Stock Code：1229

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditor's Review Report
For the three months ended March 31, 2026 and 2025

Address: 10F., No. 209, Sec. 1, Nangang Rd., Nangang Dist., Taipei, Taiwan R.O.C
Telephone: (02)2786-1188

Table of contents

Independent Auditors' Review Report

To the Board of Directors of Lien Hwa Industrial Holdings Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Lien Hwa Industrial Holdings Corporation and its subsidiaries as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for three months ended March 31, 2026 and 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

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of 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.

Basis for Qualified Conclusion

As stated in note 4(2), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to 8,247,561 thousand and 7,428,994 thousand, constituting 8.29% and 8.24% of consolidated total assets as of March 31, 2026 and 2025, respectively, total liabilities amounting to 1,100,522 thousand and 1,169,592 thousand, constituting 5.40% and 5.62% of consolidated total liabilities as of March 31, 2026 and 2025, respectively; and total comprehensive income (loss) amounting to 117,277 thousand and 183,692 thousand, constituting 3.00% and 8.18% of consolidated total comprehensive income (loss) for the three months ended March 31, 2026 and 2025, respectively.

Furthermore, as stated in Note 6(8), investments accounted for using equity method of Lien Hwa Industrial Holdings Corporation and its subsidiaries in its investee companies of 14,578,504 thousand and 15,855,789 thousand as of March 31, 2026 and 2025, respectively, and its equity in net earnings on these investee companies of 487,412 thousand and 795,396 thousand for the three months ended March 31, 2026 and 2025, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, 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 Lien Hwa Industrial Holdings Corporation 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.

KPMG

Taipei, Taiwan (Republic of China)
May 14, 2026

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2026, December 31, 2025 and March 31, 2025

Unit: NT$ Thousands

		2026.3.31		2025.12.31		2025.3.31	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets：						
1100	Cash and cash equivalents(note 6(1))	$ 5,148,053	5	5,379,898	6	5,462,434	6
1110	Financial assets at fair value through profit or loss- current (note 6(2))	898,353	1	73,870	-	268,724	-
1120	Financial assets at fair value through other comprehensive profit or loss- current(note 6(3) and 8)	738,777	1	803,432	1	793,204	1
1140	Contract assets – current(note 6(24))	4,422,522	5	4,264,935	4	5,306,563	6
1150	Notes receivable, net(note 6(4) and (24))	133,288	-	156,001	-	157,608	-
1170	Accounts receivable, net(note 6(4),(24) and 7)	1,422,668	1	2,280,547	2	2,148,301	3
1200	Other receivables(note 6(5) and 7)	77,407	-	79,844	-	89,181	-
1210	Other receivables due from related parties(note 6(5) and 7)	94,674	-	3,182	-	3,321	-
1220	Current income tax assets	2,311	-	2,152	-	1,797	-
130X	Net inventory(note 6(6))	2,125,183	2	2,127,246	2	1,161,341	1
1460	Non-current assets held for sale (net)(note 6(7))	-	-	-	-	9,018	-
1470	Other current assets(note 7and 8)	543,988	1	775,308	1	483,020	1
		15,607,224	16	15,946,415	16	15,884,512	18
	Non-current assets:						
1510	Non-current financial assets at fair value through profit or loss(note 6(2))	96,568	-	96,568	-	228,280	-
1517	Non-current financial assets at fair value through other comprehensive income(note 6(3) and 8)	47,437,915	48	44,575,422	46	40,285,988	44
1550	Investments accounted for using equity method(note 6(8))	27,246,340	27	26,638,498	28	24,945,551	28
1600	Property, plant and equipment(note 6(10) and 8)	4,460,591	4	4,453,983	5	4,396,514	5
1755	Right-of-use assets(note 6(11) and 7)	545,777	1	558,923	1	635,048	1
1760	Net investment property(note 6(12) and 8)	3,625,594	4	3,559,205	4	3,250,188	4
1780	Intangible assets	132,813	-	135,938	-	216,077	-
1840	Deferred income tax assets	47,215	-	58,302	-	56,567	-
1920	Refundable deposits(note 8)	120,315	-	176,690	-	100,710	-
1975	Net defined benefit assets – non-current	15,562	-	48,103	-	39,214	-
1995	Other non-current assets– others(note 8)	106,153	-	100,773	-	92,965	-
		83,834,843	84	80,402,405	84	74,247,102	82
	Total assets	**$ 99,442,067**	**100**	**96,348,820**	**100**	**90,131,614**	**100**

		2026.3.31		2025.12.31		2025.3.31	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities：						
2100	Short-term loans(note 6(13))	$ 6,218,000	6	6,576,000	7	7,165,000	8
2110	Short-term notes payable(note 6(14))	349,495	-	529,311	1	1,507,683	2
2130	Contract liabilities– current(note 6(24))	2,906,467	3	2,677,149	3	2,334,168	3
2150	Notes payable(note 7)	5,592	-	8,284	-	13,937	-
2170	Accounts payable(note 7)	1,635,217	2	1,982,658	2	1,609,466	2
2200	Other payables(note 6(21) and 7)	3,691,602	4	642,785	1	2,773,864	3
2230	Current income tax liabilities	292,292	-	235,672	-	165,777	-
2280	Lease liabilities – current(note 6(17) and 7)	85,589	-	84,070	-	88,874	-
2320	Long-term liabilities, current portion(note 6(15))	-	-	500,000	1	100,000	-
2300	Other current liabilities	293,773	-	232,580	-	69,304	-
		15,478,027	15	13,468,509	15	15,828,073	18
	Non-current liabilities:						
2530	Bonds payable(note 6(16))	2,498,953	3	2,498,721	3	2,498,025	3
2540	Long-term loans(note 6(15))	1,600,000	2	1,000,000	1	1,600,000	2
2570	Deferred income tax liabilities	162,951	-	168,742	-	161,862	-
2580	Lease liabilities – non-current(note 6(17) and 7)	395,013	-	429,401	-	471,731	1
2640	Net defined benefit liabilities – non-current	-	-	-	-	4,572	-
2645	Deposits received(note 7)	145,923	-	141,193	-	120,221	-
2670	Other non-current liabilities – other(note 7)	103,456	-	104,771	-	108,951	-
		4,906,296	5	4,342,828	4	4,965,362	6
	Total liabilities	20,384,323	20	17,811,337	19	20,793,435	24
	Equity attributable to the owners of the parent company(note 6(21))：						
3110	Common stock	17,959,607	18	17,959,607	19	17,104,388	19
3200	Capital surplus	1,013,511	1	1,164,546	1	1,153,564	1
3300	Retained earnings	15,670,715	16	17,919,323	18	14,912,373	17
3400	Other equity	21,102,607	21	20,290,782	21	15,756,256	16
3500	Treasury stock	(136,868)	-	(136,868)	-	(136,868)	-
	Total equity attributable to the owners of the parent company	55,609,572	56	57,197,390	59	48,789,713	53
36XX	**Non-controlling interests(note 6(9))**	23,448,172	24	21,340,093	22	20,548,466	23
	Total equity	79,057,744	80	78,537,483	81	69,338,179	76
	Total liabilities and equity	**$ 99,442,067**	**100**	**96,348,820**	**100**	**90,131,614**	**100**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months ended March 31, 2026 and 2025

Unit: NT$ in thousands

		For the three months ended March 31			
		2026		2025	
		Amount	%	Amount	%
4000	**Operating revenue(note 6(24) and 7)**	$ 2,523,137	100	2,426,168	100
5000	**Operating costs(note 6(6) and 7)**	1,934,812	77	2,050,876	85
	Operating gross profit	588,325	23	375,292	15
	Operating expenses:				
6100	Marketing expenses(note 7)	183,899	7	147,662	6
6200	Administrative expenses	139,173	5	138,310	6
6300	Research and development expenses	21,697	1	22,065	1
6450	Expected credit losses(note 6(4))	1	-	53	-
		344,770	13	308,090	13
	Net operating profit	243,555	10	67,202	2
	Non-operating income and expenses:				
7100	Interest income(note 6(26))	38,034	2	41,087	2
7010	Other income(note 6(26))	67,799	3	5,799	-
7020	Other gains and losses(note 6(26))	9,151	-	(1,506)	-
7050	Finance costs(note 6(26))	(48,028)	(2)	(56,261)	(2)
7060	Share of profit or loss of associates and joint ventures accounted for using the equity method(note 6(8))	804,683	32	901,424	37
		871,639	35	890,543	37
	Net income before tax	1,115,194	45	957,745	39
7951	**Less: Income tax expense(note 6(20))**	64,821	3	29,570	1
	Net income	1,050,373	42	928,175	38
8300	**Other comprehensive income:**				
8310	**Items that will not be reclassified to profit or loss**				
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	2,758,930	109	(2,889,616)	(119)
8320	Share of other comprehensive income of associates and joint ventures accounted for using the equity method	(450,430)	(18)	(593,487)	(24)
8349	Less: Income tax related to items not reclassified	-	-	-	-
	Total items not reclassified into profit or loss	2,308,500	91	(3,483,103)	(143)
8360	**Items that may be reclassified subsequently to profit or loss**				
8361	Exchange differences on translation of foreign operations	325,213	13	206,273	9
8370	Share of other comprehensive income of associates and joint ventures accounted for using the equity method	219,670	9	102,520	4
8399	Less: Income tax relating to items that may be reclassified	-	-	-	-
	Total items that may be reclassified to profit or loss	544,883	22	308,793	13
8300	**Other comprehensive income for the period, net of tax**	2,853,383	113	(3,174,310)	(130)
	Total comprehensive income	**$ 3,903,756**	**155**	**(2,246,135)**	**(92)**
	Net profit attributable to:				
8610	Owners of parent company	$ 980,784	39	934,100	38
8620	Non-controlling interests	69,589	3	(5,925)	-
	Net income	**$ 1,050,373**	**42**	**928,175**	**38**
	Total comprehensive income attributable to:				
8710	Owners of parent company	$ 1,796,185	71	(1,377,108)	(56)
8720	Non-controlling interests	2,107,571	84	(869,027)	(36)
	Total comprehensive income	**$ 3,903,756**	**155**	**(2,246,135)**	**(92)**
	Earnings per share (unit: $NTD)(note 6(23))				
9750	**Basic earnings per share**	**$**	**0.55**		**0.52**
9850	**Diluted earnings per share**	**$**	**0.55**		**0.52**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the three months ended March 31, 2026 and 2025

Unit: NT$ in thousands

	Equity attributable to the owners of parent company										
	Share capital		Retained earnings			Other equity					
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of foreign operations	Unrealized gains(losses) on financial assets measured at fair values through other comprehensive income	Treasury stock	Total equity attributable to owners of the parent	Non-controlling interests	Total equity
Balance on January 1, 2025	$ 17,104,388	1,150,677	5,034,119	141,843	11,025,881	611,585	17,455,879	(136,868)	52,387,504	21,412,683	73,800,187
Net income	-	-	-	-	934,100	-	-	-	934,100	(5,925)	928,175
Other comprehensive income	-	-	-	-	-	301,084	(2,612,292)	-	(2,311,208)	(863,102)	(3,174,310)
Total comprehensive income	-	-	-	-	934,100	301,084	(2,612,292)	-	(1,377,108)	(869,027)	(2,246,135)
Appropriation and distribution of earnings:											
Cash dividends of common stock	-	-	-	-	(2,223,570)	-	-	-	(2,223,570)	-	(2,223,570)
Changes in associates and joint ventures accounted for using the equity method	-	(902)	-	-	-	-	-	-	(902)	-	(902)
Changes in ownership interests in subsidiaries	-	3,789	-	-	-	-	-	-	3,789	-	3,789
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	4,810	4,810
Balance on March 31, 2025	**$ 17,104,388**	**1,153,564**	**5,034,119**	**141,843**	**9,736,411**	**912,669**	**14,843,587**	**(136,868)**	**48,789,713**	**20,548,466**	**69,338,179**
Balance on January 1, 2026	$ 17,959,607	1,164,546	5,456,003	141,843	12,321,477	307,221	19,983,561	(136,868)	57,197,390	21,340,093	78,537,483
Net income	-	-	-	-	980,784	-	-	-	980,784	69,589	1,050,373
Other comprehensive income	-	-	-	-	-	533,773	281,628	-	815,401	2,037,982	2,853,383
Total comprehensive income	-	-	-	-	980,784	533,773	281,628	-	1,796,185	2,107,571	3,903,756
Appropriation and distribution of earnings:											
Cash dividends of common stock	-	-	-	-	(3,232,729)	-	-	-	(3,232,729)	-	(3,232,729)
Changes in associates and joint ventures accounted for using the equity method	-	(155,115)	-	-	3,523	-	(3,576)	-	(155,168)	-	(155,168)
Changes in ownership interests in subsidiaries	-	(703)	-	-	(186)	-	-	-	(889)	-	(889)
Compensation cost of share-based payment	-	4,783	-	-	-	-	-	-	4,783	-	4,783
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	508	508
Balance on March 31, 2026	**$ 17,959,607**	**1,013,511**	**5,456,003**	**141,843**	**10,072,869**	**840,994**	**20,261,613**	**(136,868)**	**55,609,572**	**23,448,172**	**79,057,744**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIE

Consolidated Statements of Cash Flows

For the three months ended March 31, 2026 and 2025

Unit: NT$ in thousands

	For the three months ended March 31	
	2026	**2025**
Cash flows from operating activities:		
Profit before tax	$ 1,115,194	957,745
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expense	99,991	99,632
Amortization expense	14,815	10,685
Expected credit losses (gains)	1	53
Net gains of financial assets and liabilities at fair value through profit or loss	(249)	5,445
Interest expense	48,028	56,261
Interest income	(38,034)	(41,087)
Dividend income	(104,166)	(5,670)
Compensation cost of share-based payment expense	4,783	-
Share of profit or loss of associates and joint ventures accounted for using the equity method	(804,683)	(901,424)
Gain on disposal of property, plant and equipment	(84)	(288)
Gain on lease modification	(404)	-
Income/expenses	(780,002)	(776,393)
Changes in operating activities related assets and liabilities:		
Net changes in assets relating to operating activities:		
Contract assets	(164,598)	(3,832)
Notes receivable	22,713	(1,720)
Accounts receivable	857,970	148,931
Other receivables	2,093	(1,387)
Other receivable - related parties	(1,321)	303,044
Inventory	(15,126)	214,125
Other current assets	3,419	(3,053)
Net defined benefit assets	32,541	(817)
Net changes in assets relating to operating activities:	737,691	655,291
Net changes in operating liabilities:		
Contract liabilities	236,329	157,590
Notes payable	(2,692)	(11,760)
Accounts payable	(343,085)	(215,516)
Other payables	(183,946)	(162,481)
Other current liabilities	59,358	33,892
Net changes in liabilities relating to operating activities	(234,036)	(198,275)
Total changes in operating activities related assets and liabilities	503,655	457,016
Total adjustments	(276,347)	(319,377)
Cash inflow generated from operating activities	838,847	638,368
Interest received	38,448	27,515
Dividends received	13,921	-
Interest paid	(43,765)	(48,048)
Income taxes paid	(3,272)	(1,955)
Net cash inflow from operating activities	844,179	615,880

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIE

Consolidated Statements of Cash Flows

For the three months ended March 31, 2026 and 2025

Unit: NT$ in thousands

	For the three months ended March 31	
	2026	2025
Cash flows from investing activities：		
Acquisition of financial assets at fair value through other comprehensive income	$ (50,000)	(144,372)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	60,142	6,154
Acquisition of financial assets at fair value through profit or loss	(1,252,323)	(726,265)
Proceeds from disposal of financial assets at fair value through profit or loss	429,341	739,351
Acquisition of property, plant and equipment	(52,878)	(70,913)
Proceeds from disposal of property, plant and equipment	84	942
Refundable deposits	62,366	10,346
Acquisition of intangible assets	(6,614)	(5,883)
Acquisition of investment properties	(76,409)	(130,123)
Other current assets	316,303	-
Other non-current assets	(96,319)	(39,426)
Net cash outflow from investing activities	(666,307)	(360,189)
Cash flows from financing activities：		
Short-term loans	(358,000)	(1,079,000)
Short-term notes payable	(180,000)	510,000
Proceeds from long-term loans	100,000	800,000
Deposits received	4,378	1,292
Payments of lease liabilities	(39,895)	(45,177)
Other non-current liabilities	(1,512)	(1,873)
Changes in non-controlling Interests	-	4,810
Net cash inflow(outflow) from financing activities	(475,029)	190,052
Effect of exchange rate changes	65,312	49,977
Net increase (decrease) in cash and cash equivalents	(231,845)	495,720
Opening balance of cash and cash equivalents	5,379,898	4,966,714
Closing balance of cash and cash equivalents	$ 5,148,053	5,462,434

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

For the three months ended March 31, 2026 and 2025

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

I. Company history

Lien Hwa Industrial Holdings Corporation (Hereinafter referred to as “the Company”.) was established in the Republic of China. The Company's primary business involves overseeing the operations of its subsidiaries and managing investments to enhance the overall efficiency of the group. To align with the Company's business development needs, a resolution was passed at the shareholders' meeting on May 27, 2024, approving the name change. The change was subsequently approved by the Ministry of Economic Affairs on August 28, 2024, officially renaming the Company from Lien Hwa Industrial Investment Holdings Corporation to Lien Hwa Industrial Holdings Corporation.

