Macronix International Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2026 and 2025 and Independent Auditors' Review Report

Deloitte.

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Macronix International Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Macronix International Co., Ltd. (the "Company") and its subsidiaries (collectively, the "Group") as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months ended March 31, 2026 and 2025, 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 12 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 March 31, 2026 and 2025, combined total assets of these non-significant subsidiaries were NT$10,193,106 thousand and NT$6,377,178 thousand, respectively, representing 12.41% and 8.07%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$2,742,551 thousand and NT$1,097,410 thousand, respectively, representing 8.71% and 3.12%, respectively, of the consolidated total liabilities; for the three months ended March 31, 2026 and 2025, the amounts of combined comprehensive income and loss of these subsidiaries were NT$1,069,275 thousand and NT$(155,176) thousand, respectively, representing 28.64% and 66.27%, respectively, of the consolidated total comprehensive income and loss. These amounts as well as the related financial information of the investees as disclosed in Note 37 to the consolidated financial statements were based on the aforementioned subsidiaries' unreviewed financial statements for the same reporting periods as those of the Company.

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

The engagement partners on the reviews resulting in this independent auditors' review report are Shang Chih Lin and Shiuh-Ran Cheng.

Shang-Chih, Lin   Shiuh-Ran Cheng

Deloitte & Touche
Taipei, Taiwan
Republic of China

April 27, 2026

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.

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	March 31, 2026		December 31, 2025		March 31, 2025	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Notes 6 and 32)	$ 15,969,434	19	$ 14,912,667	19	$ 12,575,865	16
Financial assets at fair value through profit or loss - current (Notes 7 and 32)	467	-	7,488	-	1,821	-
Financial assets at amortized cost - current (Notes 9 and 32)	-	-	-	-	45,730	-
Trades receivable, net (Notes 10 and 32)	5,656,491	7	4,096,254	5	3,419,638	4
Receivables from related parties, net (Notes 32 and 33)	392,144	1	218,860	-	351,210	-
Other receivables (Notes 10 and 32)	245,705	-	189,317	-	336,883	-
Inventories (Note 11)	9,276,087	11	9,813,388	13	13,026,551	17
Other current assets (Note 17)	799,483	1	187,053	-	544,290	1
Total current assets	32,339,811	39	29,425,027	37	30,301,988	38
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Notes 7 and 32)	223,092	-	219,152	-	259,091	1
Financial assets at fair value through other comprehensive income - non-current (Notes 8 and 32)	8,509,366	10	6,617,558	9	3,918,885	5
Property, plant and equipment (Notes 13, 18, 30, 34 and 35)	37,488,240	46	38,549,039	49	41,299,740	52
Right-of-use assets (Note 14)	712,667	1	717,534	1	668,398	1
Intangible assets (Note 15)	43,996	-	41,745	-	58,566	-
Deferred tax assets (Note 28)	2,063,615	3	2,158,282	3	1,795,153	2
Other financial assets - non-current (Notes 16, 32 and 34)	771,994	1	772,048	1	764,768	1
Total non-current assets	49,812,970	61	49,075,358	63	48,764,601	62
TOTAL	$ 82,152,781	100	$ 78,500,385	100	$ 79,066,589	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 18 and 32)	$ 400,000	1	$ 500,000	1	$ 500,000	1
Contract liabilities (Note 26)	213,734	-	154,850	-	52,583	-
Trade payables (Notes 20 and 32)	2,594,700	3	2,460,092	3	1,918,294	2
Payables to related parties (Notes 32 and 33)	647,699	1	660,361	1	643,481	1
Accrued compensation of employees and remuneration of directors (Notes 27, 32 and 33)	436,637	1	26,596	-	105,652	-
Payables for purchase of equipment (Note 32)	276,266	-	317,386	1	604,027	1
Other payables (Notes 21 and 32)	1,500,935	2	1,532,703	2	1,475,669	2
Other payables to related parties (Notes 32 and 33)	5,435	-	10	-	5,416	-
Current tax liabilities (Notes 4 and 28)	190,295	-	18,645	-	6,542	-
Provisions - current (Note 23)	55,868	-	51,398	-	31,809	-
Lease liabilities - current (Note 14)	109,985	-	92,567	-	111,715	-
Current portion of long-term borrowings (Notes 18, 30, 32 and 34)	7,053,921	9	6,344,010	8	4,717,579	6
Other current liabilities (Note 22)	391,889	-	245,228	-	259,415	-
Total current liabilities	13,877,364	17	12,403,846	16	10,432,182	13
NON-CURRENT LIABILITIES						
Bonds payable (Note 19)	110,265	-	1,218,175	2	2,840,199	4
Long-term borrowings (Notes 18, 30, 32 and 34)	14,616,312	18	16,167,702	21	19,120,233	24
Deferred tax liabilities (Note 28)	1,133,049	1	1,115,530	1	1,010,423	1
Lease liabilities - non-current (Note 14)	624,360	1	644,454	1	571,242	1
Net defined benefit liabilities (Notes 4 and 24)	969,354	1	965,972	1	989,559	1
Other non-current liabilities (Notes 22 and 30)	173,907	-	177,105	-	189,043	-
Total non-current liabilities	17,627,247	21	20,288,938	26	24,720,699	31
Total liabilities	31,504,611	38	32,692,784	42	35,152,881	44
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 25)						
Share capital						
Ordinary shares	19,310,828	23	18,573,482	23	18,558,264	23
Capital collected in advance	502,260	1	737,346	1	-	-
Total share capital	19,813,088	24	19,310,828	24	18,558,264	23
Capital surplus	2,076,516	3	1,471,888	2	575,323	1
Retained earnings						
Legal reserve	4,331,651	6	4,331,651	6	4,331,651	6
Special reserve	120,320	-	120,320	-	97,721	-
Unappropriated earnings	17,453,503	21	15,677,683	20	18,176,042	23
Total retained earnings	21,905,474	27	20,129,654	26	22,605,414	29
Other equity	7,003,488	8	5,049,176	6	2,330,981	3
Treasury shares	(159,061)	-	(159,061)	-	(159,061)	-
Total equity attributable to owners of the Company	50,639,505	62	45,802,485	58	43,910,921	56
NON-CONTROLLING INTERESTS (Note 25)	8,665	-	5,116	-	2,787	-
Total equity	50,648,170	62	45,807,601	58	43,913,708	56
TOTAL	$ 82,152,781	100	$ 78,500,385	100	$ 79,066,589	100

