
Net cash flows from operating activities	\$ (595)	(2,233)
Net cash flows from financing activities	(518)	3,468
Net decrease in cash and cash equivalents	\$ (1,113)	1,235

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SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
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(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
Cost:						
Balance on January 1, 2026	\$ 6,971	607,987	522,632	128,801	2,091	1,268,482
Additions	-	-	388	351	4,871	5,610
Disposal	-	-	(6)	(14)	-	(20)
Reclassification	-	-	166	-	(166)	-
Effect of movements in exchange rates	-	13,826	12,625	2,068	126	28,645
Balance on March 31, 2026	\$ 6,971	621,813	535,805	131,206	6,922	1,302,717
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	\$ 6,971	610,354	488,680	125,684	11,116	1,242,805
Accumulated depreciation:						
Balance on January 1, 2025	\$ -	496,422	446,029	1,143,074	-	1,059,758
Depreciation	-	5,968	7,569	1,760	-	15,297
Disposal	-	-	(6)	(14)	-	(20)
Effect of movements in exchange rates	-	11,324	10,552	1,872	-	23,748
Balance on March 31, 2025	\$ -	513,714	464,144	120,925	-	1,098,783
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	\$ -	489,233	432,505	113,740	-	1,035,478
Carrying amounts:						
Balance on January 1, 2026	\$ 6,971	111,565	76,603	11,494	2,091	208,724
Balance on March 31, 2026	\$ 6,971	108,099	71,661	10,281	6,922	203,934
Balance on January 1, 2025	\$ 6,971	123,606	61,355	13,273	3,004	208,209
Balance on March 31, 2025	\$ 6,971	121,121	56,175	11,944	11,116	207,327

For details regarding property, plant, and equipment pledged as collateral for long-term bank loans and financing facilities, 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

	Land	Buildings and Construction	Total
Carrying amounts:			
Balance on January 1, 2026	<u>\$ 20,901</u>	<u>16,171</u>	<u>37,072</u>
Balance on March 31, 2026	<u>\$ 21,331</u>	<u>14,098</u>	<u>35,429</u>
Balance on January 1, 2025	<u>\$ 21,633</u>	<u>26,127</u>	<u>47,760</u>
Balance on March 31, 2025	<u>\$ 21,859</u>	<u>24,092</u>	<u>45,951</u>

There were no significant additions, or recognition/reversal of impairment losses regarding the right-of-use assets recognized by the Group for leases of land and buildings during the periods from January 1 to March 31, 2026 and 2025. For the depreciation expense for the current period, please refer to Note 12(1). For other relevant information, please refer to Note 6(8) of the 2025 Consolidated Financial Statements.

(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:

	Self-owned asset-buildings and structures
Carrying amounts:	
Balance on January 1, 2026	<u>\$ -</u>
Balance on March 31, 2026	<u>\$ -</u>
Balance on January 1, 2025	<u>\$ -</u>
Balance on March 31, 2025	<u>\$ -</u>

There were no significant additions, disposals, or recognition/reversal of impairment losses regarding the Group's investment properties during the periods from January 1 to March 31, 2026 and 2025. For other relevant information, please refer to Note 6(9) of the 2025 Consolidated Financial Statements.

The fair value of the Group's investment properties as of March 31, 2026, did not differ materially from the information disclosed in Note 6(9) of the 2025 Consolidated Financial Statements.

None of the Group's investment properties have been pledged as collateral.

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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>
Carrying value:			
Balance on January 1, 2026	<u>\$ 2,020</u>	<u>1,060</u>	<u>3,080</u>
Balance on March 31, 2026	<u>\$ 1,356</u>	<u>1,060</u>	<u>2,416</u>
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>

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the three months ended March 31, 2026 and 2025. Information on amortization for the period is discussed in note 12(1). Please refer to note 6(10) to the 2025 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, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Restricted bank deposits	\$ 3,201	3,144	3,321
Time deposits—more than 3 months	<u>246,047</u>	<u>346,062</u>	<u>297,938</u>
	<u>\$ 249,248</u>	<u>349,206</u>	<u>301,259</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, 2026 and 2025, 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

	March 31, 2026	December 31, 2025	March 31, 2025
Secured bank loans	<u>\$ 80,000</u>	<u>80,000</u>	<u>-</u>
Unused short-term credit lines	<u>\$ 399,433</u>	<u>361,805</u>	<u>495,768</u>
Range of interest rates	<u>2.29%</u>	<u>2.29%</u>	<u>-</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, 2026 and 2025. For the three months ended March 31, 2026 and 2025 the Group's repayments were \$0 and \$6,000 thousand respectively.