II. Approval date and procedures of the consolidated financial statements

The consolidated financial statements were approved and published by the board of directors on May 14, 2026.

III. New standards, amendments and interpretations adopted

(I) Impact of adoption of new, revised or amended standards and interpretations endorsed by the Financial Supervisory Commission, ROC (”FSC”).

The Group adopted the following amendments to the International Financial Reporting Standards Accounting Standards, with effective date from January 1, 2026. The adoption does not have a material impact on the Company's 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 Accounting Standards

•Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(II) The IFRS Accounting Standards issued by the International Accounting Standards Board ("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"	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. • 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 financial statements or is further disaggregated in the notes.	January 1, 2027 Note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IAS21“Lack of Exchangeability”

IV. Summary of significant accounting policies

(I) Statement of compliance

These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as “the Regulations”) and IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by the Financial Supervisory Commission (hereinafter referred to as FSC). The consolidated financial statements 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 (altogether 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 significant 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.

(II) Basis of consolidation

1. List of subsidiaries in the consolidated financial statements

List of subsidiaries in the consolidated financial statements were as follows:

Name of investor	Name of subsidiary	Business Nature	Percentage of Ownership 2026.3.31	2025.12.31	2025.3.31	Description
The Company	Hua Cheng Investment Co., Ltd	General investment	100.00%	100.00%	100.00%	(Note7)
〃	Fortune Dragon Holding Inc.	〃	100.00%	100.00%	100.00%	
〃	Feng Yao Energy Co., Ltd.	Energy technology services	100.00%	100.00%	100.00%	(Note5 and 7)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

Name of investor	Name of subsidiary	Business Nature	Percentage of Ownership			Description
			2026.3.31	2025.12.31	2025.3.31	
The Company	Lien Hwa Property Development Corporation	General Leasing Business	100.00%	100.00%	100.00%	
〃	Lien Hwa Industrial Corporation	General investment	100.00%	100.00%	100.00%	(Note7)
The Company and Hua Cheng Investment Co., Ltd	MiTAC Inc.	〃	37.85%	37.85%	37.84%	The Company hold 35.90% of the shares and Hua Cheng Investment Co., Ltd. Hold 1.95% of the shares.
〃	Asia Hydrogen Energy Corporation	Manufacture of machinery and equipment for power generation, transmission and distribution, and energy technology service.	50.934%	50.934%	50.934%	The Company hold 50.927% of the shares and Hua Cheng Investment Co., Ltd. hold 0.007% of the shares.(Note7)
〃	Lien Hwa Milling Corporation	Flour production and sale	75.00%	75.00%	75.00%	The Company hold 74.999% of the shares and Hua Cheng Investment Co., Ltd hold 0.001% of the shares.
The Company, Hua Cheng Investment Co., Ltd and MiTAC Inc.	MiTAC Information Technology Corp.	Integrated system service, and sale of industrial computer	75.10%	75.10%	77.29%	The Company hold 37.66% of the shares, Hua Cheng Investment Co., Ltd. hold 5.15% of the shares and MiTAC Inc. hold 32.29% of the shares.(Note1)
Hua Cheng Investment Co., Ltd. and Feng Yao Energy Co., Ltd.	Jian Foods Incorporation	Wholesaling and retailing business	97.091%	97.091%	97.091%	Hua Cheng Investment Co., Ltd. hold 0.001% of the shares and Feng Yao Energy Co., Ltd. hold 97.09% of the shares.(Note2 and 7)
〃 .	Camel Ring International Company	Wholesaling and retailing business	100.00%	100.00%	100.00%	Hua Cheng Investment Co., Ltd. hold 0.16% of the shares and Feng Yao Energy Co., Ltd. hold 99.84% of the shares.(Note4 and 7)
Feng Yao Energy Co., Ltd.	Oggi Restaurant Group Co., Ltd.	Restaurant business	100.00%	100.00%	100.00%	(Note3and 7)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

Name of investor	Name of subsidiary	Business Nature	Percentage of Ownership 2026.3.31	2025.12.31	2025.3.31	Description
Fortune Dragon Holding Inc.	Pacific Gateway Holdings Inc.	General investment	100.00%	100.00%	100.00%	(Note7)
〃	Hifood Co.,Ltd.	〃	65.81%	65.81%	65.81%	(Note7)
〃	Sun Lead International Limited	〃	100.00%	100.00%	100.00%	(Note7)
Pacific Gateway Holdings Inc.	Yantai Taihwa Food Idustrial Co.,Ltd.	General Leasing Business	100.00%	100.00%	100.00%	(Note7)
Hifood Co., Ltd.	Hifood (Shanghai) Co., Ltd.	〃	100.00%	100.00%	100.00%	(Note7)
MiTAC Inc.	Mix System Holdings Ltd. (MIX)	General investment	100.00%	100.00%	100.00%	(Note7)
〃	Ho Li Investment Co., Ltd.	〃	100.00%	100.00%	100.00%	(Note7)
〃	MiTAC Hikari Corp.	System integration service	50.00%	50.00%	50.00%	(Note7)
MiTAC Inc. and MiTAC Information Technology Corp.	MiTAC Information Technology Corp	Information Software Services, Computer and Peripheral Equipment Manufacturing, Other Electrical Engineering and Electronic Machinery Equipment Manufacturing	70.50%	70.50%	70.50%	MiTAC Inc. hold 11.05% of the shares and MiTAC Information Technology Corp. hold 59.45% of the shares.
MIX	Mitac Investment China Co., Ltd. (MICCL)	General investment	100.00%	100.00%	100.00%	(Note7)
MICCL	Mitac (Shanghai) Business Management Consulting Co.,Ltd	Business management consulting, business information consulting and system integration services	100.00%	100.00%	100.00%	(Note7)
Mitac (Shanghai) Business. and Aidixun.	Claridy Solutions (Wuxi), Inc.	Cultural venue operation and equipment sales, cultural and creative content management and diversified integrated services	100.00%	100.00%	100.00%	Mitac (Shanghai) Business. hold 6.33% of the shares and Aidixun. hold 93.67% of the shares.(Note6 and 7)
MiTAC Information Technology Corp.	MiTAC Communication Co.,Ltd.	Sale, rental and maintenance of telephone switching systems and data communication products, communication system project contracting	100.00%	100.00%	100.00%	(Note7)
MiTAC Information Technology Corp.	Samoa Mitac Information Holding Ltd. (MiTAC Information Holding Co., Ltd.)	General investment	100.00%	100.00%	100.00%	(Note7)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

Name of investor	Name of subsidiary	Business Nature	Percentage of Ownership 2026.3.31	2025.12.31	2025.3.31	Description
MiTAC Information Technology Corp.	Mitac Information Technology (Singapore) Pte. Ltd	Semiconductor Facility Monitoring and Control System engineering, Network Communication System engineering	100.00%	100.00%	100.00%	(Note7)
〃	General Resources Co.	Railway E&M system engineering、Environmental protection solutions engineering (exhaust gas system treatment)	100.00%	100.00%	100.00%	(Note7)
General Resources Co.	General Resources Company (HK) Limited	Railway E&M system engineering	100.00%	100.00%	100.00%	(Note7)
〃	GENERAL RESOURCES VIETNAM COMPANY LIMITED	〃	100.00%	100.00%	100.00%	(Note7)
MiTAC Information Holding Co., Ltd.	Aidixun Investment Co.,Ltd(Aidixun)	General investment	100.00%	100.00%	100.00%	(Note7)

Note1. MiTAC Information Technology Corp. conducted a cash capital increase of $600,000 thousand on March 10, 2025, which was subscribed by the Company, MiTAC Inc., and Huacheng Investment Co., Ltd., in the amounts of 197,700 thousand, 169,670 thousand, and 27,012 thousand, respectively.

Note2. Jian Foods Incorporation was approved for dissolution by the competent authority on June 20, 2025. As of the reporting date, the liquidation process was still in progress.

Note3. Oggi Restaurant Group Co., Ltd. was approved for dissolution by the competent authority on July 16, 2025. As of the reporting date, the liquidation process was still in progress.

Note4. Camel Ring International Company was approved for dissolution by the competent authority on October 29, 2025. As of the reporting date, the liquidation process was still in progress.

Note5. Formerly known as Lien Rui Investment Corp.

Note6. Formerly known as Claridy Solutions (Wuxi), Inc.

Note7. It is a non-significant subsidiary, and its financial statements have not been reviewed.

2. The subsidiaries that are not included in the consolidated financial statements: None.

(III) Income Tax

The Group measured and disclosed interim period income tax expense in accordance with paragraph B12 of IAS 34, Interim Financial Reporting.

Income tax expense for the period is best estimated by multiplying pretax income of the interim reporting period with the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense or deferred income tax expense (benefit) for the current period.

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

(IV) Employee benefit

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements or other significant one-off events.

V. Significant accounting assumptions and judgements, and major sources of estimation uncertainty

The preparation of the consolidated financial statements in conformity with the Regulations and the IFRSs (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.

In preparing the consolidated financial statements, critical accounting judgments and key sources of estimations and assumptions uncertainty used by management in the application of accounting policies are consistent with those described in note 5 of the consolidated financial statements for the year ended December 31, 2025.

The accounting policies involve significant judgments and have no material impact on the recognized amounts in these consolidated financial statements (such as the assessment of whether the subsidiary is under substantive control). The information is as follows:

The Group holds 32.29% of the voting shares of UPC Technology Corporation. Although the remaining 67.71% of the shares of UPC Technology Corporation are not concentrated in any specific shareholder, the Group still cannot obtain a majority of the board seats of UPC Technology Corporation. After evaluation, it has been determined that the Group does not have the rights associated with a majority of the voting shares, and therefore cannot direct the decisions related to the activities of its Board of Directors and shareholders' meeting. Consequently, the Group is deemed not to have control over UPC Technology Corporation but rather to have significant influence.

VI. 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.

(I) Cash and cash equivalent

	2026.3.31	2025.12.31	2025.3.31
Cash	$ 976	924	882
Demand deposits	1,407,924	1,462,678	1,533,139
Time deposits	3,739,153	3,916,296	3,928,413
Cash and cash equivalents listed in the statements of cash flow	**$ 5,148,053**	**5,379,898**	**5,462,434**

For the interest rate risk and sensitivity analysis disclosure of the Group's financial assets and liabilities, please refer to note 6(27)。

(II) Financial assets measured at fair value through profit and loss

	2026.3.31	2025.12.31	2025.3.31
Financial assets mandatorily measured at fair value through profit or loss			
Stock warrants	$ -	-	129,133
Fund benefit certificates	799,152	66,002	163,846
Stock unlisted on domestic markets	96,568	96,568	99,147
Structured deposits	99,201	7,868	104,878
Total	**$ 994,921**	**170,438**	**497,004**

The financial assets stated above were not used as long-term loans or financing collateral.

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

		2026.3.31	2025.12.31	2025.3.31
Equity instruments measured at fair value through other comprehensive income：				
Stock listed on domestic markets	$	44,172,564	41,407,302	37,583,487
Stock listed on foreign markets		1,756,128	1,803,358	990,083
Stock unlisted on domestic markets		1,652,001	1,486,053	1,644,196
Stock unlisted on foreign markets		595,999	682,141	861,426
Total	$	48,176,692	45,378,854	41,079,192

The Group held these equity instrument investments as strategic investments, not held for trading purposes, and designated them as measured at fair value through other comprehensive income.

For the credit risk and market risk information, please refer to note 6(27).

For information on certain financial assets provided as collateral, please refer to note 8.

(IV) Notes and accounts receivable

		2026.3.31	2025.12.31	2025.3.31
Notes receivable	$	133,288	156,001	157,608
Accounts receivable		1,430,752	2,288,597	2,156,731
Less: Loss allowance		(8,084)	(8,050)	(8,430)
	$	1,555,956	2,436,548	2,305,909

For the flour business, rental business and other departments of the Group, the Group applies simplified method to estimate the expected credit losses of all notes and accounts receivable, i.e. using the expected credit losses throughout the duration for measurement. For this measurement purpose, the notes and accounts receivable is classified according to the common credit risk features concerning the representative customers' capacity of paying all amount due on the contract and is included in the forward-looking information. For the expected credit losses of the notes and accounts receivable in relation to the flour business, rental business and other departments of the Group, the analysis were as follows:

	2026.3.31		
	Carrying amount of notes and accounts receivable	Weighted average expected credit loss rate	Loss allowance for lifetime expected credit loss
Not past due	$ 773,151	0.00%~0.01%	62
Under 30 days past due	110	2.94%	3
Individual evaluation	538	100%	538
	$ 773,799		603

	2025.12.31		
	Carrying amount of notes and accounts receivable	Weighted average expected credit loss rate	Loss allowance for lifetime expected credit loss
Not past due	$ 841,884	0.00%~0.01%	63
Under 30 days past due	21	2.84%	1
Individual evaluation	538	100%	538
	$ 842,443		602

	2025.3.31		
	Carrying amount of notes and accounts receivable	Weighted average expected credit loss rate	Loss allowance for lifetime expected credit loss
Not past due	$ 828,220	0.00%~0.01%	63
Under 30 days past due	1,944	2.84%	55
Individual evaluation	538	100%	538
	$ 830,702		656

The Group's integrated system service business entity recognizes a loss allowance for all notes and accounts receivable based on lifetime expected credit losses. Lifetime expected credit losses are determined by considering customers' historical default records, current financial positions, and industrial economic conditions, and by establishing expected credit loss rates based on the credit ratings of different customer groups. If evidence indicates that a counterparty is facing severe financial difficulties and there is no reasonable expectation of recovery, a 100% loss allowance is recognized.