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

(With Deloitte & Touche review report dated April 27, 2026)

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET OPERATING REVENUE (Notes 26 and 33)	$ 10,468,868	100	$ 6,137,377	100
OPERATING COSTS (Notes 11, 24, 27 and 33)	6,197,512	59	5,050,821	82
GROSS PROFIT	4,271,356	41	1,086,556	18
OPERATING EXPENSES (Notes 24, 27 and 33)				
Selling and marketing expenses	425,020	4	391,211	7
General and administrative expenses	502,840	5	376,884	6
Research and development expenses	1,410,924	13	1,400,648	23
Total operating expenses	2,338,784	22	2,168,743	36
INCOME (LOSS) FROM OPERATIONS	1,932,572	19	(1,082,187)	(18)
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 27)	69,436	1	52,685	1
Other income (Notes 14, 27 and 30)	38,338	-	39,593	1
Other gains and losses (Note 27)	132,345	1	127,078	2
Finance costs (Notes 27 and 30)	(106,325)	(1)	(106,603)	(2)
Total non-operating income and expenses	133,794	1	112,753	2
INCOME (LOSS) BEFORE INCOME TAX FROM CONTINUING OPERATIONS	2,066,366	20	(969,434)	(16)
INCOME TAX (EXPENSE) BENEFIT (Notes 4 and 28)	(286,997)	(3)	96,758	2
NET INCOME (LOSS) FOR THE PERIOD	1,779,369	17	(872,676)	(14)
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain on investments in equity instruments at fair value through other comprehensive income (Notes 25 and 32)	1,870,062	18	565,820	9
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations (Note 25)	84,250	1	72,694	1
Other comprehensive income for the period, net of income tax	1,954,312	19	638,514	10
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	$ 3,733,681	36	$ (234,162)	(4)

(Continued)

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	$ 1,775,820	17	$ (873,053)	(14)
Non-controlling interests	3,549	-	377	-
	$ 1,779,369	17	$ (872,676)	(14)
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	$ 3,730,132	36	$ (234,539)	(4)
Non-controlling interests	3,549	-	377	-
	$ 3,733,681	36	$ (234,162)	(4)
EARNINGS (LOSS) PER SHARE (Note 29)				
Basic	$ 0.90		$ (0.47)	
Diluted	$ 0.89		$ (0.47)	

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

(With Deloitte & Touche review report dated April 27, 2026) (Concluded)