(ii) The borrowings from related parties

The borrowings from related parties, please refers to note8.

(13) Other current liabilities

The Group' s other current liabilities were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Advance molding payment	\$9,453	8,877	\$5,007
Temporary receipts	1,747	1,745	7,801
Receipts under custody	489	595	514
	<u>\$11,689</u>	<u>11,217</u>	<u>13,322</u>

(14) Long-term borrowings

The details of long-term borrowings were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Secured bank loans	\$ 25,853	32,007	105,149
Less: current portion	(15,774)	(20,943)	(58,750)
Government grants	(28)	(62)	(300)
	<u>\$ 10,051</u>	<u>11,002</u>	<u>46,099</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>0.72%~1.875</u>

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

(i) Issuance short-term borrowings and repayments

There were no significant issues of long-term borrowings for the three months ended March 31, 2026 and 2025. For the three months ended March 31, 2026 and 2025 the Group's repayments were \$6,154 thousand and \$14,688 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:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Current	\$ 8,350	8,302	8,207
Non-current	5,922	8,027	16,111
	<u>\$ 14,272</u>	<u>16,329</u>	<u>24,318</u>

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

The amounts recognized in profit or loss were as follows:

	<u>For the three months ended</u> <u>March 31</u>	
	<u>2026</u>	<u>2025</u>
Interest on lease liabilities	<u>\$ 88</u>	<u>94</u>
Expenses relating to short-term leases	<u>\$ 1,274</u>	<u>1,240</u>

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

	<u>For the three months ended</u> <u>March 31</u>	
	<u>2026</u>	<u>2025</u>
Total cash outflow for leases	<u>\$ 3,419</u>	<u>3,370</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.

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(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

	March 31, 2025	December 31, 2025	March 31, 2025
Government grants	<u>\$ 28</u>	<u>62</u>	<u>300</u>
Current	\$ 28	62	273
Non-current	-	-	27
	<u>\$ 28</u>	<u>62</u>	<u>300</u>

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group's government preferential low-interest loans under the "Plan of Welcoming Overseas Taiwanese Businesspersons to Invest in Taiwan" amounted to \$25,853 thousand, \$32,007 thousand and \$105,149 thousand and the fair values thereof amounted to \$25,825 thousand, \$31,945 thousand and \$104,849 thousand respectively. The differences between the amounts and fair values of the loans, amounting to \$28 thousand, \$62 thousand and \$300 thousand respectively, were considered to be government grants through low-interest loans and recognized as deferred revenues. For the three months ended March 31, 2026 and 2025, the Group's revenues from government grants amounted to \$34 thousand and \$140 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, 2026 and 2025. Please refer to note 6(17) to the consolidated financial statements for the year ended December 31, 2025 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, 2026 and 2025 were as follows:

	For the three months ended March 31	
	2026	2025
Operating costs	\$ 316	354
Selling expenses	188	192
Administration expenses	316	429
Research and development expenses	168	124
	<u>\$ 988</u>	<u>1,099</u>

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Except for the Company, other subsidiaries adopted the defined contribution method under their local law, and accordingly, the pension costs were \$5,877 thousand and \$7,003 thousand for the three months ended March 31, 2026 and 2025.

(19) Income taxes

(i) The components of income tax for the three months ended March 31, 2026 and 2025 were as follows:

	For the three months ended March 31	
	2026	2025
Current tax expense		
Current period	\$ 5,364	7,369
Adjustment for prior periods	-	1,570
	5,364	8,939
Deferred tax expense		
Origination and reversal of temporary differences	4,283	1,620
Income taxes	\$ 9,647	10,559

(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 2023 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, 2026 and 2025. For the related information, please refer to note 6(20) to the consolidated financial statements for the year ended December 31, 2025.

(i) 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.