For the Group’s integrated system service business entity, the expected credit loss analysis for notes and accounts receivable is as follows:

	2026.3.31	
	Carrying amount of notes and accounts receivable	**Loss allowance for lifetime expected credit loss**
Individual evaluation–not past due	$ 659,467	-
Individual evaluation–past due	130,774	7,481
	$ 790,241	**7,481**

	2025.12.31	
	Carrying amount of notes and accounts receivable	**Loss allowance for lifetime expected credit loss**
Individual evaluation–not past due	$ 1,537,556	-
Individual evaluation–past due	64,599	7,448
	$ 1,602,155	**7,448**

	2025.3.31	
	Carrying amount of notes and accounts receivable	**Loss allowance for lifetime expected credit loss**
Individual evaluation–not past due	$ 809,329	-
Individual evaluation–past due	674,308	7,774
	$ 1,483,637	**7,774**

The statement of changes in the loss allowance for the notes and accounts receivable of the Group are as follows:

	January to March 2026	January to March 2025
Beginning balance	$ 8,050	8,353
Recognized impairment loss	1	53
Amounts irrecoverable and written off in the current period	-	(5)
Effect of exchange rate changes	33	29
Ending balance	**$ 8,084**	**8,430**

The financial assets stated above were not used as long-term loans or financing collateral.

(V) Other receivable

	2026.3.31	2025.12.31	2025.3.31
Other receivables - related parties	$ 94,674	3,182	3,321
Others	77,407	79,844	89,181
	$ 172,081	**83,026**	**92,502**

According to the historical experience, other receivables stated above were assessed to have no expected credit losses, as there were no defaults during the period; therefore, the expected credit loss rate was zero.

(VI) Inventory

	2026.3.31	2025.12.31	2025.3.31
Raw materials and consumables	$ 871,700	731,427	747,231
Work in progress	60,416	40,248	53,864
Finished goods	151,715	148,582	164,854
System integration products	1,041,352	1,206,989	195,392
	$ 2,125,183	**2,127,246**	**1,161,341**

The inventory write-down to net realizable value was recognized as a loss of $831 thousand and $2,213 thousand for the three months ended March 31, 2026 and 2025, respectively.

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group had not pledged its inventory as collaterals.

(VII) Non-current assets held for sale (or disposal groups)

In 2024, the Group formulated a plan to dispose of part of the manufacturing equipment of its overseas noodle business and commenced the related disposal process. Accordingly, such equipment was reclassified as non-current assets (or disposal groups) held for sale. As of March 31, 2025, the carrying amount of these non-current assets (or disposal groups) held for sale was $9,018 thousand, mainly consisting of equipment.

The disposal of the related assets was subsequently completed in 2025.

(VIII) Investments accounted for using equity method

The Group's investments accounted for using equity method as of the reporting date are as follows:

	2026.3.31	**2025.12.31**	**2025.3.31**
Associates	$ 27,246,340	26,638,498	24,945,551

1. Associates

The information about associates important to the Group is stated as follows:

Name of associate	**Nature of relationship with the Group**	**Principal place of business / Country of incorporation**	**Percentage of ownership and voting rights**		
			2026.3.31	**2025.12.31**	**2025.3.31**
UPC Technology Corporation and its subsidiaries	The associate of the Group which primarily engaged in producing and selling organic acid, acid anhydride and its derivatives, plastic toughened.	Taiwan	32.29%	32.29%	32.32%
Linde LienHwa Industrial Gases Co., Ltd. and its subsidiaries	The associate of the Group which primarily engaged in manufacturing liquid and industrial gases such as helium, hydrogen and ethane.	Taiwan	50.00%	50.00%	50.00%

The fair value of material associates with quoted market prices is as follows:

	2026.3.31	**2025.12.31**	**2025.3.31**
UPC Technology Corporation and its subsidiaries	$ 5,413,118	4,296,126	3,845,032

The summarized financial information of associates that are significant to the Group is presented below. The financial information has been adjusted from the amounts included in the associates' IFRS consolidated financial statements to reflect the fair value adjustments arising on the acquisition of the associates by the Group, and adjustments for differences in accounting policies.

(1)Summarized financial information of the UPC Technology Corporation and its subsidiaries

	2026.3.31	2025.12.31	2025.3.31
Current assets	$ 19,564,567	16,684,685	19,914,138
Non-current assets	35,022,101	36,825,230	34,623,444
Current liabilities	(8,329,694)	(6,965,324)	(8,827,284)
Non-current liabilities	(17,584,860)	(17,114,069)	(18,037,927)
Net assets	$ 28,672,114	29,430,522	27,672,371
Net assets attributable to investee	$ 28,672,114	29,430,522	27,672,371

	January to March 2026	January to March 2025
Operating revenue	$ 14,431,164	14,552,602
Net income (loss) from continuing operations	$ 102,340	(266,053)
Other comprehensive income	(866,337)	(1,533,503)
Total comprehensive income	$ (763,997)	(1,799,556)
Total comprehensive income attributable to investee	$ (763,997)	(1,799,556)
The Group's shares of the associate's net assets at the beginning	$ 9,413,253	9,444,510
Total comprehensive income attributable to the Group in current period	(244,890)	(590,839)
Carrying amount concerning the Group's equity in associates at the ending	$ 9,168,363	8,853,671

(2)Summarized financial information of Linde Lien Hwa Industrial Gases Co., Ltd. and its subsidiaries

	2026.3.31	2025.12.31	2025.3.31
Current assets	$ 15,777,971	14,285,319	15,093,197
Non-current assets	44,362,657	45,634,147	44,192,888
Current liabilities	(14,820,055)	(17,314,405)	(16,598,225)
Non-current liabilities	(5,767,724)	(5,108,341)	(6,927,331)
Net assets	$ 39,552,849	37,496,720	35,760,529
Net assets attributable to non-controlling equity	$ 5,108,715	4,807,421	4,726,742
Net assets attributable to investee	$ 34,444,134	32,689,299	31,033,787

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements(Continue)

	January to March 2026	January to March 2025
Operating revenue	$ 9,843,652	10,286,107
Net income from continuing operations	$ 1,836,481	2,290,531
Other comprehensive income	395,990	290,164
Total comprehensive income	$ 2,232,471	2,580,695
Total comprehensive income attributable to non-controlling equity	$ 312,580	303,593
Total comprehensive income attributable to investee	$ 1,919,891	2,277,102
The Group's shares of the associate's net assets at the beginning	$ 16,340,691	14,237,748
Total comprehensive income attributable to the Group in current period	820,444	1,096,199
Carrying amount concerning the Group's equity in associates at the ending	$ 17,161,135	15,333,947

In April, July, and October 2025, the Group invested $30,000 thousand respectively, acquiring a total of 30% equity interest in Txi Ba Weng Inc. The Group obtained two seats on the Board of Directors and participated in the financial and operating policy decisions of Txi Ba Weng Inc. Accordingly, the Group was deemed to have significant influence over the Group and accounted for the investment using the equity method.

The summarized financial information of individually immaterial associates accounted for using the equity method are as follows. Such financial information represents the amounts included in the consolidated financial statements of the Group:

	2026.3.31	2025.12.31	2025.3.31
The summarized carrying amount of equity in individually immaterial associates at the end of the period	$ 916,842	884,554	757,933

	January to March 2026	January to March 2025
Attributable to the Group：		
Net income from continuing operations	$ 9,688	2,312
Other comprehensive income	22,601	10,867
Total comprehensive income	$ 32,289	13,179

2.Collateral

As of March 31, 2026, December 31, 2025 and March 31, 2025 there were no investments accounted for using the equity method pledged as collateral by the Group.

(IX) Subsidiaries with significant non-controlling interests

Subsidiaries with non-controlling interests important to the Group were as follows:

Name of subsidiary	Principal place of business/ Country of incorporation	The percentage of ownership interests and voting rights held by non-controlling interests 2026.3.31	2025.12.31	2025.3.31
MiTAC Inc.	Taiwan	62.15%	62.15%	62.16%

The summarized financial information of the above subsidiaries were as follows. The financial information were prepared in accordance with the IFRSs approved by FSC and reflects the fair value adjustment made upon the acquisition date of the Group and adjustment made according to the accounting policy differences. Also, the financial information refers to the amount of the inter-company transactions before elimination.

Summarized financial information of the MiTAC Inc. and its subsidiaries:

	2026.3.31	2025.12.31	2025.3.31
Current assets	$ 1,304,789	1,388,553	1,346,304
Non-current assets	33,990,667	30,643,021	30,235,482
Current liabilities	(235,266)	(280,417)	(760,798)
Non-current liabilities	(84,536)	(91,872)	(94,835)
Net assets	$ 34,975,654	31,659,285	30,726,153
Carrying amount of non-controlling equity at the ending	$ 22,440,505	20,314,486	19,112,119

	January to March 2026	January to March 2025
Revenue	$ 73,746	17,278
Net income (loss)	$ 43,825	(18,774)
Other comprehensive income	3,272,685	(1,393,175)
Total comprehensive income	$ 3,316,510	(1,411,949)
Net profit (loss) attributable to non-controlling equity	$ 27,491	(11,567)
Total comprehensive income attributable to non-controlling equity	$ 2,061,464	(877,565)
Cash flows from operating activities	$ 29,238	(17,736)
Cash flows from investment activities	(353,521)	(328,775)
Cash flows from financing activity	(42,266)	269,882
Effect of foreign exchange rate change	6,952	4,177
Decrease in cash and cash equivalents	$ (359,597)	(72,452)

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

(X) Property, plant and equipment

The details of changes in the property, plant, and equipment of the Group were as follows:

	Land	Building and structure	Machine equipment	Transportation equipment	Office equipment	Other equipment	Construction in progress	Total
Cost or identified cost:								
Balance at January 1, 2026	$ 2,414,490	2,300,200	1,124,559	41,496	49,395	710,275	155,965	6,796,380
Additions	-	-	1,016	167	147	5,129	40,417	46,876
Transfer in	-	-	4,485	1,505	-	16,654	-	22,644
Transfer out	-	-	-	-	-	-	(7,812)	(7,812)
Disposal	-	-	(224)	-	-	(441)	-	(665)
Effect of exchange rate changes	-	752	68	3	218	118	-	1,159
Balance at March 31, 2026	$ 2,414,490	2,300,952	1,129,904	43,171	49,760	731,735	188,570	6,858,582
Balance at January 1, 2025	$ 2,413,435	2,257,182	1,067,123	37,698	47,501	628,110	117,082	6,568,131
Additions	1,055	317	3,287	-	1,160	32,470	22,854	61,143
Transfer in	-	19,968	18,976	-	-	17,680	-	56,624
Transfer out	-	-	-	-	-	-	(64,376)	(64,376)
Disposal	-	-	(2,402)	-	(681)	(4,699)	-	(7,782)
Effect of exchange rate changes	-	459	126	62	229	701	-	1,577
Balance at March 31, 2025	$ 2,414,490	2,277,926	1,087,110	37,760	48,209	674,262	75,560	6,615,317
Depreciation and impairment loss:								
Balance at January 1, 2026	$ -	1,180,776	658,989	19,041	32,716	450,875	-	2,342,397
Current depreciation	-	10,611	23,123	966	1,533	19,416	-	55,649
Transfer in	-	-	-	-	-	107	-	107
Disposal	-	-	(224)	-	-	(441)	-	(665)
Effect of exchange rate changes	-	186	43	3	196	75	-	503
Balance at March 31, 2026	$ -	1,191,573	681,931	20,010	34,445	470,032	-	2,397,991
Balance at January 1, 2025	$ -	1,090,628	573,689	18,545	35,691	421,875	-	2,140,428
Current depreciation	-	19,171	23,425	808	1,676	16,941	-	62,021
Transfer in	-	-	2,719	-	-	562	-	3,281
Transfer out	-	21,638	(2,191)	(33)	(333)	-	-	19,081
Disposal	-	-	(1,968)	-	(579)	(4,500)	-	(7,047)
Effect of exchange rate changes	-	105	125	55	193	561	-	1,039
Balance at March 31, 2025	$ -	1,131,542	595,799	19,375	36,648	435,439	-	2,218,803
Carrying amount:								
Balance at January 1, 2026	$ 2,414,490	1,119,424	465,570	22,455	16,679	259,400	155,965	4,453,983
Balance at March 31, 2026	$ 2,414,490	1,109,379	447,973	23,161	15,315	261,703	188,570	4,460,591
Balance at January 1, 2025	$ 2,413,435	1,166,554	493,434	19,153	11,810	206,235	117,082	4,427,703
Balance at March 31, 2025	$ 2,414,490	1,146,384	491,311	18,385	11,561	238,823	75,560	4,396,514

1.Collateral

As of March 31, 2026, December 31, 2025 and March 31, 2025, details of assets pledged as collateral for long-term loans and financing facilities please refer to note 8.

(XI) Right-of-use assets

		Land	Building and structure	Machine equipment	Transportation equipment	Total
Carrying amount:						
Balance at January 1, 2026	$	215,602	139,806	200,856	2,659	558,923
Balance at March 31, 2026	$	196,889	142,017	197,018	9,853	545,777
Balance at January 1, 2025	$	124,743	154,378	216,208	5,475	500,804
Balance at March 31, 2025	$	265,645	152,082	212,370	4,951	635,048

For the three months ended March 31, 2026 and 2025, there were no significant additions, impairment losses, or reversals of impairment losses recognized for the right-of-use assets leased by the Group, including land, buildings, and transportation equipment. For other related information, please refer to Note 6(11) to the 2025 consolidated financial statements.

(XII) Investment property

Investment property comprises a number of commercial properties that are leased to third parties. Each lease contains an initial non-cancellable term of 5 to 10 years. In some of the leases, the lessees have the option to extend the term when it is due.

The details of investment property of the Group were as follows:

		Owned properties		
		Land	Building and structure	Total
Carrying amount:				
Balance at January 1, 2026	$	362,060	3,197,145	3,559,205
Balance at March 31, 2026	$	362,060	3,263,534	3,625,594
Balance at January 1, 2025	$	365,602	2,640,954	3,006,556
Balance at March 31, 2025	$	365,602	2,884,586	3,250,188

The Group engaged in the "Lienhwa Fukang Logistics Center Asset Development Cooperative Construction Project." For the three months ended March 31, 2026 and 2025, the amounts invested were $26,823 thousand, and $211,200 thousand, respectively. Please refer to note 9(2) of the consolidated financial statements for other related information. The fair value is not significantly different from the information disclosed in note 6(12) of the consolidated financial statements for the year ended December 31, 2025.

As of March 31, 2026, December 31, 2025 and March 31, 2025, please refer to note 8 for the details of the long-term loans and financing collateral.

(XIII) Short-term loans

	2026.3.31	2025.12.31	2025.3.31
Unsecured bank loans	$ 4,518,000	3,976,000	6,355,000
Secured bank loans	1,700,000	2,600,000	810,000
Total	**$ 6,218,000**	**6,576,000**	**7,165,000**
Unused credit facilities	**$ 19,692,660**	**15,750,614**	**14,154,714**
Interest rate range	**1.83%~1.91%**	**1.85%~2.05%**	**0.50%~2.50%**

For the Group's assets pledged as collateral for bank loans, please refer to note 8.

(XIV) Sort-term notes payable

	2026.3.31	2025.12.31	2025.3.31
Commercial paper payable	$ 350,000	530,000	1,510,000
Unamortized discount	(505)	(689)	(2,317)
Total	**$ 349,495**	**529,311**	**1,507,683**
Unused credit facilities	**$ 1,630,000**	**2,480,000**	**1,450,000**
Interest rate range	**1.60%~2.00%**	**1.50%~2.26%**	**1.55%~2.51%**

For the loans with a maturity of not more than one year, please refer to note 6(26) for the related interest expense.

