

**LITE-ON TECHNOLOGY CORPORATION
and Subsidiaries**

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2025 and 2024 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
LITE-ON TECHNOLOGY CORPORATION

Introduction

We have reviewed the accompanying consolidated balance sheets of LITE-ON TECHNOLOGY CORPORATION and its subsidiaries (collectively, the "Group") as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). 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 following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2025 and 2024, combined total assets of these non-significant subsidiaries were NT\$71,357,123 thousand and NT\$71,362,339 thousand, respectively, representing 34.99% and 36.23%, respectively, of the consolidated total assets, and combined total liabilities of these non-significant subsidiaries were NT\$15,515,579 thousand and NT\$11,663,486 thousand, respectively, representing 12.91% and 10.55%, respectively, of the consolidated total liabilities. For the three months ended September 30, 2025 and 2024, the amounts of combined comprehensive income of these non-significant subsidiaries were NT\$2,183,103 thousand and NT\$326,251 thousand, respectively, representing 28.34% and 10.54%, respectively, of the consolidated total comprehensive income; for the nine months ended September 30, 2025 and 2024, the amounts of combined comprehensive income (loss) of these non-significant subsidiaries were NT\$(2,638,442) thousand and NT\$2,395,628 thousand,

respectively, representing (46.39%) and 20.04%, respectively, of the consolidated total comprehensive income (loss). In addition, as disclosed in Note 14 to the consolidated financial statements, the total carrying amounts of the investments accounted for using the equity method were NT\$4,143,665 thousand and NT\$4,610,649 thousand as of September 30, 2025 and 2024, respectively. The share of profit (loss) of associates accounted for using the equity method were NT\$6,166 thousand and NT\$(4,711) thousand for the three months ended September 30, 2025 and 2024, respectively; the share of profit (loss) of associates accounted for using the equity method were NT\$(10,989) thousand and NT\$15,151 thousand for the nine months ended September 30, 2025 and 2024, respectively. The amounts of the related equity-method investments as well as the additional disclosures in Note 37 to the consolidated financial statements were based on the equity-method investees' unreviewed financial statements for the same reporting periods.

Qualified Conclusion

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

The engagement partners on the reviews resulting in this independent auditors' review report are Shiu-Ran Cheng and Chien-Wei Chen.



Deloitte & Touche
Taipei, Taiwan
Republic of China

October 29, 2025

Notice to Readers

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

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 86,698,767	43	\$ 100,683,607	49	\$ 99,019,031	50
Financial assets at fair value through profit or loss (Note 7)	474,702	-	932,733	-	400,207	-
Financial assets at amortized cost (Notes 9 and 34)	-	-	-	-	69,532	-
Contract assets (Note 24)	159,785	-	191,962	-	177,311	-
Notes receivable, net (Note 11)	118,343	-	116,682	-	119,051	-
Trade receivables, net (Note 11)	41,889,311	21	37,060,192	18	33,440,566	17
Trade receivables from related parties (Note 33)	5,405	-	5,418	-	4,962	-
Other receivables (Note 11)	708,780	-	788,979	-	708,091	-
Other receivables from related parties (Note 33)	6,576	-	26,430	-	6,447	-
Inventories, net (Note 12)	30,194,660	15	26,817,093	13	26,263,129	13
Other current assets (Note 19)	<u>3,970,354</u>	<u>2</u>	<u>2,493,519</u>	<u>1</u>	<u>2,454,621</u>	<u>1</u>
Total current assets	<u>164,226,683</u>	<u>81</u>	<u>169,116,615</u>	<u>83</u>	<u>162,662,948</u>	<u>83</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss (Note 7)	1,005,087	-	1,130,079	1	1,037,246	1
Financial assets at fair value through other comprehensive income (Note 8)	1,206,456	1	998,693	-	660,014	-
Financial assets at amortized cost (Notes 9 and 34)	418,849	-	375,743	-	375,739	-
Investments accounted for using the equity method (Note 14)	4,143,665	2	4,465,232	2	4,610,649	2
Property, plant and equipment, net (Note 15)	22,079,390	11	18,775,950	9	18,222,210	9
Right-of-use assets, net (Note 16)	1,539,193	1	1,758,610	1	1,849,264	1
Investment properties, net (Note 17)	1,125,312	1	1,224,991	1	1,236,497	1
Intangible assets, net (Note 18)	3,071,060	1	3,156,476	2	2,946,319	1
Deferred tax assets	3,091,959	2	1,627,516	1	1,789,590	1
Refundable deposits	914,929	-	1,158,198	1	936,777	-
Net defined benefit assets (Note 22)	372,738	-	366,093	-	167,253	-
Other non-current assets (Note 19)	<u>747,326</u>	<u>-</u>	<u>528,573</u>	<u>-</u>	<u>483,169</u>	<u>-</u>
Total non-current assets	<u>39,715,964</u>	<u>19</u>	<u>35,566,154</u>	<u>17</u>	<u>34,314,727</u>	<u>17</u>
TOTAL	<u>\$ 203,942,647</u>	<u>100</u>	<u>\$ 204,682,769</u>	<u>100</u>	<u>\$ 196,977,675</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 20)	\$ 32,028,822	16	\$ 30,187,483	15	\$ 32,084,815	16
Financial liabilities at fair value through profit or loss (Note 7)	717,501	-	7,011	-	195,050	-
Contract liabilities (Note 24)	465,294	-	309,428	-	77,432	-
Notes payable	21	-	42	-	182	-
Trade payables	48,672,845	24	43,124,896	21	39,410,951	20
Trade payables to related parties (Note 33)	1,335	-	712	-	400	-
Other payables	19,524,856	10	19,647,011	10	19,018,216	10
Other payables to related parties (Note 33)	-	-	-	-	430	-
Current tax liabilities	7,410,991	4	7,243,158	4	6,538,255	3
Provisions (Note 21)	716,682	-	936,777	-	930,223	-
Lease liabilities (Note 16)	339,261	-	467,953	-	526,852	-
Advance received (Note 33)	<u>4,374,856</u>	<u>2</u>	<u>5,944,774</u>	<u>3</u>	<u>6,001,681</u>	<u>3</u>
Total current liabilities	<u>114,252,464</u>	<u>56</u>	<u>107,869,245</u>	<u>53</u>	<u>104,784,487</u>	<u>53</u>
NON-CURRENT LIABILITIES						
Long-term borrowings (Note 20)	3,000,000	2	3,000,000	1	3,000,000	2
Deferred tax liabilities	2,048,418	1	2,073,619	1	1,862,127	1
Lease liabilities (Note 16)	716,811	-	707,264	-	755,145	-
Guarantee deposits	<u>141,560</u>	<u>-</u>	<u>121,917</u>	<u>-</u>	<u>124,058</u>	<u>-</u>
Total non-current liabilities	<u>5,906,789</u>	<u>3</u>	<u>5,902,800</u>	<u>3</u>	<u>5,741,330</u>	<u>3</u>
Total liabilities	<u>120,159,253</u>	<u>59</u>	<u>113,772,045</u>	<u>56</u>	<u>110,525,817</u>	<u>56</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Share capital						
Ordinary shares	<u>23,167,758</u>	<u>11</u>	<u>23,472,500</u>	<u>11</u>	<u>23,472,500</u>	<u>12</u>
Capital surplus	<u>21,508,231</u>	<u>10</u>	<u>22,716,565</u>	<u>11</u>	<u>22,452,470</u>	<u>11</u>
Retained earnings						
Legal reserve	20,921,984	10	19,606,085	10	19,606,085	10
Special reserve	7,440,154	4	22,685	-	22,685	-
Unappropriated earnings	<u>17,734,325</u>	<u>9</u>	<u>26,670,784</u>	<u>13</u>	<u>23,571,510</u>	<u>12</u>
Total retained earnings	<u>46,096,463</u>	<u>23</u>	<u>46,299,554</u>	<u>23</u>	<u>43,200,280</u>	<u>22</u>
Other equity	<u>(4,416,815)</u>	<u>(2)</u>	<u>1,011,497</u>	<u>-</u>	<u>(405,200)</u>	<u>-</u>
Treasury shares	<u>(2,726,963)</u>	<u>(1)</u>	<u>(2,726,963)</u>	<u>(1)</u>	<u>(2,726,963)</u>	<u>(1)</u>
Total equity attributable to owners of the Company	83,628,674	41	90,773,153	44	85,993,087	44
NON-CONTROLLING INTERESTS	<u>154,720</u>	<u>-</u>	<u>137,571</u>	<u>-</u>	<u>458,771</u>	<u>-</u>
Total equity	<u>83,783,394</u>	<u>41</u>	<u>90,910,724</u>	<u>44</u>	<u>86,451,858</u>	<u>44</u>
TOTAL	<u>\$ 203,942,647</u>	<u>100</u>	<u>\$ 204,682,769</u>	<u>100</u>	<u>\$ 196,977,675</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated October 29, 2025)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE, NET (Notes 24 and 33)	\$ 44,890,506	100	\$ 36,773,082	100	\$ 121,728,442	100	\$ 98,834,478	100
OPERATING COST (Notes 12, 25 and 33)	<u>(33,647,793)</u>	<u>(75)</u>	<u>(28,521,654)</u>	<u>(78)</u>	<u>(93,322,019)</u>	<u>(77)</u>	<u>(77,348,511)</u>	<u>(78)</u>
GROSS PROFIT	<u>11,242,713</u>	<u>25</u>	<u>8,251,428</u>	<u>22</u>	<u>28,406,423</u>	<u>23</u>	<u>21,485,967</u>	<u>22</u>
OPERATING EXPENSES (Notes 25 and 33)								
Selling and marketing expenses	(2,534,574)	(6)	(1,356,437)	(4)	(6,117,326)	(5)	(3,661,331)	(4)
General and administrative expenses	(1,792,311)	(4)	(1,051,738)	(3)	(3,838,129)	(3)	(2,870,684)	(3)
Research and development expenses	(2,243,500)	(5)	(1,935,344)	(5)	(6,376,523)	(5)	(5,504,405)	(6)
Expected credit gain (loss) (Notes 11 and 24)	<u>10,454</u>	<u>-</u>	<u>16,983</u>	<u>-</u>	<u>10,258</u>	<u>-</u>	<u>(12,672)</u>	<u>-</u>
Total operating expenses	<u>(6,559,931)</u>	<u>(15)</u>	<u>(4,326,536)</u>	<u>(12)</u>	<u>(16,321,720)</u>	<u>(13)</u>	<u>(12,049,092)</u>	<u>(12)</u>
OPERATING INCOME	<u>4,682,782</u>	<u>10</u>	<u>3,924,892</u>	<u>11</u>	<u>12,084,703</u>	<u>10</u>	<u>9,436,875</u>	<u>10</u>
NON-OPERATING INCOME AND EXPENSES								
Other income (Note 33)	59,159	-	199,760	1	1,190,260	1	614,478	1
Other gains and losses (Notes 15, 18 and 25)	646,952	2	(27,697)	-	336,773	-	456,186	-
Finance costs (Note 25)	(422,581)	(1)	(386,770)	(1)	(1,130,282)	(1)	(1,111,967)	(1)
Interest income	596,632	1	728,560	2	2,030,023	2	2,235,775	2
Share of profit (loss) of associates accounted for using the equity method (Note 14)	<u>6,166</u>	<u>-</u>	<u>(4,711)</u>	<u>-</u>	<u>(10,989)</u>	<u>-</u>	<u>15,151</u>	<u>-</u>
Total non-operating income and expenses	<u>886,328</u>	<u>2</u>	<u>509,142</u>	<u>1</u>	<u>2,415,785</u>	<u>2</u>	<u>2,209,623</u>	<u>2</u>
PROFIT BEFORE INCOME TAX	5,569,110	12	4,434,034	12	14,500,488	12	11,646,498	12
INCOME TAX EXPENSE (Note 26)	<u>(924,472)</u>	<u>(2)</u>	<u>(1,041,998)</u>	<u>(3)</u>	<u>(3,246,630)</u>	<u>(3)</u>	<u>(2,736,927)</u>	<u>(3)</u>
NET PROFIT FOR THE PERIOD	<u>4,644,638</u>	<u>10</u>	<u>3,392,036</u>	<u>9</u>	<u>11,253,858</u>	<u>9</u>	<u>8,909,571</u>	<u>9</u>
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 23 and 26)								
Items not reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(195,078)	-	115,631	-	(209,086)	-	98,867	-

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LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
Loss on hedging instruments subject to basis adjustment	\$ -	-	\$ -	-	\$ -	-	\$ (124,592)	-
Share of income (loss) of associates and joint ventures accounted for using the equity method	5,400	-	(1,746)	-	10,258	-	(342)	-
	(189,678)	-	113,885	-	(198,828)	-	(26,067)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	3,972,655	9	(601,566)	(2)	(6,559,664)	(5)	3,650,587	4
Share of other comprehensive income (loss) of associates accounted for using the equity method	75,912	-	87,947	-	(126,956)	-	159,807	-
Income tax benefit relating to items that may be reclassified subsequently to profit or loss	(801,169)	(2)	104,060	-	1,318,595	1	(738,279)	(1)
	3,247,398	7	(409,559)	(1)	(5,368,025)	(4)	3,072,115	3
Other comprehensive income (loss) for the period, net of income tax	3,057,720	7	(295,674)	(1)	(5,566,853)	(4)	3,046,048	3
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	\$ 7,702,358	17	\$ 3,096,362	8	\$ 5,687,005	5	\$ 11,955,619	12
NET PROFIT								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 4,645,287	10	\$ 3,390,131	9	\$ 11,256,043	9	\$ 8,892,825	9
Non-controlling interests	(649)	-	1,905	-	(2,185)	-	16,746	-
	\$ 4,644,638	10	\$ 3,392,036	9	\$ 11,253,858	9	\$ 8,909,571	9
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 7,698,264	17	\$ 3,089,365	8	\$ 5,698,856	5	\$ 11,898,320	12
Non-controlling interests	4,094	-	6,997	-	(11,851)	-	57,299	-
	\$ 7,702,358	17	\$ 3,096,362	8	\$ 5,687,005	5	\$ 11,955,619	12
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 27)								
Basic	\$ 2.05		\$ 1.48		\$ 4.94		\$ 3.88	
Diluted	\$ 2.04		\$ 1.47		\$ 4.91		\$ 3.84	

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated October 29, 2025)

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company															
								Other Equity (Note 23)								
	Ordinary Shares (Note 23)		Capital Surplus (Note 23)	Retained Earnings (Note 23)				Exchange Differences on Translating Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Unearned Employees' Compensation	Gain (Loss) on Hedging Instruments	Total	Treasury Shares (Note 23)	Total	Non-controlling Interests (Note 23)	Total Equity
	Shares (In Thousands)	Amount		Legal Reserve	Special Reserve	Unappropriated Earnings	Total									
BALANCE AT JANUARY 1, 2024	2,353,130	\$ 23,531,300	\$ 22,734,080	\$ 18,258,300	\$ 2,908,326	\$ 23,507,087	\$ 44,673,713	\$ (3,025,024)	\$ (296,476)	\$ (510,034)	\$ -	\$ (3,831,534)	\$ (2,726,963)	\$ 84,380,596	\$ 686,816	\$ 85,067,412
Appropriation of earnings:																
Legal reserve	-	-	-	1,347,785	-	(1,347,785)	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	(2,885,641)	2,885,641	-	-	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(10,397,325)	(10,397,325)	-	-	-	-	-	-	(10,397,325)	-	(10,397,325)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	346	-	-	-	-	-	-	-	-	-	-	346	-	346
Changes in capital surplus from cash dividends of the Company paid to subsidiaries	-	-	24,933	-	-	-	-	-	-	-	-	-	-	24,933	-	24,933
Disposal of subsidiaries	-	-	-	-	-	-	-	10,539	-	-	-	10,539	-	10,539	(270,711)	(260,172)
Share-based payment transactions	(5,880)	(58,800)	(306,889)	-	-	23,678	23,678	-	-	293,097	-	293,097	-	(48,914)	-	(48,914)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(14,633)	(14,633)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	7,309	7,309	-	(7,309)	-	-	(7,309)	-	-	-	-
Basis adjustment to gain (loss) on hedging instruments	-	-	-	-	-	-	-	-	-	-	124,592	124,592	-	124,592	-	124,592
Net profit for the nine months ended September 30, 2024	-	-	-	-	-	8,892,825	8,892,825	-	-	-	-	-	-	8,892,825	16,746	8,909,571
Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	80	80	3,031,562	98,445	-	(124,592)	3,005,415	-	3,005,495	40,553	3,046,048
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-	8,892,905	8,892,905	3,031,562	98,445	-	(124,592)	3,005,415	-	11,898,320	57,299	11,955,619
BALANCE AT SEPTEMBER 30, 2024	2,347,250	\$ 23,472,500	\$ 22,452,470	\$ 19,606,085	\$ 22,685	\$ 23,571,510	\$ 43,200,280	\$ 17,077	\$ (205,340)	\$ (216,937)	\$ -	\$ (405,200)	\$ (2,726,963)	\$ 85,993,087	\$ 458,771	\$ 86,451,858
BALANCE AT JANUARY 1, 2025	2,347,250	\$ 23,472,500	\$ 22,716,565	\$ 19,606,085	\$ 22,685	\$ 26,670,784	\$ 46,299,554	\$ 1,042,491	\$ 132,628	\$ (163,622)	\$ -	\$ 1,011,497	\$ (2,726,963)	\$ 90,773,153	\$ 137,571	\$ 90,910,724
Appropriation of earnings:																
Legal reserve	-	-	-	1,315,899	-	(1,315,899)	-	-	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	7,417,469	(7,417,469)	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	-	(10,321,676)	(10,321,676)	-	-	-	-	-	-	(10,321,676)	-	(10,321,676)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	(22,146)	-	-	(448)	(448)	-	448	-	-	448	-	(22,146)	-	(22,146)
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	(2,295,585)	(2,295,585)	-	(2,295,585)
Changes in capital surplus from cash dividends of the Company paid to subsidiaries	-	-	24,938	-	-	-	-	-	-	-	-	-	-	24,938	-	24,938
Share-based payment transactions	(6,255)	(62,552)	(352,236)	-	-	53,638	53,638	-	-	132,284	-	132,284	-	(228,866)	-	(228,866)
Cancellation of treasury shares	(24,219)	(242,190)	(858,890)	-	-	(1,194,505)	(1,194,505)	-	-	-	-	-	2,295,585	-	-	-
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	29,000	29,000
Net profit (loss) for the nine months ended September 30, 2025	-	-	-	-	-	11,256,043	11,256,043	-	-	-	-	-	-	11,256,043	(2,185)	11,253,858
Other comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	3,857	3,857	(5,358,359)	(202,685)	-	-	(5,561,044)	-	(5,557,187)	(9,666)	(5,566,853)
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	11,259,900	11,259,900	(5,358,359)	(202,685)	-	-	(5,561,044)	-	5,698,856	(11,851)	5,687,005
BALANCE AT SEPTEMBER 30, 2025	2,316,776	\$ 23,167,758	\$ 21,508,231	\$ 20,921,984	\$ 7,440,154	\$ 17,734,325	\$ 46,096,463	\$ (4,315,868)	\$ (69,609)	\$ (31,338)	\$ -	\$ (4,416,815)	\$ (2,726,963)	\$ 83,628,674	\$ 154,720	\$ 83,783,394

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated October 29, 2025)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 14,500,488	\$ 11,646,498
Adjustments for:		
Depreciation expenses	2,571,235	2,933,880
Amortization expenses	147,400	131,022
Expected credit loss recognized (reversed)	(10,258)	12,672
Net loss (gain) on fair value changes of financial assets and liabilities as at fair value through profit or loss	1,249,234	(1,444,548)
Finance costs	1,130,282	1,111,967
Interest income	(2,030,023)	(2,235,775)
Dividend income	(202)	(206)
Compensation cost of share-based payments	(282,503)	(72,592)
Share of loss (profit) of associates accounted for using the equity method	10,989	(15,151)
Net gain on disposal of property, plant and equipment	(24,090)	(81,803)
Loss on disposal of intangible assets	57	-
Net loss on disposal of investments accounted for using the equity method	1,715	-
Impairment loss recognized on non-financial assets	35,804	438,945
Unrealized net (gain) loss on foreign currency exchange	(1,099,624)	67,054
(Gain) loss on lease modifications	(121)	26,615
(Reversal) recognition of provisions	(126,813)	27,255
Net loss on disposal of subsidiaries	566,104	9,434
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	371,207	1,448,085
Contract assets	28,171	24,010
Notes receivable	(15,259)	408,264
Trade receivables	(5,884,645)	(1,517,422)
Trade receivables from related parties	13	(4,962)
Other receivables	53,842	394,121
Other receivables from related parties	19,854	(6,447)
Inventories	(4,872,874)	97,683
Other current assets	(1,515,923)	(294,055)
Contract liabilities	155,866	7,625
Notes payable	(21)	152
Trade payables	7,658,715	(2,598,980)
Trade payables to related parties	623	(91)
Other payables	(674,020)	(2,009,989)
Other payables to related parties	-	149
Provisions	(87,339)	(74,099)
Advance received	(1,497,355)	751,637
Net defined benefit assets	(6,645)	(4,120)
Cash generated from operations	10,373,884	9,176,828

(Continued)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
Interest received	\$ 2,029,684	\$ 2,354,760
Dividends received	202	206
Interest paid	(1,162,735)	(1,050,627)
Income tax paid	<u>(2,815,006)</u>	<u>(3,227,639)</u>
Net cash generated from operating activities	<u>8,426,029</u>	<u>7,253,528</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of financial assets at fair value through other comprehensive income	(417,175)	-
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	1,452,980
Purchases of financial assets at amortized cost	(43,106)	(194)
Proceeds from disposal of financial assets at amortized cost	-	67,515
Purchases of financial assets at fair value through profit and loss	(167,210)	(28,976,277)
Proceeds from disposal of financial assets at fair value through profit and loss	79,529	29,348,383
Purchases of financial assets for hedging	-	(2,537,364)
Proceeds from disposal of financial assets for hedging	-	2,412,772
Acquisition of associates	-	(2,413,563)
Proceeds from disposal of subsidiaries	-	454,734
Acquisition of property, plant and equipment	(4,870,244)	(2,542,303)
Proceeds from disposal of property, plant and equipment	57,195	262,622
Decrease in refundable deposits	242,879	17,776
Acquisition of intangible assets	(76,901)	(150,862)
Proceeds from disposal of intangible assets	-	745
Increase in other non-current assets	(193,967)	(479,118)
Decrease in other non-current assets	-	896
Dividend from associates	<u>120,843</u>	<u>40,412</u>
Net cash used in investing activities	<u>(5,268,157)</u>	<u>(3,040,846)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	1,991,216	9,514,128
Proceeds from guarantee deposits received	24,464	-
Repayments of guarantee deposits received	-	(14,112)
Repayments of the principal portion of lease liabilities	(395,620)	(421,565)
Cash dividends paid	(10,296,738)	(10,372,392)
Payments for buy-back of treasury shares	(2,295,585)	-
Changes in non-controlling interests	29,000	(12,915)
Dividends returned from the unvested RSAs	<u>53,638</u>	<u>23,678</u>
Net cash used in financing activities	<u>(10,889,625)</u>	<u>(1,283,178)</u>

(Continued)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	\$ (6,253,087)	\$ 3,347,494
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(13,984,840)	6,276,998
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>100,683,607</u>	<u>92,742,033</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 86,698,767</u>	<u>\$ 99,019,031</u>

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated October 29, 2025)

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

LITE-ON TECHNOLOGY CORPORATION (the “Company”) was established in March 1989. The main businesses include: Research and development design, manufacturing and sales of key modules and system solutions for opto-electronics, cloud computing power management systems, automotive electronics and EV chargers, energy management, LED packaging for lighting applications, AIoT and networking applications, information technology and consumer electronics.