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SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
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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, 2026, December 31, 2025 and March 31, 2025 was \$114,877 thousand, \$114,877 thousand and \$148,454 thousand, respectively.

2) Earnings distribution

On March 5, 2026, the 2025 earnings appropriation was resolved in a board meeting. On February 25, 2025, the 2024 earnings appropriation was resolved in a board meeting. Dividends were distributed to owners as follows:

	2025		2024	
	Amount per share	Total amount	Amount per share	Total amount
Dividends distributed to ordinary shareholders				
Cash	\$ 0.50	<u>30,587</u>	0.80	<u>48,940</u>

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(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	
	2026	2025
Net Profit attributable to ordinary shareholders of the Company	<u>\$ 20,392</u>	<u>23,819</u>

2) Weighted average number of ordinary shares

	For the three months ended	
	March 31	
	2026	2025
Weighted average number of ordinary shares (in thousands)	<u>61,175</u>	<u>61,175</u>
Basic earnings per share (NT dollars)	<u>\$ 0.33</u>	<u>0.39</u>

(ii) Diluted earnings per share

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

	For the three months ended	
	March 31	
	2026	2025
Net profit attributable to ordinary shareholders of the Company (diluted)	<u>\$ 20,392</u>	<u>23,819</u>

2) Weighted average number of ordinary shares (diluted)

	For the three months ended	
	March 31	
	2026	2025
Weighted average number of ordinary shares(basic) (in thousands)	61,175	61,175
Effect of dilutive potential ordinary shares		
Effect of employee share bonus	<u>288</u>	<u>195</u>
Weighted average number of ordinary shares (after adjustment of potential diluted ordinary shares)	<u>61,463</u>	<u>61,370</u>
Diluted earnings per share (NT dollars)	<u>\$ 0.33</u>	<u>0.39</u>

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(22) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended March 31	
	2026	2025
<u>Primary geographical markets</u>		
Taiwan	\$ 59,668	109,035
China	105,604	154,576
The United States	68,253	56,715
Malaysia	15,024	13,917
Other countries	24,614	31,106
	\$ 273,163	365,349
<u>Major products/services lines</u>		
Backlight modules	\$ 236,650	317,627
Other	36,513	47,722
	\$ 273,163	365,349

(ii) Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025
Contract liabilities	\$ 2,043	1,496	744

The amount of revenue recognized for the three months ended March 31, 2026 and 2025 that was included in the contract liability balance at the beginning of the period were \$5 thousand and \$86 thousand, respectively.

(23) Remunerations of employees, directors, and supervisors

On May 26, 2025, the Company's Articles of Incorporation were amended by a resolution of the Shareholders' Meeting. According to the amended Articles, if there is profit for the year, the Company shall allocate no less than 2% and no more than 10% as employee remuneration (of which no less than 25% shall be distributed to junior employees) and no more than 2% as director remuneration. However, if the Company has accumulated losses, an amount shall be reserved in advance to offset the losses. The aforementioned employee remuneration, which may be distributed in stock or cash, may also be awarded to employees of controlled or subsidiary companies meeting certain criteria. Prior to the amendment, the Articles stipulated an allocation of no less than 2% and no more than 10% for employee remuneration and no more than 2% for director remuneration.

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SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
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For the three months ended March 31, 2026 and 2025, the Company's employee remunerations were estimated at \$3,286 thousand and \$1,681 thousand, and director and supervisor remunerations were estimated at \$657 thousand and \$672 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, 2025 and 2024, the Company estimated its employee remuneration amounting to \$3,814 thousand and \$5,902 thousand, and directors' remuneration amounting to \$847 thousand and \$1,967 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:

	For the three months ended	
	March 31	
	2026	2025
Interest income from bank deposits	<u>\$ 12,322</u>	<u>13,055</u>

(ii) Other income

The details of other income were as follows:

	For the three months ended	
	March 31	
	2026	2025
Rent income	\$ 1,597	1,356
Government grants income	330	140
Other income	<u>3,267</u>	<u>352</u>
	<u>\$ 5,194</u>	<u>1,848</u>

(iii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended	
	March 31	
	2026	2025
Gains on disposals of property, plant and equipment	<u>\$ -</u>	<u>6</u>

(Continued)

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

The details of finance costs were as follows:

	For the three months ended	
	March 31	
	2026	2025
Interest expense on bank deposits	\$ 582	521
Implicit interest on leases	88	94
	\$ 670	615

(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, 2025.