(XV) Long-term loans

The long-term loans details of the Group were as follows:

	2026.3.31	2025.12.31	2025.3.31
Unsecured bank loans	$ 1,600,000	1,500,000	1,700,000
Secured bank loans	-	-	-
Less: Current portion due within one year	-	(500,000)	(100,000)
Total	$ 1,600,000	1,000,000	1,600,000
Unused credit facilities	$ 3,900,000	3,800,000	4,000,000
Interest rate range	1.845%~1.87%	1.845%~1.85%	1.85%~2.04%
Maturity date	2027.11.30~2028.09.15	2026.10.21~2028.02.04	2025.05.16~2028.02.04

(XVI) Bonds payable

The bonds payable details of the consolidated were as follows:

	2026.3.31	2025.12.31	2025.3.31
Domestic secured non-convertible corporate bonds	$ 2,498,953	2,498,721	2,498,025

The terms and conditions of the domestic bonds payable issued by the Group are as follows:

	Domestic secured corporate bonds of 2022
Total issuance	2,500,000
Ending balance	2,500,000
Due within one year	-
Release date	May 17, 2022
Issue period	5 years
Coupon rate	1.30%
Bond Interest Base Date	May 17, 2022
Repayment situation	Bullet repayment.

(XVII) Lease liabilities

The carrying amount of the Group's lease liabilities are as follows:

	2026.3.31	2025.12.31	2025.3.31
Current	$ 85,589	84,070	88,874
Non-current	$ 395,013	429,401	471,731

For the maturity analysis, please refer to note 6(27).

The amounts recognized in profit or loss were as follows:

	January to March 2026	January to March 2025
Interest expenses on lease liabilities	$ 2,567	2,479
Expenses relating to short-term leases	$ 3,492	2,416
Expenses relating to leases of low-value assets (excluding short-term leases of low value assets)	$ 68	68

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

	January to March 2026	January to March 2025
Total cash outflow of lease	$ 46,022	50,140

1. Lease of land, buildings and structures

The Group leases land, buildings, and structures for operational purposes. Lease terms for land typically range from five to fifty years, while those for buildings and structures range from one to eighteen years. Certain lease agreements include options to extend the lease term for a period equal to the original term upon expiry.

Some lease payments are linked to changes in local land price indices. In addition, under certain contracts, the Group is required to reimburse the lessor for property-related taxes and insurance expenses, which are generally incurred annually.

Portions of right-of-use assets are subleased by the Group under operating and finance lease arrangements. Please refer to note 6(18).

2. Lease of machinery and equipment

The Group leases machinery and equipment for operational needs. Lease terms typically range from three to eighteen years. Certain lease contracts include options to extend the lease term for a period equal to the original term upon expiry.

3. Other leases

The Group leases parking spaces and office equipment, which are classified as short-term leases and leases of low-value assets. The Group has elected to apply the exemption recognition policy and therefore does not recognize the related right-of-use assets and lease liabilities.

(XVIII) Operating lease

There were no significant changes in operating lease for the three months ended March 31, 2026 and 2025. Please refer to note 6(18) to the consolidated financial statements for the year ended December 31, 2025 for other related information.

(XIX) Employee benefits

1.Defined benefit plan

In the prior fiscal year, there was no material volatility of the market, material reimbursement and settlement or other material one-time events. As a result, pension cost in the condensed consolidated interim financial statements was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate as of December 31, 2025 and 2024.

The expenses recognized in profit or loss by the Group were as follows:

	January to March 2026	January to March 2025
Operating cost	$ 4	5
Marketing expense	(13)	(76)
Administrative expense	41	123
R&D expenses	9	11
	$ 41	**63**

2. Defined contribution plan

The pension expenses under the defined contribution plan of the Group were as follows and have been contributed to the Bureau of Labor Insurance:

	January to March 2026	January to March 2025
Operating cost	$ 10,186	10,545
Marketing expense	6,621	4,392
Administrative expense	2,080	3,683
R&D expenses	539	520
	$ 19,426	**19,140**

3. The details of pension expenses contributed by the foreign consolidated company pursuant to the local laws for the three months ended March 31, 2026 and 2025 were as follows:

	January to March 2026	January to March 2025
Operating cost	$ 1,963	1,665
Operating expenses:	713	950
	$ 2,676	**2,615**

(XX) Income tax

The details of income tax expenses of the Group were as follows:

	January to March 2026	January to March 2025
Current income tax expenses		
Current period	$ 57,918	29,628
Adjustment to prior years	27	-
	57,945	29,628
Deferred income tax expenses		
Origination and reversal of temporary differences	6,876	(58)
Income tax expenses	**$ 64,821**	**29,570**

The Group did not recognize any income tax in equity or other comprehensive income for the three months ended March 31, 2026 and 2025.

The Company's income tax returns for the year 2023 had been examined and approved by the Tax Authority.

(XXI) Capital and other equity

Except for the following disclosure, there were no significant changes in the legal reserve and special reserve for the three months ended March 31, 2026 and 2025. For related information, please refer to note 6(21) of the consolidated financial statements for the year ended December 31, 2025.

1. Capital surplus

The details of the Company's capital surplus were as follows:

	2026.3.31	2025.12.31	2025.3.31
Issuance of stock premium	$ 289,318	289,318	289,318
Treasury stock transactions	107,634	107,634	100,089
Differences between actual acquisition or disposal of subsidiary equity and carrying amount	899	899	899
Changes in equity of associates and joint ventures accounted for using the equity method	248,681	403,796	420,847
Recognized changes in ownership interests in subsidiaries	353,119	353,822	341,124
Employee stock options	12,204	7,421	-
Others	1,656	1,656	1,287
	$ 1,013,511	1,164,546	1,153,564

According to the Company Act, the capital surplus should be used to cover losses first before being distributed as new shares or cash dividends to shareholders in proportion to their original shareholdings from realized capital surplus. Realized capital surplus includes the premiums on issuance of stock exceeding the face value and the income from donations received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, the total amount of capital surplus that can be used for capital increase each year should not exceed 10% of the paid-in capital.

2. Retained earnings

According to the Company’s Articles of Incorporation, if there is a profit after the annual final closing, it shall first be used to pay taxes and offset prior years’ deficits, followed by an appropriation of 10% as legal reserve. However, this shall not apply if the legal reserve has reached the Company’s paid-in capital. A special reserve shall then be appropriated or reversed in accordance with relevant laws or operating requirements. Any remaining balance, together with the undistributed retained earnings at the beginning of the period, shall be proposed by the Board of Directors as a distribution plan and submitted to the Annual General Meeting of shareholders for approval.

The Company is currently in a stable growth stage, and a significant portion of its earnings is derived from investments accounted for using the equity method. To ensure sustainable operations and long-term development, the Company’s annual earnings, after offsetting accumulated deficits and paying taxes, shall first be appropriated as 10% legal reserve and then assigned to or reversed from special reserve according to legal regulations. The remaining earnings, combined with the accumulated undistributed earnings from prior years, will be proposed for distribution by the Board of Directors. For distributions made in the form of new shares, a resolution must be passed during the Annual General Meeting. For distributions in the form of cash, the Board of Directors is authorized to approve such distribution by a resolution supported by at least two-thirds of the directors present at a meeting attended by more than half of the total directors, in accordance with Paragraph 5 of Article 240 of the Company Act, and such distribution shall be reported to the Annual General Meeting.

The aforementioned distribution ratio and the ratio of cash dividends to shareholders may be determined by the Board of Directors considering the Company’s financial structure, future capital requirements, and profitability, provided that cash dividends shall not be less than 10% of the total dividends.

(1) Distribution of earnings

The cash dividends in the 2025 earnings distribution plan were approved by the Board of Directors on March 10, 2026, while the stock dividends for the same year are subject to the resolution of the Annual General Meeting of shareholders. The cash dividends in the 2024 earnings distribution plan were approved by the Board of Directors on March 10, 2025, and other earnings distribution items for 2024 were resolved at the Annual General Meeting of shareholders on May 26, 2025. The details of these distributions are as follows:

	2025		2024	
	Dividend per share (NT$)	**Amount**	**Dividend per share (NT$)**	**Amount**
Dividends distributed to ordinary shareholders:				
Cash	$ 1.80	3,232,729	1.30	2,223,570
Stocks	0.20	359,192	0.50	855,219
Total		$ 3,591,921		3,078,789

3. Treasury stock

The details of the Company's shares held by subsidiaries as of March 31, 2026, and December 31 and March 31, 2025, are as follows:

	2026.3.31			2025.12.31			2025.3.31		
Ledger account	**Number of shares (in thousand)**	**Cost**	**Market price**	**Number of shares (in thousand)**	**Cost**	**Market price**	**Number of shares (in thousand)**	**Cost**	**Market price**
Financial assets at fair value through other comprehensive income–non-current	7,238	$ 136,868	326,109	7,238	136,868	344,207	6,894	136,868	336,088

Pursuant to the Securities and Exchange Act, treasury shares held by subsidiaries shall not be pledged, and no shareholder rights shall be granted prior to their transfer.

4. Other equities(net of tax)

	Financial statement translation differences for foreign operations	**Unrealized gains(losses) on financial assets measured at fair values through other comprehensive income**	**Non-controlling interests**
Balance at January 1, 2026	$ 307,221	19,983,561	21,340,093
Foreign exchange differences arising from foreign operations	314,103	-	11,110
Share of exchange differences of associates accounted for using the equity method	219,670	-	-
Unrealized gains or losses on financial assets at fair value through other comprehensive income	-	732,058	2,026,872
Share of unrealized gains (losses) on financial assets at fair value through other comprehensive income of associates accounted for using the equity method	-	(450,430)	-
Disposal of equity instruments measured at fair value through other comprehensive income by associates	-	(3,576)	-
Others	-	-	70,097
Balance at March 31, 2026	$ 840,994	20,261,613	23,448,172
Balance at January 1, 2025	$ 611,585	17,455,879	21,412,683
Foreign exchange differences arising from foreign operations	198,564	-	7,709
Share of exchange differences of associates accounted for using the equity method	102,520	-	-
Share of unrealized gains (losses) on financial assets at fair value through other comprehensive income of associates accounted for using the equity method	-	(2,018,805)	(870,811)
Share of unrealized gains (losses) on financial assets measured at fair value through other comprehensive income of associates	-	(593,487)	-
Others	-	-	(1,115)
Balance at March 31, 2025	$ 912,669	14,843,587	20,548,466

(XXII) Share-based payment

1. The Company

On March 21, 2025, the Company obtained approval from the Securities and Futures Bureau of the Financial Supervisory Commission to issue the fifth employee stock options with 6,000 units. Each unit entitles the holder to subscribe for 1,000 common shares, for a total of 6,000,000 common shares. These options may be issued in one or multiple tranches, depending on actual requirements. Subsequently, on April 9 and December 8, 2025, the Group issued the first and second tranches of the fifth employee stock options, totaling 2,991 units and 3,009 units, respectively. The grantees are limited to full-time employees of the Group and its domestic or overseas controlled or associated companies who meet specific requirements. The stock options have a contractual term of six years, and the option holders may exercise a certain portion of the granted options starting from two years after the grant date.

As of March 31, 2026, the Company had the following two share-based payment arrangements:

	Equity-settled	
	Employee stock option certificate A	**Employee stock option certificate B**
Grant date	2025/4/9	2025/12/8
Number of options granted	2,991,000 shares	3,009,000 shares
Grantees	Employees of the company and its domestic and overseas subsidiaries. Based on the length of service (two to four years), the options vest as follows: 50% after two years of service, 75% after three years, and 100% after four years.	Employees of the company and its domestic and overseas subsidiaries. Based on the length of service (two to four years), the options vest as follows: 50% after two years of service, 75% after three years, and 100% after four years.
Vesting condition	Future service of two years	Future service of two years

(1)Parameters for measuring the fair value at grant date

The Company estimated the fair value of share-based payments at the grant date using the Black-Scholes-Merton option-pricing model. The inputs to the model are as follows:

	Employee stock option certificate A	Employee stock option certificate B
Grant date fair value (NT$)	8.08~8.97	8.90~10.15
Share price at grant date (NT$)	41.65	47.15
Exercise price (NT$)	41.65	47.15
Expected volatility (%)	20.85%~21.41%	21.13%~21.39%
Expected life (years)	6	6
Risk-free interest rate (%)	1.42%~1.47%	1.25%~1.28%

The expected volatility was based on the weighted-average historical volatility, adjusted for changes expected from publicly available information. The expected life was determined in accordance with the terms of the plans. The risk-free interest rate was based on government bond yields. The determination of fair value did not take into account service conditions and non-market performance conditions.

(2)Information on employee stock option plans

Details of the aforementioned employee stock options are as follows:

(In thousands of units)

	Q1 2026			
	Employee stock option certificate A		Employee stock option certificate B	
	Weighted-average exercise price (NT$)	Number of options	Weighted-average exercise price (NT$)	Number of options
Outstanding as of January 1	$ 38.50	2,881	47.15	2,982
Exercised during the period	-	-	-	-
Forfeited during the period	-	(43)	-	(30)
Outstanding as of March 31	38.50	**2,838**	47.15	**2,952**

(3)Employee expenses and liabilities

For the three months ended March 31, 2026 and 2025, the expenses and liabilities incurred by the Company arising from share-based payment transactions were as follows:

	January to March 2026	**January to March 2025**
Expense arising from employee stock options	$ 4,783	-

2.Subsidiary－Asia Hydrogen Energy Corporation

On March 30, 2026, the Board of Directors of Asia Hydrogen Energy Corporation resolved to issue 404,763 units of employee stock options. The grantees are limited to regular full-time employees of Asia Hydrogen Energy Corporation. The options have an exercise period of six years. Option holders may exercise a certain percentage of their granted options starting one year after the date of issuance.

As of March 31, 2026, Asia Hydrogen Energy Corporation had the following share-based payment arrangements:

	Equity-settled
	Employee stock option certificate
Grant date	2026/3/30
Number of options granted	404,763 units
Grantees	Employees of Asia Hydrogen Energy Corporation, based on the length of service (one to three years), the options vest as follows: 40% after one year of service, 70% after two years, and 100% after three years.
Vesting condition	Future service of one year

(1)Parameters for measuring the fair value at grant date

Asia Hydrogen Energy Corporation estimated the fair value of share-based payments at the grant date using the Black-Scholes-Merton option-pricing model. The inputs to the model were as follows:

	Employee stock options
Grant date fair value (NT$)	14.49~15.27
Share price at grant date (NT$)	21.89
Exercise price (NT$)	10
Expected volatility (%)	62.3%~63.63%
Expected life (years)	6
Risk-free interest rate (%)	1.34%~1.41%

(2)Information on employee stock option plans

Details of the above employee stock options were as follows:

(In thousands of units)

	Q1 2026	
	Weighted-average exercise price (NT$)	**Number of options**
Outstanding as of January 1	$ -	-
Granted during the period	10.00	405
Exercised during the period	-	-
Forfeited during the period	-	-
Outstanding as of March 31	10.00	405

(XXIII) Earnings per share

The calculation of basic EPS and diluted EPS of the Group were as follows:

	January to March 2026	**January to March 2025**
Basic earnings per share		
Net income attributable to the Company's common stock shareholders	$ 980,784	934,100
Weighted-average number of common stock outstanding	1,788,722	1,788,722
Basic earnings per share (NTD)	$ 0.55	0.52

	January to March 2026	January to March 2025
Diluted earnings per share		
Net income attributable to the Company's common stock shareholders	$ 980,784	934,100
Weighted-average number of common stock outstanding common stocks	1,788,722	1,788,722
Effect of dilutive potential ordinary shares		
Effect of employee stock-based compensation	104	85
Effect of employee stock options	431	-
Weighted average outstanding shares of balance common stocks (diluted)	1,789,257	1,788,807
Diluted earnings per share (NTD)	$ 0.55	0.52

(XXIV) Revenue from contracts with customer

1. Revenue details

	January to March 2026				
	Rental business	Flour business	System integration business	All other departments	Total
Main area and market					
Taiwan	$ 88,224	1,180,883	1,059,468	45,055	2,373,630
China	10,812	-	26,800	1,169	38,781
Other countries	-	42,094	68,632	-	110,726
	$ 99,036	1,222,977	1,154,900	46,224	2,523,137
Main product/service line					
Product sale	$ -	1,222,977	313,604	5,732	1,542,313
Investment property and rental revenue	99,036	-	11	1,836	100,883
Construction revenue	-	-	635,146	1,865	637,011
Maintenance revenue	-	-	181,193	-	181,193
Investment revenue	-	-	-	36,377	36,377
Others	-	-	24,946	414	25,360
	$ 99,036	1,222,977	1,154,900	46,224	2,523,137

	January to March 2025					
		Rental business	Flour business	System integration business	All other departments	Total
Main area and market						
Taiwan	$	88,042	1,232,763	950,370	14,501	2,285,676
China		8,757	-	20,309	549	29,615
Other countries		-	38,884	71,993	-	110,877
	$	96,799	1,271,647	1,042,672	15,050	2,426,168
Main product/service line						
Product sale	$	-	1,271,647	323,272	8,898	1,603,817
Investment property and rental revenue		96,799	-	69	1,969	98,837
Construction revenue		-	-	542,285	-	542,285
Maintenance revenue		-	-	160,616	-	160,616
Investment revenue		-	-	-	3,675	3,675
Others		-	-	16,430	508	16,938
	$	96,799	1,271,647	1,042,672	15,050	2,426,168

2. Contract balance

		2026.3.31	2025.12.31	2025.3.31
Notes receivable	$	133,288	156,001	157,608
Accounts receivable		1,430,752	2,288,597	2,156,731
Less: Loss allowance		(8,084)	(8,050)	(8,430)
Total	$	1,555,956	2,436,548	2,305,909
Contract assets - System engineering	$	4,062,213	4,217,427	3,840,260
Contract assets - Maintenance and trading		360,309	47,508	1,466,303
	$	4,422,522	4,264,935	5,306,563
Contract liabilities - System engineering	$	2,018,267	1,781,557	1,362,498
Contract liabilities - Maintenance and trading		888,200	895,592	971,670
	$	2,906,467	2,677,149	2,334,168

For the disclosures of notes and accounts receivable and their impairment, please refer to note 6(4).