The Company merged with Lite-On Electronics, Inc., Silitek Corp. and GVC Corp., with the Company as the surviving entity. The merger took effect on November 4, 2002, and the Company thus assumed all rights and obligations of the three merged companies on that date.

The Company merged with its subsidiary, Lite-On Enclosure Inc., with the Company as the surviving entity. The merger took effect on April 1, 2004, and the Company thus assumed all rights and obligations of its former subsidiary on that date.

The Company separately merged with Li Shin International Enterprise Corp., Lite-On Clean Energy Technology Corp., Lite-On Automotive Corp., Leotek Electronics Corp., Lite-On IT Corporation and LarView Technologies Corp., with the Company as the surviving entity. The mergers separately and respectively took effect on March 22, 2014, April 15, 2014, June 1, 2014, June 29, 2014, June 30, 2014 and September 1, 2014, with the Company as the surviving entity of all the mergers, and the Company thus assumed all rights and obligations of the six merged companies on those respective dates.

The Company merged with its subsidiary, Lite-On Capital Corporation, with the Company as the surviving entity. The merger took effect on December 1, 2023, and the Company thus assumed all rights and obligations of its former subsidiary on that date.

The consolidated financial statements of the Company and its subsidiaries, hereinafter forth collectively referred to as the Group, are presented in the Company’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on October 29, 2025.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Amendments to IAS 21 “Lack of Exchangeability”

The initial application of the Amendments to IAS 21 “Lack of Exchangeability” did not have a material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts” (including the 2020 and 2021 amendments to IFRS 17)	January 1, 2023

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including the 2025 amendments to IFRS 19)	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the other impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit assets which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company. Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and any investment retained in the former subsidiary at its fair value at the date when control is lost and (ii) the assets (including any goodwill) and liabilities and any non-controlling interests of the former subsidiary at their carrying amounts at the date when control is lost. The Group accounts for all amounts recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required had the Group directly disposed of the related assets or liabilities.

The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the cost on initial recognition of an investment in an associate.

See Note 13 and Table 6 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, for the summary of other material accounting policies, refer to the consolidated financial statements for the year ended December 31, 2024.

1) Retirement benefits

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

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Refer to the statements of critical accounting judgments and key sources of estimation uncertainty to the consolidated financial statements for the year ended December 31, 2024.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 359	\$ 419	\$ 873
Checking accounts	1,259,791	1,082,559	751,373
Demand deposits	18,911,934	21,163,928	21,843,130
Time deposits	<u>66,526,683</u>	<u>78,436,701</u>	<u>76,423,655</u>
	<u>\$ 86,698,767</u>	<u>\$ 100,683,607</u>	<u>\$ 99,019,031</u>

The market interest rate intervals of cash and cash equivalents at the end of the reporting period are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Demand deposits	0%-4.16%	0%-4.60%	0%-5.05%
Time deposits	0.65%-14.90%	1.15%-12.15%	1.15%-10.65%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Forward exchange contracts	\$ 380,588	\$ 853,867	\$ 350,670
FX swaps	16,342	78,866	49,537
Foreign warrants	<u>77,772</u>	<u>-</u>	<u>-</u>
	<u>\$ 474,702</u>	<u>\$ 932,733</u>	<u>\$ 400,207</u>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Mutual funds	\$ 576,196	\$ 829,991	\$ 750,556
Domestic listed shares and emerging market shares	11,295	13,703	10,191
Foreign warrants	136,101	-	-
Foreign convertible preferred shares	<u>281,495</u>	<u>286,385</u>	<u>276,499</u>
	<u>\$ 1,005,087</u>	<u>\$ 1,130,079</u>	<u>\$ 1,037,246</u>
<u>Financial liabilities at FVTPL - current</u>			
Financial liabilities held for trading			
Forward exchange contracts	\$ 717,501	\$ 7,011	\$ 166,465
FX swaps	<u>-</u>	<u>-</u>	<u>28,585</u>
	<u>\$ 717,501</u>	<u>\$ 7,011</u>	<u>\$ 195,050</u>

At the end of the reporting period, outstanding forward exchange contracts and FX swaps not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>September 30, 2025</u>			
The Company			
Forward exchange contracts (buy USD)	USD/NTD	2025.10.16-2026.9.15	USD810,000/NTD24,246,490
Forward exchange contracts (sell USD)	USD/NTD	2025.10.16-2025.12.30	USD400,000/NTD11,989,850
Forward exchange contracts (buy USD)	USD/HKD	2025.12.30	USD230,000/HKD1,785,881
FX swaps (sell USD)	USD/CNY	2026.8.27-2026.9.10	USD193,000/CNY1,349,257
LITE-ON SINGAPORE PTE. LTD.			
Forward exchange contracts (sell EUR)	EUR/USD	2025.11.19	EUR9,000/USD10,571
Forward exchange contracts (sell USD)	USD/MXN	2025.10.20	USD20,000/MXN368,020
<u>December 31, 2024</u>			
The Company			
Forward exchange contracts (buy USD)	USD/NTD	2025.1.9-2025.6.12	USD686,000/NTD21,446,850
FX swaps (buy USD)	USD/NTD	2025.1.21-2025.5.28	USD80,000/NTD2,515,810
Lite-On Overseas Trading Co., Ltd.			
Forward exchange contracts (sell USD)	USD/MXN	2025.1.13	USD15,000/MXN303,180
<u>September 30, 2024</u>			
The Company			
Forward exchange contracts (buy USD)	USD/NTD	2024.10.3-2025.5.19	USD676,000/NTD20,877,280
FX swaps (buy USD)	USD/NTD	2024.10.21-2025.5.28	USD160,000/NTD4,984,595
LITE-ON SINGAPORE PTE. LTD.			
Forward exchange contracts (buy USD)	USD/NTD	2024.10.30	USD8,000/NTD241,680
Forward exchange contracts (sell USD)	USD/MXN	2024.10.9	USD18,000/MXN350,100
Forward exchange contracts (buy USD)	USD/CNY	2024.10.21	USD56,000/CNY396,483

The Group entered into derivative contracts to manage exposures due to fluctuations of foreign exchange rates. The derivative contracts entered into by the Group did not meet the criteria for hedge accounting. Thus, the derivative contracts are classified as financial assets or financial liabilities at FVTPL. The financial risk management objectives of the Group were to minimize risks due to changes in fair value or cash flows.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

Investments in Equity Instruments at FVTOCI

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-current</u>			
Domestic investments			
Listed shares and emerging market shares	\$ 54,563	\$ 54,487	\$ 115,946
Listed Taiwan Innovation Board shares	759,193	846,947	409,923
Unlisted shares	<u>94,808</u>	<u>92,766</u>	<u>129,736</u>
	<u>908,564</u>	<u>994,200</u>	<u>655,605</u>

(Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
Foreign investments			
Listed shares	\$ 293,987	\$ -	\$ -
Unlisted shares	<u>3,905</u>	<u>4,493</u>	<u>4,409</u>
	<u>297,892</u>	<u>4,493</u>	<u>4,409</u>
	<u>\$ 1,206,456</u>	<u>\$ 998,693</u>	<u>\$ 660,014</u>
			(Concluded)

The above domestic and foreign investments in equity instruments are held for medium to long-term strategic purposes and are expected to generate return in the long run. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as it believes that recognizing the short-term fluctuations of fair value in profit or loss would not be consistent with the Group's investment strategy.

9. FINANCIAL ASSETS AT AMORTIZED COSTS

	September 30, 2025	December 31, 2024	September 30, 2024
Pledged deposits	<u>\$ 418,849</u>	<u>\$ 375,743</u>	<u>\$ 445,271</u>
Current	\$ -	\$ -	\$ 69,532
Non-current	<u>418,849</u>	<u>375,743</u>	<u>375,739</u>
	<u>\$ 418,849</u>	<u>\$ 375,743</u>	<u>\$ 445,271</u>

- a. Refer to Note 10 for information related to credit risk management and impairment evaluation of financial assets at amortized cost.
- b. Refer to Note 34 for information related to investments in financial assets at amortized cost pledged as security.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments were classified as at amortized cost.

	September 30, 2025	December 31, 2024	September 30, 2024
<u>At amortized cost</u>			
Gross carrying amount	\$ 418,849	\$ 375,743	\$ 445,271
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
Amortization costs	<u>\$ 418,849</u>	<u>\$ 375,743</u>	<u>\$ 445,271</u>

In order to minimize credit risk, the Group has tasked its credit management committee with the development and maintenance of a credit risk grading framework for categorizing exposures according to the degree of risk of default. The credit rating information may be obtained from independent rating agencies, where available, and if not available, the credit management committee uses other publicly available financial information to rate the debtors.

11. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES, NET

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Notes receivable</u>			
Notes receivable - operating	\$ 118,343	\$ 116,682	\$ 119,051
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 42,100,432	\$ 37,276,977	\$ 33,625,786
Allowance for impairment loss	(211,121)	(216,785)	(185,220)
	\$ 41,889,311	\$ 37,060,192	\$ 33,440,566

a. Notes receivable

The aging of notes receivable was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Not past due	\$ 118,343	\$ 116,682	\$ 119,051

The above aging schedule was based on the number of days past the due date.

b. Trade receivables

The average credit period of sales of goods was approximately 90 days, and no interest was charged on trade receivables. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group estimates expected credit losses according to the prescribed approach, which permits the recognition of lifetime expected losses for all trade receivables. The expected credit losses on trade receivables are estimated using a provision matrix, which takes into consideration the historical credit loss experience with the respective debtor, the current financial position of the debtor, economic condition of the industry in which the customer operates, as well as the GDP forecasts and industry outlooks. The Group uses different provision matrixes based on customer segments by default risks and determines the expected credit loss by reference to the expected credit loss rate of each customer segment.

The Group writes off a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix:

September 30, 2025

	Not Past Due	Past Due Within 60 Days	Past Due 61 to 210 Days	Past Due 211 to 240 Days	Past Due over 241 Days	Total
Expected credit loss rate	0%-0.2%	0.1%-5%	40%-70%	50%-100%	100%	
Gross carrying amount	\$ 41,738,192	\$ 227,869	\$ 3,884	\$ -	\$ 130,487	\$ 42,100,432
Loss allowance	<u>(77,787)</u>	<u>(580)</u>	<u>(2,267)</u>	<u>-</u>	<u>(130,487)</u>	<u>(211,121)</u>
Amortized cost	<u>\$ 41,660,405</u>	<u>\$ 227,289</u>	<u>\$ 1,617</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,889,311</u>

December 31, 2024

	Not Past Due	Past Due Within 60 Days	Past Due 61 to 210 Days	Past Due 211 to 240 Days	Past Due over 241 Days	Total
Expected credit loss rate	0%-0.3%	0.1%-5%	40%-70%	50%-100%	100%	
Gross carrying amount	\$ 36,650,263	\$ 460,676	\$ 18,915	\$ -	\$ 147,123	\$ 37,276,977
Loss allowance	<u>(59,858)</u>	<u>(729)</u>	<u>(9,075)</u>	<u>-</u>	<u>(147,123)</u>	<u>(216,785)</u>
Amortized cost	<u>\$ 36,590,405</u>	<u>\$ 459,947</u>	<u>\$ 9,840</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,060,192</u>

September 30, 2024

	Not Past Due	Past Due Within 60 Days	Past Due 61 to 210 Days	Past Due 211 to 240 Days	Past Due over 241 Days	Total
Expected credit loss rate	0%-0.2%	0.1%-5%	40%-70%	50%-100%	100%	
Gross carrying amount	\$ 33,265,622	\$ 203,694	\$ 64,478	\$ 98	\$ 91,894	\$ 33,625,786
Loss allowance	<u>(59,957)</u>	<u>(372)</u>	<u>(32,918)</u>	<u>(79)</u>	<u>(91,894)</u>	<u>(185,220)</u>
Amortized cost	<u>\$ 33,205,665</u>	<u>\$ 203,322</u>	<u>\$ 31,560</u>	<u>\$ 19</u>	<u>\$ -</u>	<u>\$ 33,440,566</u>

The movements of the loss allowance of trade receivables were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance at January 1	\$ 216,785	\$ 172,613
Expected credit loss (reversal) recognized	(10,415)	14,624
Amounts written off	(125)	(1,530)
Effect of disposal of subsidiary	-	(474)
Reclassification of loss allowance for collections	11,999	(4,737)
Foreign exchange translation	<u>(7,123)</u>	<u>4,724</u>
Balance at September 30	<u>\$ 211,121</u>	<u>\$ 185,220</u>

c. Other receivables

The Group's other receivables mainly include interest, VAT and tax refund receivables, and others.

In order to minimize credit risk, the management of the Group has assigned a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that appropriate action is taken to recover overdue other receivables. In addition, the Group reviews the recoverable amount of each individual other receivable on the balance sheet date to ensure that adequate allowance is made for possible irrecoverable amounts.

12. INVENTORIES, NET

	September 30, 2025	December 31, 2024	September 30, 2024
Finished goods and merchandise	\$ 17,327,241	\$ 15,920,974	\$ 14,565,299
Raw materials	9,501,939	8,182,825	8,348,454
Work in progress	3,265,031	2,619,100	3,195,661
Inventory in transit	<u>100,449</u>	<u>94,194</u>	<u>153,715</u>
	<u>\$ 30,194,660</u>	<u>\$ 26,817,093</u>	<u>\$ 26,263,129</u>

The cost of inventories recognized as cost of goods sold for the three months ended September 30, 2025 and for the nine months ended September 30, 2025 were \$33,647,793 thousand and \$93,322,019 thousand, respectively. The cost of inventories recognized as cost of goods sold for the three months ended September 30, 2024 and for the nine months ended September 30, 2024 were \$28,521,654 thousand and \$77,348,511 thousand, respectively.

The cost of inventories recognized as cost of goods sold for the three months ended September 30, 2025 and for the nine months ended September 30, 2025 included an increase in cost of goods sold amounting to \$119,416 thousand and \$28,388 thousand, respectively, due to a decrease in the inventory's net realizable value.

The cost of inventories recognized as cost of goods sold for the three months ended September 30, 2024 and for the nine months ended September 30, 2024 included a reduction of the cost of goods sold amounting to \$116,816 thousand, due to a reversal of the inventory's net realizable value and included an increase in the cost of goods sold amounting to \$149,982 thousand, due to a decrease in the inventory's net realizable value.

13. SUBSIDIARIES

a. Subsidiaries included in consolidated financial statements

Investor	Investee	Main Business	% of Ownership			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	LITE-ON ELECTRONICS H.K. LIMITED	Sales of LED optical products	100.00	100.00	100.00	1)
	Lite-On Electronics (Thailand) Co., Ltd.	Manufacture and sales of LED optical products	100.00	100.00	100.00	1)
	Lite-On Japan Ltd.	Sales of LED optical products and power supplies	100.00	100.00	100.00	1)
	Lite-On International Holding Co., Ltd.	Investment activities	100.00	100.00	100.00	1)
	LTC GROUP LTD.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY USA, INC.	Investment activities	100.00	100.00	100.00	1)

(Continued)

Investor	Investee	Main Business	% of Ownership			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
Lite-On Green Technologies, Inc. LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD. LITE-ON ELECTRONICS H.K. LIMITED	LITE-ON ELECTRONICS (EUROPE) LIMITED	Manufacture and sales of power supplies	100.00	100.00	100.00	1)
	Lite-On Technology (Europe) B.V.	Market research and after-sales services	100.00	100.00	100.00	1)
	Lite-On Overseas Trading Co., Ltd.	Investment activities	100.00	100.00	100.00	-
	LITE-ON SINGAPORE PTE. LTD.	Manufacture and supply of computer peripheral products	100.00	100.00	100.00	-
	LITE-ON VIETNAM CO., LTD.	Manufacture and sales of electronics contracts and information and communication products	100.00	100.00	100.00	1)
	EAGLE ROCK INVESTMENT LTD.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON MOBILE PTE. LTD.	Manufacture and sales of mobile phone modules and design of assembly lines	100.00	100.00	100.00	1)
	HIGH YIELD GROUP CO., LTD.	Holding company	100.00	100.00	100.00	1)
	Philips & Lite-On Digital Solutions Corporation	Sales of optical disc drives	100.00	100.00	49.00	5)
	LET (HK) LIMITED	Sales of optical disc drives	100.00	100.00	100.00	1)
	Lite-On Automotive International (Cayman) Co., Ltd.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Production, manufacture, sales, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance within the automotive industry	99.00	99.00	99.00	1)
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	Manufacture and sales of phone chargers and power supplies	99.00	99.00	99.00	1)
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Manufacture and sales of mobile phone modules and design of assembly lines	2.96	2.96	2.96	1)
	CEDARS DIGITAL PTE. LTD.	Software development and application, IT consulting services	100.00	100.00	100.00	1)
	Lite-On Green Technologies, Inc.	Manufacture and wholesale of electronic components and energy technology services	100.00	100.00	100.00	1)
	Lite-On Green Energy (HK) Limited	Investment activities	100.00	100.00	100.00	1)
	LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Investment activities	100.00	100.00	100.00	1)
	LEOTEK ELECTRONICS USA LLC	Sales of LED products	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY VIETNAM COMPANY LIMITED	Manufacture and sales of electronics contracts and information and communication products	100.00	100.00	100.00	1)
	LITE-ON RACK CORPORATION	Manufacture of server cabinets	80.00	-	-	1), 8)
	Lite-On Green Technologies B.V.	Solar energy engineering	100.00	100.00	100.00	1)
	Lite-On Green Energy B.V.	Investment activities	100.00	100.00	100.00	1)
	LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	ODM services	100.00	100.00	100.00	1)
	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Manufacture and sales of IT products	100.00	100.00	100.00	1)
	CHINA BRIDGE (CHINA) CO., LTD.	Investment activities and acting as a sales agent	100.00	100.00	100.00	1)
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Manufacture of electronic components	100.00	100.00	100.00	1)
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Manufacture and sales of keyboards	100.00	100.00	100.00	1)
	LITE-ON COMPUTER TECHNOLOGY (DONGGUAN) CO., LTD.	Manufacture and sales of display devices	100.00	100.00	100.00	1)
	CHINA BRIDGE (CHINA) CO., LTD.	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	12.59	12.59	12.59	-
	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Express and sales of power supplies, printers, display devices and scanners	100.00	100.00	100.00	1)
	LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED	Manufacture and sales of mobile terminal equipment	-	-	100.00	2)
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Manufacture and sales of printers and scanners	93.78	93.78	100.00	2)
	LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED	Manufacture and sales of mobile terminal equipment	-	-	100.00	2)
	LITE-ON (GUANGZHOU) PRECISION TOOLING LTD.	Manufacture and sales of modules	-	-	67.03	2)
	LITE-ON TECHNOLOGY (GUANGZHOU) LIMITED	Manufacture and sales of computer cases	100.00	100.00	100.00	1), 3)
	LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	Investment activities and acting as a sales agent	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY (GZ) INVESTMENT COMPANY LIMITED	Investment activities	100.00	100.00	100.00	1)
	LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	Development, manufacture and sales of electronic components, power supplies and provision of technology consulting services	100.00	100.00	100.00	1)

(Continued)

Investor	Investee	Main Business	% of Ownership			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
LITE-ON TECHNOLOGY (GZ) INVESTMENT COMPANY LIMITED	LITE-ON (GUANGZHOU) PRECISION TOOLING LTD.	Manufacture and sales of modules	-	-	32.97	2)
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Manufacture and sales of printers and scanners	6.22	6.22	-	2)
LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Development, manufacture, sales and installation of power supplies and transformers and provision of technology consulting services, maintenance equipment and after-sales services	100.00	100.00	100.00	-
	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Development, manufacture and sales of new-type electronic components and LEDs and provision of technology consulting services, maintenance equipment and after-sales services	87.41	87.41	87.41	-
	LITE-ON MEDICAL DEVICE (CHANGZHOU) LTD.	Manufacture and sales of medical equipment	100.00	100.00	100.00	1)
	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	100.00	100.00	100.00	1)
	LITE-ON AUTOMOTIVE ELECTRONICS (CHANGZHOU) CO., LTD.	Manufacture, sales and processing of electronic products	100.00	100.00	100.00	1)
	LITE-ON GREEN TECHNOLOGIES (NANJING) CORPORATION	Solar energy engineering	-	100.00	100.00	4)
	LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD.	Manufacture and sales of electronic components	100.00	100.00	100.00	1)
	LITE-ON, INC.	Sales data processing of optoelectronic products and power supplies	100.00	100.00	100.00	1)
	LITE-ON TRADING USA, INC.	Sales of optical products	100.00	100.00	100.00	-
	POWER INNOVATIONS INTERNATIONAL, INC.	Development, design and manufacture of power controls and energy management	100.00	100.00	100.00	1)
Lite-On International Holding Co., Ltd. LITE-ON SINGAPORE PTE. LTD.	LITE-ON CHINA HOLDING CO. LTD.	Investment activities	100.00	100.00	100.00	-
	LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Manufacture and sales of electronic components	100.00	100.00	100.00	1)
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Manufacture and sales of energy saving equipment	100.00	100.00	100.00	1)
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Production, manufacture, sales, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance within the automotive industry	1.00	1.00	1.00	1)
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	Manufacture and sales of phone chargers and power supplies	1.00	1.00	1.00	1)
	LITE-ON INTELLIGENT TECHNOLOGY (YENCHENG) CORP.	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	100.00	100.00	100.00	1)
	LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.	Research and development of products and provision of related technical services; sales of power electronic components, semiconductor lighting devices, automotive parts and components, mechanical parts and components, computer software and hardware and auxiliary equipment, industrial automation control system devices	100.00	100.00	100.00	1)
LTC GROUP LTD.	TITANIC CAPITAL SERVICES LTD.	Investment activities	100.00	100.00	100.00	1)
Lite-On Technology (Europe) B.V.	Lite-On (Finland) Oy	Manufacture and sales of mobile phone modules and design of assembly lines	-	100.00	100.00	1), 9)
	Lite-On Technology GmbH	Business development and after-sales service	100.00	100.00	100.00	1)
LITE-ON CHINA HOLDING CO. LTD.	LITE-ON ELECTRONICS COMPANY LIMITED	Investment activities	100.00	100.00	100.00	-
	YET FOUNDATE LIMITED	Manufacture of plastic and computer peripheral products	100.00	100.00	100.00	1)
	FORDGOOD ELECTRONIC LIMITED	Import and export and real estate	100.00	100.00	100.00	1)
	G&W TECHNOLOGY (BVI) LIMITED	Real estate management	50.00	50.00	50.00	1)
G&W TECHNOLOGY (BVI) LIMITED	G&W TECHNOLOGY LIMITED	Leasing	100.00	100.00	100.00	1)
EAGLE ROCK INVESTMENT LTD.	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Manufacture of computer peripheral products	100.00	100.00	100.00	1)
HIGH YIELD GROUP CO., LTD.	LITE-ON IT INTERNATIONAL (HK) LIMITED	Investment activities	100.00	100.00	100.00	1)
LITE-ON IT INTERNATIONAL (HK) LIMITED	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Manufacture of automotive components	100.00	100.00	100.00	1)
	LITEON-IT OPTO TECH (BH) CO., LTD.	Manufacture and sales of optical disc drives	100.00	100.00	100.00	1)