(i) Credit risk

1) Concentration of credit risk

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group assessed the concentrations of credit risk arising from its major Customers, at percentages below 19%, 26% and 44%, 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, 2026 and 2025, 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.

	Carrying amount	Contractual cash flows	Within a year	1~2years	2~5years	Over 5 years
March 31, 2026						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 105,825	106,520	96,192	4,095	6,233	-
Accounts payable (non-interest-bearing)	168,478	168,478	168,478	-	-	-
Other payables (non-interest-bearing)	102,295	102,295	102,295	-	-	-
Lease liabilities (fixed interest rate)	14,272	14,585	8,580	4,340	1,665	-
Guarantee deposits received	1,350	1,350	926	133	206	85
	\$ 392,220	393,228	376,471	8,568	8,104	85
December 31, 2025						
Non-derivative financial liabilities						
Secured bank loans with floating rate	\$ 111,945	113,223	101,859	4,114	7,250	-
Accounts payable (non-interest-bearing)	203,183	203,183	203,183	-	-	-
Other payables (non-interest-bearing)	78,029	78,029	78,029	-	-	-
Lease liabilities (fixed interest rate)	16,329	16,730	8,580	5,930	2,220	-
Guarantee deposits received	1,317	1,317	225	804	206	82
	\$ 410,803	412,482	391,876	10,848	9,676	82
March 31, 2025						
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
	\$ 518,494	521,319	456,792	45,259	19,184	84

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, 2026			December 31, 2025			March 31, 2025		
		Foreign currency	Exchang rates	NTD	Foreign currency	Exchang rates	NTD	Foreign currency	Exchang rates	NTD
<u>Financial assets</u>										
<u>Monetary items</u>										
USD	\$	43,484	31.995	1,391,271	45,302	31.43	1,423,842	44,357	32.205	1,472,874
RMB		1,357	4.632	6,285	1,404	4.497	6,314	1,825	4.579	8,357
HKD		469	4.081	1,914	952	4.038	3,844	1,211	4.268	5,169
<u>Financial liabilities</u>										
<u>Monetary items</u>										
USD	\$	3,283	31.995	105,040	4,281	31.43	134,552	4,853	32.205	161,144
RMB		708	4.632	3,279	646	4.497	2,905	589	4.579	2,697
HKD		348	4.081	1,420	281	4.038	1,135	374	4.268	1,596

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, 2026 and March 31, 2025, with all other variables remaining constant, would have increased or decreased profits after tax by \$10,318 thousand and \$10,568 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, 2026 and 2025, the foreign exchange gain (loss) (including realized and unrealized portions) amounted to \$15,743 thousand and \$14,119 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.

If the interest rate had increased/decreased by 1%, the Group's net income would have decreased/increased by \$2,334 thousand and \$2,083 thousand for the three months ended March 31, 2026 and 2025 respectively, with all other variable factors remaining constant. This is mainly due to the Group's time deposit and borrowings at variable rates.

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

(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:

	Carrying amount	March 31, 2026			Total
		Fair value			
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income					
Unlisted common shares	<u>\$ 9,127</u>	-	-	9,127	9,127
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 1,234,965	-	-	-	-
Accounts receivable	316,389	-	-	-	-
Other receivables (excluding tax refunds receivable)	6,393	-	-	-	-
Other financial assets – current	249,248	-	-	-	-
Guarantee deposits paid	<u>1,744</u>	-	-	-	-
Subtotal	<u>\$ 1,808,739</u>	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 80,000	-	-	-	-
Accounts payables	168,478	-	-	-	-
Other payables (to related parties)	102,295	-	-	-	-
Long-term borrowings (including current portion)	25,825	-	-	-	-
Lease liabilities (current and non-current)	14,272	-	-	-	-
Guarantee deposits received	<u>1,350</u>	-	-	-	-
Subtotal	<u>\$ 392,220</u>	-	-	-	-

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

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 quoted prices in an active market are available, the market price is adopted as the fair value. In the absence of market prices for reference, valuation techniques are used for estimation, or quotes from counterparties are utilized.