The amounts of revenue recognized for the three months ended March 31, 2026 and 2025 that were included in the contract liability balance at the beginning of the periods were $354,492 thousand and $309,854 thousand, respectively.

(XXV) Remuneration to employees and directors

On May 26, 2025, the Company’s shareholders resolved at the Annual General Meeting to amend the Articles of Incorporation. According to the amended Articles, if the Company has profit in a given fiscal year, it shall allocate no less than 0.1% as employee remuneration (of which no less than 0.1% shall be allocated to base-level employees) and no more than 1% as directors' remuneration for the three months ended March 31, 2026 and 2025. Prior to the amendment, the Articles stipulated that if the Company has profit in a given fiscal year, it shall allocate no less than 0.1% as employee remuneration and no more than 1% as directors' remuneration. However, if the Company still has accumulated losses, an amount shall be reserved in advance to offset the losses. The recipients of the aforementioned employee remuneration, whether distributed in shares or cash, include employees of subsidiaries meeting certain specific conditions.

For the three months ended March 31, 2026 and 2025, the estimated amounts of employee remuneration were $901 thousand and $1,017 thousand, respectively, and the estimated amounts of directors' remuneration were $2,250 thousand and $2,500 thousand, respectively. These estimates were based on the Company's profit before tax for the respective periods, excluding the effect of employee and directors' remuneration, and were determined by referencing the distribution percentages stipulated in the Articles of Incorporation and based on historical experience, and were recognized as operating costs or operating expenses for the respective periods. Any difference between the actual distributed amounts and the estimated amounts in the subsequent year shall be treated as a change in accounting estimate and recognized in profit or loss in the subsequent year.

For the years ended December 31, 2025 and 2024, the estimated amounts of employee remuneration were $4,773 thousand and $4,250 thousand, respectively, and the estimated amounts of directors' remuneration were $9,000 thousand and $9,020 thousand, respectively. There were no differences between the actual distributed amounts and the recognized amounts. Related information can be accessed on the Market Observation Post System.

(XXVI) Non-operating income and expenses

1. Interest income

The details of interest income of the Group were as follow:

		January to March 2026	January to March 2025
Interest on bank deposits	$	37,894	40,828
Other interest income		140	259
	$	38,034	41,087

2. Other income

The details of other income of the Group were as follow:

		January to March 2026	January to March 2025
Dividend income	$	67,789	5,670
Labor service revenue		10	129
	$	67,799	5,799

3. Other gains and losses

The details of other gains and losses of the Group were as follow:

		January to March 2026	January to March 2025
Gain on disposal of property, plant and equipment	$	84	288
Gain on lease modification		404	-
Foreign exchange gains		865	3,717
Gains (losses) on financial assets (liabilities) at fair value through profit		249	(5,462)
Other expense		(3,617)	(6,193)
Other revenues		11,166	6,144
	$	9,151	(1,506)

4. Finance cost

The details of finance cost of the Group were as follow:

		January to March 2026	January to March 2025
Interest expense	$	48,028	56,261

(XXVII) Financial instruments

Except for the contention mentioned below, there were no significant changes in the fair value of financial instruments and the exposure to credit risk and market risk arising from financial instruments of the Group. For related information, please refer to note 6(27) of the consolidated financial statements for the year ended December 31, 2025.

1. Liquidity risk

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

	Carrying amount	Contractual cash flows	Within 6 months	6-12 months	1-2 years	2-5 years	Over 5 years
March 31, 2026							
Non-derivative financial liabilities							
Short-term notes payable	$ 349,495	350,000	350,000	-	-	-	-
Unsecured bank loans	6,118,000	6,207,213	3,744,414	836,835	1,521,322	104,642	-
Secured bank loans	1,700,000	1,713,033	1,713,033	-	-	-	-
Notes payable and accounts payable	1,640,809	1,640,809	1,640,809	-	-	-	-
Other payables	3,691,602	3,691,602	3,691,602	-	-	-	-
Lease liabilities	480,602	530,552	34,951	59,760	77,977	122,864	235,000
Bonds payable	2,498,953	2,544,610	16,116	16,384	2,512,110	-	-
	$ 16,479,461	16,677,819	11,190,925	912,979	4,111,409	227,506	235,000
December 31, 2025							
Non-derivative financial liabilities							
Short-term notes payable	$ 529,311	530,000	530,000	-	-	-	-
Unsecured bank loans	5,476,000	6,059,924	562,302	4,477,880	18,500	1,001,242	-
Secured bank loans	2,600,000	2,629,281	23,981	2,605,300	-	-	-
Notes payable and accounts payable	1,990,942	1,990,942	1,990,942	-	-	-	-
Other payables	642,785	642,785	642,785	-	-	-	-
Lease liabilities	513,471	565,430	61,938	31,398	81,352	148,242	242,500
Bonds payable	2,498,721	2,544,610	16,117	16,383	2,512,110	-	-
	$ 14,251,230	14,962,972	3,828,065	7,130,961	2,611,962	1,149,484	242,500
March 31, 2025							
Non-derivative financial liabilities							
Short-term notes payable	$ 1,507,683	1,515,312	1,213,872	301,440	-	-	-
Unsecured bank loans	8,055,000	8,140,850	5,352,936	1,170,724	1,617,190	-	-
Secured bank loans	810,000	816,936	816,936	-	-	-	-
Notes payable and accounts payable	1,623,403	1,623,403	1,623,403	-	-	-	-
Other payables	2,773,864	2,773,864	2,773,864	-	-	-	-
Lease liabilities	560,605	620,820	35,117	64,728	93,736	162,239	265,000
Bonds payable	2,498,025	2,569,096	16,296	16,204	32,500	2,504,096	-
	$ 17,828,580	18,060,281	11,832,424	1,553,096	1,743,426	2,666,335	265,000

The Group does not expect that the timing of the cash flows analyzed by maturity will occur significantly earlier, nor that the actual amounts will differ significantly.

2. Market Risk

(1) Currency risk

The financial assets and liabilities of the Group exposed to significant foreign currency risk are as follows:

	2026.3.31			
	Foreign currency (thousand)	**Rate**		**TWD**
Financial assets				
Monetary items				
USD	$ 5,349	USD：TWD	31.9950	171,141
HKD	1,925	HKD：TWD	4.0810	7,856
EUR	35	EUR：TWD	36.7100	1,285
RMB	507	RMB：TWD	4.6290	2,347
Financial liabilities				
Monetary items				
USD	13	USD：TWD	31.9950	416
HKD	134	HKD：TWD	4.0810	547
EUR	72	EUR：TWD	36.7100	2,643
RMB	352	RMB：TWD	4.6290	1,629

	2025.12.31			
	Foreign currency (thousand)	**Rate**		**TWD**
Financial assets				
Monetary items				
USD	$ 5,212	USD：TWD	31.4300	163,813
HKD	3,738	HKD：TWD	4.0380	15,094
EUR	110	EUR：TWD	36.9000	4,059
RMB	924	RMB：TWD	4.4960	4,154
Financial liabilities				
Monetary items				
USD	201	USD：TWD	31.4300	6,317
HKD	134	HKD：TWD	4.0380	541
EUR	368	EUR：TWD	36.9000	13,579
RMB	671	RMB：TWD	4.4960	3,017

	2025.3.31			
	Foreign currency (thousand)	**Rate**		**TWD**
Financial assets				
Monetary items				
USD	$ 8,199	USD：TWD	33.2050	272,248
HKD	2,281	HKD：TWD	4.2680	9,735
EUR	107	EUR：TWD	35.9700	3,849
RMB	1,381	RMB：TWD	4.5730	6,315
Financial liabilities				
Monetary items				
USD	65	USD：TWD	33.2050	2,158
HKD	202	HKD：TWD	4.5730	924

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 receivable, and other items denominated in foreign currencies, which generate foreign exchange gains or losses upon translation. Assuming a 1% depreciation or appreciation of the reporting entity's functional currency against foreign currencies as of March 31, 2026 and 2025, with all other variables held constant, net income after tax for the three months ended March 31, 2026 and 2025, respectively, would have increased or decreased by $1,419 thousand and $2,337 thousand.

Since the Group has many kinds of functional currency, 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 $865 thousand and $3,717, respectively.

3. Interest rate analysis

Please refer to the note regarding liquidity risk management for the interest rate risk exposure of the Group's financial assets and financial liabilities.

The following sensitivity analyzes are based on the interest rate risk exposure of the derivative and non-derivative instruments on the reporting date. The analysis of floating rate liabilities is by assuming the outstanding liability amount on the reporting date stays outstanding the entire year. The rate of change used in the Group's internal report to the management was the interest rate with an increase or decrease of 0.5% basis points. In addition, the interest rate is assessed within the reasonable and possible range of change by the management.

If interest rate increased or decreased by 0.5%, with all other variables remaining unchanged, the Group's net income would have decreased or increased by $12,072 thousand and $19,740 thousand for the three months ended March 31, 2026 and 2025, respectively, mainly due to the Group's variable-rate loans.

4. Other pricing risks

As of the reporting date, the effects of changes in the prices of equity securities (based on the same assumptions used in both periods and assuming that all other variables remain constant) on the components of comprehensive income were as follows:

	January to March 2026		January to March 2025	
Prices of securities at the reporting date	**Other comprehensive income after tax**	**Net income**	**Other comprehensive income after tax**	**Net income**
Increased by 3%	$ 1,377,861	-	1,157,207	-
Decreased by 3%	(1,377,861)	-	(1,157,207)	-

5. Fair value of financial instruments

(1) Categories and fair value of the financial instruments

The Group's financial assets at fair value through other comprehensive income are measured on a recurring basis at fair value. The carrying amounts and fair values of each Level of financial assets and financial liabilities (including information on the fair value hierarchy, but excluding those financial instruments not measured at fair value for which the carrying amounts are a reasonable approximation of fair value and lease liabilities for which disclosure of fair value is not required) are as follows:

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

	2026.3.31				
	Carrying amount	**Fair value**			
		Level 1	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Stock unlisted on domestic markets	$ 96,568	-	-	96,568	96,568
Structured deposits	99,201	-	99,201	-	99,201
Fund benefit certificates	799,152	799,152	-	-	799,152
Subtotal	994,921	799,152	99,201	96,568	994,921
Financial assets at fair value through other comprehensive income					
Stock unlisted on domestic markets	45,928,692	45,928,692	-	-	45,928,692
Stocks unlisted on domestic and foreign markets	2,248,000	325,943	453,271	1,468,786	2,248,000
Subtotal	48,176,692	46,254,635	453,271	1,468,786	48,176,692
Financial assets measured at amortized cost					
Cash and cash equivalent	5,148,053	-	-	-	-
Notes and accounts receivable	1,555,956	-	-	-	-
Other receivable	172,081	-	-	-	-
Refundable deposits	120,315	-	-	-	-
Other current assets	266,386	-	-	-	-
Other non-current assets	63,936	-	-	-	-
Subtotal	7,326,727	-	-	-	-
Total	$ 56,498,340	47,053,787	552,472	1,565,354	49,171,613
Financial liabilities measured at amortized cost					
Short-term loans	$ 6,218,000	-	-	-	-
Short-term notes payable	349,495	-	-	-	-
Notes payable	5,592	-	-	-	-
Accounts payable	1,635,217	-	-	-	-
Other payables	3,691,602	-	-	-	-
Long-term loans	1,600,000	-	-	-	-
Deposits received	145,923	-	-	-	-
Lease liabilities	480,602	-	-	-	-
Bonds payable	2,498,953	-	-	-	-
Total	$ 16,625,384	-	-	-	-

	2025.12.31				
	Carrying amount	**Fair value**			
		Level 1	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Stock unlisted on domestic markets	$ 96,568	-	-	96,568	96,568
Structured deposits	7,868	-	7,868	-	7,868
Fund beneficiary certificate	66,002	66,002	-	-	66,002
Subtotal	170,438	66,002	7,868	96,568	170,438
Financial assets at fair value through other comprehensive income					
Stocks listed on domestic and foreign markets	43,210,660	43,210,660	-	-	43,210,660
Stocks unlisted on domestic and foreign markets	2,168,194	267,857	480,506	1,419,831	2,168,194
Subtotal	45,378,854	43,478,517	480,506	1,419,831	45,378,854
Financial assets measured at amortized cost					
Cash and cash equivalent	5,379,898	-	-	-	-
Notes and accounts receivable	2,436,548	-	-	-	-
Other receivables	83,026	-	-	-	-
Refundable deposits	176,690	-	-	-	-
Other current assets	494,590	-	-	-	-
Other non-current assets	62,587	-	-	-	-
Subtotal	8,633,339	-	-	-	-
Total	$ 54,182,631	43,544,519	488,374	1,516,399	45,549,292
Financial liabilities measured at amortized cost					
Short-term loans	$ 6,576,000	-	-	-	-
Short-term notes payable	529,311	-	-	-	-
Notes payable	8,284	-	-	-	-
Accounts payable	1,982,658	-	-	-	-
Other payables	642,785	-	-	-	-
Long-term loans	1,500,000	-	-	-	-
Deposits received	141,193	-	-	-	-
Lease liabilities	513,471	-	-	-	-
Bonds payable	2,498,721	-	-	-	-
Total	$ 14,392,423	-	-	-	-

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

	2025.3.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Stock warrants	$ 129,133	129,133	-	-	129,133
Stock unlisted on domestic markets	99,147	-	-	99,147	99,147
Structured deposits	104,878	-	104,878	-	104,878
Fund beneficiary certificate	163,846	163,846	-	-	163,846
Subtotal	497,004	292,979	104,878	99,147	497,004
Financial assets at fair value through other comprehensive income					
Stocks listed on domestic and foreign markets	38,573,570	38,573,570	-	-	38,573,570
Stocks unlisted on domestic and foreign markets	2,505,622	176,024	641,457	1,688,141	2,505,622
Subtotal	41,079,192	38,749,594	641,457	1,688,141	41,079,192
Financial assets measured at amortized cost					
Cash and cash equivalent	5,462,434	-	-	-	-
Notes and accounts receivable	2,305,909	-	-	-	-
Other receivables	92,502	-	-	-	-
Refundable deposits	100,710	-	-	-	-
Other current assets	69,223	-	-	-	-
Other non-current assets	86,517	-	-	-	-
Subtotal	8,117,295	-	-	-	-
Total	$ 49,693,491	39,042,573	746,335	1,787,288	41,576,196
Financial liabilities measured at amortized cost					
Short-term loans	$ 7,165,000	-	-	-	-
Short-term notes payable	1,507,683	-	-	-	-
Notes payable	13,937	-	-	-	-
Accounts payable	1,609,466	-	-	-	-
Other payables	2,773,864	-	-	-	-
Long-term loans	1,700,000	-	-	-	-
Deposits received	120,221	-	-	-	-
Lease liabilities	560,605	-	-	-	-
Bonds payable	2,498,025	-	-	-	-
Total	$ 17,948,801	-	-	-	-

(2) Fair value evaluation technology for the financial instrument measured at fair value

(2.1) Non-derivative financial instrument

If a financial instrument has a quoted price in the active market, the quoted price will be the fair value. The market price announced by the Taiwan Stock Exchange Corporation is the basis for listed companies' equity instrument.