(Continued)

Investor	Investee	Main Business	% of Ownership			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
Philips & Lite-On Digital Solutions Corporation	PLDS Germany GmbH	Development and sales of modules of automotive recorders	100.00	100.00	100.00	1)
	Philips & Lite-On Digital Solutions USA, Inc.	Sales of optical disc drives	100.00	100.00	100.00	-
	Philips & Lite-On Digital Solutions (Shanghai) Co., Ltd.	Sales of optical disc drives	100.00	100.00	100.00	1)
Lite-On Automotive International (Cayman) Co., Ltd	LITE-ON AUTOMOTIVE HOLDINGS (HONG KONG) CO., LIMITED	Investment activities	100.00	100.00	100.00	1)
LITE-ON AUTOMOTIVE HOLDINGS (HONG KONG) CO., LIMITED	Lite-On (Guangzhou) Automotive Electronics Limited	Manufacture, sales and processing of electronic products	100.00	100.00	100.00	1)
Lite-On Japan Ltd.	Lite-On Japan (H.K.) Limited	Import and export of electronic components	100.00	100.00	100.00	1)
	LITE-ON JAPAN (Thailand) CO., LTD.	Import and export of electronic components	100.00	100.00	100.00	1)
Lite-On Japan (H.K.) Limited	NL (SHANGHAI) CO., LTD.	Import and export of electronic components	100.00	100.00	100.00	1)
LITE-ON MOBILE PTE. LTD.	BEIJING LITE-ON MOBILE ELECTRONIC AND TELECOMMUNICATION COMPONENTS CO., LTD.	Manufacture and sales of mobile phone modules and design of assembly lines	-	100.00	100.00	6)
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Manufacture and sales of mobile phone modules and design of assembly lines	97.04	97.04	97.04	1)
LEOTEK ELECTRONICS USA LLC	LEOTEK CORPORATION	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	100.00	100.00	100.00	1)
LEOTEK CORPORATION	LEOTEK INTELLIGENCE MEXICO, S. DE R.L. DE C.V.	Sales of various lighting products and electronics systems	99.00	-	-	1), 7)
	LEOTEK INTELLIGENCE MEXICO, S. DE R.L. DE C.V.	Sales of various lighting products and electronics systems	1.00	-	-	1), 7)

(Concluded)

Remark:

- 1) This is an immaterial subsidiary for which financial statements have not been reviewed by the Company's independent auditors.
- 2) In December 2024, LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED, LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED, LITE-ON (GUANGZHOU) PRECISION TOOLING LTD. and LITE-ON ELECTRONICS (GUANGZHOU) LIMITED had completed the procedure of merger, with LITE-ON ELECTRONICS (GUANGZHOU) LIMITED as the surviving company.
- 3) Merged with LITE-ON ELECTRONICS (GUANGZHOU) LIMITED in 2013 and was under the procedures of statutory merger.
- 4) Merged and dissolved with LITE-ON TECHNOLOGY (JIANGSU) CO., LTD. in November 2024 and its registration was cancelled in March 2025.
- 5) In December 2024, the Company acquired 51% equity of Philips & Lite-On Digital Solutions Corporation. Refer to Note 29 for further information.
- 6) Liquidated in January 2025.
- 7) Established in January 2025.
- 8) Established in May 2025.
- 9) Liquidated in April 2025.
- 10) In June 2025, LITE-ON TECHNOLOGY USA, INC. signed an investment agreement with the unrelated party, MESH LIGHT FUND I, L.P., to subscribe to an investment amount of US\$9,000 thousand. As of September 30, 2025, the investment has not yet been made.

b. Subsidiaries excluded from the consolidated financial statements: None.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in Associates

	September 30, 2025	December 31, 2024	September 30, 2024
Associates that are not individually material	<u>\$ 4,143,665</u>	<u>\$ 4,465,232</u>	<u>\$ 4,610,649</u>

As of September 30, 2025 and 2024, no investments in associates are individually material to the Group. Please refer to the consolidated statements of comprehensive income for recognition of share of both profit (loss) and other comprehensive income (loss) of associates that are not individually material.

Fair values (Level 1) of investments in associates with available published price quotations are summarized as follows:

Name of Associate	September 30, 2025	December 31, 2024	September 30, 2024
Silitech Technology Corporation	<u>\$ 408,593</u>	<u>\$ 400,984</u>	<u>\$ 446,058</u>
Cosel Co., Ltd.	<u>\$ 2,027,003</u>	<u>\$ 1,838,571</u>	<u>\$ 2,147,548</u>

15. PROPERTY, PLANT AND EQUIPMENT, NET

	Freehold Land	Buildings	Machinery Equipment	Tooling Equipment	Transportation Equipment	Office Equipment	Other Equipment	Total
<u>Cost</u>								
January 1, 2025	\$ 2,886,476	\$ 19,784,930	\$ 27,848,830	\$ 1,159,051	\$ 31,718	\$ 2,211,536	\$ 9,133,979	\$ 63,056,520
Additions	-	20,139	1,091,434	48,333	4,497	90,177	4,567,647	5,822,227
Disposals	-	(125,628)	(1,877,351)	(78,626)	(2,777)	(315,989)	(327,201)	(2,727,572)
Reclassifications	-	16,898	360,759	35,513	12,030	4,434	(496,534)	(66,900)
Effects of foreign currency exchange differences	<u>(1,464)</u>	<u>(611,321)</u>	<u>(1,140,214)</u>	<u>(28,386)</u>	<u>(1,778)</u>	<u>(71,235)</u>	<u>(265,940)</u>	<u>(2,120,338)</u>
September 30, 2025	<u>\$ 2,885,012</u>	<u>\$ 19,085,018</u>	<u>\$ 26,283,458</u>	<u>\$ 1,135,885</u>	<u>\$ 43,690</u>	<u>\$ 1,918,923</u>	<u>\$ 12,611,951</u>	<u>\$ 63,963,937</u>
<u>Accumulated depreciation</u>								
January 1, 2025	\$ -	\$ 12,189,149	\$ 24,773,841	\$ 1,071,155	\$ 27,863	\$ 2,051,167	\$ 3,306,047	\$ 43,419,222
Additions	-	471,091	1,279,228	62,315	4,788	79,078	209,232	2,105,732
Disposals	-	(94,908)	(1,877,063)	(73,957)	(2,777)	(315,769)	(313,908)	(2,678,382)
Reclassifications	-	(35,804)	1,175	-	-	-	(1,175)	(35,804)
Effects of foreign currency exchange differences	<u>-</u>	<u>(442,445)</u>	<u>(1,043,176)</u>	<u>(25,998)</u>	<u>(1,110)</u>	<u>(65,799)</u>	<u>(112,593)</u>	<u>(1,691,121)</u>
September 30, 2025	<u>\$ -</u>	<u>\$ 12,087,083</u>	<u>\$ 23,134,005</u>	<u>\$ 1,033,515</u>	<u>\$ 28,764</u>	<u>\$ 1,748,677</u>	<u>\$ 3,087,603</u>	<u>\$ 41,119,647</u>
<u>Accumulated impairment</u>								
January 1, 2025	\$ -	\$ 440,854	\$ 343,617	\$ 5,905	\$ 108	\$ 2,879	\$ 67,985	\$ 861,348
Additions (reversal)	-	-	(5,450)	-	-	-	437	(5,013)
Disposals	-	-	(11,362)	(4,669)	-	(2)	(52)	(16,085)
Reclassifications	-	(40,322)	(3,281)	-	-	-	-	(43,603)
Effects of foreign currency exchange differences	<u>-</u>	<u>(20,164)</u>	<u>(12,099)</u>	<u>43</u>	<u>(2)</u>	<u>(110)</u>	<u>585</u>	<u>(31,747)</u>
September 30, 2025	<u>\$ -</u>	<u>\$ 380,368</u>	<u>\$ 311,425</u>	<u>\$ 1,279</u>	<u>\$ 106</u>	<u>\$ 2,767</u>	<u>\$ 68,955</u>	<u>\$ 764,900</u>
December 31 2024 and January 1, 2025, net	<u>\$ 2,886,476</u>	<u>\$ 7,154,927</u>	<u>\$ 2,731,372</u>	<u>\$ 81,991</u>	<u>\$ 3,747</u>	<u>\$ 157,490</u>	<u>\$ 5,759,947</u>	<u>\$ 18,775,950</u>
September 30, 2025, net	<u>\$ 2,885,012</u>	<u>\$ 6,617,567</u>	<u>\$ 2,838,028</u>	<u>\$ 101,091</u>	<u>\$ 14,820</u>	<u>\$ 167,479</u>	<u>\$ 9,455,393</u>	<u>\$ 22,079,390</u>

(Continued)

	Freehold Land	Buildings	Machinery Equipment	Tooling Equipment	Transportation Equipment	Office Equipment	Other Equipment	Total
<u>Cost</u>								
January 1, 2024	\$ 2,814,000	\$ 20,105,629	\$ 27,215,049	\$ 1,406,181	\$ 35,877	\$ 2,133,762	\$ 6,689,122	\$ 60,399,620
Additions	70,754	48,236	560,983	20,154	2,031	70,602	1,856,243	2,629,003
Disposals	-	(699,049)	(859,708)	(159,899)	(5,047)	(42,301)	(160,179)	(1,926,183)
Disposal of subsidiary	-	(42,146)	(129,059)	(72,072)	-	(8,558)	(73,290)	(325,125)
Reclassifications	-	(35,590)	255,030	-	-	7,902	(271,510)	(44,168)
Effects of foreign currency exchange differences	2,129	538,510	1,161,276	29,748	850	50,087	132,660	1,915,260
September 30, 2024	<u>\$ 2,886,883</u>	<u>\$ 19,915,590</u>	<u>\$ 28,203,571</u>	<u>\$ 1,224,112</u>	<u>\$ 33,711</u>	<u>\$ 2,211,494</u>	<u>\$ 8,173,046</u>	<u>\$ 62,648,407</u>
<u>Accumulated depreciation</u>								
January 1, 2024	\$ -	\$ 11,716,695	\$ 23,363,131	\$ 1,308,105	\$ 30,067	\$ 1,932,524	\$ 3,157,232	\$ 41,507,754
Additions	-	608,041	1,520,018	54,786	2,793	110,041	209,297	2,504,976
Disposals	-	(518,252)	(849,250)	(159,769)	(4,792)	(41,448)	(142,175)	(1,715,686)
Disposal of subsidiary	-	(41,362)	(108,840)	(69,776)	-	(3,342)	(1,857)	(225,177)
Reclassifications	-	(7,250)	13,156	-	-	-	(1,853)	4,053
Effects of foreign currency exchange differences	-	389,350	1,045,001	27,660	854	44,014	88,843	1,595,722
September 30, 2024	<u>\$ -</u>	<u>\$ 12,147,222</u>	<u>\$ 24,983,216</u>	<u>\$ 1,161,006</u>	<u>\$ 28,922</u>	<u>\$ 2,041,789</u>	<u>\$ 3,309,487</u>	<u>\$ 43,671,642</u>
<u>Accumulated impairment</u>								
January 1, 2024	\$ -	\$ 185,179	\$ 224,647	\$ 5,046	\$ 106	\$ 2,575	\$ 81,846	\$ 499,399
Additions	-	274,980	12,199	781	-	-	1,003	288,963
Disposals	-	(1,182)	(10,118)	(129)	-	(275)	(17,974)	(29,678)
Disposal of subsidiary	-	-	(4,093)	-	-	-	-	(4,093)
Reclassifications	-	(15,115)	-	-	-	-	-	(15,115)
Effects of foreign currency exchange differences	-	8,061	8,255	233	2	95	(1,567)	15,079
September 30, 2024	<u>\$ -</u>	<u>\$ 451,923</u>	<u>\$ 230,890</u>	<u>\$ 5,931</u>	<u>\$ 108</u>	<u>\$ 2,395</u>	<u>\$ 63,308</u>	<u>\$ 754,555</u>
September 30, 2024, net	<u>\$ 2,886,883</u>	<u>\$ 7,316,445</u>	<u>\$ 2,989,465</u>	<u>\$ 57,175</u>	<u>\$ 4,681</u>	<u>\$ 167,310</u>	<u>\$ 4,800,251</u>	<u>\$ 18,222,210</u>

(Concluded)

The Group recognized reversals of impairment losses of \$5,040 thousand and \$5,013 thousand for the three months ended September 30, 2025 and for the nine months ended September 30, 2025, respectively, due to the increase in the estimated future cash inflows generated by some of machinery equipment, and the recoverable amount were assessed to show no indication of impairment.

In addition, for the three months ended September 30, 2024 and for the nine months ended September 30, 2024, due to the decline in the estimated future cash inflows generated by some of property, plant and equipment, the Group carried out a review of the recoverable amount and determined that the recoverable amount was lower than the carrying amount. Consequently, the Group recognized impairment loss of \$274,980 thousand and \$288,963 thousand, respectively. The impairment losses and the reversals of impairment losses were recognized in other gains and losses of the consolidated statements of comprehensive income.

The Group determined the recoverable amount of property, plant and equipment on the basis of fair values less costs of disposal. The fair values used in determining the recoverable amounts were categorized as Level 3 measurements and were measured using the market value method. The key assumption included the estimated disposal values.

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	3-55 years
Machinery equipment	2-10 years
Tooling equipment	2-5 years
Transportation equipment	3-11 years
Office equipment	2-19 years
Other equipment	2-30 years

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amount</u>			
Land (including right to use land)	\$ 704,257	\$ 726,731	\$ 727,723
Buildings	805,956	988,987	1,067,914
Machinery	12,651	25,847	33,954
Transportation equipment	11,535	15,054	17,436
Other equipment	<u>4,794</u>	<u>1,991</u>	<u>2,237</u>
	<u>\$ 1,539,193</u>	<u>\$ 1,758,610</u>	<u>\$ 1,849,264</u>
	For the Three Months Ended September 30		For the Nine Months Ended September 30
	2025	2024	2025
			2024
Additions to right-of-use assets	<u>\$ 58,524</u>	<u>\$ 248,615</u>	<u>\$ 338,796</u>
Depreciation charge for right-of-use assets			
Land (including right to use land)	\$ 7,676	\$ 7,878	\$ 23,229
Buildings	126,703	124,001	389,890
Machinery	7,152	7,118	22,088
Transportation equipment	2,390	2,187	6,966
Other equipment	<u>637</u>	<u>670</u>	<u>1,942</u>
	<u>\$ 144,558</u>	<u>\$ 141,854</u>	<u>\$ 444,115</u>
			<u>\$ 406,739</u>

Except for the aforementioned addition and recognized depreciation, the Group did not have significant impairment of right-of-use assets during the nine months ended September 30, 2025 and 2024.

b. Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amounts</u>			
Current	<u>\$ 339,261</u>	<u>\$ 467,953</u>	<u>\$ 526,852</u>
Non-current	<u>\$ 716,811</u>	<u>\$ 707,264</u>	<u>\$ 755,145</u>

Range of discount rate for lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Land (including right to use land)	1.00%-4.30%	1.00%-4.30%	1.00%-4.30%
Buildings	1.00%-8.25%	1.00%-8.25%	1.00%-8.25%
Machinery	1.67%-3.12%	1.67%-3.30%	1.67%-3.30%
Transportation equipment	1.00%-4.91%	1.00%-4.91%	1.00%-4.91%
Other equipment	1.66%-7.75%	1.66%-3.80%	1.66%-3.35%

c. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	<u>\$ 59,890</u>	<u>\$ 33,748</u>	<u>\$ 124,531</u>	<u>\$ 67,610</u>
Expenses relating to low-value asset leases	<u>\$ 2,555</u>	<u>\$ 3,132</u>	<u>\$ 8,921</u>	<u>\$ 9,721</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 25,654</u>	<u>\$ 18,317</u>	<u>\$ 58,257</u>	<u>\$ 60,966</u>
Total cash outflow for leases			<u>\$ 618,634</u>	<u>\$ 589,083</u>

17. INVESTMENT PROPERTIES, NET

	September 30, 2025	December 31, 2024	September 30, 2024
Completed investment properties	<u>\$ 1,125,312</u>	<u>\$ 1,224,991</u>	<u>\$ 1,236,497</u>

- a. For the nine months ended September 30, 2025 and 2024, there were no significant increases, disposals or impairment of the investment properties held by the Group, but depreciation expenses were recognized for these properties.

Investment properties are depreciated using the straight-line method over their estimated useful lives as follows:

Buildings	3-55 years
Office equipment	5 years

- b. As evaluated by the management of the Group, there was no significant change in fair value as of September 30, 2025 and 2024 compared to December 31, 2024 and 2023.

- c. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Rental income from investment property	<u>\$ 13,254</u>	<u>\$ 15,755</u>	<u>\$ 40,740</u>	<u>\$ 42,874</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>\$ 9,911</u>	<u>\$ 10,665</u>	<u>\$ 29,984</u>	<u>\$ 31,166</u>

18. INTANGIBLE ASSETS, NET

	Goodwill	Patents	Patents Use Rights	Client Relationships	Software	Other Intangible Assets	Total
<u>Cost</u>							
January 1, 2025	\$ 15,063,051	\$ 120,997	\$ 2,695,878	\$ 292,533	\$ 1,956,878	\$ 1,316,971	\$ 21,446,308
Additions	-	-	-	-	76,579	322	76,901
Disposals	-	-	(2,695,878)	-	(244,085)	(678,214)	(3,618,177)
Reclassification	-	-	-	-	15,113	-	15,113
Effect of foreign currency exchange differences	(1,599)	(2,002)	-	(9,102)	(9,642)	(12,508)	(34,853)
September 30, 2025	<u>\$ 15,061,452</u>	<u>\$ 118,995</u>	<u>\$ -</u>	<u>\$ 283,431</u>	<u>\$ 1,794,843</u>	<u>\$ 626,571</u>	<u>\$ 17,885,292</u>
<u>Accumulated amortization</u>							
January 1, 2025	\$ 77,234	\$ 87,017	\$ 2,695,878	\$ 169,227	\$ 1,693,966	\$ 1,206,556	\$ 5,929,878
Additions	-	7,675	-	9,342	118,648	11,735	147,400
Disposals	-	-	(2,695,878)	-	(244,028)	(678,214)	(3,618,120)
Effect of foreign currency exchange differences	-	(177)	-	(678)	(7,751)	(5,931)	(14,537)
September 30, 2025	<u>\$ 77,234</u>	<u>\$ 94,515</u>	<u>\$ -</u>	<u>\$ 177,891</u>	<u>\$ 1,560,835</u>	<u>\$ 534,146</u>	<u>\$ 2,444,621</u>
<u>Accumulated impairment</u>							
January 1, 2025	\$ 12,349,376	\$ -	\$ -	\$ -	\$ 10,578	\$ -	\$ 12,359,954
Additions	-	-	-	-	-	9,717	9,717
Effect of foreign currency exchange differences	-	-	-	-	(34)	(26)	(60)
September 30, 2025	<u>\$ 12,349,376</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,544</u>	<u>\$ 9,691</u>	<u>\$ 12,369,611</u>
December 31, 2024 and January 1, 2025, net	<u>\$ 2,636,441</u>	<u>\$ 33,980</u>	<u>\$ -</u>	<u>\$ 123,306</u>	<u>\$ 252,334</u>	<u>\$ 110,415</u>	<u>\$ 3,156,476</u>
September 30, 2025, net	<u>\$ 2,634,842</u>	<u>\$ 24,480</u>	<u>\$ -</u>	<u>\$ 105,540</u>	<u>\$ 223,464</u>	<u>\$ 82,734</u>	<u>\$ 3,071,060</u>
<u>Cost</u>							
January 1, 2024	\$ 15,040,431	\$ 93,583	\$ 2,696,378	\$ 163,819	\$ 1,756,849	\$ 1,233,564	\$ 20,984,624
Additions	-	-	-	-	148,774	2,088	150,862
Disposals	-	-	-	-	(21,286)	(5,664)	(26,950)
Disposal of subsidiary	-	-	(500)	-	(18,861)	-	(19,361)
Reclassification	-	-	-	-	12,365	95,233	107,598
Effect of foreign currency exchange differences	-	47	-	-	8,097	1,249	9,393
September 30, 2024	<u>\$ 15,040,431</u>	<u>\$ 93,630</u>	<u>\$ 2,695,878</u>	<u>\$ 163,819</u>	<u>\$ 1,885,938</u>	<u>\$ 1,326,470</u>	<u>\$ 21,206,166</u>

(Continued)

	Goodwill	Patents	Patents Use Rights	Client Relationships	Software	Other Intangible Assets	Total
<u>Accumulated amortization</u>							
January 1, 2024	\$ 77,234	\$ 74,145	\$ 2,695,953	\$ 163,819	\$ 1,552,402	\$ 1,223,714	\$ 5,787,267
Additions	-	9,812	42	-	114,081	7,087	131,022
Disposals	-	-	-	-	(21,286)	(4,919)	(26,205)
Disposal of subsidiary	-	-	(117)	-	(2,086)	-	(2,203)
Reclassification	-	-	-	-	5,227	(5,227)	-
Effect of foreign currency exchange differences	-	9	-	-	6,605	3,494	10,108
September 30, 2024	<u>\$ 77,234</u>	<u>\$ 83,966</u>	<u>\$ 2,695,878</u>	<u>\$ 163,819</u>	<u>\$ 1,654,943</u>	<u>\$ 1,224,149</u>	<u>\$ 5,899,989</u>
<u>Accumulated impairment</u>							
January 1, 2024	\$ 12,349,376	\$ -	\$ -	\$ -	\$ 10,456	\$ -	\$ 12,359,832
Effect of foreign currency exchange differences	-	-	-	-	26	-	26
September 30, 2024	<u>\$ 12,349,376</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,482</u>	<u>\$ -</u>	<u>\$ 12,359,858</u>
September 30, 2024, net	<u>\$ 2,613,821</u>	<u>\$ 9,664</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 220,513</u>	<u>\$ 102,321</u>	<u>\$ 2,946,319</u>

(Concluded)

- a. Due to the decline in the estimated future cash inflows generated by some of intangible assets, the Group carried out a review of the recoverable amount and determined that the recoverable amount was lower than the carrying amount. Consequently, the Group recognized impairment losses of \$923 thousand and \$9,717 thousand for the three months ended September 30, 2025 and for the nine months ended September 30, 2025, respectively. The impairment losses were recognized in other gains and losses of the consolidated statements of comprehensive income.