(2.2) Financial liabilities measured at amortized cost If transaction data or market maker quotes are available, the most recent transaction price and quote data serve as the basis for fair value assessment. In the absence of market value for reference, valuation techniques are used for estimation. The estimates and assumptions used in these valuation techniques involve estimating fair value based on the discounted value of cash flows.

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, 2026 and 2025

4) Reconciliation of Level 3 fair values

	Fair value through other comprehensive income
	Unquoted equity instruments
Opening balance, January 1, 2026	\$ 9,062
In other comprehensive income	65
Ending Balance, March 31, 2026	<u>\$ 9,127</u>
Opening balance, January 1, 2025	\$ 9,246
In other comprehensive income	73
Ending Balance, March 31, 2025	<u>\$ 9,319</u>

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.

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SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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.

Quantified information on significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at FVOCI–equity investments without an active market	Net Asset Value Method	<ul style="list-style-type: none"> • Net Asset Value • Minority interest discounts (21.88% as of March 31,2026, December 31, 2025 and March 31,2025) 	<ul style="list-style-type: none"> • The higher the net asset value, the higher the fair value. • The higher the equity discount, the lower the fair value.

- 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:

Input	Upward or downward movement	Changes in other comprehensive income arising from changes in fair value	
		Favorable	Unfavorable
March 31, 2026			
Minority interest discount ratio of 21.88%	1%	117	117
December 31, 2025			
Minority interest discount ratio of 21.88%	1%	116	116
March 31, 2025			
Minority interest discount ratio of 21.88%	1%	119	119

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

(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, 2025.

(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, 2025. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2025. Please refer to note 6(27) to the consolidated financial statements for the year ended December 31, 2025 for further details.

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

(i) The reconciliation of non-cash investing activities for the Group for the periods from January 1 to March 31, 2026 and 2025, is as follows:

	For the three months ended	
	March 31	
	2026	2025
Acquisition of Property, Plant and Equipment	\$ 5,610	13,793
(Increase) Decrease in Equipment Payables	164	(4,114)
Prepayments for Equipment Transferred to Property, Plant and Equipment	(4,870)	(4,670)
	\$ 904	5,009

	January 1, 2026	Cash flows	March 31, 2026
Long-term borrowings (including deferred revenues and current portion)	\$ 32,007	(6,154)	25,853
Lease liabilities	16,329	(2,057)	14,272
Guarantee deposits received	1,317	33	1,350
Total liabilities from financing activities	\$ 49,653	(8,178)	41,475

	January 1, 2025	Cash flows	March 31, 2025
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	\$ 147,507	(16,702)	130,805

(Continued)

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

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) Interest expense on loans from related parties

For the period from January 1 to March 31, 2025, the Group's interest expense paid on loans from other related parties amounted to NT\$36 thousand.

(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>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Other related parties	<u>\$ 270</u>	<u>273</u>	<u>290</u>

(3) Key management personnel compensation

Key management personnel compensation comprised:

	<u>For the three months ended</u> <u>March 31</u>	
	<u>2026</u>	<u>2025</u>
Short-term employee benefits	\$ 1,649	3,440
Post-employment benefits	41	95
Other long-term benefits	-	-
Termination benefits	-	-
Share-based payments	-	-
	<u>\$ 1,690</u>	<u>3,535</u>

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

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8 Pledged assets:

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

Assets pledged as security	Liabilities secured by pledge	March 31, 2026	December 31, 2025	March 31, 2025
Other financial assets – current	Loan guarantee	\$ 3,201	3,144	3,321
Land	Loan guarantee	2,951	2,951	2,951
Buildings	Loan guarantee	16,134	16,513	17,557
Machinery and equipment	Loan guarantee	-	-	735
		\$ 22,286	22,608	24,564

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 item	By function	For the three months ended March 31					
		2026			2025		
		Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits							
Salary		49,433	27,958	77,391	70,231	29,584	99,815
Labor and health insurance		2,219	1,712	3,931	2,143	1,700	3,843
Pension		4,849	2,016	6,865	5,908	2,194	8,102
Remuneration of directors		-	1,396	1,396	-	1,758	1,758
Others		2,809	812	3,621	3,739	767	4,506
Depreciation		14,621	2,942	17,563	17,322	2,502	19,824
Amortization		15	676	691	8	787	795