If the financial instrument possessed by the Group is in the active market, its fair value is listed by category and attribute below:

The fair value of financial assets and liabilities and listed company stocks with standard terms/conditions and traded in the active market shall be decided subject to the market quotation.

Except for the financial instrument in the active market, the fair value of other financial instruments is based on the evaluation technology or the quotation of the counterparty. The fair value acquired through the evaluation technology can take reference from other substantial conditions and the evaluation technology used on similar financial instruments, including the market information that can be acquired on the date of preparing the consolidated balance sheet. The information is then used on a calculation model.

If the financial instrument possessed by the Group is an equity instrument that does not have an open quotation, its fair value is measured using the cash flows discount model. The main assumption is to apply the expected cash flows estimated by the investee to reflect the time value of money and the risk and rate of return on investment and measure with the discount. When adopting the market approach to measure the fair value, the main assumption uses the quotation of the listed company to calculate the P/S ratio (sales multiple) and applies it on the measurement. The discount effect resulting from the lack of market liquidity of the equity security is considered and the estimated number has been adjusted.

(2.2) Derivative financial instruments

The forward foreign exchange contracts are usually valued based on the current forward foreign exchange rate.

(3) Reconciliation of level 3

		Fair value through other comprehensive income	Fair value through profit or loss
		Equity instruments without quoted prices	
Balance at January 1, 2026	$	1,419,831	96,568
Total gains and losses			
Recognized in other comprehensive income		56,269	-
Purchase		50,000	-
Capital reduction refunds		(60,142)	-
Effect of exchange rate changes		2,828	-
Balance at March 31, 2026	**$**	**1,468,786**	**96,568**
Balance at January 1, 2025	$	1,622,452	99,147
Total gains and losses			
Recognized in other comprehensive income		(1,461)	-
Purchase		70,616	-
Capital reduction refunds		(6,154)	-
Effect of exchange rate changes		2,688	-
Balance at March 31, 2025	**$**	**1,688,141**	**99,147**

The aforementioned total gains or losses were recognized in 'unrealized gains (losses) on financial assets at fair value through other comprehensive income'. Among these, the gains or losses related to assets still held as of March 31, 2026 and 2025 were as follows:

		January to March 2026	January to March 2025
Total gains and losses			
Recognized in other comprehensive income, and presented in “unrealized gains and losses on financial assets at fair value through other comprehensive income”	$	56,269	(1,461)

(4) Quantitative information on significant unobservable inputs (Level 3) used in fair value measurement

The Group's financial instruments measured at fair value categorized as Level 3 primarily consist of financial assets at fair value through other comprehensive income – equity instrument investments.

Most of the Group's fair value measurements categorized as Level 3 have only a single significant unobservable input; only equity instrument investments without an active market have multiple significant unobservable inputs. Since the significant unobservable inputs for equity instrument investments without an active market are independent of each other, there is no correlation between them.

For certain equity investment instruments held by the Group that lack active market quotes and are not held for short-term trading purposes, management obtains the investee's recent financial reports, assesses industry development, and reviews publicly available information to examine and evaluate the investee's current operational status and future performance, which are used to estimate the fair value of the investee. Generally, changes in industry and market prospects are highly positively correlated with changes in the investee's operations and future performance.

Quantified information of significant unobservable inputs is as follows:

Item	Valuation technique	Significant unobservable input	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through other comprehensive income - equity instruments investments without an active market	Net asset value method	·Discount for lack of control (23.90%, 23.90%, and 24.64% as of 2026.3.31, 2025.12.31, and 2025.3.31, respectively)	·The higher the discount for lack of control, the lower the fair value.

(5) For the fair value Level 3 measurement, the fair value is used for the sensitivity analysis of reasonably possible alternative.

The fair value measurements of the Group's financial instruments are reasonable. However, the results of the valuation may vary in different valuation models or inputs are used. For financial instruments classified as Level 3, changes in valuation inputs would affect other comprehensive income as follows:

			Change in fair value reflected on other comprehensive income	
	Input	**Increase or decrease**	**Advantageous change**	**Disadvantageous change**
Balance at March 31, 2026				
Financial assets measured at fair value through other comprehensive income				
Equity instruments investments without an active market	Discount rate	0.50%	$ 17	(17)
Balance at December 31, 2025				
Financial assets measured at fair value through other comprehensive income				
Equity instruments investments without an active market	Discount rate	0.50%	$ 17	(17)
Balance at March 31, 2025				
Financial assets measured at fair value through other comprehensive income				
Equity instruments investments without an active market	Discount rate	0.50%	$ 60	(60)

The favorable and unfavorable changes for the Group refer to the fluctuations in fair value, which is calculated using valuation techniques based on unobservable inputs of varying degrees. If the fair value of a financial instrument is affected by more than one input, the table above reflects only the impact of changes in a single input and does not take into account the correlation and variability between inputs.

(XXVIII) Financial risk management

The Group's financial risk management objectives and policies have not changed significantly from those disclosed in note 6(28) of the consolidated financial statements for the year ended December 31, 2025.

(XXIX) Capital management

The capital management objectives, policies, and procedures of the Group are consistent with those disclosed in the 2025 consolidated financial report. Additionally, there have been no significant changes in the aggregated quantitative data of capital management items from those disclosed in the 2025 consolidated financial report. For relevant information, please refer to Note 6(29) of the consolidated financial report for the year ended December 31, 2025.

(XXX) Investing and financing activities not affecting the current cash flow

The Group’s investing and financing activities, which did not affect the current cash flow in the three months ended March 31, 2026 and 2025, were as follows:

A reconciliation of liabilities arising from financing activities were as follows:：

			Non-cash changes		
	2026.1.1	**Cash flows**	**Effect of exchange rate changes**	**Other changes**	**2026.3.31**
Long-term loans (include expiry within one year)	$ 1,500,000	100,000	-	-	1,600,000
Short-term loans	6,576,000	(358,000)	-	-	6,218,000
Lease liabilities	513,471	(39,895)	-	7,026	480,602
Short-term notes payable	529,311	(180,000)	-	184	349,495
Bonds payable	2,498,721	-	-	232	2,498,953
Total liabilities from financing activities	$ 11,617,503	(477,895)	-	7,442	11,147,050

			Non-cash changes		
	2025.1.1	**Cash flows**	**Effect of exchange rate changes**	**Other changes**	**2025.3.31**
Long-term loans (include expiry within one year)	$ 900,000	800,000	-	-	1,700,000
Short-term loans	8,244,000	(1,079,000)	-	-	7,165,000
Lease liabilities	452,189	(45,177)	-	153,593	560,605
Short-term notes payable	998,535	510,000	-	(852)	1,507,683
Bonds payable	2,497,793	-	-	232	2,498,025
Total liabilities from financing activities	$ 13,092,517	185,823	-	152,973	13,431,313

VII. Related-party Transactions

(I) Names and relationship with related parties

The followings are related parties that have had transactions with the Group during the periods covered in the consolidated financial statements:

Name of related party	Relationship with the Group
Linde LienHwa Industrial Gases Co., Ltd.(Note1)	Associate of the Group
UPC Technology Corp.	Associate of the Group
Lienhwa United LPG Co., Ltd.	Associate of the Group
TXI BA WENG INC.	Associate of the Group
Tung Bao Corp.	Subsidiary of associate of the Group
UNITED INDUSTRIAL GASES CO., LTD.	Subsidiary of associate of the Group
LIENHWA LOX CRYOGENIC EQUIPMENT CORPORATION	Subsidiary of associate of the Group
Asia Union Electronic Chemical Corp.(Note2)	Subsidiary of associate of the Group
Yuan Rong Industrial Gases Co., Ltd.	Subsidiary of associate of the Group
Lien Fung Precision Technology Development Co., Ltd.	Subsidiary of associate of the Group
Lien Tong Gases Co., Ltd.	Subsidiary of associate of the Group
Lien Quan Industrial Gases Co., Ltd.	Subsidiary of associate of the Group
Confederate Technology Co., Ltd.	Subsidiary of associate of the Group
FETC International Co., Ltd.	Other related party of the Group
Yih Yuan Investment Corp	Other related party of the Group
MiTAC International Corporation	Other related party of the Group
Harbinger Venture Management Co., Ltd.	Other related party of the Group
Getac Technology Corp.	Other related party of the Group
MiTAC Computing Technology Corporation	Other related party of the Group
MiTAC Digital Technology Corp.	Other related party of the Group
Synnex Technology International Corp.	Other related party of the Group
MiTAC Holdings Corp.	Other related party of the Group
EasyCard Corporation	Other related party of the Group
Ares International Corp.	Other related party of the Group
Chiao Thai Hsing Enterprise Co., Ltd.	Other related party of the Group
Atemitech Corporation	Other related party of the Group
Getac Holdings Corporation	Other related party of the Group

Name of related party	Relationship with the Group
Yu Shiu Educational Foundation	Other related party of the Group
Mei An Investment Co., Ltd.	Other related party of the Group
Mei An Culture and Education Foundation	Other related party of the Group
Far Eastern Electronic Toll Collection Co., Ltd.	Other related party of the Group
Yi Feng Investment Co., Ltd.	Other related party of the Group
Huntwell Technology Corporation	Other related party of the Group
Waffer technology corp.	Other related party of the Group
Accudevice Co., Ltd.	Other related party of the Group

Note1：Formerly known as LienHwa Industrial Gases Co., Ltd.

Note2：Since January 30, 2026, it became a non-related party.

(II) Material transactions with related parties

1. Operating revenue

The Group's significant sales to related parties are as follows:

	January to March 2026	January to March 2025
Associates	$ 5,850	14,737
Other related parties	10,413	19,222
	$ 16,263	**33,959**

The sales terms to related parties were not significantly different from those of general sales. The credit periods for the receivables were 60 to 90 days from the end of the month. No collateral was received for the receivables from related parties, and based on evaluation, no allowance for doubtful accounts was considered necessary.

2. Lease to related parties

The Group's rental income from leasing assets to related parties are as follows:

		January to March 2026	January to March 2025
Associates：			
Linde Lienhwa Industrial Gases Co., Ltd.	$	16,235	15,813
Other associates		7,364	7,569
Other related parties:			
Getac Technology Corp.		14,575	14,182
Atemitech Corp.		5,352	5,234
Other related parties		2,742	2,870
	$	**46,268**	**45,668**

The lease periods ranged from January 1, 2019 to June 30, 2053. The rental amounts of the leased assets mentioned above were determined by negotiation with reference to the announced present value or appraised value of the land and buildings. In addition, the Group received lease deposits from the related parties amounting to $22,823 thousand and $22,547 thousand as of March 31, 2026 and 2025, respectively.

3. Purchase

The Group's purchase value to related parties are as follows:

		January to March 2026	January to March 2025
Associates	$	8	8
Other related parties:			
Chiao Thai Hsing Enterprise Co., Ltd.		179,295	171,015
Other related parties		15,424	10,772
	$	**194,727**	**181,795**

The purchased conditions for the related party required by the Group are the same as general transaction conditions. The payment term is 1 to 2 months.

4. Receivables from related parties

The Group's receivable accounts-related parties are as follows:

Item	Type	2026.3.31	2025.12.31	2025.3.31
Accounts receivable	Associates	$ 30,216	19,373	23,450
	Other related parties	9,244	20,387	14,281
Other receivable	Associates	1,300	1,426	1,253
	Other related parties:			
	Getac Holdings Corporation	85,752	230	86
	Other related parties	7,622	1,526	1,982
		$ 134,134	42,942	41,052

The aforementioned other receivables represent rental income from the Nangang Building, advances, and cash dividends.

5. Payables from related parties

The Group's payable accounts-related parties are as follows:

Item	Type	2026.3.31	2025.12.31	2025.3.31
Notes payable	Other related parties	$ 501	430	387
Accounts payable	Associates	8	8	8
	Other related parties:			
	Synnex Technology International Corp.	16,727	33,164	-
	Other related parties	3,906	13,535	11,595
Other payables	Associates	740	492	23
	Other related parties	2,263	2,557	1,172
		$ 24,145	50,186	13,185

6. Prepayment (stated as other current assets)

The Group's prepayments to related parties are as follows:

	2026.3.31	2025.12.31	2025.3.31
Other related parties	$ 179	260	-

7. Transaction of property

(1) Purchase of equipment

The Group purchased equipment from other related parties in the total amounts of $1,201 thousand for the three months ended March 31, 2026.

8. Operating expenses

Item	Type	January to March 2026	January to March 2025
Royalty (Marking expenses)	Other related parties	$ 2,764	2,840

9. Lease

The Group rented the plant, machinery, and equipment from Chiao Thai Hsing Enterprise Co., Ltd. in August 2021. The lease contract is for 210 months. The total contract amount was $442,730 thousand, and the contract was recognized as a right-of- use asset by the Group.

The interest expenses recognized were $1,720 thousand and $1,835 thousand for the three months ended March 31, 2026, respectively. The lease liabilities were $339,489 thousand, $345,269 thousand, and $362,435 thousand as of March 31, 2026, December 31, 2025, and March 31, 2025, respectively.

10. Others

The Group sold factory land to Linde LienHwa Industrial Gases Co., Ltd. In 1985 and 1998. The disposal gain was $71,934 thousand. Since Linde LienHwa Industrial has not yet sold the land, the Group stated the sales revenue as the deferred loans-gains on inter-associate accounts (stated as other noncurrent liabilities-others).

The Group increased its investment in MiTAC Digital Corp. by $144,372 thousand, which was accounted for as financial assets at fair value through other comprehensive income.

(III) Key management personnel compensation

Key management personnel compensation comprised the following：

	January to March 2026	January to March 2025
Short-term employee benefits	$ 9,763	10,069
Post-employment benefits	247	162
Other long-term employee benefits	9	11
Share-based payment	1,616	-
	$ 11,635	10,242

For details of share-based payments, please refer to note 6(22).