- b. The above items of other intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Patents	3-9 years
Patents use rights	5 years
Client relationships	4-9 years
Software	2-10 years
Other intangible assets	3-10 years

- c. The amounts of cash-generating unit used in amortizing the Group's goodwill are listed as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Opto-electronics	\$ 736,027	\$ 737,626	\$ 715,006
Information technology and consumer electronics	1,738,567	1,738,567	1,738,567
Cloud and AIoT	<u>160,248</u>	<u>160,248</u>	<u>160,248</u>
	<u>\$ 2,634,842</u>	<u>\$ 2,636,441</u>	<u>\$ 2,613,821</u>

19. OTHER ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
Prepayments	\$ 4,060,031	\$ 2,487,715	\$ 2,230,006
Offsets against business tax payable	455,294	391,273	386,172
Others	<u>202,355</u>	<u>143,104</u>	<u>321,612</u>
	<u>\$ 4,717,680</u>	<u>\$ 3,022,092</u>	<u>\$ 2,937,790</u>
Current	\$ 3,970,354	\$ 2,493,519	\$ 2,454,621
Non-current	<u>747,326</u>	<u>528,573</u>	<u>483,169</u>
	<u>\$ 4,717,680</u>	<u>\$ 3,022,092</u>	<u>\$ 2,937,790</u>

20. BORROWINGS

a. Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Unsecured borrowings</u>			
Line of credit borrowings	<u>\$ 32,028,822</u>	<u>\$ 30,187,483</u>	<u>\$ 32,084,815</u>

Market interest rates for short-term borrowings were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Line of credit borrowings	1.76%-5.54%	1.80%-5.75%	1.77%-6.05%

b. Long-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Unsecured borrowings</u>			
Line of credit borrowings	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>

Market interest rates for long-term borrowings were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Line of credit borrowings	1.74%	1.74%	1.74%

21. PROVISIONS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Warranties	\$ 716,682	\$ 870,777	\$ 930,223
Onerous contracts	<u>-</u>	<u>66,000</u>	<u>-</u>
	<u>\$ 716,682</u>	<u>\$ 936,777</u>	<u>\$ 930,223</u>
	Warranties	Onerous Contracts	Total
Balance at January 1, 2025	\$ 870,777	\$ 66,000	\$ 936,777
Reversal of provisions	(103,743)	(23,070)	(126,813)
Usage	(44,409)	(42,930)	(87,339)
Effects of foreign currency exchange differences	<u>(5,943)</u>	<u>-</u>	<u>(5,943)</u>
Balance at September 30, 2025	<u>\$ 716,682</u>	<u>\$ -</u>	<u>\$ 716,682</u>
Balance at January 1, 2024	\$ 1,011,515	\$ -	\$ 1,011,515
Recognition of provisions	27,255	-	27,255
Usage	(74,099)	-	(74,099)
Disposal of subsidiary	(40,410)	-	(40,410)
Effects of foreign currency exchange differences	<u>5,962</u>	<u>-</u>	<u>5,962</u>
Balance at September 30, 2024	<u>\$ 930,223</u>	<u>\$ -</u>	<u>\$ 930,223</u>

The provision for warranty claims represents the present value of management's best estimate of the future outflow of economic benefits that will be required under the Group's obligations for warranties under contracts for the sale of goods. The estimate had been made on the basis of historical warranty trends and may vary as a result of the entry of new materials, altered manufacturing processes or other events affecting product quality.

The provision for onerous contracts comes from non-cancellable purchase contracts, and the provision amounts are measured using the difference of the unavoidable costs of meeting the contractual obligations less the economic benefits expected to be received from the contracts.

22. RETIREMENT BENEFIT PLANS

Employee benefits expense in respect of the Group's defined retirement benefit plans was \$4,429 thousand and \$4,768 thousand for the three months ended September 30, 2025 and 2024, respectively; employee benefits expense in respect of the Group's defined retirement benefit plans was \$12,976 thousand and \$14,448 thousand for the nine months ended September 30, 2025 and 2024, respectively. Employee benefits expense was calculated using the prior year's actuarially determined pension cost discount rate as of December 31, 2024 and 2023, respectively.

23. EQUITY

a. Share capital

Ordinary shares

	September 30, 2025	December 31, 2024	September 30, 2024
Number of shares authorized (in thousands)	<u>3,500,000</u>	<u>3,500,000</u>	<u>3,500,000</u>
Amount of shares authorized	<u>\$ 35,000,000</u>	<u>\$ 35,000,000</u>	<u>\$ 35,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>2,316,776</u>	<u>2,347,250</u>	<u>2,347,250</u>
Amount of shares issued	<u>\$ 23,167,758</u>	<u>\$ 23,472,500</u>	<u>\$ 23,472,500</u>

Fully paid ordinary shares, which have a par value of \$10, carry the rights to vote and to dividends.

Of the total number of shares aforementioned, one hundred million shares are reserved to be issued as stock options, preferred shares with stock options or corporate bonds with stock options ready for exercise of options.

For the nine months ended September 30, 2025 and 2024, the Company reclaimed employee restricted shares which were unvested. Refer to Note 28 for information on RSAs.

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
From business combinations	\$ 9,846,401	\$ 9,949,325	\$ 9,949,325
Conversion of bonds	7,336,373	7,413,059	7,413,059
Issuance of ordinary shares	3,591,363	3,628,904	3,628,904
Treasury share transactions	11,067	625,442	625,442
Changes in equity of associates	79,173	101,319	101,805
Changes in ownership interests in subsidiaries	272,882	272,882	166,620
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	232,139	234,565	76,246
Employee restricted shares	<u>138,833</u>	<u>491,069</u>	<u>491,069</u>
	<u>\$ 21,508,231</u>	<u>\$ 22,716,565</u>	<u>\$ 22,452,470</u>

The premium from shares issued in excess of par (including share premium from issuance of ordinary shares, conversion of bonds, business combinations, treasury share transactions and difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition) may be used to offset a deficit. In addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital (limited to a certain percentage of the Company's paid-in capital).

The capital surplus arising from change in ownership interests of subsidiaries, changes in equities of associates and joint ventures accounted for by the equity method may only be used to offset a deficit. And the capital surplus arising from issuing the restricted stocks may not be used for any purpose.

c. Retained earnings and dividend policy

Under the dividends policy as set forth in the Articles, the Company may distribute the surplus earnings or off-set losses at the close of each quarter in accordance with the Company Act. While distributing surplus earning, the Company shall estimate and reserve the taxes and duty to be paid, the losses to be covered, the legal reserve to be set aside, and the special surplus reserve to be raised or revolved. Where such legal reserve amounts reach to the total paid-in capital, this provision shall not apply. If the Company distribute surplus earning in the form of cash, it shall be approved by a meeting of the board of directors; if such surplus earning is distribute in the form of new shares to be issued, it shall be approved by shareholders meetings according to the regulations.

If there is net profit after tax upon the final settlement of account of each fiscal year, the Company shall first offset any previous accumulated losses (including unappropriated earnings adjustment if any) and set aside a legal reserve at 10% of the net profits, unless the accumulated legal reserve is equal to the total capital of the Company; then set aside special reserve in accordance with relevant laws or regulations or as requested by the authorities in charge. The remaining net profit, plus the beginning unappropriated earnings (including adjustment of unappropriated earnings if any), shall be distributed into dividends to shareholders according to the distribution plan proposed by the board of directors and submitted to the shareholders' meeting for approval. Where the Company distributes preceding surplus earning, legal reserve and capital reserve in the form of cash, such distribution is authorized by a special resolution of the board of directors; and in addition to a report of such distribution shall be submitted to the shareholders' meeting; if such distribution is in the form of new shares to be issued, it shall be approved by shareholders meetings according to the regulations. For the policies on distribution of compensation of employees and remuneration of directors before and after amendment, refer to Note 25(e) on compensation of employees and remuneration of directors.

In consideration of business development plan, investing environment, demand for funds, global competitiveness and the shareholders' interest, the Dividend Policy of the Company is the distribution to shareholders with the appropriation of the amount which shall be no less than 70% of the balance amount after income tax, contribution of legal reserve and contribution or reversal of special earnings reserve as required by laws, under the circumstance that there is no cumulated loss in prior years. The distribution may be executed in cash dividend and/or share dividend, and the cash dividend shall be no less than 90% of the total distributed dividends. The dividend distribution ratio in the preceding paragraph could be adjusted taking into consideration finance, business and operations, etc.

After the Company considers financial, business, and operational factors, if there are no retained earnings to be appropriated or if the earnings to be appropriated are significantly lower than the prior year's actual appropriation of the earnings, then part of or all of the Company's reserve can be appropriated according to the law or the competent authority.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

Additional special reserve should be appropriated for an amount equal to the net debit balance of other equity items. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and is thereafter distributed.

The Company appropriated earnings to a special reserve for the difference between the market price and carrying amount of the Company's shares held by subsidiaries proportional to its holding of those subsidiaries. The special reserve appropriated may be reversed to the extent that the market price reverses.

The 2024 and 2023 interim appropriations were resolved by the Company's board of directors, were as follows:

	Fourth Quarter of 2024	Second Quarter of 2024
Board of directors in its meeting	February 26, 2025	July 31, 2024
Legal reserve	<u>\$ 648,949</u>	<u>\$ 553,368</u>
Special reserve	<u>\$ (22,685)</u>	<u>\$ (3,298,814)</u>
Cash dividends	<u>\$ 5,768,125</u>	<u>\$ 4,614,500</u>
Cash dividends per share (NT\$)	\$ 2.5	\$ 2.0
	Fourth Quarter of 2023	Second Quarter of 2023
Board of directors in its meeting	February 26, 2024	July 28, 2023
Legal reserve	<u>\$ 794,416</u>	<u>\$ 662,121</u>
Special reserve	<u>\$ 413,174</u>	<u>\$ 288,124</u>
Cash dividends	<u>\$ 5,782,825</u>	<u>\$ 4,656,704</u>
Cash dividends per share (NT\$)	\$ 2.5	\$ 2.0

The 2024 and 2023 appropriations for cash dividends had been resolved by the Company's board of directors; the other proposed appropriations had been resolved by the shareholders in their meeting on May 20, 2025 and May 27, 2024, respectively.

The above cash dividends per share may be affected by the subsequent number of outstanding ordinary shares. The information of actual payout is available at the Market Observation Post System website.

The 2025 interim appropriations were resolved by the Company's board of directors, were as follows:

	Second Quarter of 2025
Board of directors' meeting	July 30, 2025
Legal reserve	<u>\$ 666,950</u>
Special reserve	<u>\$ 7,440,154</u>
Cash dividends	<u>\$ 4,553,552</u>
Cash dividends per share (NT\$)	\$ 2.0

d. Other equity items

Movements in other equity items were as follows:

For the Nine Months Ended September 30, 2025				
	Foreign Currency Translation Reserve	Unrealized Gain (Loss) from Financial Assets at FVTOCI	Unearned Employees' Compensation	Total
Balance at January 1	\$ 1,042,491	\$ 132,628	\$ (163,622)	\$ 1,011,497
Exchange differences on translation of the financial statements of foreign operations	(7,116,102)	-	-	(7,116,102)
Unrealized loss on equity instruments designated as at FVTOCI	-	(209,086)	-	(209,086)
Share of associates accounted for using the equity method	(128,671)	6,849	-	(121,822)
Disposal of foreign operations	566,104	-	-	566,104
Disposal of interests in associates accounted for using the equity method	1,715	-	-	1,715
Adjustment of unvested RSAs	-	-	406,981	406,981
Recognition of share-based payment expense	-	-	(282,503)	(282,503)
Adjustment of employee turnover rates	-	-	7,806	7,806
Income tax effect	<u>1,318,595</u>	<u>-</u>	<u>-</u>	<u>1,318,595</u>
Balance at September 30	<u>\$ (4,315,868)</u>	<u>\$ (69,609)</u>	<u>\$ (31,338)</u>	<u>\$ (4,416,815)</u>

	For the Nine Months Ended September 30, 2024				
	Foreign Currency Translation Reserve	Unrealized Gain (Loss) from Financial Assets at FVTOCI	Gain (Loss) on Hedging Instruments	Unearned Employees’ Compensation	Total
Balance at January 1	\$ (3,025,024)	\$ (296,476)	\$ -	\$ (510,034)	\$ (3,831,534)
Exchange differences on translating foreign operations	3,610,034	-	-	-	3,610,034
Unrealized gain on equity instruments designated as at FVTOCI	-	98,867	-	-	98,867
Share of associates accounted for using the equity method	159,807	(422)	-	-	159,385
Disposal of subsidiaries	10,539	-	-	-	10,539
Cumulative gain of equity instruments transferred to retained earnings due to disposal	-	(7,309)	-	-	(7,309)
Loss on fair value changes of cash flow hedges	-	-	(124,592)	-	(124,592)
					(Continued)

For the Nine Months Ended September 30, 2024					
	Foreign Currency Translation Reserve	Unrealized Gain (Loss) from Financial Assets at FVTOCI	Gain (Loss) on Hedging Instruments	Unearned Employees' Compensation	Total
Transferred to initial carrying amount of hedged items	\$ -	\$ -	\$ 124,592	\$ -	\$ 124,592
Adjustment of unvested RSAs	-	-	-	351,943	351,943
Recognition of share-based payment expense	-	-	-	(72,592)	(72,592)
Adjustment of employee turnover rates	-	-	-	13,746	13,746
Income tax effect	<u>(738,279)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(738,279)</u>
Balance at September 30	<u>\$ 17,077</u>	<u>\$ (205,340)</u>	<u>\$ -</u>	<u>\$ (216,937)</u>	<u>\$ (405,200)</u> (Concluded)

e. Non-controlling interests

For the Nine Months Ended September 30		
	2025	2024
Balance at January 1	\$ 137,571	\$ 686,816
Attributable to non-controlling interests:		
Net (loss) profit for the period	(2,185)	16,746
Exchange differences on translation foreign entities	(9,666)	40,553
Disposal of interests in subsidiaries	-	(270,711)
Acquisition of non-controlling interests in subsidiaries	29,000	-
Changes in non-controlling interests	<u>-</u>	<u>(14,633)</u>
Balance at September 30	<u>\$ 154,720</u>	<u>\$ 458,771</u>

f. Treasury shares

Unit: In Thousands of Shares				
Purpose of Buyback	Number of Shares at January 1	Increase During the Period	Decrease During the Period	Number of Shares at September 30
For the nine months ended <u>September 30, 2025</u>				
Shares held by its subsidiaries	7,004	-	-	7,004
Shares transferred to employees	40,000	-	-	40,000
Shares cancelled	<u>-</u>	<u>24,219</u>	<u>(24,219)</u>	<u>-</u>
	<u>47,004</u>	<u>24,219</u>	<u>(24,219)</u>	<u>47,004</u> (Continued)

Purpose of Buyback	Number of Shares at January 1	Increase During the Period	Decrease During the Period	Number of Shares at September 30
<u>For the nine months ended September 30, 2024</u>				
Shares held by its subsidiaries	7,004	-	-	7,004
Shares transferred to employees	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>40,000</u>
	<u>47,004</u>	<u>-</u>	<u>-</u>	<u>47,004</u>
				(Concluded)

The Company's shares held by its subsidiaries at the end of the reporting periods were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands)	Carrying Amount	Market Price
<u>September 30, 2025</u>			
TITANIC CAPITAL SERVICES LTD.	7,004	<u>\$ 297,469</u>	<u>\$ 1,208,228</u>
<u>December 31, 2024</u>			
TITANIC CAPITAL SERVICES LTD.	7,004	<u>\$ 297,469</u>	<u>\$ 696,920</u>
<u>September 30, 2024</u>			
TITANIC CAPITAL SERVICES LTD.	7,004	<u>\$ 297,469</u>	<u>\$ 696,920</u>

On April 9, 2025, in order to maintain the Company's credit and shareholders' equity, the Company's board of directors through the resolution to buy back and cancel the shares. The Company planned to buy back 130,000 thousand shares listed on the Taiwan Stock Exchange from April 10, 2025 to June 9, 2025, with the buyback price ranging from \$53.83 to \$154.79 per share. When the Company's stock price is below the set floor price, the Company will continue its exercise plan. As of September 30, 2025, a total of 24,219 thousand treasury shares had been repurchased and cancelled.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote. The subsidiaries holding treasury shares, however, retain shareholders' rights, except the rights to participate in any share issuance for cash and to vote.

24. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Revenue from the sale of goods	\$ 44,777,089	\$ 36,746,499	\$ 121,365,911	\$ 98,761,344
Rental income				
Rental income from property	<u>113,417</u>	<u>26,583</u>	<u>362,531</u>	<u>73,134</u>
	<u>\$ 44,890,506</u>	<u>\$ 36,773,082</u>	<u>\$ 121,728,442</u>	<u>\$ 98,834,478</u>

a. Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Trade receivables (Note 11)	<u>\$ 41,889,311</u>	<u>\$ 37,060,192</u>	<u>\$ 33,440,566</u>	<u>\$ 31,586,425</u>
Contract assets - current				
Sales of goods	<u>\$ 159,785</u>	<u>\$ 191,962</u>	<u>\$ 177,311</u>	<u>\$ 196,129</u>
Contract liabilities - current				
Sales of goods	<u>\$ 465,294</u>	<u>\$ 309,428</u>	<u>\$ 77,432</u>	<u>\$ 69,807</u>

The Group measures the loss allowance for contract assets at an amount equal to lifetime ECLs. The expected credit loss during the lifetime ECLs is calculated by taking into account the past default experience of the customer, the customer's current financial position, possible recoverable amounts, and the forward-looking factors.

	September 30, 2025	December 31, 2024	September 30, 2024
Gross carrying amount	\$ 171,878	\$ 204,506	\$ 189,329
Allowance for impairment loss (lifetime ECLs)	<u>(12,093)</u>	<u>(12,544)</u>	<u>(12,018)</u>
	<u>\$ 159,785</u>	<u>\$ 191,962</u>	<u>\$ 177,311</u>

The movements of the loss allowance of contract assets were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance at January 1	\$ 12,544	\$ 13,409
Recognition (reverse) of loss allowance	157	(1,952)
Foreign exchanges gain and losses	<u>(608)</u>	<u>561</u>
Balance at September 30	<u>\$ 12,093</u>	<u>\$ 12,018</u>

The Group recognized revenue from the beginning balance of contract liabilities, which amounted to \$17,647 thousand and \$32,237 thousand for the nine months ended September 30, 2025 and 2024, respectively.

b. Disaggregation of revenue

Refer to Note 38 for segment revenue information.

25. NET PROFIT

a. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Net gain (loss) on foreign currency exchange	\$ (751,079)	\$ 753,365	\$ 2,168,421	\$ (364,309)
Net (loss) gain on financial assets at fair value through profit or loss - forward exchange contracts and FX swaps	1,374,054	(431,495)	(860,656)	1,289,017
Net gain (loss) on financial assets at fair value through profit or loss - others	15,357	49,691	(388,578)	155,531
Net gain on disposal of property, plant and equipment	22,667	1,667	24,090	81,803
Net loss on disposal of intangible assets	(57)	-	(57)	-
Losses on disposal of subsidiaries	-	(8,641)	(566,104)	(9,434)
Other losses	(15,395)	(117,304)	(32,927)	(407,459)
Impairment loss (recognized) reversed	<u>1,405</u>	<u>(274,980)</u>	<u>(7,416)</u>	<u>(288,963)</u>
	<u>\$ 646,952</u>	<u>\$ (27,697)</u>	<u>\$ 336,773</u>	<u>\$ 456,186</u>

b. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on borrowings	\$ 412,313	\$ 376,904	\$ 1,098,977	\$ 1,082,746
Interest on lease liabilities	<u>10,268</u>	<u>9,866</u>	<u>31,305</u>	<u>29,221</u>
	<u>\$ 422,581</u>	<u>\$ 386,770</u>	<u>\$ 1,130,282</u>	<u>\$ 1,111,967</u>

c. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Property, plant and equipment	\$ 687,150	\$ 814,585	\$ 2,105,732	\$ 2,504,976
Right-of-use assets	144,558	141,854	444,115	406,739
Intangible assets	47,397	46,508	147,400	131,022
Investment properties	<u>7,119</u>	<u>7,533</u>	<u>21,388</u>	<u>22,165</u>
	<u>\$ 886,224</u>	<u>\$ 1,010,480</u>	<u>\$ 2,718,635</u>	<u>\$ 3,064,902</u>
An analysis of depreciation by function				
Recognized in operating costs	\$ 560,472	\$ 596,717	\$ 1,497,789	\$ 1,809,655
Recognized in operating expenses	271,401	359,887	1,052,554	1,102,281
Recognized in non-operating expenses	<u>6,954</u>	<u>7,368</u>	<u>20,892</u>	<u>21,944</u>
	<u>\$ 838,827</u>	<u>\$ 963,972</u>	<u>\$ 2,571,235</u>	<u>\$ 2,933,880</u>
An analysis of amortization by function				
Recognized in operating costs	\$ 3,998	\$ 4,751	\$ 11,927	\$ 14,573
Recognized in operating expenses	<u>43,399</u>	<u>41,757</u>	<u>135,473</u>	<u>116,449</u>
	<u>\$ 47,397</u>	<u>\$ 46,508</u>	<u>\$ 147,400</u>	<u>\$ 131,022</u>

d. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Post-employment benefits				
Defined contribution plans	\$ 149,759	\$ 160,834	\$ 377,748	\$ 476,753
Defined benefit plans (Note 22)	<u>4,429</u>	<u>4,768</u>	<u>12,976</u>	<u>14,448</u>
	154,188	165,602	390,724	491,201
Share-based payment - equity-settled	13,431	53,315	(282,503)	(72,592)
Termination benefits	12,211	106,579	96,508	241,297
Other employee benefits	<u>6,119,681</u>	<u>5,046,342</u>	<u>16,586,534</u>	<u>14,013,561</u>
	<u>\$ 6,299,511</u>	<u>\$ 5,371,838</u>	<u>\$ 16,791,263</u>	<u>\$ 14,673,467</u>

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Employee benefits expense summarized by function				
Recognized in operating costs	\$ 3,433,352	\$ 2,978,712	\$ 9,614,065	\$ 7,981,570
Recognized in operating expenses	<u>2,866,159</u>	<u>2,393,126</u>	<u>7,177,198</u>	<u>6,691,897</u>
	<u>\$ 6,299,511</u>	<u>\$ 5,371,838</u>	<u>\$ 16,791,263</u>	<u>\$ 14,673,467</u>

(Concluded)

e. Compensation of employees and remuneration of directors

In compliance with the Articles, the Company accrues compensation of employees and remuneration of directors at rates of no less than 1% and no higher than 1.5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate that no less than 0.4% of net profit before income tax, compensation of employees, and remuneration of directors as compensation distributions for non-executive employees. For the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the employees' compensation (including non-executive employees) and the remuneration of directors were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Compensation of employees	<u>\$ 632,223</u>	<u>\$ 461,396</u>	<u>\$ 1,531,947</u>	<u>\$ 1,210,313</u>
Remuneration of directors	<u>\$ 64,569</u>	<u>\$ 47,123</u>	<u>\$ 156,459</u>	<u>\$ 123,610</u>

If there is a change in the proposed amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in accounting estimate and will be adjusted in the next year.