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SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
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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, 2026:

(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	127,980	127,980	-	-	2	-	Working capital	-	No	-	467,171	747,473
0	The Company	FAIR LUMI (DONGGUAN)	Loans receivable from related parties	Yes	31,995	31,995	-	-	2	-	Working capital	-	No	-	467,171	747,473

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	747,473	31,995	31,995	-	-	1.71%	747,473	Y	N	Y
0	The Company	SHIAN YIH (DONGGUAN)	3	747,473	127,980	127,980	-	-	6.85%	747,473	Y	N	Y

Note 1: 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, 2026 (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	9,127	15.83%	9,127	

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:None

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SHIAN YIH ELECTRONIC INDUSTRY CO., LTD AND SUBSIDIARIES
Notes to 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	374	Note 4	0.14%
0	The Company	SHIAN YIH (DONGGUAN)	1	Purchase	57,806	Note 4	21.16%
0	The Company	FAIR LUMI (DONGGUAN)	1	Purchase	41,963	Note 3	15.36%
0	The Company	SHIAN YIH (DONGGUAN)	1	Trade payable	33,168	Note 5	1.42%
0	The Company	FAIR LUMI (DONGGUAN)	1	Trade payable	25,991	Note 5	1.11%
0	The Company	FAIR LUMI (DONGGUAN)	1	Endorsement guaranteed	31,995	In compliance with the Regulations Governing Endorsement/Guarantee	1.37%
0	The Company	SHIAN YIH (DONGGUAN)	1	Endorsement guaranteed	127,980	In compliance with the Regulations Governing Endorsement/Guarantee	5.49%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Trade payable	17,441	Same as arm's length transaction	6.38%
1	SHIAN YIH (DONGGUAN)	FAIR LUMI (DONGGUAN)	3	Account payable	49,370	Same as arm's length transaction	2.12%

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 75% to 88% 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.

(2) Information on investees:

The following are the information on investees for the three months ended March 31, 2026 (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, 2026			Net income (losses) of investee	Share of profits/losses of investee
				March 31, 2026	December 31, 2025	Shares (thousands)	Percentage of ownership	Book value		
The Company	Shian Yih (Samoa)	Samoa	Investment	348,724 (USDS10,500)	348,724 (USDS10,500)	10,500	100.00%	792,656	(25,209)	(22,632) (Note 1)
The Company	CHIAN YIH OPTOTECH CO., LTD.	Taiwan	Manufacture and sale of optical products	69,500	65,000	2,950	49.17%	21,027	(2,529)	(1,243)
Shian Yih (Samoa)	Fair Some (Samoa)	Samoa	Investment	348,724 (USDS10,500)	348,724 (USDS10,500)	10,500	100.00%	483,624 (USDS15,116)	(10,940) (USDS (346))	(10,940) (USDS(346))
Shian Yih (Samoa)	Wise	Samoa	Investment	524,311 (USDS16,650)	524,311 (USDS16,650)	16,650	100.00%	310,892 (USDS9,717)	(14,269) (USDS (451))	(14,269) (USDS (451))

Note 1: Equity-accounted investment gains of \$25,209 thousand; the unalized margins for the period amounted to \$2,577 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, 2026	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2026	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 (USDS\$(16,650))	((Note 1)	USDS 16,650 (Note 3)	-	-	USDS 16,650 (Note 3)	100%	(14,344) (USDS\$(453)) (Note 2)	303,296 (USDS\$9,479) (Note 4)	-
Dongguan Shian Yih Electronic Co., Ltd.	Manufacture and sale of small and medium-sized LED backlight modules	148,136 (USDS\$(5,000))	((Note 1)	USDS 5,000 (Note 3)	-	-	USDS 5,000 (Note 3)	100%	(13,836) (USDS\$(437)) (Note 2)	305,790 (USDS\$9,557) (Note 4)	-

(ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of March 31, 2026	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)	1,121,210

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, 2026 (USD/NTD:31.6539, 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: 31.995) 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.