VIII. Pledged Assets

The Group's carrying amounts of pledged assets are as follows:

Pledged assets	Object	2026.3.31	2025.12.31	2025.3.31
Other current assets and other non-current assets－others	Bank loans	$ 18,018	25,488	31,513
Financial assets at fair value through other comprehensive income	〃	1,854,100	1,461,300	1,724,850
Property, plant and equipment	〃	164,783	165,677	168,357
Investment property	〃	963,989	970,646	990,617
Refundable deposits		120,315	176,690	100,710
		$ 3,121,205	2,799,801	3,016,047

IX. Significant contingent liabilities and unrecognized contractual commitments

Significant unrecognized contractual commitments

(I) The Group's unused letters of credit issued

		2026.3.31	2025.12.31	2025.3.31
Unused letters of credit issued				
USD	$	5,142	13,398	12,012

(II) The Group entered into a collaborative construction contract and a real estate lease agreement with Ally Logistic Property Co., Ltd. in October 2021. For the purpose of the "Lien Hwa and Fugang Logistic Center Asset Development and Co-construction Project," the Group commissioned Ally Logistic Property Co., Ltd. to handle the design, planning, and construction. To facilitate subsequent engineering and contract fulfillment, the total contract price was revised to $2,200,000 thousand. As of March 31, 2026, the cumulative amount paid by the Group was $1,688,684 thousand.

X. Losses due to major disasters: None.

XI. Significant post events: None.

XII. Others

(I) A summary of employee benefits, depreciation, and amortization, by function, is as follows

By function / By nature	January to March 2026			January to March 2025		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits expenses						
Salary expenses	202,815	197,874	400,689	220,593	164,300	384,893
Labor and health insurance expenses	19,798	18,098	37,896	21,193	15,981	37,174
Pension expenses	12,153	9,990	22,143	12,215	9,603	21,818
Other employee benefits expenses	10,057	10,912	20,969	11,457	10,715	22,172
Depreciation expense	80,542	19,449	99,991	82,283	17,349	99,632
Amortization expense	8,067	6,748	14,815	1,987	8,698	10,685

(II) Seasonality of operation

The Group's operations were not affected by seasonality or cyclicality factors.

XIII. Other disclosures items

(I) Information on significant transactions

The following is the information regarding 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:

1. Loans to other parties:

Unit: NT$ in thousands

No.	Lender	Borrowing company	Account titles	Related party	Current maximum amount	Ending balance	Actual amount draw down	Interest rate interval	Purpose of the loans	Business transaction amount	Reasons of necessary short-term financing	Amount recognized in loss allowance	Collateral		Limit of loans to individual borrowers	Limit of total loans
									(Note1)				Item	Value		
0	LIEN HWA INDUSTRIAL HOLDINGS CORPORATION	Lien Hwa Property Development Corporation	Other receivables	Yes	900,000	900,000	370,000	1.86%	2	-	Operating capital	-	-	-	5,560,957	11,121,914
0	〃	Lien Hwa Industrial Corporation	〃	〃	100,000	100,000	-	-	2	-	〃	-	-	-	5,560,957	11,121,914
1	Fortune Dragon Holding Inc.	Yantai Taihwa Food Idustrial Co., Ltd.	〃	〃	157,325	127,980	127,980	-	2	-	〃	-	-	-	11,844,739	16,582,634
2	MiTAC Information Technology Corp.	MiTAC Communication Co., Ltd.	〃	〃	100,000	100,000	-	-	2	-	〃	-	-	-	934,085	934,085
2	〃	General Resources Co., Ltd.	〃	〃	300,000	300,000	80,000	2.00%	2	-	〃	-	-	-	934,085	934,085
3	MiTAC Communication Co., Ltd.	General Resources (Hong Kong) Co., Ltd.	〃	〃	31,465	-	-	-	2	-	〃	-	-	-	55,635	55,635
4	General Resources Co., Ltd.	GENERAL RESOURCES VIETNAM COMPANY LIMITED	〃	〃	3,839	3,839	3,839	6%	2	-	〃	-	-	-	66,218	66,218

Note1: 1. A business associate.
2. Needs for short-term financing.

Note2: The limit amount of loans to each borrower shall not exceed 10% of the net value of the recent financial statements audited or reviewed by the CPA, and the total limit of loans shall not exceed 20% of that.

Note3: If both the borrower and lender are the foreign company that the parent company owns directly or indirectly with 100% of voting rights, the limit amount for the Fortune Dragon Holding Inc. to loans to each borrower and the limit amount of total loans shall not exceed 100% of the net value of the recent financial statements audited or reviewed by the CPA. If the borrower and lender do not meet said criteria, the amount shall not exceed 40%. Said amount loaned shall not exceed 140% in total.

Note4: MiTAC Information Technology Corp.'s limit for loans to each borrower and all borrowers in aggregate shall not exceed 40% of the latest financial statements audited or reviewed by the CPA.

Note5: MiTAC Communication Co., Ltd.'s limit for loans to each borrower and all borrowers in aggregate shall not exceed 40% of the latest financial statements audited or reviewed by the CPA.

Note6: General Resources Co., Ltd.'s limit for loans to each borrower and all borrowers in aggregate shall not exceed 40% of the latest financial statements audited or reviewed by the CPA.

Note7: The transactions had been eliminated in the consolidated financial statements.

2. Guarantees and endorsements for other parties:

Unit: NT$ in thousands

No.	Endorsing/ guaranteeing company	Endorsed/ secured company		Limit amount of endorsement / guarantee to a single enterprise	Current maximum endorsement/ guarantee balance	Current endorsement/ guarantee - ending	Actual amount draw down	Endorsement / guarantee amount secured with property as collateral	Ratio of the cumulative endorsement/ guarantee amount to the net worth in the most recent financial statements	Maximum endorsements / guarantees	Endorsement/ guarantee made by the parent company for its subsidiaries	Endorsements/ guarantees made by the subsidiaries for its parent company	Endorsement/ guarantee made for the operations in Mainland China
		Company name	Relationship (Note 1)										
0	LIEN HWA INDUSTRIAL HOLDINGS CORPORATION	Fortune Dragon Holding Inc.	2	55,609,572	255,960	255,960	-	-	0.46%	55,609,572	Y	N	N
0	〃	Lien Hwa Milling Corporation	2	55,609,572	2,120,000	1,800,000	825,502	-	3.24%	55,609,572	Y	N	N
1	Lien Hwa Property Development Corporation	LIEN HWA INDUSTRIAL HOLDINGS CORPORATION	3	9,024,903	4,024,390	4,024,390	2,124,390	4,024,390	133.78%	9,024,903	N	Y	N
2	MiTAC Inc.	MiTAC Information Technology Corp.	1	33,644,550	3,066,408	3,066,408	1,378,316	1,854,100	9.11%	33,644,550	N	N	N
3	MiTAC Information Technology Corp.	General Resources Co., Ltd.	2	2,335,213	469,243	469,243	339,243	-	20.09%	2,335,213	N	N	N
3	〃	MiTAC Advance Technology Corp	2	2,335,213	202,659	202,464	202,464	-	8.67%	2,335,213	N	N	N
3	〃	General Resources (Hong Kong) Co., Ltd.	2	2,335,213	52,620	52,620	52,620	-	2.25%	2,335,213	N	N	N
4	MiTAC Communication Co., Ltd.	MiTAC Information Technology Corp.	3	200,000	5,709	5,709	-	-	4.10%	200,000	N	N	N

Note1：The relationship between the endorsing/guarantying subject and the endorsed/secured subject is classified into 3 categories as follows:
1. A company with business transactions.
2. A company in which the company directly or indirectly holds more than 50% of the voting shares.
3. A company that directly or indirectly holds more than 50% of the voting shares in the company.

Note2：The total endorsement and guarantee amount made by the Company for others shall not exceed 100% of the net value in the most recent financial statements. The endorsement and guarantee amount made by the Company to a single subsidiary shall not exceed 100% of the net value in the most recent financial statements.

Note3：The limit of the endorsement and guarantee amount made by Lien Hwa Property Development Corporation to a single company and the total limit of endorsement and guarantee shall not exceed 300% of the net value in the most recent financial statements of Lien Hwa Property Development Corporation audited or reviewed by the CPA.

Note4：The limit of the endorsement and guarantee amount made by MiTAC Inc.to a single company and the total limit of endorsement and guarantee shall not exceed 100% of the net value in the most recent financial statements of MiTAC Inc. audited or reviewed by the CPA.

Note5：The limit of the endorsement and guarantee amount made by MiTAC Information Technology Corp. to a single company and the total limit of endorsement and guarantee shall not exceed 100% of the net value in the most recent financial statements of MiTAC Information Technology Corp. audited or reviewed by the CPA.

Note6：The limit of the endorsement and guarantee amount made by MiTAC Communication Co., Ltd. for MiTAC Information Technology Corp shall not exceed 30% of the net value in the most recent financial statements of MiTAC Information Technology Corp audited or reviewed by the CPA, or NT$200,000 thousand, whichever is lower. The maximum limit is set at NT$200,000 thousand.

Note7: The transactions had been eliminated in the consolidated financial statements.

3. Significant securities held at the end of period (excluding investment in subsidiaries, associates and joint ventures):

Unit: NT$ in thousands/ Thousand shares

Company holding securities	Security type and name	Relationship with the issuer	Account title	Ending Balance				Note
				No. of shares/ Unit	Carrying amount	%	Fair value (Note1、3)	
Lien Hwa Industrial Holdings Corporation	Great Wall Enterprise Co., Ltd.	The Company is the juridical person director of the company	Financial assets at fair value through other comprehensive income-non-current	19,013	1,032,395	2.12%	1,032,395	
〃	MiTAC Holdings Corp.	The chairman of the company is the one of the company	〃	116,535	8,600,286	8.78%	8,600,286	
〃	Synnex Technology International Corp.	〃	〃	59,526	4,512,080	3.57%	4,512,080	
〃	Getac Holdings Corporation	The chairman of the company is the representative of the juridical person director of the company	〃	7,210	702,975	1.16%	702,975	
Fortune Dragon Holding Inc.	Ever Victory Global Limited.	-	〃	72,810	453,271	11.76%	453,271	Note4
Sun Lead International Limited	Kelington Group Berhad	-	〃	46,361	1,756,128	5.89%	1,756,128	
MiTAC Inc.	Lien Hwa Industrial Holdings Corporation	The parent company	〃	7,041	317,208	0.39%	317,208	Note3
〃	Synnex Technology International Corp.	The chairman of the company is the one of the company	〃	260,521	19,747,496	15.62%	19,747,496	Note5
〃	MiTAC Holdings Corp.	〃	〃	111,574	8,234,176	8.41%	8,234,176	Note6
Ho Li Investment Co., Ltd.	Getac Holdings Corporation	The parent company is the juridical person director of the company	Financial assets at fair value through other comprehensive income-current	5,358	522,405	0.86%	522,405	

Note1：This table presents the marketable securities that the Company has determined should be disclosed based on the principle of significance.
Note2：For the TWSE/TPEx-listed Company with a public market price, the closing price on the last transaction date in the accounting period shall apply
Note3：The parent company's stocks possessed by subsidiaries have been deducted from the book value and these stocks were deemed as treasury stocks.
Note4：The market price listed by the non-TWSE/TPEx-listed company refers to the equity net value. Some of it is listed in the financial statements of the same period that is prepared by the invested company or audited by the CPA.
Note5：Among the other things, 23,000 thousand shares were pledged to the bank as the collateral to secure the application of MiTAC Information Technology Corp. for the facility under the bank's project.
Note6：Among the other things, 1,500 thousand shares were pledged to the bank as the collateral to secure the application of MiTAC Information Technology Corp. for the facility under the bank's project.
Note7：The transactions had been eliminated in the consolidated financial statements.

4. Related-party transactions for purchases and sales with amounts exceeding the lower of $100 million or 20% of the paid-in capital:

Unit: NT$ in thousands

Name of Company	Name of the trading counterpart	Relationship	Transaction details				Status and reason for deviation from arm'slength transaction		Accounts/notes receivable (payable)		Note
			Purchase (sale)	Amount	Percentage of total purchases /sales	Credit period	Unit price	Credit period	Balance	Percentage of accounts/ Notes receivable (payable)	
Lien Hwa Milling Corporation	Chiao Thai Hsing Enterprise Co., Ltd.	Other related parties	Purchase	179,295	18%	On demand	-	No significant differences	(572)	(1)%	

5. Receivables from related parties with amounts exceeding the lower of $100 million or 20% of the paid-in capital:

Unit: NT$ in thousands

Name of related parties	Counter-party	Relationship	Balance of receivables from related parties	Turnover rate	Overdue amount		Amounts received in Subsequent period	Allowance for bad debt
					Amount	Action taken		
Lien Hwa Industrial Holdings Corporation	Lien Hwa Property Development Corporation	Parent-subsidiary company	370,662	-	-		-	-
Fortune Dragon Holding Inc.	Yantai Taihwa Food Idustrial Co., Ltd.	〃	127,980	-	-		-	-

Note：The transactions had been eliminated in the consolidated financial statements.

6. Business relationship and significant transactions between the parent and subsidiaries:

Except for intercompany loans, there were no significant transactions between the parent and subsidiaries for the three months ended March 31, 2026. Information on loans to other parties is disclosed in note 13(1).

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

(II) Information on investees：

The information on the Group's investments for the three months ended March 31, 2026 is as follows (excluding investees in Mainland China):

Unit: NT$ in thousands/ Thousand shares

Name of investor	Name of invested company	Location	Main business	Original investment amount		Held at the end of the period			Net income (loss) of the investee	Investment income (loss) recognised by the Company	Note
				End of the period	End of last year	Shares	Ratio	Carrying amount			
Lien Hwa Industrial Holdings Corporation	UPC Technology Corp.	Taipei	Organic acid, acid anhydride and its derivatives, plastic toughened, etc.	3,142,213	3,142,213	424,881	31.93%	9,065,143	102,340	32,677	
〃	Linde Lienhwa Industrial Gases Co., Ltd.	〃	Production of liquid nitrogen, nitrogen, hydrogen, acetylene and other industrial gases.	400,000	400,000	1,886	50.00%	11,382,782	677,902	338,951	
〃	MiTAC Inc.	〃	General investment	731,636	731,636	143,480	35.90%	12,225,840	46,700	15,492	Subsidiary Note 1 and 2
〃	MiTAC Information Technology Corp.	〃	Integrated system service, and sale of industrial computer	1,487,299	1,487,299	79,080	37.66%	900,119	43,068	16,510	Subsidiary Note3
〃	Hua Cheng Investment Co., Ltd	〃	General investment	1,122,116	1,122,116	140,456	100.00%	1,994,794	11,725	11,725	Subsidiary Note1
〃	Lienhwa United LPG Co., Ltd.	〃	Installation, purchase/sale and technical maintenance of the equipment for propane, butane and the mixture.	62,253	62,253	7,694	24.04%	108,323	9,361	2,252	
〃	Feng Yao Energy Co., Ltd.	〃	Energy technology services	623,500	623,500	9,700	100.00%	97,286	298	298	Subsidiary
〃	Fortune Dragon Holding Inc.	B.V.I.	General investment	3,737,817	3,737,817	120,155	100.00%	11,844,739	465,179	465,179	Subsidiary
〃	Lien Hwa Milling Corporation	Taipei	Manufacturing and sale of flour	913,563	913,563	74,999	74.999%	1,580,112	86,653	65,169	Subsidiary Note3
〃	Lien Hwa Property Development Corporation	〃	General Leasing Business	2,201,000	2,201,000	200,100	100.00%	3,008,301	45,635	45,635	Subsidiary
〃	Lien Hwa Industrial Corporation	〃	General investment	24,000	24,000	2,400	100.00%	24,095	(50)	(50)	〃
〃	Asia Hydrogen Energy Corporation	Hsinchu	Manufacture of machinery and equipment for power generation, transmission and distribution, and energy technology service.	303,918	303,918	7,465	50.927%	168,271	(5,478)	(3,253)	Subsidiary
〃	TXI BA WENG INC.	Tainan	Fertilizer manufacturing and renewable energy	60,960	60,960	5,080	20.32%	55,598	(1,824)	(376)	