The appropriations of compensation of employees and remuneration of directors for 2024 and 2023, which were approved by the Company's board of directors on February 26, 2025 and February 26, 2024, respectively, are as follows:

	For the Year Ended December 31			
	2024		2023	
	Cash Dividends	Share Dividends	Cash Dividends	Share Dividends
Compensation of employees	\$ 1,625,300	\$ -	\$ 1,983,061	\$ -
Remuneration of directors	165,993	-	202,532	-

There was no difference between the approved amounts of the compensation of employees and the remuneration of directors and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

26. INCOME TAX

a. Income tax recognized in profit or loss

Major components of tax expense were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current income tax expense	\$ 880,905	\$ 858,457	\$ 3,061,007	\$ 2,596,715
Deferred income tax expense	<u>43,567</u>	<u>183,541</u>	<u>185,623</u>	<u>140,212</u>
Income tax expense recognized in profit or loss	<u>\$ 924,472</u>	<u>\$ 1,041,998</u>	<u>\$ 3,246,630</u>	<u>\$ 2,736,927</u>

b. Income tax recognized in other comprehensive income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
<u>Deferred tax</u>				
In respect of the current period:				
Translation of foreign operations	<u>\$ (801,169)</u>	<u>\$ 104,060</u>	<u>\$ 1,318,595</u>	<u>\$ (738,279)</u>

c. Income tax assessments

The tax returns of the Company through 2022 have been assessed by the tax authorities.

27. EARNINGS PER SHARE

	Unit: NT\$ Per Share			
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Basic earnings per share	<u>\$ 2.05</u>	<u>\$ 1.48</u>	<u>\$ 4.94</u>	<u>\$ 3.88</u>
Diluted earnings per share	<u>\$ 2.04</u>	<u>\$ 1.47</u>	<u>\$ 4.91</u>	<u>\$ 3.84</u>

The earnings and weighted average number of ordinary shares outstanding used in the computation of earnings per share were as follows:

Net Profit for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Net profit attributed to owners of the company	\$ 4,645,287	\$ 3,390,131	\$ 11,256,043	\$ 8,892,825

Weighted Average Number of Ordinary Shares Outstanding

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares outstanding used in computation of basic earnings per share	2,267,538	2,291,757	2,278,177	2,291,743
Effect of potentially dilutive ordinary shares:				
Compensation of employees	8,881	12,164	11,871	15,899
Employee restricted shares	<u>1,998</u>	<u>6,342</u>	<u>2,070</u>	<u>6,544</u>
Weighted average number of ordinary shares outstanding used in computation of dilutive earnings per share	<u>2,278,417</u>	<u>2,310,263</u>	<u>2,292,118</u>	<u>2,314,186</u>

The Company may settle the bonuses or remuneration paid to employees in cash or shares; therefore, the Company presumes that the entire amount of the bonus or remuneration will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

28. SHARE-BASED PAYMENT ARRANGEMENTS

Employee Restricted Stock Awards (RSAs)

The issuance of RSAs for 2022 (2022 RSAs) of no more than 18,700 thousand common shares has been approved by the Company's shareholders in their meeting held on May 20, 2022. The grants will be made free of charge. The Company's board of directors approved the issuance of RSAs of 12,216 thousand and 6,484 thousand shares on September 20, 2022 and April 27, 2023, respectively, and the Company's board of directors authorized the Chairman to determine that November 15, 2022 and May 19, 2023 to be the record date of the issuance of new shares, respectively.

a. Vesting conditions of the aforementioned arrangement are as follows:

- 1) If an employee, after having been granted a restricted stock award, who remains on the job on the vesting date, is determined by the Company as having not violated the employment contract, employee handbook, non-competition and non-disclosure agreement of the Company or any other agreement with the Company, and has fulfilled the individual performance goals and the Company's operational goals set by the Company, proportions of the vesting shares to be granted for such employee on the vesting date each year is as follows:
 - a) First anniversary of the grant: 30%.
 - b) Second anniversary of the grant: 30%.
 - c) Third anniversary of the grant: 40%.
- 2) Employee's year-end performance rating shall be PL3 rating (Note: PL3 represents "Meets Expectations") and above.
- 3) The Company's operational goals are either one of the follows:
 - a) The consolidated gross margin of the year (e.g., Year 1) prior to the end of the vesting period shall be equal to or higher than the consolidated gross margin of the previous year (e.g., Year 0), and the amount of consolidated operating profit (in Year 1) must increase by minimum 10% compared with that in the previous year (Year 0).
 - b) The consolidated gross margin and operating margin for the year prior to the end of the vesting period are equal to or higher than 20% and 10%, respectively.

b. Restrictions applicable prior to vesting:

- 1) Recipient shall have no right to sell, transfer (other than by laws of inheritance), pledge, mortgage, hypothecate, gift or otherwise dispose of the Shares prior to such Shares being fully vested.
- 2) Unvested Shares shall have the same rights to attend the Company's shareholders' meeting, submit proposals, or speak and vote at the meeting as those attached to other issued shares of the Company's common stock. However, the exercise of such rights shall be performed in accordance with the trust agreement.
- 3) Unvested Shares shall have the same rights to receive cash, stock dividends and distributions from capital reserve, as well as the same share subscription rights as those attached to other issued shares of the Company's common stock. However, with respect to unvested Shares, the Recipients shall have no right to withdraw the cash and stock dividends received on such Shares; such dividends shall be kept in trust in accordance with the trust agreement.

c. Failure to meet vesting conditions:

- 1) If either (i) the Recipient has ceased their employment as of the Vesting Date, (ii) the Recipient has violated any provisions of the employment contract, work rules, non-competition, non-disclosure and/or any other agreement entered into with the Company/Affiliate, (iii) the individual and/or company-level performance requirements have not been met; or (iv) the Recipient has, in violation of subparagraph 1, paragraph 8, Article 5 of "The Issuance Rules of 2022 Employee Restricted Stock Awards Plan", demanded modification, revocation, termination, suspension or cancelation of the authorization granted to the Company as related to the trust/custody account, the Company shall have the power to repurchase for no consideration and cancel any Shares that have not vested pursuant to this Article.
- 2) The Company shall also repurchase for no consideration and cancel any unvested Shares in the event of voluntary or involuntary termination of the Recipient's employment.

Details of granted RSAs are as follows:

	Number of Stocks (In Thousands)		Total
	Approval Date	Approval Date	
	September 20, 2022	April 27, 2023	
Balance at January 1, 2025	4,160	4,329	8,489
Withdrawal (expired amount)	<u>(4,160)</u>	<u>(2,095)</u>	<u>(6,255)</u>
Balance at September 30, 2025	<u>-</u>	<u>2,234</u>	<u>2,234</u>
Balance at January 1, 2024	7,930	6,484	14,414
Withdrawal (expired amount)	(3,725)	(2,155)	(5,880)
Remove notation of restriction	<u>(45)</u>	<u>-</u>	<u>(45)</u>
Balance at September 30, 2024	<u>4,160</u>	<u>4,329</u>	<u>8,489</u>
Weighted-average fair value of RSAs granted (in dollars)	<u>\$ 67.73</u>	<u>\$ 72.80</u>	

The Company withdrew 6,255 thousand shares of RSAs during the period from January 1 to September 30, 2025. A total of 12,994 thousand shares of RSAs had been withdrawn as of September 30, 2025.

The RSAs is measured at fair value at grant date using market value method. The fair value is based on the market value per share at grant date, minus the discounted value of dividends received derived from average dividend yield over the past three years.

Refer to Note 25 for the employee compensation costs of the RSAs recognized by the Company.

29. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

In December 2024, the Group acquired of its interest in Philips & Lite-On Digital Solutions Corporation, and increased its continuing interest from 49% to 100%.

The above transactions were accounted for as equity transactions, since the Group did not cease to have control over these subsidiaries.

	Philips & Lite-On Digital Solutions Corporation
Consideration paid	\$ (267,000)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	311,291
Reattribution of other equity to non-controlling interests	
Exchange differences on translating the financial statements of foreign operations	<u>114,028</u>
Differences recognized from equity transactions	<u>\$ 158,319</u>
	(Continued)

**Philips & Lite-
On Digital
Solutions
Corporation**

Line items adjusted for equity transactions

Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	\$ <u>158,319</u> (Concluded)
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30. DISPOSAL OF SUBSIDIARIES

Since May 2024, the Group no longer has the ability to control the financial and operational policies of its subsidiaries SKYLA CORPORATION and SKYLA (SHANGHAI) LTD. ("Skyla and its subsidiary"). After evaluation, the Group had lost control over Skyla and its subsidiary.

a. Analysis of assets and liabilities on the date control was lost

	Skyla and Its Subsidiary
Current assets	
Cash and cash equivalents	\$ 405,824
Inventory	82,909
Other current assets	76,777
Non-current assets	
Property, plant and equipment	95,855
Other non-current assets	45,072
Current liabilities	
Other payables	(101,177)
Other current liabilities	(60,353)
Non-current liabilities	
Other non-current liabilities	<u>(59,107)</u>
Net assets disposed of	<u>\$ 485,800</u>

b. Loss on disposal of subsidiaries

	Skyla and Its Subsidiary
Consideration received	\$ 214,158
Net assets disposed of	(485,800)
Non-controlling interests	270,711
Reclassification of other comprehensive income in respect of subsidiaries	<u>138</u>
Loss on disposals	<u><u>\$ (793)</u></u>

- c. Net cash outflow on disposals of subsidiaries

**Skylla and Its
Subsidiary**

Cash and cash equivalent balances disposed of \$ 405,824

31. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

The Group's capital management system aims to ensure that the necessary financial resources and operating plan are sufficient to meet the next 12 months' requirements for working capital, capital expenditures, research and development expenses, debt repayment, dividend payments and other needs.

32. FINANCIAL INSTRUMENTS

- a. Fair value of financial instruments that are not measured at fair value

For certain financial instruments that are not measured at fair value but measured at amortized cost - including cash and cash equivalents, notes receivable, trade receivables including related parties, other receivables including related parties, refundable deposits, financial assets at amortized costs, short-term borrowings, notes payable, trade payables including related parties, other payables including related parties, long-term borrowings and guarantee deposits, the Group's management considers the carrying amounts of these financial instruments recognized in the consolidated financial statements as approximating their fair values.

- b. Fair value of financial instruments that are measured at fair value on a recurring basis

- 1) Fair value hierarchy

September 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative instruments	\$ -	\$ 396,930	\$ -	\$ 396,930
Mutual funds	-	576,196	-	576,196
Domestic listed shares and emerging market shares	11,295	-	-	11,295
Foreign warrants	-	-	213,873	213,873
Foreign convertible preferred stocks	-	-	281,495	281,495
	<u>\$ 11,295</u>	<u>\$ 973,126</u>	<u>\$ 495,368</u>	<u>\$ 1,479,789</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign listed shares	\$ 293,987	\$ -	\$ -	\$ 293,987
Foreign unlisted shares	-	-	3,905	3,905
Domestic listed shares	54,563	-	-	54,563
Domestic innovation board listed shares	759,193	-	-	759,193
Domestic unlisted shares	<u>-</u>	<u>-</u>	<u>94,808</u>	<u>94,808</u>
	<u>\$ 1,107,743</u>	<u>\$ -</u>	<u>\$ 98,713</u>	<u>\$ 1,206,456</u>
Financial liabilities at FVTPL				
Derivative instruments	<u>\$ -</u>	<u>\$ 717,501</u>	<u>\$ -</u>	<u>\$ 717,501</u> (Concluded)

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative instruments	\$ -	\$ 932,733	\$ -	\$ 932,733
Mutual funds	-	829,991	-	829,991
Domestic listed shares and emerging market shares	13,703	-	-	13,703
Foreign convertible preferred stocks	<u>-</u>	<u>-</u>	<u>286,385</u>	<u>286,385</u>
	<u>\$ 13,703</u>	<u>\$ 1,762,724</u>	<u>\$ 286,385</u>	<u>\$ 2,062,812</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	\$ -	\$ -	\$ 4,493	\$ 4,493
Domestic listed shares	54,487	-	-	54,487
Domestic innovation board listed shares	846,947	-	-	846,947
Domestic unlisted shares	<u>-</u>	<u>-</u>	<u>92,766</u>	<u>92,766</u>
	<u>\$ 901,434</u>	<u>\$ -</u>	<u>\$ 97,259</u>	<u>\$ 998,693</u>
Financial liabilities at FVTPL				
Derivative instruments	<u>\$ -</u>	<u>\$ 7,011</u>	<u>\$ -</u>	<u>\$ 7,011</u>

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative instruments	\$ -	\$ 400,207	\$ -	\$ 400,207
Mutual funds	-	750,556	-	750,556
Domestic listed shares	10,191	-	-	10,191
Foreign convertible preferred stocks	-	-	276,499	276,499
	<u>\$ 10,191</u>	<u>\$ 1,150,763</u>	<u>\$ 276,499</u>	<u>\$ 1,437,453</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	\$ -	\$ -	\$ 4,409	\$ 4,409
Domestic listed shares	115,946	-	-	115,946
Domestic innovation board listed shares	-	409,923	-	409,923
Domestic unlisted shares	-	-	129,736	129,736
	<u>\$ 115,946</u>	<u>\$ 409,923</u>	<u>\$ 134,145</u>	<u>\$ 660,014</u>
Financial liabilities at FVTPL				
Derivative instruments	<u>\$ -</u>	<u>\$ 195,050</u>	<u>\$ -</u>	<u>\$ 195,050</u>

There were no transfers between Levels 1 and 2 for the nine months ended September 30, 2025 and 2024.

2) Reconciliation of Level 3 fair value measurements of financial instruments

The financial assets measured at Level 3 fair value were financial assets at FVTPL and equity investments classified as financial assets at FVTOCI. Reconciliations for the nine months ended September 30, 2025 and 2024 were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance, beginning of period	\$ 383,644	\$ 1,595,970
Total gains or losses		
Recognized in gain	(936)	(13,453)
Recognized in other comprehensive income	1,454	106,127
Additions	289,448	-
Disposals	<u>(79,529)</u>	<u>(1,278,000)</u>
Balance, end of period	<u>\$ 594,081</u>	<u>\$ 410,644</u>

3) Valuation techniques and inputs applied for the purpose of Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivative instruments - forward exchange contracts	Estimation of future cash flows using observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
Derivative instruments - FX swaps	Estimation of fair value of a FX swap is based on its principal and exchange rate on mutual agreement and the suitable discount rate that reflects the credit risk of various counterparties at the end of the reporting period.
Mutual funds	Obtain the financial information of underlying assets, evaluate its market value, analyze the amount to be adjusted, and consider minority interest and liquidity reduction.
Domestic innovation board listed shares	Obtain the market price of the investee's shares listed on Taiwan Innovation Board at the end of the reporting period and derive from analyzing other observable parameters.

4) Valuation techniques and inputs applied for the purpose of Level 3 fair value measurement

- a) Derivative instruments - the fair values of warrants are determined using option pricing models where the significant unobservable input is historical volatility. An increase in the historical volatility used in isolation would result in an increase in the fair value.
- b) Level 3 fair value is measured by using asset-based approach, market approach and income approach. The asset-based approach assesses the fair value by calculating the value of net assets. The comparable company method of market approach is based on the profitability at the reporting period to select the market multiplier of comparable companies. The income approach is based on the discounted cash flow method used to capture the present value of the expected future economic benefits to be derived from the ownership of these investees.

The valuation method is chosen by the Group after deliberate assessment. Therefore, the fair value measurement is deemed to reasonable. However, the adoption of different valuation models or fair value may lead to different be valuation results.

c. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
FVTPL			
Mandatorily classified as at FVTPL	\$ 1,479,789	\$ 2,062,812	\$ 1,437,453
Financial assets at amortized cost (1)	130,760,960	140,215,249	134,680,196
Investment in equity instruments at FVTOCI	1,206,456	998,693	660,014
			(Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial liabilities</u>			
FVTPL			
Held for trading	\$ 717,501	\$ 7,011	\$ 195,050
Amortized cost			
Short-term borrowings	32,028,822	30,187,483	32,084,815
Payables (2)	68,340,617	62,894,578	58,554,237
Long-term borrowings	3,000,000	3,000,000	3,000,000
			(Concluded)

- 1) The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, financial assets measured at amortized cost, notes receivable, trade receivables, trade receivables from related parties, other receivables, other receivables from related parties and refundable deposits.
- 2) The balances included financial liabilities measured at amortized cost, which comprise notes payable, trade payables, trade payables to related parties, other payables, other payables to related parties and guarantee deposits.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity investments, trade receivables, trade payables, borrowings and lease liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (comprising foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by using financial derivatives to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors, which provided written guidelines on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk, including forward exchange contracts and FX swaps to hedge the exchange rate risk arising from exports.

There were no changes to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group's had foreign currency sales and purchases, and foreign equity investments which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign currency deposits, forward exchange contracts and FX swaps. It is within the Group's policy to negotiate the terms of the foreign deposits hedge derivatives to match the terms of the hedged item to maximize hedge effectiveness.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 36.

The Group required all its entities to use foreign deposits, forward exchange contracts and FX swaps to eliminate currency exposure. It is within the Group's policy to negotiate the terms of the hedge derivatives to match the terms of the hedged item to maximize hedge effectiveness.

Sensitivity analysis

The Group was mainly exposed to the U.S. dollar.

The following table details the Group's sensitivity to a 5% increase and decrease in New Taiwan dollars (i.e., the functional currency) against the U.S. dollar. The sensitivity analysis included only outstanding foreign currency denominated monetary items. A positive number below indicates an increase in pre-tax profit due to a 5% weakening of the U.S. dollar against the New Taiwan dollar. For a 5% strengthening of the U.S. dollar against the New Taiwan dollars, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	USD Impact	
	For the Nine Months Ended	
	September 30	
	2025	2024
Profit or loss	\$ 436,953	\$ 895,066

Hedge accounting

The Group's hedging strategy is to buy foreign currency deposits to avoid exchange rate exposure of its foreign significant equity investments. Those transactions are designated as cash flow hedges.

For the nine months ended September 30, 2024

Comprehensive Income	Hedging (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness Is Included	Amount Reclassified to P/L and the Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedge	\$ (124,592)	\$ -	\$ -	\$ -	\$ -

For the nine months ended September 30, 2024, the amount of investments accounted for using the equity method, transferred from hedge instruments upon settlement, increased by \$124,592 thousand.

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate portfolio of fixed and floating rate borrowings.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets (i)	\$ 66,720,532	\$ 78,587,444	\$ 76,643,926
Financial liabilities (ii)	33,084,894	29,362,700	33,366,812
Cash flow interest rate risk			
Financial assets (iii)	19,136,934	21,388,928	22,068,130
Financial liabilities (iv)	3,000,000	5,000,000	3,000,000

- i. The balances included time deposits and financial assets at amortized cost with fixed interest rates.
- ii. The balances included financial liabilities exposed to fair value risk from interest rate fluctuation.
- iii. The balances included demand deposits and financial assets at amortized cost with floating interest rates.
- iv. The balance included financial liabilities exposed to cash flow risk from interest rate fluctuation.

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming that amount of the liability outstanding at the end of the reporting period was outstanding for the whole reporting period.

If interest rates had been 25 basis points higher and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have increased by \$30,257 thousand and \$35,753 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities. Equity investments are held for strategic rather than trading purposes. The Group does not actively trade these investments.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 10% higher, the profit before income tax for the nine months ended September 30, 2025 and 2024 would have increased by \$1,130 thousand and \$1,019 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL. The pre-tax other comprehensive income for the nine months ended September 30, 2025 and 2024 would have increased by \$110,774 thousand and increased by \$11,595 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group is exposed to credit risk from trade receivables, deposits, and other financial instruments. Credit risk on business-related exposures is managed separately from that on financial-related exposures.

a) Business related credit risk

To maintain the quality of receivables, the Group has established operating procedures to manage credit risk.

For individual customers, risk factors considered include the customer's financial position, credit rating agency rating, the Group's internal credit rating, and transaction history as well as current economic conditions that may affect the customer's ability to pay. The Group also has the right to use some credit protection enhancement tools, such as requiring advance payments, to reduce the credit risks involving certain customers.

b) Financial related credit risk

Bank deposits and other financial instruments are credit risk sources required by the Group's Department of Finance Department to be measured and monitored. However, since the Group's counterparties are all reputable financial institutions and government agencies, there is no significant financial credit risk.

3) Liquidity risk

The objective of liquidity risk management is to maintain sufficient operating cash and cash equivalents for operating needs, in order to ensure that the Group has sufficient financial flexibility.

The table below summarizes the maturity profile of the Group's non-derivative financial liabilities based on contractual undiscounted payments:

September 30, 2025

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	-	\$ 68,199,057	\$ 141,560	\$ -	\$ -
Lease liabilities	1.00-8.25	397,624	445,675	156,866	150,535
Floating interest rate liabilities	1.74	52,050	3,048,342	-	-
Fixed interest rate liabilities	1.76-5.54	32,172,977	-	-	-
		<u>\$ 100,821,708</u>	<u>\$ 3,635,577</u>	<u>\$ 156,866</u>	<u>\$ 150,535</u>

December 31, 2024

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	-	\$ 62,772,661	\$ 121,917	\$ -	\$ -
Lease liabilities	1.00-8.25	526,383	523,322	158,444	104,022
Floating interest rate liabilities	1.74-1.90	2,068,187	3,087,273	-	-
Fixed interest rate liabilities	1.80-5.75	<u>28,273,994</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>\$ 93,641,225</u>	<u>\$ 3,732,512</u>	<u>\$ 158,444</u>	<u>\$ 104,022</u>

September 30, 2024

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	-	\$ 58,430,179	\$ 124,058	\$ -	\$ -
Lease liabilities	1.00%-8.25%	567,987	554,552	201,742	112,368
Floating interest rate liabilities	1.74%	52,050	3,100,392	-	-
Fixed interest rate liabilities	1.64%-6.75%	<u>32,328,283</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>\$ 91,378,499</u>	<u>\$ 3,779,002</u>	<u>\$ 201,742</u>	<u>\$ 112,368</u>

The table below summarizes the maturity profile of the Group's derivative financial instruments based on contractual undiscounted payments:

September 30, 2025

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Forward exchange contracts				
Inflows	\$ 44,578,564	\$ -	\$ -	\$ -
Outflows	<u>(44,326,925)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>251,639</u>	<u>-</u>	<u>-</u>	<u>-</u>
FX swaps				
Inflows	5,770,342	-	-	-
Outflows	<u>(5,871,060)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(100,718)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 150,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

December 31, 2024

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Forward exchange contracts				
Inflows	\$ 22,940,813	\$ -	\$ -	\$ -
Outflows	<u>(21,937,875)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,002,938</u>	<u>-</u>	<u>-</u>	<u>-</u>
FX swaps				
Inflows	2,584,540	-	-	-
Outflows	<u>(2,515,810)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>68,730</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,071,668</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

September 30, 2024

	On Demand or Less than 1 Year	1-3 Years	Over 3 Years to 5 Years	5+ Years
Forward exchange contracts				
Inflows	\$ 23,954,267	\$ -	\$ -	\$ -
Outflows	<u>(23,477,257)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>477,010</u>	<u>-</u>	<u>-</u>	<u>-</u>
FX swaps				
Inflows	5,169,790	-	-	-
Outflows	<u>(4,984,595)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>185,195</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 662,205</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

33. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which were related parties of the Company, had been eliminated on consolidation and are not disclosed in this note. Besides as disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

a. Related parties and relationships

Related Party	Relationships with the Group
Silitech Technology Corporation	Associate
DragonJet Corporation	Associate
SKYLA CORPORATION	Associate
SKYLA (SHANGHAI) LTD.	Associate
Silport Technology Corp.	Related party in substance (no longer a related party starting from December 2024)
Lite-On Cultural Foundation	Related party in substance
Cosel Co., Ltd.	Associate
Wuxi Cosel Electronics Co., Ltd.	Associate
COSEL USA INC.	Associate

b. Sales of goods

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Associate	\$ 4,548	\$ 3,527	\$ 18,555	\$ 4,708
Related party in substance	<u>101</u>	<u>101</u>	<u>301</u>	<u>301</u>
	<u>\$ 4,649</u>	<u>\$ 3,628</u>	<u>\$ 18,856</u>	<u>\$ 5,009</u>

The sales terms between the Group and its related parties were not significantly different as those between the Group and non-related parties.

Lease contracts with related parties were based on market prices and made under mutual agreements and normal terms. The market prices and contract terms between the Group and its related parties did not have material differences as those between the Group and non-related parties.

c. Purchases of goods

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Associate	<u>\$ 894</u>	<u>\$ 54</u>	<u>\$ 2,211</u>	<u>\$ 417</u>

The purchase terms between the Group and its related parties did not have material difference as those between the Group and non-related parties.

d. Receivables from related parties

Related Party Category	September 30, 2025	December 31, 2024	September 30, 2024
Trade receivables			
Associate	<u>\$ 5,405</u>	<u>\$ 5,418</u>	<u>\$ 4,962</u>
Other receivables			
Associate	<u>\$ 6,576</u>	<u>\$ 26,430</u>	<u>\$ 6,447</u>

The outstanding trade receivables from related parties are unsecured. No allowance for doubtful accounts was recognized for trade receivables from related parties for the nine months ended September 30, 2025 and 2024.

e. Payables to related parties

Related Party Category	September 30, 2025	December 31, 2024	September 30, 2024
Trade payables			
Associate	<u>\$ 1,335</u>	<u>\$ 712</u>	<u>\$ 400</u>
Other payables			
Related party in substance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 430</u>

The outstanding trade payables to related parties are unsecured.

f. Operating expenses

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Related party in substance	\$ <u>-</u>	\$ <u>387</u>	\$ <u>10,000</u>	\$ <u>10,870</u>

The Group recognized and paid associated donation expenses of \$10,000 thousand for the nine months ended September 30, 2025 and 2024 to help Lite-On Cultural Foundation, a related party in substance, facilitate communal, cultural and educational projects.

g. Other income

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Associate	\$ 198	\$ 261	\$ 595	\$ 2,131
Related party in substance	<u>-</u>	<u>15</u>	<u>-</u>	<u>34</u>
	\$ <u>198</u>	\$ <u>276</u>	\$ <u>595</u>	\$ <u>2,165</u>

The other income represents the reversal of partial estimated compensation income for the nine months ended September 30, 2025.

h. Advance received

Related Party Category	September 30, 2025	December 31, 2024	September 30, 2024
Associate	\$ <u>12,688</u>	\$ <u>7,154</u>	\$ <u>6,907</u>

i. Remuneration of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 116,285	\$ 89,506	\$ 290,888	\$ 251,609
Post-employment benefits	468	297	1,153	930
Share-based payment	<u>4,561</u>	<u>19,827</u>	<u>(96,324)</u>	<u>(39,337)</u>
	\$ <u>121,314</u>	\$ <u>109,630</u>	\$ <u>195,717</u>	\$ <u>213,202</u>

The remuneration of directors and key executives was determined by the remuneration committee, based on the performance of individuals and market trends. Share-based payments include the reversal of compensation for the reclaimed number of issued shares.

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

	September 30, 2025	December 31, 2024	September 30, 2024
Pledged time deposits (classified as financial assets at amortized cost)	<u>\$ 418,849</u>	<u>\$ 375,743</u>	<u>\$ 445,271</u>

Above assets included the guarantee deposits provided by the Company for participating in government, general bidding projects and purchase of offshore wind power, and the deposits, provided by the subsidiaries, pledged to the customs for custom duties collateral for shipment clearance in advance.

35. SIGNIFICANT UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments of the Group as of the balance sheet dates were as follows:

- For operational and production needs, the Group entered into a contract in the first quarter of 2025 with VILAI VIET CONSTRUCTION JOINT STOCK COMPANY under a land lease and build-to-suit arrangement. The total contract amount shall not exceed VND2,436,000,000 thousand, approximately equivalent to NT\$3,166,800 thousand.
- In the first quarter of 2024, the Group signed an electrical and mechanical contract for the Phase II plant of Kaohsiung Manufacturing Center with Marketch International Corp. to build on the rented land. The total contract amount did not exceed \$1,590,750 thousand.

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the entities in the Group and the exchange rates between the foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

September 30, 2025

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 1,470,956	30.4200 (USD:NTD)	\$ 44,746,490
USD	976,124	7.1130 (USD:CNY)	29,693,686
USD	38,283	32.2900 (USD:THB)	<u>1,164,569</u>
			<u>\$ 75,604,745</u>
<u>Financial liabilities</u>			
Monetary items			
USD	1,758,236	30.4200 (USD:NTD)	\$ 53,485,545
USD	496,657	7.1130 (USD:CNY)	<u>15,108,291</u>
			<u>\$ 68,593,836</u>

December 31, 2024

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 1,010,187	7.2876 (USD:CNY)	\$ 33,068,484
USD	913,546	32.7350 (USD:NTD)	29,904,915
USD	31,150	33.8800 (USD:THB)	<u>1,019,696</u>
			<u>\$ 63,993,095</u>
<u>Financial liabilities</u>			
Monetary items			
USD	1,470,589	32.7350 (USD:NTD)	\$ 48,139,724
USD	530,794	7.2876 (USD:CNY)	<u>17,375,541</u>
			<u>\$ 65,515,265</u>

September 30, 2024

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 1,049,410	7.0028 (USD:CNY)	\$ 33,166,617
USD	881,600	31.6050 (USD:NTD)	27,862,968
USD	29,671	32.1500 (USD:THB)	<u>937,753</u>
			<u>\$ 61,967,338</u>
<u>Financial liabilities</u>			
Monetary items			
USD	1,448,008	31.6050 (USD:NTD)	\$ 45,764,295
USD	588,899	7.0028 (USD:CNY)	<u>18,612,158</u>
			<u>\$ 64,376,453</u>

For the three months ended September 30, 2025 and for the nine months ended September 30, 2025, net foreign exchange (losses) gains were \$(751,079) thousand and \$2,168,421 thousand, respectively; for the three months ended September 30, 2024 and for the nine months ended September 30, 2024, net foreign exchange gains (losses) were \$753,365 thousand and \$(364,309) thousand, respectively. It is impractical to disclose net foreign exchange gains or losses by each significant foreign currency due to the variety of the foreign currency transactions of the entities in the Group. For the three months ended September 30, 2025 and for the nine months ended September 30, 2025, net gains (losses) on financial instruments at fair value through profit or loss - forward exchange contracts and FX swaps were \$1,374,054 thousand and \$(860,656) thousand, respectively; for the three months ended September 30, 2024 and for the nine months ended September 30, 2024, net (losses) gains on financial instruments at fair value through profit or loss - forward exchange contracts and FX swaps were \$(431,495) thousand and \$1,289,017 thousand, respectively.

37. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

- 1) Financing provided: See Table 1 below.
- 2) Endorsement/guarantees provided: See Table 2 below.
- 3) Significant marketable securities held (excluding investment in subsidiaries, associates and joint ventures): See Table 3 below.
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: See Table 4 below.
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: See Table 5 below.
- 6) Others: Intercompany relationships and significant intercompany transactions: See Table 8 below.

b. Information on investees: See Table 6 below.

c. Information on investments in mainland China

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: See Table 7 below.
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: See Tables 4, 5 and 8 below.

38. SEGMENT INFORMATION

a. General information

The Group identified the reportable segments based on the information provided to the chief operating decision maker, and the segments by the types of products included Opto-electronics, Information Technology & Consumer Electronics, and Cloud & AIoT. The types of products are described as follows:

- 1) Opto-electronics: Optoelectronics semiconductors, roadway installation system and automotive electronics.
- 2) Information Technology & Consumer Electronics: Products used in NB, tablets, DT, gaming and consumer electronics.
- 3) Cloud and AIoT: Products used in datacenter, server, networking, AIoT, smart devices and video intelligence solutions.

b. Measurement of segment information

The Group uses the income before income tax from operations as the measurement for segment profit and the basis of performance assessment. There was no material difference between the accounting policies of the operating segment and the accounting policies described in Note 4.

c. Segment information

The segment information provided to the chief operating decision maker for the reportable segments is as follows:

For the Nine Months Ended September 30, 2025					
	Opto-electronics	Information Technology and Consumer Electronics	Cloud and AIoT	Elimination	Total
Sales from external customers	\$ 21,414,885	\$ 46,531,825	\$ 53,781,732	\$ -	\$ 121,728,442
Sales among segments	243,809	1,306,642	5,920	(1,556,371)	-
Operating profit	1,828,472	4,246,117	7,335,255	-	13,409,844
For the Nine Months Ended September 30, 2024					
	Opto-electronics	Information Technology and Consumer Electronics	Cloud and AIoT	Elimination	Total
Sales from external customers	\$ 21,133,054	\$ 42,839,133	\$ 34,862,291	\$ -	\$ 98,834,478
Sales among segments	211,368	967,560	7,944	(1,186,872)	-
Operating profit	1,430,258	4,841,111	3,282,317	-	9,553,686

d. Reconciliation information for segment profit (loss)

- 1) The revenue from external parties reported to the chief operating decision maker is used the same accounting policies in consistent with in the statement of comprehensive income.

- 2) The reconciliation of reportable segments profit (loss) and income before income tax is provided as follows:

	For the Nine Months Ended September 30	
	2025	2024
Reportable segments' profit	\$ 13,409,844	\$ 9,553,686
Unclassified loss	(1,325,141)	(116,811)
Non-operating income and expenses	<u>2,415,785</u>	<u>2,209,623</u>
Profit before income tax	<u>\$ 14,500,488</u>	<u>\$ 11,646,498</u>

- 3) Segment profit represented the profit before tax earned by each segment without unclassified headquarter administration costs, new business research and development related costs, other income, other gains and losses, finance costs, share of profit or loss of associates accounted for using the equity method, interest income, and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

39. SIGNIFICANT EVENTS AFTER REPORTING PERIOD

- a. On October 29, 2025, the Company's board of directors approved a resolution to strengthen operating capital and repay bank loans. The resolution included the following:
- 1) The Company will apply to Citibank for a credit facility in an amount equivalent to CNY2,000,000 thousand, with its wholly owned subsidiary, LITE-ON SINGAPORE PTE. LTD., acting as a joint obligor and providing an endorsement guarantee for the same amount.
 - 2) The Company's board of directors resolved to issue the first and the second domestic unsecured convertible corporate bonds. The face value per bond is \$100 thousand, with maximum total issued amount \$12,000,000 thousand. The issuance period is 5 years, with a 0% coupon rate. The issuance price will not be less than 101% and 100% of par value, respectively. The actual issuance conditions will be determined by the chairman, authorized by the board of directors or designated personnel of the Company, in consultation with the underwriter, based on the financial market conditions.
- b. On October 29, 2025, the Company's board of directors also resolved to approve a cash capital increase of US\$200,000 thousand in its wholly owned subsidiary, LITE-ON VIETNAM CO., LTD., to meet expenditure requirements for capacity expansion.

TABLE 1

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)

No.	Financing Company	Counterparty	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate	Nature for Financing (Note 1)	Transaction Amount	Reasons for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company (Note 2)	Financing Company's Total Financing Amount Limits (Note 2)	Note
													Item	Value			
1	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Receivables from related parties	Yes	\$ 105,368	\$ 98,364	\$ 98,364	1.90%	b	\$ -	Operating capital	\$ -	None	\$ -	\$ 5,376,074	\$ 5,376,074	
2	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON INTELLIGENT TECHNOLOGY (YENCHENG) CORP.	Receivables from related parties	Yes	33,294	17,107	17,107	1.90%-2.35%	b	-	Operating capital	-	None	-	2,441,093	2,441,093	
2	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	Receivables from related parties	Yes	17,409	-	-	2.25%	b	-	Operating capital	-	None	-	2,441,093	2,441,093	
3	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.	Receivables from related parties	Yes	264,132	256,601	256,601	1.90%	b	-	Operating capital	-	None	-	8,076,529	8,076,529	
3	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON TECHNOLOGY CORPORATION	Receivables from related parties	Yes	3,087,418	3,079,210	3,079,210	2.25%	b	-	Operating capital	-	None	-	8,076,529	8,076,529	
4	LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	LITE-ON TECHNOLOGY CORPORATION	Receivables from related parties	Yes	2,873,014	2,865,376	2,865,376	2.25%	b	-	Operating capital	-	None	-	11,591,190	11,591,190	

Note 1: Reasons for financing are as follows:

- a. Business relationship.
- b. The need for short-term financing.

Note 2: Financing limit for each borrower and aggregate financing limits are calculated based on the financing company's policy.

Note 3: The net worth is based on the latest reviewed financial statements.

Note 4: All intercompany financing transactions have been eliminated upon consolidation.

TABLE 2

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)

No.	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Endorsement/ Guarantee Amount Provided to Each Guaranteed Party (Note 2)	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statements (%)	Maximum Endorsement/ Guarantee Amount Allowable (Note 2)	Guarantee Provided by Parent Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China	Note
		Name	Nature of Relationship (Note 1)											
0	LITE-ON TECHNOLOGY CORPORATION	Lite-On Green Energy B.V.	b	\$ 8,362,867	\$ 341,748	\$ 335,736	\$ 335,736	\$ -	0.40	\$ 33,451,470	Y	N	N	

- Note 1: Relationship between endorser/guarantor and endorsee/guarantee are as follows:
- a. Business relationship.
 - b. A subsidiary in which the Company holds directly and indirectly over 50% of an equity interest.
 - c. An investee in which the Company and its subsidiaries hold directly and indirectly over 50% of an equity interest.
- Note 2:
- a. The process of financing others and the process of making endorsements/quadrants were established by the Company, and the aggregate amounts to the entities or ceilings on the amounts for any single entity shall not exceed 40% and 10% of the net worth of the Company, respectively.
 - b. The net worth is based on the latest reviewed financial statements.

TABLE 3

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)

Holding Company Name	Marketable Securities Type and Name	Relationship with the Holding Company	Financial Statement Account	September 30, 2025				Note
				Shares/Units (In Thousands)	Carrying Value	Percentage of Ownership (%)	Fair Value	
LITE-ON TECHNOLOGY CORPORATION	<u>Ordinary shares</u> PlayNitride Inc.	Member of the board of directors	Financial assets at FVTOCI	4,946	\$ 759,193	4.20	\$ 759,193	
TITANIC CAPITAL SERVICES LTD.	<u>Ordinary shares</u> LITE-ON TECHNOLOGY CORPORATION	The parent company	Financial assets at FVTOCI	7,004	1,208,228	0.30	1,208,228	

TABLE 4

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Trade (Payable) or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
LITE-ON TECHNOLOGY CORPORATION	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Fourth-tier subsidiary	Sale	\$ (489,960)	(0.62)	About 90 days	Cost-plus pricing	No significant difference	\$ 240,225	0.77	
	LITE-ON VIETNAM CO., LTD.	Subsidiary	Sale	(319,156)	(0.40)	About 90 days	Cost-plus pricing	No significant difference	185,909	0.59	
	LITE-ON SINGAPORE PTE. LTD.	Subsidiary	Sale	(2,300,128)	(2.89)	About 90 days	Cost-plus pricing	No significant difference	729,348	2.32	
	Lite-On Japan Ltd.	Subsidiary	Sale	(191,794)	(0.24)	About 90 days	Cost-plus pricing	No significant difference	83,743	0.27	
	LITE-ON, INC.	Sub-subsiary	Sale	(6,694,383)	(8.42)	About 90 days	Cost-plus pricing	No significant difference	3,787,679	12.07	
	LITE-ON TRADING USA, INC.	Sub-subsiary	Sale	(7,774,569)	(9.78)	About 90 days	Cost-plus pricing	No significant difference	3,823,013	12.18	
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Fourth-tier subsidiary	Purchase	417,769	0.87	About 90 days	Cost-plus pricing	No significant difference	(151,939)	(0.74)	
	Lite-On Electronics (Thailand) Co., Ltd.	Subsidiary	Purchase	204,931	0.43	About 90 days	Cost-plus pricing	No significant difference	(204,159)	(1.00)	
	LITE-ON VIETNAM CO., LTD.	Subsidiary	Purchase	14,067,106	29.34	About 90 days	Cost-plus pricing	No significant difference	(4,885,504)	(23.89)	
	LITE-ON SINGAPORE PTE. LTD.	Subsidiary	Purchase	14,188,729	29.59	About 90 days	Cost-plus pricing	No significant difference	(6,597,648)	(32.27)	
	LITE-ON, INC.	Sub-subsiary	Purchase	115,900	0.24	About 90 days	Cost-plus pricing	No significant difference	-	-	
	Lite-On Overseas Trading Co., Ltd.	Subsidiary	Purchase	18,844,949	39.30	About 90 days	Cost-plus pricing	No significant difference	(8,587,150)	(42.00)	
LEOTEK CORPORATION	LEOTEK ELECTRONICS USA LLC	Affiliate	Sale	(540,828)	(83.25)	About 90 days	Cost-plus pricing	No significant difference	258,259	73.67	
LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(1,041,646)	(99.99)	About 90 days	Cost-plus pricing	No significant difference	352,483	100.00	
LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED LITE-ON VIETNAM CO., LTD.	Affiliate	Sale	(147,404)	(56.29)	About 90 days	Cost-plus pricing	No significant difference	76,149	78.08	
		Affiliate	Sale	(108,311)	(41.36)	About 90 days	Cost-plus pricing	No significant difference	16,851	17.28	
LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	Sale	(440,499)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	217,154	100.00	
LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(4,394,773)	(99.96)	About 90 days	Cost-plus pricing	No significant difference	1,423,432	100.00	
LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(717,848)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	107,037	100.00	
LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD. Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(11,200,496)	(64.63)	About 90 days	Cost-plus pricing	No significant difference	4,435,894	66.74	
		Affiliate	Sale	(5,695,773)	(32.87)	About 90 days	Cost-plus pricing	No significant difference	2,056,275	30.94	
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD. LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	Sale	(265,428)	(8.78)	About 90 days	Cost-plus pricing	No significant difference	97,119	8.86	
		Affiliate	Sale	(122,888)	(4.07)	About 90 days	Cost-plus pricing	No significant difference	66,552	6.07	
LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(5,755,845)	(99.44)	About 90 days	Cost-plus pricing	No significant difference	1,729,488	98.78	
SILITEK ELEC. (DONGGUAN) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD. Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(193,087)	(3.63)	About 90 days	Cost-plus pricing	No significant difference	130,200	5.75	
		Affiliate	Sale	(5,045,899)	(94.96)	About 90 days	Cost-plus pricing	No significant difference	2,092,188	92.33	
LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(1,386,212)	(99.99)	About 90 days	Cost-plus pricing	No significant difference	609,643	99.96	
LITE-ON ELECTRONICS H.K. LIMITED	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(102,329)	(7.12)	About 90 days	Cost-plus pricing	No significant difference	54,186	13.45	
HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(1,591,798)	(90.95)	About 90 days	Cost-plus pricing	No significant difference	405,487	90.13	
LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD. Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(235,822)	(3.37)	About 90 days	Cost-plus pricing	No significant difference	154,681	4.55	
		Affiliate	Sale	(6,589,895)	(94.08)	About 90 days	Cost-plus pricing	No significant difference	3,203,261	94.29	
LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD. Lite-On Overseas Trading Co., Ltd.	Affiliate	Sale	(775,663)	(25.13)	About 90 days	Cost-plus pricing	No significant difference	370,716	27.87	
		Affiliate	Sale	(2,224,857)	(72.09)	About 90 days	Cost-plus pricing	No significant difference	958,664	72.07	
Lite-On Electronics (Thailand) Co., Ltd.	LITE-ON SINGAPORE PTE. LTD. LITE-ON JAPAN (Thailand) CO., LTD.	Affiliate	Sale	(2,599,980)	(77.33)	About 90 days	Cost-plus pricing	No significant difference	557,683	58.12	
		Affiliate	Sale	(109,450)	(3.26)	About 90 days	Cost-plus pricing	No significant difference	49,965	5.21	
LITE-ON VIETNAM CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(315,931)	(2.12)	About 90 days	Cost-plus pricing	No significant difference	246,397	4.58	