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

Name of investor	Name of invested company	Location	Main business	Original investment amount		Held at the end of the period			Net income (loss) of the investee	Investment income (loss) recognised by the Company	Note
				End of the period	End of last year	Shares	Ratio	Carrying amount			
Hua Cheng Investment Co., Ltd	UPC Technology Corp.	Taipei	Organic acid, acid anhydride and its derivatives, plastic toughened, etc.	54,933	54,933	4,732	0.36%	103,220	102,340	368	
〃	MiTAC Inc.	〃	General investment	84,354	84,354	7,807	1.95%	681,620	46,700	841	Subsidiary Note2
〃	MiTAC Information Technology Corp.	〃	Integrated system service, and sale of industrial computer	167,140	167,140	10,805	5.15%	122,752	43,068	2,218	Subsidiary
〃	Jian Foods Incorporation	〃	Wholesaling and retailing business	10	10	-	- %	-	71	-	〃
〃	Camel Ring International Company	〃	〃	10	10	1	0.16%	8	15	-	〃
〃	Lien Yung Investment Corp.	〃	General investment	87,969	87,969	9,217	19.99%	229,532	21,773	4,353	
〃	Tung Da Investment Co., Ltd.	〃	〃	72,699	72,699	4,848	19.99%	148,954	18,201	3,638	
〃	Lien Hwa Milling Corporation	〃	Manufacturing and sale of flour	14	14	1	0.001%	21	86,653	1	Subsidiary
〃	Asia Hydrogen Energy Corporation	Hsinchu	Manufacture of machinery and equipment for power generation, transmission and distribution, and energy technology service.	40	40	1	0.01%	23	(5,478)	-	Subsidiary
〃	TXI BA WENG INC.	Tainan	Fertilizer manufacturing and renewable energy	60	60	5	0.02%	62	(1,824)	-	
Asia Hydrogen Energy Corporation	TXI BA WENG INC.	〃	Fertilizer manufacturing and renewable energy	28,980	28,980	2,415	9.66%	26,434	(1,824)	(179)	
Feng Yao Energy Co., Ltd.	Jian Foods Incorporation	Taipei	Wholesaling and retailing business	417,000	417,000	11,789	97.09%	21,612	71	69	〃
〃	Oggi Restaurant Group Co., Ltd.	〃	Restaurant business	35,000	35,000	3,500	100.00%	2,586	-	-	〃
〃	Camel Ring International Company	〃	Wholesaling and retailing business	6,465	6,465	642	99.84%	5,183	15	15	Subsidiary
Fortune Dragon Holding Inc.	Pacific Gateway Holdings Inc.	B.V.I.	General investment	1,186,793	1,186,793	39,461	100.00%	236,690	(4,133)	(4,133)	Subsidiary
〃	Boc Lienhwa (B.V.I) Holding Co., Ltd.	〃	〃	1,744	1,744	50	50.00%	5,778,353	845,999	422,999	
〃	Hifood Co., Ltd.	Cayman	〃	470,630	470,630	14,150	65.81%	190,168	2,353	1,549	Subsidiary
〃	Sun Lead International Limited	B.V.I.	〃	73,525	73,525	3	100.00%	1,842,803	15,053	15,053	〃

Name of investor	Name of invested company	Location	Main business	Original investment amount		Held at the end of the period			Net income (loss) of the investee	Investment income (loss) recognised by the Company	Note
				End of the period	End of last year	Shares	Ratio	Carrying amount			
MiTAC Inc	Mix System Holdings Ltd.	Cayman	General investment	268,342	268,342	8,610	100.00%	478,892	683	683	〃
〃	Ho Li Investment Co., Ltd.	Taipei	〃	564,035	564,035	82,234	100.00%	1,190,789	36,199	36,199	Subsidiary Note1
〃	MiTAC Hikari Corp.	〃	System integration service	30,000	30,000	3,000	50.00%	6,311	1,343	672	Subsidiary
〃	MiTAC Information Technology Corp.	〃	Integrated system service, and sale of industrial computer	774,777	774,777	67,799	32.29%	754,041	43,068	13,907	〃
〃	MiTAC Information Technology Corp	〃	Information Software Services, Computer and Peripheral Equipment Manufacturing, Other Electrical Engineering and Electronic Machinery Equipment Manufacturing	159,084	159,084	9,943	11.05%	169,561	40,807	4,509	〃
Mix System Holdings Ltd.	Mitac Investment China Co. Ltd.	B.V.I.	General investment	166,065	166,065	5,450	100.00%	270,958	281	281	〃
Ho Li Investment Co., Ltd.	Lien Yung Investment Corp.	Taipei	〃	87,969	87,969	9,217	19.99%	210,200	21,773	-	
〃	Tung Da Investment Co., Ltd.	〃	〃	72,691	72,691	4,848	19.99%	137,739	18,201	-	
MiTAC Information Technology Corp.	MiTAC Communication Co.,Ltd.	〃	Sale, rental and maintenance of telephone switching systems and data communication products, communication system project contracting	201,312	201,312	11,734	100.00%	143,171	4,084	4,084	Subsidiary
〃	Samoa Mitac Information Holding Ltd.	Samoan	General investment	166,915	166,915	5,395	100.00%	116,232	(3,254)	(3,254)	Subsidiary
〃	Mitac Information Technology (Singapore) Pte. Ltd.	Singapore	Semiconductor facility monitoring and control system engineering, network communication system engineering	15,794	15,794	500	100.00%	113,123	(1,112)	(1,112)	Subsidiary
〃	MiTAC Information Technology Corp	Taipei	Information Software Services, Computer and Peripheral Equipment Manufacturing, Other Electrical Engineering and Electronic Machinery Equipment Manufacturing	535,100	535,100	53,510	59.45%	720,695	40,807	24,259	Subsidiary
〃	General Resources Co.	〃	Railway E&M system engineering、Environmental protection solutions engineering (exhaust gas system treatment)	337,548	337,548	18,000	100.00%	161,764	995	709	Subsidiary Note2

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements(Continue)

Name of investor	Name of invested company	Location	Main business	Original investment amount		Held at the end of the period			Net income (loss) of the investee	Investment income (loss) recognised by the Company	Note
				End of the period	End of last year	Shares	Ratio	Carrying amount			
General Resources Co.	General Resources (Hong Kong) Co., Ltd.	Hong Kong	Railway E&M system engineering	263,894	263,894	65,663	100.00%	40,078	5,530	5,530	Subsidiary
〃	GENERAL RESOURCES VIETNAM COMPANY LIMITED	Vietnam	〃	12,185	12,185	-	100.00%	(1,162)	(1,433)	(1,433)	〃
Samoa Mitac Information Holding Ltd.	Aidixun Investment Co.,Ltd.	Samoan	General investment	163,512	163,512	8,165	100.00%	116,052	(3,254)	(3,254)	〃

Note1：The parent company's stocks possessed by subsidiaries have been deducted from the book value and these stocks were deemed as treasury stocks.
Note2：The variance refers to the amortization of the difference in equity net value.
Note3：The variance between the book value and the investment income recognized in the current period and invested company refers to the side stream transaction.
Note4：The transactions had been eliminated in the consolidated financial statements.

(III) Information on investment in Mainland China：

1. The names of investees in Mainland China, the main businesses and products, and other information:

Unit: NT$ in thousands

Investee (Note2)	Main businesses and products	Paid-in capital amount	Method of investment (Note1)	Accumulated outflow of investment from Taiwan as of January 1, 2026	Investment		Accumulated outflow of investment from Taiwan as of March 31, 2026	Net income (losses) of the investee	Percentage of ownership	Investment income (loss) recognized	Carrying value as of March 31, 2026	Accumulated inward remittance of earnings as of March 31, 2026
					Outflow	Inflow						
Yantai Taihwa Food Idustrial Co.,Ltd. (II).1	General Leasing Business	1,232,224	(II)	1,232,224	-	-	1,232,224	(4,188)	100.00%	(4,188)	230,840	-
Hifood (Shanghai) Co., Ltd. (II).2	〃	656,700	(II)	408,880	-	-	408,880	2,254	65.81%	1,483	183,209	-
Fujian Fuhua Gases Co., Ltd. (II). 2 and 3	Research and development of industrial gases, development and technical service of electronics industrial gases	824,911	(II)	-	-	-	-	82,947	25.00%	21,524	383,763	-
BOCLH Industrial Gases (Shanghai) Co., Ltd (II). 2 and 3	Mainly in the business of gas production	580,438	(II)	1,744	-	-	1,744	113,013	50.00%	56,507	852,780	-
Lien Xiong Investment (Shanghai) Co., Ltd. (II). 2 and 3	General investment	5,725,631	(II)	-	-	-	-	78,426	50.00%	39,213	5,014,246	-
Shengpin Precision Gas (Shanghai) Co., Ltd. (II). 2 and 3	Mainly in the business of gas production	729,024	(II)	-	-	-	-	99,028	50.00%	49,514	785,069	-
Lien Hwa Precision Gas (Chengdu) Co., Ltd. (II). 2 and 3	〃	501,638	(II)	-	-	-	-	20,021	50.00%	10,011	336,265	-
Lien Hwa Precision Gas (Dalian) Co.,Ltd. (II). 2 and 3	〃	478,312	(II)	-	-	-	-	42,150	50.00%	21,075	603,440	-
Linde Lienhwa Gases (Wuhan) Co., Ltd. (II). 2 and 3	〃	629,663	(II)	-	-	-	-	176,618	50.00%	88,309	1,003,039	-

LIEN HWA INDUSTRIAL HOLDINGS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements(Continue)

Investee (Note2)	Main businesses and products	Paid-in capital	Method of investment (Note1)	Accumulated outflow of investment from Taiwan as of January 1, 2026	Investment Outflow	Investment Inflow	Accumulated outflow of investment from Taiwan as of March 31, 2026	Net income (losses) of the investee	Percentage of ownership	Investment income (loss) recognized	Carrying value as of March 31, 2026	Accumulated inward remittance of earnings as of March 31, 2026
Linde Lienhwa Gases (Chengdu) Co.,Ltd. (II).2 and 3	Mainly in the business of gas production	718,696	(II)	-	-	-	-	31,841	50.00%	15,921	496,698	-
BOCLH Industrial Gases (Beijing) Co., Ltd. (II).2 and 3	Mainly in the business of production and manufacturing of chemical raw materials	437,394	(II)	-	-	-	-	48,995	50.00%	24,497	248,040	-
BOCLH Industrial Gases (Lianxiong Gases) Co., Ltd. (II).2 and 3	Mainly in the business of in the fields of electronic technology, industrial gases and sales of chemical products	245,969	(II)	-	-	-	-	40,945	50.00%	20,472	315,683	-
Linde Lienhwa Gases (kunshan) Co.,Ltd. (II).2 and3	Mainly in the business of import, export, wholesale, and commission agency of helium filling equipment and similar products	135,262	(II)	-	-	-	-	16,928	50.00%	8,464	149,187	-
Mitac (Shanghai) Business Management Consulting o., Ltd.(II).2	Business management consulting, business information consulting and system integration services	82,898	(II)	31,708	-	-	31,708	(554)	100.00%	(554)	153,168	-
Jiangsu Aidixun Technology Culture Co., Ltd. (II).2	Cultural venue operation and equipment sales, cultural and creative content management and diversified integrated services	86,695	(II)	93,239	-	-	93,239	(3,474)	100.00%	(3,474)	122,525	-

2. Limitation on investment in Mainland China：

Company name	Accumulated investment in Mainland China as of March 31, 2026	Investment amount authorized by Investment Commission, MOEA	Upper limit on investment (Note 3)
The Company	3,720,683	3,863,283	33,365,743
MiTAC Inc.	49,114	189,212	20,186,730
MiTAC Information Technology Corp.	161,191	161,191	1,401,128

Note 1: Investment is divided into the following three categories:
(I) engaged in direct investment in Mainland China;
(II) Investment in Mainland China through a third country company.
(III) Others.

Note 2: In the column of the investment income recognized in the current period:
(I) it should be specified if the investment is in preparation without any investment gain or loss resulted.
(II) The base for the recognition of investment income can be classified into three categories and it shall be specified.
(1) The financial statements audited and attested by the CPA Firms of the parent company in Taiwan;
(2) Other- Self-prepared financial statement
(3) The investment income is recognized based on the shareholding of that company as held by Fortune Dragon Holding Inc. indirectly.

Note 3: According to the regulation in the "Principle of Review on Investment and Technical Cooperation in Mainland China" issued by the Investment Commission on August 29, 2008, 60% of the net value is used for the calculation.

Note 4: The numbers in said table are stated in New Taiwan Dollars.

Note 5: The Company invested in Quan Ye Trading Co., Ltd indirectly. The original investment cost was US$1,000 thousand. The equity was disposed of and US$486 thousand of the investment amount was collected and settled in May 2017. It was reported to the Investment Commission of the Ministry of Economic Affairs for future reference and cancellation as of March 31, 2026. After the capital is remitted back to Taiwan, the amount will be deducted from the used amount of the approved limit in Mainland China.

Note6: The transactions had been eliminated in the consolidated financial statements.

3. Significant transactions: None.

XIV. Segment information

(1) General information

The Group has 4 reportable segments: Rental business, Flour business, and administrative resource center and system integration service business. The rental business provides real property rental and development services. The Flour business manufactures and sells all kinds of Flour and processed foods. The system integration service business provides the system integration service, automatic system, applied software design and sale of industrial computer. The administrative resource center is responsible for the management of domestic/foreign investment business.

The reportable segments of the Group are strategic business departments that provide different products and laboring services. Since different technologies and marketing strategies are required for individual strategic business departments, they need to be managed separately. Most of the business departments were acquired respectively. Their initial management teams were retained.

(2) Information about the income, assets and liabilities, and measurement basis and reconciliation of the reportable segment

The Group mainly uses the department income before tax (excluding extraordinary gain or loss and exchange gain or loss) in the internal management report that is reviewed by the business decision maker to be the basis for resource distribution and performance evaluation for the management. Since the income tax, extraordinary gain or loss and exchange gain or loss were managed based on the Group, the Group did not distribute the income tax expense (profit), extraordinary gain or loss and exchange gain or loss to the reportable segment. In addition, material non-cash item other than depreciation and amortization is not included in the income of every reportable segment. The reported amount shall be consistent with the amount in the report used by the business decision maker.

Except for that the pension expense of every business department is recognized and measured based on the pension scheme paid in cash, the accounting strategy of the business department is the same as what's stated in Note 4 “Summary of Significant Accounting Policies”.

The Group deems the sale and transfer between departments as third-party transactions. And the transaction is measured at current market price.

The Group's operating segment information and reconciliation are as follows:

January to March 2026		Rental business	Flour business	Administrative resource center	System integration business	All other departments	Reconciliation and elimination	Total
Revenue:								
Revenue from external customers	$	99,036	1,222,977	41,006	1,154,900	5,218	-	2,523,137
Intersegment revenue		14,621	5	652,200	302	24	(667,152)	-
Total revenue	**$**	**113,657**	**1,222,982**	**693,206**	**1,155,202**	**5,242**	**(667,152)**	**2,523,137**
Reportable segment profit or loss	**$**	**55,861**	**108,316**	**1,036,394**	**82,156**	**474,414**	**(641,947)**	**1,115,194**

January to March 2025		Rental business	Flour business	Administrative resource center	System integration business	All other departments	Reconciliation and elimination	Total
Revenue:								
Revenue from external customers	$	96,799	1,271,647	7,245	1,042,672	7,805	-	2,426,168
Intersegment revenue		12,018	5	501,157	26	28	(513,234)	-
Total revenue	**$**	**108,817**	**1,271,652**	**508,402**	**1,042,698**	**7,833**	**(513,234)**	**2,426,168**
Reportable segment profit or loss	**$**	**55,977**	**59,079**	**923,080**	**(7,773)**	**416,390**	**(489,008)**	**957,745**