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Trade (Payable) or Receivable		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
LITE-ON SINGAPORE PTE. LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Subsidiary	Sale	\$ (1,327,511)	(2.43)	About 90 days	Cost-plus pricing	No significant difference	\$ 562,783	2.45	
	LITE-ON ELECTRONICS H.K. LIMITED	Affiliate	Sale	(1,299,953)	(2.38)	About 90 days	Cost-plus pricing	No significant difference	565,177	2.46	
	LITE-ON VIETNAM CO., LTD.	Affiliate	Sale	(149,902)	(0.27)	About 90 days	Cost-plus pricing	No significant difference	19,909	0.09	
	Lite-On Japan Ltd.	Affiliate	Sale	(236,562)	(0.43)	About 90 days	Cost-plus pricing	No significant difference	106,138	0.46	
	LITE-ON, INC.	Affiliate	Sale	(3,416,147)	(6.24)	About 90 days	Cost-plus pricing	No significant difference	1,858,584	8.11	
	LITE-ON TRADING USA, INC.	Affiliate	Sale	(6,725,081)	(12.29)	About 90 days	Cost-plus pricing	No significant difference	3,496,091	15.25	
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Affiliate	Sale	(306,492)	(0.56)	About 90 days	Cost-plus pricing	No significant difference	92,080	0.40	
LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(499,025)	(100.00)	About 90 days	Cost-plus pricing	No significant difference	57,567	100.00	
Lite-On Overseas Trading Co., Ltd.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	Sale	(8,535,930)	(14.09)	About 90 days	Cost-plus pricing	No significant difference	2,263,162	9.25	
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Affiliate	Sale	(4,249,850)	(7.01)	About 90 days	Cost-plus pricing	No significant difference	1,168,968	4.78	
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Affiliate	Sale	(3,424,148)	(5.65)	About 90 days	Cost-plus pricing	No significant difference	978,796	4.00	
	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Affiliate	Sale	(239,900)	(0.40)	About 90 days	Cost-plus pricing	No significant difference	59,280	0.24	
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Affiliate	Sale	(3,747,531)	(6.18)	About 90 days	Cost-plus pricing	No significant difference	555,264	2.27	
	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Affiliate	Sale	(1,607,774)	(2.65)	About 90 days	Cost-plus pricing	No significant difference	638,431	2.61	
	LITE-ON VIETNAM CO., LTD.	Affiliate	Sale	(11,382,731)	(18.78)	About 90 days	Cost-plus pricing	No significant difference	5,966,191	24.40	
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	Sale	(8,988,857)	(14.83)	About 90 days	Cost-plus pricing	No significant difference	4,255,693	17.40	

Note: All intercompany sales and purchases have been eliminated upon consolidation.

(Concluded)

TABLE 5

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
 SEPTEMBER 30, 2025
 (Amounts in Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Ending Balance of Notes Receivable from Related Parties	Ending Balance of Trade Receivables from Related Parties	Ending Balance of Other Receivables from Related Parties	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
							Amount	Action Taken		
LITE-ON TECHNOLOGY CORPORATION	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Fourth-tier subsidiary	\$ -	\$ 240,225	\$ -	2.62	\$ -	-	\$ 59,255	\$ -
	LITE-ON ELECTRONICS H.K. LIMITED	Subsidiary	-	-	6,983,028	-	-	-	-	-
	LITE-ON VIETNAM CO., LTD.	Subsidiary	-	185,909	-	4.01	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Subsidiary	-	729,348	8,430,015	4.17	-	-	8,218,091	-
	LITE-ON, INC.	Sub-subsiary	-	3,787,679	7,508	4.40	-	-	-	-
	LITE-ON TRADING USA, INC.	Sub-subsiary	-	3,823,013	2,172	3.14	-	-	20,806	-
	Lite-On Overseas Trading Co., LTD.	Subsidiary	-	809,964	12,001	-	-	-	173,831	-
LEOTEK CORPORATION	LEOTEK ELECTRONICS USA LLC	Affiliate	-	258,259	1,520	2.67	-	-	79,973	-
Philips & Lite-On Digital Solutions Corporation	PLDS Germany GmbH	Subsidiary	-	-	892,732	-	-	-	892,732	-
LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	352,483	-	3.80	-	-	117,705	-
LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	-	217,154	-	3.37	-	-	50,700	-
LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	1,423,432	7,510	3.99	-	-	469,005	-
LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD.	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	107,037	-	9.97	-	-	-	-
LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON TECHNOLOGY CORPORATION	The parent company	-	151,939	-	4.63	-	-	52,990	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	4,435,894	-	3.30	-	-	1,473,583	-
	Lite-On Overseas Trading Co., LTD.	Affiliate	-	2,056,275	-	3.36	-	-	679,803	-
LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., LTD.	Affiliate	-	1,729,488	-	3.72	-	-	710,896	-
SILITEK ELEC. (DONGGUAN) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	-	130,200	-	2.20	-	-	30,986	-
	Lite-On Overseas Trading Co., LTD.	Affiliate	-	2,092,188	-	2.60	-	-	59	-
LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	609,643	-	2.97	-	-	151,901	-
HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Lite-On Overseas Trading Co., LTD.	Affiliate	-	405,487	-	5.60	-	-	-	-
LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.	Affiliate	-	-	258,957	-	-	-	-	-
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	-	154,681	-	2.17	-	-	27,235	-
	Lite-On Overseas Trading Co., Ltd.	Affiliate	-	3,203,261	-	2.75	-	-	939,391	-
	LITE-ON TECHNOLOGY CORPORATION	The parent company	-	-	3,086,255	-	-	-	-	-
LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Affiliate	-	370,716	1,536	1.87	-	-	-	-
	Lite-On Overseas Trading Co., LTD.	Affiliate	-	958,664	201	2.87	-	-	36,975	-
LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	LITE-ON TECHNOLOGY CORPORATION	The parent company	-	-	2,869,495	-	-	-	-	-
Lite-On Electronics (Thailand) Co., LTD.	LITE-ON TECHNOLOGY CORPORATION	The parent company	-	204,159	-	2.68	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	557,683	10,876	6.20	-	-	-	-
LITE-ON VIETNAM CO., LTD.	LITE-ON TECHNOLOGY CORPORATION	The parent company	-	4,885,504	-	4.42	-	-	-	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	246,397	-	3.11	-	-	-	-
LITE-ON SINGAPORE PTE. LTD.	LITE-ON TECHNOLOGY CORPORATION	The parent company	-	6,597,648	20,717	2.81	-	-	-	-
	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Subsidiary	-	562,783	-	2.88	-	-	112,977	-
	LITE-ON ELECTRONICS H.K. LIMITED	Affiliate	-	565,177	3	2.66	-	-	-	-
	Lite-On Japan Ltd.	Affiliate	-	106,138	17	3.21	-	-	-	-
	LITE-ON, INC.	Affiliate	-	1,858,584	14,446	4.27	61,250	-	-	-
	LITE-ON TRADING USA, INC.	Affiliate	-	3,496,091	1,259	2.61	882,672	-	-	-
LITE-ON TRADING USA, INC.	LITE-ON, INC.	Affiliate	-	991	115,616	-	-	-	-	-
G&W TECHNOLOGY (BVI) LIMITED	G&W TECHNOLOGY LIMITED	Subsidiary	-	-	104,740	-	-	-	-	-

(Continued)

Company Name	Related Party	Nature of Relationship	Ending Balance of Notes Receivable from Related Parties	Ending Balance of Trade Receivables from Related Parties	Ending Balance of Other Receivables from Related Parties	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
							Amount	Action Taken		
Lite-On Overseas Trading Co., LTD.	LITE-ON TECHNOLOGY CORPORATION	The parent company	\$ -	\$ 8,587,150	\$ -	2.72	\$ -	-	\$ 172,023	\$ -
	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Affiliate	-	2,263,162	8,769	4.01	-	-	-	-
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Affiliate	-	1,168,968	-	4.89	-	-	573,237	-
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Affiliate	-	978,796	139	3.44	-	-	384,160	-
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Affiliate	-	555,264	-	4.03	-	-	478,960	-
	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Affiliate	-	638,431	2,660	2.64	-	-	205,536	-
	LITE-ON VIETNAM CO., LTD.	Affiliate	-	5,966,191	-	3.11	-	-	416	-
	LITE-ON SINGAPORE PTE. LTD.	Affiliate	-	4,255,693	201	2.72	-	-	2,261	-

Note: All intercompany transactions have been eliminated upon consolidation.

(Concluded)

TABLE 6

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND RELATED INFORMATION ON INVESTEEES
 FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
 (Amounts in Thousands of New Taiwan Dollars or Thousands of Foreign Currencies)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2025	December 31, 2024	Shares	Percentage of Ownership (%)	Carrying Amount			
LITE-ON TECHNOLOGY CORPORATION	Silitech Technology Corporation	New Taipei City, Taiwan	Manufacture and sales of modules and plastic/rubber products	\$ 168,405	\$ 168,405	11,707,548	11.71	\$ 392,085	\$ 67,042	\$ 10,720	Associate (Note 1)
	DragonJet Corporation	New Taipei City, Taiwan	Manufacture and sales of computer peripherals, printers, digital cameras, modules and plastic products	1,069,080	1,069,080	21,968,856	29.62	426,752	57,828	18,266	Associate
	LITE-ON ELECTRONICS H.K. LIMITED	Hong Kong	Sales of LED optical products	7,339,481	7,339,481	17,865,367	100.00	12,378,024	(96,956)	(96,291)	Subsidiary (Note 6)
	Lite-On Electronics (Thailand) Co., Ltd.	Thailand	Manufacture and sales of LED optical products	724,047	724,047	7,049,844	100.00	2,689,423	109,525	125,916	Subsidiary
	Lite-On Japan Ltd.	Japan	Sales of LED optical products and power supplies	679,856	679,856	12,451,058	100.00	975,212	13,405	13,404	Subsidiary
	Lite-On International Holding Co., Ltd.	British Virgin Islands	Investment activities	5,741,029 (US\$ 188,725)	5,741,029 (US\$ 188,725)	188,725,483	100.00	22,222,982	1,148,962	1,227,330	Subsidiary
	LTC GROUP LTD.	British Virgin Islands	Investment activities	34,437	34,437	15,855	100.00	477,316	57,396	32,459	Subsidiary
	LITE-ON TECHNOLOGY USA, INC.	USA	Investment activities	2,530,083 (US\$ 83,172)	2,377,983 (US\$ 78,172)	470,239	100.00	2,226,241	(516,442)	(479,834)	Subsidiary
	LITE-ON ELECTRONICS (EUROPE) LIMITED	United Kingdom	Manufacture and sales of power supplies	44,559	44,559	300,000	100.00	100,317	4,033	4,033	Subsidiary
	Lite-On Technology (Europe) B.V.	Netherlands	Market research and after-sales services	4,260,135	4,260,135	612,771	100.00	488,636	(761,210)	(761,210)	Subsidiary
	Lite-On Overseas Trading Co., Ltd.	British Virgin Islands	Investment activities	168,947	168,947	5,142,962	100.00	1,730,494	295,794	295,794	Subsidiary
	LITE-ON SINGAPORE PTE. LTD.	Singapore	Manufacture and supply of computer peripheral products	1,940,426 (US\$ 63,788)	1,940,426 (US\$ 63,788)	51,776,500	100.00	25,258,925	4,068,709	3,879,428	Subsidiary
	LITE-ON VIETNAM CO., LTD.	Vietnam	Manufacture and sales of electronics contracts and information and communication products	3,726,450 (US\$ 122,500)	2,707,380 (US\$ 89,000)	-	100.00	4,060,869	306,433	306,433	Subsidiary
	EAGLE ROCK INVESTMENT LTD.	British Virgin Islands	Import and export and investment activities	341	341	10,000	100.00	1,503,244	49,128	49,128	Subsidiary
	LITE-ON MOBILE PTE. LTD.	Singapore	Manufacture and sales of mobile phone modules and design of assembly lines	14,615,725 (EUR 409,184)	16,324,174 (EUR 457,014)	69,753,338	100.00	1,190,156	294,235	294,235	Subsidiary
	LET (HK) LIMITED	Hong Kong	Sales of optical disc drives	251,322	251,322	62,059,600	100.00	36,896	(3,830)	(3,830)	Subsidiary
	HIGH YIELD GROUP CO., LTD.	British Virgin Islands	Holding company	179,506	179,506	238,000	100.00	3,370,855	230,578	224,602	Subsidiary
	Philips & Lite-On Digital Solutions Corporation	Taipei City, Taiwan	Sales of optical disc drives	534,113	534,113	35,000,000	100.00	556,663	(18,824)	(18,824)	Subsidiary
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Mexico	Production, manufacture, sales, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance of automotive industry	271,042 (US\$ 8,910)	271,042 (US\$ 8,910)	294,825	99.00	636,178	28,012	27,732	Subsidiary
	Lite-On Automotive International (Cayman) Co., Ltd.	Cayman	Investment activities	2,888,749 (US\$ 94,962)	2,888,749 (US\$ 94,962)	6,303,465	100.00	992,496	(119,017)	(97,132)	Subsidiary
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	India	Manufacture and sales of phone chargers and power supplies	344,386 (INR 1,023,741)	344,386 (INR 1,023,741)	102,374,058	99.00	396,155	9,073	8,982	Subsidiary
	SKYLA CORPORATION	Taipei City, Taiwan	Manufacture and sales of medical equipment	148,700	148,700	14,870,000	42.05	224,496	20,745	8,932	Associate
	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Brazil	Manufacture and sales of mobile phone modules and design of assembly lines	21,959 (US\$ 722)	21,959 (US\$ 722)	3,240,001	2.96	30,402	147,666	4,371	Subsidiary
	Lite-On Green Technologies, Inc.	Taipei City, Taiwan	Manufacture and wholesale of electronic components and energy technology services	1,040,000	1,040,000	67,000,000	100.00	254,194	2,573	2,573	Subsidiary
	Lite-On Green Energy (HK) Limited	Hong Kong	Investment activities	94,302 (US\$ 3,100)	94,302 (US\$ 3,100)	3,100,000	100.00	5,617	(73)	(73)	Subsidiary
	LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Singapore	Investment activities	227,434	227,434	3,457,760	100.00	108,018	(5,585)	(5,585)	Subsidiary
	CEDARS DIGITAL PTE. LTD.	Singapore	Software development and application, IT consulting services	304,200 (US\$ 10,000)	304,200 (US\$ 10,000)	13,057,800	100.00	89,084	(160,198)	(160,198)	Subsidiary
	Leotek Electronics USA LLC.	USA	Sales of LED products	964,629	964,629	-	100.00	1,033,893	(75,248)	(53,414)	Subsidiary
	LITE-ON TECHNOLOGY VIETNAM COMPANY LIMITED	Vietnam	Manufacture and sales of electronics contracts and information and communication products	1,277,640 (US\$ 42,000)	821,340 (US\$ 27,000)	-	100.00	1,136,660	6,481	6,481	Subsidiary
	Cosel Co., Ltd.	Japan	Development manufacture and sales of power supplies	2,462,338 (JPY 11,983,929)	2,462,338 (JPY 11,983,929)	8,221,000	19.99	2,292,978	(93,222)	(31,053)	Associate
	LITE-ON RACK CORPORATION	New Taipei City, Taiwan	Manufacture of server cabinets	116,000	-	11,600,000	80.00	115,784	(270)	(216)	Subsidiary (Note 4)

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2025	December 31, 2024	Shares	Percentage of Ownership (%)	Carrying Amount			
LEOTEK CORPORATION	LEOTEK INTELLIGENCE MEXICO, S. DE R.L. DE C.V.	Mexico	Sales of various lighting products and electronics systems	\$ -	\$ -	-	1.00	\$ -	\$ -	\$ -	Subsidiary (Note 3)
Lite-On Green Technologies, Inc.	Lite-On Green Technologies B.V.	Netherlands	Solar energy engineering	411,493 (EUR 11,520)	411,493 (EUR 11,520)	6,818,200	100.00	63,613	(19)	-	Subsidiary
LITE-ON GREEN ENERGY (SINGAPORE) PTE. LTD.	Lite-On Green Energy B.V.	Netherlands	Investment activities	89,298 (EUR 2,500)	89,298 (EUR 2,500)	9,139,785	100.00	22,112	495	-	Subsidiary
Lite-On Green Technologies B.V.	Kompaktsolar GmbH	Germany	Solar energy engineering	14,323 (EUR 401)	14,323 (EUR 401)	51,000	51.00	-	-	-	Associate
CHINA BRIDGE (CHINA) CO., LTD.	WUXI CHINA BRIDGE EXPRESS TRADING CO., LTD.	Wuxi, China	Assembly and sales of power supplies, printers, display devices and scanners	155,005 (CNY 36,244)	155,005 (CNY 36,244)	-	100.00	240,103	2,820	-	Subsidiary
	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Changzhou, China	Development, manufacture and sales of new-type electronic components and LEDs and provision of technology consulting services, maintenance equipment and after-sales services	363,582 (CNY 85,015)	363,582 (CNY 85,015)	-	12.59	307,334	145,567	-	Subsidiary
LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	Changzhou, China	Development, manufacture, sales and installation of power supplies and transformers and provision of technology consulting services, maintenance equipment and after-sales services	2,254,394 (CNY 527,134)	2,254,394 (CNY 527,134)	-	100.00	5,376,074	539,859	-	Subsidiary
	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	Changzhou, China	Development, manufacture and sales of new-type electronic components and LEDs and provision of technology consulting services, maintenance equipment and after-sales services	2,155,359 (CNY 503,977)	2,155,359 (CNY 503,977)	-	87.41	2,133,759	145,567	-	Subsidiary
	LITE-ON MEDICAL DEVICE (CHANGZHOU) LTD.	Changzhou, China	Manufacture and sales of medical equipment	131,038 (CNY 30,640)	131,038 (CNY 30,640)	-	100.00	83,259	705	-	Subsidiary
	LITE-ON AUTOMOTIVE ELECTRONICS (CHANGZHOU) CO., LTD.	Changzhou, China	Manufacture, sales and processing of electronic products	956,892 (CNY 223,746)	956,892 (CNY 223,746)	-	100.00	970,326	8,282	-	Subsidiary
Lite-On Automotive International (Cayman) Co., Ltd.	LITE-ON AUTOMOTIVE HOLDINGS (HONG KONG) CO., LIMITED	Hong Kong	Investment activities	164,251 (HK\$ 42,009)	164,251 (HK\$ 42,009)	56,650,702	100.00	281,463	(143,910)	-	Subsidiary
HIGH YIELD GROUP CO., LTD.	LITE-ON IT INTERNATIONAL (HK) LIMITED	Hong Kong	Sales of optical disc drives	3,115,008 (US\$ 102,400)	3,115,008 (US\$ 102,400)	102,400,000	100.00	3,218,533	225,922	-	Subsidiary
Philips & Lite-On Digital Solutions Corporation LITE-ON TECHNOLOGY USA, INC.	Philips & Lite-On Digital Solutions USA, Inc.	USA	Sales of optical disc drives	33	33	1,000	100.00	295,203	(9,326)	-	Subsidiary
	PLDS Germany GmbH	Germany	Development and sales of modules of automotive recorders	1,326,996	1,326,996	-	100.00	287,082	10,166	-	Subsidiary
	LITE-ON, INC.	USA	Sales data processing business of optoelectronic products and power supplies	812,214 (US\$ 26,700)	730,080 (US\$ 24,000)	3,000,000	100.00	731,465	(331,752)	-	Subsidiary
	LITE-ON TRADING USA, INC.	USA	Sale of optical products	958,230 (US\$ 31,500)	958,230 (US\$ 31,500)	315,000	100.00	1,199,773	115,931	-	Subsidiary
	POWER INNOVATIONS INTERNATIONAL, INC.	USA	Development, design and manufacture of power controls and energy management	1,239,801 (US\$ 40,756)	1,087,701 (US\$ 35,756)	12,916,109	100.00	107,101	(308,376)	-	Subsidiary
Leotek Electronics USA LLC	LEOTEK CORPORATION	Taipei City, Taiwan	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	660,558 (US\$ 21,715)	660,558 (US\$ 21,715)	64,518,303	100.00	602,934	(108,484)	-	Subsidiary
	LEOTEK INTELLIGENCE MEXICO, S. DE R.L. DE C.V.	Mexico	Sales of various lighting products and electronics systems	-	-	-	99.00	-	-	-	Subsidiary (Note 3)
Lite-On International Holding Co., Ltd.	LITE-ON CHINA HOLDING CO. LTD.	British Virgin Islands	Investment activities	12,999,729 (US\$ 427,342)	12,999,729 (US\$ 427,342)	427,341,532	100.00	22,674,631	1,148,090	-	Subsidiary
LITE-ON SINGAPORE PTE. LTD.	LiteStar JV Holding (BVI) Co., Ltd.	British Virgin Islands	Investment activities	821,340 (US\$ 27,000)	821,340 (US\$ 27,000)	2,323	17.59	671,647	(84,067)	-	Associate
	LITE-ON AUTOMOTIVE ELECTRONICS MEXICO, S.A. DE C.V.	Mexico	Production, manufacture, sales, import and export of photovoltaic devices, key electronic components, telecommunications equipment, information technology equipment, semiconductor applications, general lighting, automotive electronics, renewable energy products and systems and maintenance of automotive industry	2,738 (US\$ 90)	2,738 (US\$ 90)	2,978	1.00	6,426	28,012	-	Subsidiary
	LITE-ON POWER ELECTRONIC INDIA PRIVATE LIMITED	India	Manufacture and sales of phone chargers and power supplies	3,479 (INR 10,341)	3,479 (INR 10,341)	1,034,082	1.00	4,001	9,073	-	Subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net Income (Loss) of the Investee	Share of Profit/Loss of Investee	Note
				September 30, 2025	December 31, 2024	Shares	Percentage of Ownership (%)	Carrying Amount			
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON INTELLIGENT TECHNOLOGY (YENCHENG) CORP. LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.	Yancheng, China	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components Research and development of products and provision of related technical services; sales of power electronic components, semiconductor lighting devices, automotive parts and components, mechanical parts and components, computer software and hardware and auxiliary equipment, industrial automation control system devices	\$ 83,084	\$ 83,084	-	100.00	\$ 19,477	\$ (318)	\$ -	Subsidiary
		Beijing, China		(CNY 19,427)	(CNY 19,427)	-	100.00	112,680	17,834	-	Subsidiary
				(CNY 85,534)	(CNY 85,534)						
LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	LITE-ON NEW VENTURES TECHNOLOGY (BEIJING) CO., LTD.			(CNY 20,000)	(CNY 20,000)						
LTC GROUP LTD.	TITANIC CAPITAL SERVICES LTD.	British Virgin Islands	Investment activities	1,014,620	1,014,620	8,655,240	100.00	1,459,645	39,646	-	Subsidiary
Lite-On Technology (Europe) B.V.	Lite-On (Finland) Oy	Finland	Manufacture and sales of mobile phone modules and design of assembly lines	-	2,317,86	-	-	-	2,065	-	Subsidiary
	Lite-On Technology GmbH	Germany	Business development and after-sales service	(EUR 35,719)	(EUR 64,891)	25,000	100.00	34,646	5,815	-	Subsidiary (Note 5)
LITE-ON CHINA HOLDING CO., LTD.	LITE-ON ELECTRONICS COMPANY LIMITED	Hong Kong	Investment activities	(EUR 1,000)	(EUR 1,000)						
	YET FOUNDATE LIMITED	Hong Kong	Manufacture of plastic and computer peripheral products	11,430,613	11,430,613	3,083,467,107	100.00	21,425,362	1,139,481	-	Subsidiary
	FORDGOOD ELECTRONIC LIMITED	Hong Kong	Import and export and real estate business	(US\$ 375,760)	(US\$ 375,760)						
	G&W TECHNOLOGY (BVI) LIMITED	British Virgin Islands	Real estate management	313,140	313,140	68,429,663	100.00	625,881	(1,112)	-	Subsidiary
				(CNY 73,220)	(CNY 73,220)						
G&W TECHNOLOGY (BVI) LIMITED	G&W TECHNOLOGY LIMITED	Hong Kong	Leasing business	385,291	385,291	100,150,100	100.00	420,331	9,334	-	Subsidiary
				(US\$ 12,666)	(US\$ 12,666)						
				118,638	118,638	3,900,000	50.00	118,464	(4,263)	-	Subsidiary
Lite-On Japan Ltd.	Lite-On Japan (H.K.) Limited	Hong Kong	Manufacture, sales, import and export of electronic components	(US\$ 3,900)	(US\$ 3,900)						
	LITE-ON JAPAN (Thailand) CO., LTD.	Thailand	Manufacture, sales, import and export of electronic components	1,977	1,977	499,998	100.00	17,912	(2,913)	-	Subsidiary
				(US\$ 65)	(US\$ 65)						
LITE-ON MOBILE PTE. LTD.	LITE-ON MOBILE INDÚSTRIA E COMÉRCIO DE PLÁSTICOS LTDA.	Brazil	Manufacture and sales of mobile phone modules and design of assembly lines	14,385	14,385	50,000	100.00	375,160	9,346	-	Subsidiary
				(JPY 70,000)	(JPY 70,000)						
				13,354	13,354	199,998	100.00	205,411	11,250	-	Subsidiary
				(JPY 64,992)	(JPY 64,992)						
				2,721,354	2,721,354	106,091,231	97.04	996,611	147,666	-	Subsidiary
				(US\$ 89,459)	(US\$ 89,459)						

Note 1: Information on net income or loss of investee has not been approved by its board of directors, so it is shown as an estimated amount. Refer to financial statements published on the market observation has been posted system for the final amount of net income or loss.

Note 2: Refer to Table 7 for information on investments in mainland China.

Note 3: Established in January 2025.

Note 4: Established in May 2025.

Note 5: Liquidated in April 2025.

Note 6: The capital reduction has been completed in September 2025, but the funds have not been remitted as of September 30, 2025.

(Concluded)

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENT IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars or in Thousands of Foreign Currencies)

Investor Company	Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (Note 2)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment of Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2025	Net Income (Losses) of the Investee Company (Note 2)	Percentage of Ownership	Share of Profits/Losses (Note 2)	Carrying Amount as of September 30, 2025 (Note 2)	Accumulated Inward Remittance of Earnings as of September 30, 2025	Note
						Outflow	Inflow							
LITE-ON TECHNOLOGY CORPORATION	LITE-ON COMPUTER TECHNOLOGY (DONGGUAN) CO., LTD.	Manufacture and sales of display device	\$ 498,888 (US\$ 16,400)	a	\$ 866,041 (US\$ 28,469)	\$ -	\$ -	\$ 866,041 (US\$ 28,469)	\$ (1,571)	100.00	\$ (1,571)	\$ 243,023	\$ -	
	LITE-ON ELECTRONICS (TIANJIN) CO., LTD.	ODM services	2,114,190 (US\$ 69,500)	a	2,022,869 (US\$ 66,498)	-	-	2,022,869 (US\$ 66,498)	128,833	100.00	128,833	2,277,208	335,744	
	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Manufacture of electronic components	1,076,868 (US\$ 35,400)	a	1,076,868 (US\$ 35,400)	-	-	1,076,868 (US\$ 35,400)	(220,940)	100.00	(220,940)	2,237,851	-	
	SILITEK ELEC. (DONGGUAN) CO., LTD.	Manufacture and sales of keyboards	146,016 (US\$ 4,800)	a	146,016 (US\$ 4,800)	-	-	146,016 (US\$ 4,800)	(419,757)	100.00	(419,757)	3,235,397	120,499	
	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Manufacture and sales of printers and scanners	2,933,705 (US\$ 96,440)	a	1,326,044 (US\$ 43,591)	-	-	1,326,044 (US\$ 43,591)	258,542	100.00	258,542	8,076,529	1,854,648	Note 3
	CHINA BRIDGE (CHINA) CO., LTD.	Investment activities, consulting services and acting as a sales agent	912,600 (US\$ 30,000)	a	904,833 (US\$ 29,745)	-	-	904,833 (US\$ 29,745)	24,432	100.00	24,432	1,039,119	-	
	LITE-ON NETWORK COMMUNICATION (DONGGUAN) LIMITED	Manufacture and sales of IT products	1,351,138 (US\$ 44,416)	a	1,310,948 (US\$ 43,095)	-	-	1,310,948 (US\$ 43,095)	215,992	100.00	215,992	2,153,529	4,152,974	
	LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED	Manufacture and sales of mobile terminal equipment	- -	a	747,115 (US\$ 24,560)	-	-	747,115 (US\$ 24,560)	-	-	-	-	408,420	Note 3
	LITE-ON TECHNOLOGY (GUANGZHOU) LIMITED	Manufacture and sales of computer case	1,009,944 (US\$ 33,200)	a	1,009,944 (US\$ 33,200)	-	-	1,009,944 (US\$ 33,200)	-	100.00	-	-	411,807	Note 3
	COMMIT Incorporated	Manufacture and sales of application software and multimedia product design	976,056 (US\$ 32,086)	a	18,252 (US\$ 600)	-	-	18,252 (US\$ 600)	-	1.87	-	-	-	
	LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED	Manufacture and sales of mobile terminal equipment	- -	a	480,940 (US\$ 15,810)	-	-	480,940 (US\$ 15,810)	-	-	-	-	-	Note 3
	LITE-ON (GUANGZHOU) PRECISION TOOLING LTD.	Manufacture and sales of modules	- -	a	371,124 (US\$ 12,200)	-	-	371,124 (US\$ 12,200)	-	-	-	-	-	Note 3
	LITEON LI SHIN TECHNOLOGY (GANZHOU) LTD.	Manufacture and sales of electronic components	365,040 (US\$ 12,000)	a	405,691 (US\$ 13,336)	-	-	405,691 (US\$ 13,336)	20,817	100.00	20,817	399,044	-	
	LITE-ON TECHNOLOGY (XIANNING) CO., LTD.	Manufacture and sales of electronic components	197,730 (US\$ 6,500)	a	197,730 (US\$ 6,500)	-	-	197,730 (US\$ 6,500)	2,226	100.00	2,226	416,077	-	
	LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	Investment activities, consulting services and acting as a sales agent	5,049,720 (US\$ 166,000)	a	5,049,720 (US\$ 166,000)	-	-	5,049,720 (US\$ 166,000)	703,142	100.00	703,142	11,591,190	-	Note 9
	LITE-ON TECHNOLOGY (GZ) INVESTMENT COMPANY LIMITED	Investment activities	2,433,600 (US\$ 80,000)	a	2,433,600 (US\$ 80,000)	-	-	2,433,600 (US\$ 80,000)	14,282	100.00	14,282	667,877	-	
	LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	Development, manufacture and sales of electronic components, power supplies and provision of technology consulting services	485,862 (US\$ 15,972)	a	485,862 (US\$ 15,972)	-	-	485,862 (US\$ 15,972)	168,783	100.00	168,783	1,315,554	-	
	CHANGZHOU LEOTEK NEW ENERGY TRADE LIMITED	Wholesale, import, export and installation of street lights, signal lights, scenery lights and new-type electronic components	30,420 (US\$ 1,000)	a	30,420 (US\$ 1,000)	-	-	30,420 (US\$ 1,000)	(2,537)	100.00	(2,537)	(82,842)	-	
	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Manufacture of automotive components	1,368,900 (US\$ 45,000)	a	1,409,501 (US\$ 46,335)	-	-	1,409,501 (US\$ 46,335)	140,184	100.00	140,184	1,968,134	7,592,476	
	LITEON-IT OPTO TECH (BH) CO., LTD.	Manufacture and sales of optical disc drives	1,673,100 (US\$ 55,000)	a	1,673,100 (US\$ 55,000)	-	-	1,673,100 (US\$ 55,000)	127,295	100.00	127,295	1,246,065	85,111	
	Lite-On (Guangzhou) Automotive Electronics Limited	Manufacture, sales and processing of electronic products	188,604 (US\$ 6,200)	a	178,569 (US\$ 5,870)	-	-	178,569 (US\$ 5,870)	24,244	100.00	24,244	279,618	-	
	LITE-ON AUTOMOTIVE (WUXI) CO., LTD.	Manufacture, sales and processing of electronic products	- -	a	152,100 (US\$ 5,000)	-	-	152,100 (US\$ 5,000)	-	-	-	-	124,854	Note 5
	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Manufacture of computer peripheral products	403,861 (US\$ 13,276)	a	195,963 (US\$ 6,442)	-	-	195,963 (US\$ 6,442)	36,715	100.00	36,715	766,564	178,900	

(Continued)

Investor Company	Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (Note 2)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment of Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2025	Net Income (Losses) of the Investee Company (Note 2)	Percentage of Ownership	Share of Profits/Losses (Note 2)	Carrying Amount as of September 30, 2025 (Note 2)	Accumulated Inward Remittance of Earnings as of September 30, 2025	Note
						Outflow	Inflow							
LITE-ON TECHNOLOGY CORPORATION	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	Manufacture and sales of energy-saving equipment	\$ 2,159,820 (US\$ 71,000)	a	\$ 2,159,820 (US\$ 71,000)	\$ -	\$ -	\$ 2,159,820 (US\$ 71,000)	\$ (396,569)	100.00	\$ (396,569)	\$ 2,535,824	\$ -	Note 4
	BEIJING LITE-ON MOBILE ELECTRONIC AND TELECOMMUNICATION COMPONENTS CO., LTD.	Manufacture and sales of mobile phone modules and design of assembly lines	-	a	1,236,372 (US\$ 40,643)	-	-	1,236,372 (US\$ 40,643)	-	-	-	-	-	
	LITE-ON GREEN TECHNOLOGIES (NANJING) CORPORATION	Solar energy engineering	-	a	22,810 (US\$ 750)	-	-	22,810 (US\$ 750)	-	-	-	-	-	Note 9
	Changzhou Binhu Thin Film Solar Greenhouse Co., Ltd.	Manufacture and sales of solar energy engineering	427,668 (US\$ 100,000)	a	91,160 (US\$ 2,997)	-	-	91,160 (US\$ 2,997)	-	19.90	-	3,905	-	Note 6
	Epicrystal Corporation (ChangZhou) Ltd.	Design, manufacture and sales of light-emitting diode and related display	4,775,940 (US\$ 157,000)	a	821,340 (US\$ 27,000)	-	-	821,340 (US\$ 27,000)	(92,263)	19.74	(18,211)	808,745	-	
	DONGGUAN LITE-ON COMPUTER CO., LTD.	Manufacture and sales of computer hosts and components, keyboards, scanners, printers and mice	-	a	60,840 (US\$ 2,000)	-	-	60,840 (US\$ 2,000)	-	-	-	-	-	
	NL (SHANGHAI) CO., LTD.	Manufacture, sales, import and export of electronic components	9,126 (US\$ 300)	a	94,241 (US\$ 3,098)	-	-	94,241 (US\$ 3,098)	(146)	100.00	(146)	15,389	-	
Philips & Lite-On Digital Solutions Corporation	Philips & Lite-On Digital Solutions (Shanghai) Co., Ltd.	Sales of optical disc drives	30,420 (US\$ 1,000)	a	30,420 (US\$ 1,000)	-	-	30,420 (US\$ 1,000)	1,907	100.00	1,907	48,214	288,993	

Investor Company	Accumulated Investment in Mainland China as of September 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
LITE-ON TECHNOLOGY CORPORATION	\$ 26,979,833 (US\$ 886,911)	\$ 36,825,722 (US\$ 1,210,576)	Note 7
Philips & Lite-On Digital Solutions Corporation	30,420 (US\$ 1,000)	30,420 (US\$ 1,000)	\$ 333,998 (Note 8)

Note 1: The way of investment in mainland China is as follows:

a. Indirect investment in mainland China through holding companies.

b. Direct investment in mainland China through the Company.

Note 2: The financial statements used as basis for calculating the investment amounts were not reviewed by the independent auditor except for Lite-On Electronics (Guangzhou) Co., Ltd.

Note 3: In December 2024, LITE-ON ELECTRONICS (GUANGZHOU) LIMITED, LITE-ON (GUANGZHOU) PRECISION TOOLING LTD., LITEON COMMUNICATION (GUANGZHOU) COMPANY LIMITED, and LITEON ELECTRONICS AND WIRELESS (GUANGZHOU) LIMITED had completed the procedure of merger, with the LITE-ON ELECTRONICS (GUANGZHOU) LIMITED as the surviving entity. LITE-ON ELECTRONICS (GUANGZHOU) LIMITED merged with LITE-ON TECHNOLOGY (GUANGZHOU) LIMITED., because the merging process was still underway, the change in the amount of investment in mainland China has not yet been registered with the Ministry of Economic Affairs.

Note 4: Liquidated in January 2025.

Note 5: Liquidated in September 2023.

Note 6: Liquidated in August 2024.

Note 7: Under Order No. 11251027150 issued by the Ministry of Economic Affairs on June 26, 2023, the Company acquired a certification approved by the Industrial Development Bureau and valid from June 19, 2023 to June 18, 2026 of its status as operation headquarters. Thus, the Company has no limitation on the amount of investment in mainland China.

Note 8: Calculated based on 60% of Philips & Lite-On Digital Solutions Corporation’s net worth.

Note 9: In March 2025, LITE-ON GREEN TECHNOLOGIES (NANJING) CORPORATION and LITE-ON TECHNOLOGY (JIANGSU) CO., LTD. had completed the procedure of merger, with LITE-ON TECHNOLOGY (JIANGSU) CO., LTD. as the surviving company.

TABLE 8

LITE-ON TECHNOLOGY CORPORATION AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)**

No. (Note 1)	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transaction			
				Financial Statements Item	Amount	Terms	% of Consolidated Net Revenue or Total Assets (Note 3)
0	LITE-ON TECHNOLOGY CORPORATION	LITE-ON ELECTRONICS H.K. LIMITED	a.	Other receivables	\$ 6,983,028	No significant difference	3
		LITE-ON SINGAPORE PTE. LTD.	a.	Other receivables	8,430,015	No significant difference	4
		LITE-ON SINGAPORE PTE. LTD.	a.	Sales	2,300,128	Cost-plus pricing	2
		LITE-ON, INC.	a.	Sales	6,694,383	Cost-plus pricing	5
		LITE-ON, INC.	a.	Trade receivables	3,787,679	Cost-plus pricing	2
		LITE-ON TRADING USA, INC.	a.	Sales	7,774,569	Cost-plus pricing	6
		LITE-ON TRADING USA, INC.	a.	Trade receivables	3,823,013	Cost-plus pricing	2
		LITE-ON VIETNAM CO., LTD.	a.	Purchases	14,067,106	Cost-plus pricing	12
		LITE-ON VIETNAM CO., LTD.	a.	Trade payables	4,885,504	Cost-plus pricing	2
		LITE-ON SINGAPORE PTE. LTD.	a.	Purchases	14,188,729	Cost-plus pricing	12
		LITE-ON SINGAPORE PTE. LTD.	a.	Trade payables	6,597,648	Cost-plus pricing	3
		Lite-On Overseas Trading Co., Ltd.	a.	Purchases	18,844,949	Cost-plus pricing	15
		Lite-On Overseas Trading Co., Ltd.	a.	Trade payables	8,587,150	Cost-plus pricing	4
		LITE-ON TECHNOLOGY (JIANGSU) CO., LTD.	a.	Other payables	2,869,495	No significant difference	1
		LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	a.	Other payables	3,086,255	No significant difference	2
1	LITE-ON OPTO TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	4,394,773	Cost-plus pricing	4
2	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	11,200,496	Cost-plus pricing	9
		LITE-ON SINGAPORE PTE. LTD.	c.	Trade receivables	4,435,894	Cost-plus pricing	2
		Lite-On Overseas Trading Co., Ltd.	c.	Sales	5,695,773	Cost-plus pricing	5
		Lite-On Overseas Trading Co., Ltd.	c.	Trade receivables	2,056,275	Cost-plus pricing	1
3	LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	5,755,845	Cost-plus pricing	5
4	SILITEK ELEC. (DONGGUAN) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	5,045,899	Cost-plus pricing	4
		Lite-On Overseas Trading Co., Ltd.	c.	Trade receivables	2,092,188	Cost-plus pricing	1
5	LITE-ON POWER TECHNOLOGY (DONGGUAN) CO., LTD.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	1,386,212	Cost-plus pricing	1
6	HUIZHOU LI SHIN ELECTRONIC CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	1,591,798	Cost-plus pricing	1
7	LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	Lite-On Overseas Trading Co., Ltd.	c.	Sales	6,589,895	Cost-plus pricing	5
		Lite-On Overseas Trading Co., Ltd.	c.	Trade receivables	3,203,261	Cost-plus pricing	2

(Continued)

No. (Note 1)	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transaction			
				Financial Statements Item	Amount	Terms	% of Consolidated Net Revenue or Total Assets (Note 3)
8	LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	Lite-On Overseas Trading Co., Ltd.	c.	Sales	\$ 2,224,857	Cost-plus pricing	2
9	Lite-On Electronics (Thailand) Co., Ltd.	LITE-ON SINGAPORE PTE. LTD.	c.	Sales	2,599,980	Cost-plus pricing	2
10	LITE-ON SINGAPORE PTE. LTD.	LITE-ON TECHNOLOGY (SHANGHAI) CO., LTD.	c.	Sales	1,327,511	Cost-plus pricing	1
		LITE-ON ELECTRONICS H.K. LIMITED	c.	Sales	1,299,953	Cost-plus pricing	1
		LITE-ON, INC.	c.	Sales	3,416,147	Cost-plus pricing	3
		LITE-ON TRADING USA, INC.	c.	Sales	6,725,081	Cost-plus pricing	6
		LITE-ON TRADING USA, INC.	c.	Trade receivables	3,496,091	Cost-plus pricing	2
11	Lite-On Overseas Trading Co., Ltd.	LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	c.	Sales	8,535,930	Cost-plus pricing	7
		LITE-ON TECHNOLOGY (CHANGZHOU) CO., LTD.	c.	Trade receivables	2,263,162	Cost-plus pricing	1
		LITE-ON ELECTRONICS (DONGGUAN) CO., LTD.	c.	Sales	4,249,850	Cost-plus pricing	3
		SILITEK ELEC. (DONGGUAN) CO., LTD.	c.	Sales	3,424,148	Cost-plus pricing	3
		LITE-ON ELECTRONICS (GUANGZHOU) LIMITED	c.	Sales	3,747,531	Cost-plus pricing	3
		LITEON AUTOMOTIVE ELECTRONICS (GUANGZHOU) CO., LTD.	c.	Sales	1,607,774	Cost-plus pricing	1
		LITE-ON VIETNAM CO., LTD.	c.	Sales	11,382,731	Cost-plus pricing	9
		LITE-ON VIETNAM CO., LTD.	c.	Trade receivables	5,966,191	Cost-plus pricing	3
		LITE-ON SINGAPORE PTE. LTD.	c.	Sales	8,988,857	Cost-plus pricing	7
		LITE-ON SINGAPORE PTE. LTD.	c.	Trade receivables	4,255,693	Cost-plus pricing	2

Note 1: The Company and its subsidiaries are coded as follows:

- a. The Company is coded “0”.
- b. The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Nature of relationship is as follows:

- a. From the parent company to its subsidiary.
- b. From a subsidiary to its parent company.
- c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenues or total assets. For balance sheet items, each item’s period-end balance is shown as a percentage to consolidated total assets as of September 30, 2025. For profit or loss items, cumulative amounts are shown as a percentage to consolidated total operating revenues for the nine months ended September 30, 2025.

Note 4: The intercompany transactions have been eliminated upon consolidation.

Note 5: The above table only discloses each of the related-party transactions which amount to at least 1% of total revenue or total assets, while the reverse flow of transactions is not additionally disclosed.

(Concluded)