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Company												
	Share Capital				Retained Earnings			Other Equity					
	Share (Thousands)	Ordinary Shares	Capital Collected in Advance	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating of the Financial Statements of Foreign Operations	Unrealized Valuation Gain (Loss) on Financial Assets at FVTOCI	Treasury Shares	Total	Non-controlling Interests	Total Equity
BALANCE ON JANUARY 1, 2025	1,855,826	$ 18,558,264	$ -	$ 407,176	$ 4,331,651	$ 97,721	$ 19,049,095	$ 104,191	$ 1,588,276	$ (159,061)	$ 43,977,313	$ 2,410	$ 43,979,723
Equity component of convertible bonds issued by the Company	-	-	-	168,147	-	-	-	-	-	-	168,147	-	168,147
Net (loss) gain for the three months ended March 31, 2025	-	-	-	-	-	-	(873,053)	-	-	-	(873,053)	377	(872,676)
Other comprehensive income for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	-	72,694	565,820	-	638,514	-	638,514
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	-	-	(873,053)	72,694	565,820	-	(234,539)	377	(234,162)
BALANCE ON MARCH 31, 2025	1,855,826	$ 18,558,264	$ -	$ 575,323	$ 4,331,651	$ 97,721	$ 18,176,042	$ 176,885	$ 2,154,096	$ (159,061)	$ 43,910,921	$ 2,787	$ 43,913,708
BALANCE ON JANUARY 1, 2026	1,857,348	$ 18,573,482	$ 737,346	$ 1,471,888	$ 4,331,651	$ 120,320	$ 15,677,683	$ (39,108)	$ 5,088,284	$ (159,061)	$ 45,802,485	$ 5,116	$ 45,807,601
Net gain for the three months ended March 31, 2026	-	-	-	-	-	-	1,775,820	-	-	-	1,775,820	3,549	1,779,369
Other comprehensive income for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	-	-	84,250	1,870,062	-	1,954,312	-	1,954,312
Total comprehensive income (loss) for the three months ended March 31, 2026	-	-	-	-	-	-	1,775,820	84,250	1,870,062	-	3,730,132	3,549	3,733,681
Convertible bonds converted to common stock	73,735	737,346	(235,086)	604,628	-	-	-	-	-	-	1,106,888	-	1,106,888
BALANCE ON MARCH 31, 2026	1,931,083	$ 19,310,828	$ 502,260	$ 2,076,516	$ 4,331,651	$ 120,320	$ 17,453,503	$ 45,142	$ 6,958,346	$ (159,061)	$ 50,639,505	$ 8,665	$ 50,648,170

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

(With Deloitte & Touche review report dated April 27, 2026)

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2026	**2025**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) before income tax	$ 2,066,366	$ (969,434)
Adjustments for:		
Depreciation expense	1,261,012	1,244,265
Amortization expense	9,229	16,226
Net loss (gain) on fair value changes of financial assets at fair value through profit or loss	2,868	(1,821)
Finance costs	106,325	106,603
Interest income	(69,436)	(52,685)
Net gain on foreign currency exchange	(23,425)	(46,071)
Amortization of government grants deferred revenue	(3,744)	(3,437)
Changes in operating assets and liabilities		
Trade receivables	(1,539,544)	(525,788)
Receivables from related parties	(163,648)	101,885
Other receivables	(42,420)	(46,782)
Inventories	537,301	379,359
Other current assets	(610,553)	18,441
Contract liabilities	58,884	24,701
Trade payables	135,626	(256,523)
Payables to related parties	(14,304)	(73,469)
Payables for compensation of employees and remuneration of director	410,041	(52,336)
Other payables	(14,627)	(135,459)
Other payables to related parties	5,664	2,534
Provisions	4,470	2,038
Other current liabilities	142,325	2,189
Net defined benefit liabilities	3,382	(40,923)
Cash generated from (used in) operations	2,261,792	(306,487)
Interest received	59,102	43,979
Interest paid	(119,106)	(131,776)
Income tax paid	(6,961)	(7,867)
Net cash generated from (used in) operating activities	2,194,827	(402,151)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	(206,961)	(588,938)
Increase in refundable deposits	-	(12)
Decrease in refundable deposits	119	-
Payments for intangible assets	(11,332)	(3,156)
Increase in other financial assets	-	(1,059)
Net cash used in investing activities	(218,174)	(593,165)

(Continued)

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of short-term borrowings	$ (100,000)	$ -
Proceeds from issuance of bonds	-	3,008,346
Proceeds from long-term borrowings	500,000	-
Repayments of long-term borrowings	(1,341,479)	(1,161,478)
Proceeds from guarantee deposits received	200	110
Refund of guarantee deposits received	(10)	-
Repayments of lease liabilities	(29,031)	(30,334)
Net cash (used in) generated from financing activities	(970,320)	1,816,644
EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	50,434	131,048
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,056,767	952,376
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	14,912,667	11,623,489
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 15,969,434	$ 12,575,865

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

(With Deloitte & Touche review report dated April 27, 2026) (Concluded)

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Macronix International Co., Ltd. (the "Company") was incorporated in the Republic of China (ROC) on December 9, 1989 and commenced business in December 1989. The Company operates principally as a designer, manufacturer and supplier of integrated circuits (ICs) and memory chips. The Company also is engaged in the design, research and development, consultation and trade of relevant products.

The Company's shares have been listed on the Taiwan Stock Exchange (TWSE) since March 15, 1995.

The consolidated financial statements are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved and authorized for issuance by the Company's board of directors on April 27, 2026.

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)

The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group's accounting policies.

b. 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
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	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:

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.

- 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.

In addition, the following consequential amendments have been made to IAS 7 "Statement of Cash Flows":

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.

- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

Except for the above-mentioned impacts, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the 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

These 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 defined benefit liabilities.

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 (i.e., its subsidiaries).

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 used by 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.

See Note 12, Tables 5 and 6 to the consolidated financial statements for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025. For the summary of other significant accounting policies, refer to the consolidated financial statements for the year ended December 31, 2025.

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) Income tax expense

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

In the application of the Group's accounting policies, management is required to make judgments, estimations, and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

Please refer to the explanation of the key sources of uncertainty in significant accounting judgments, estimates, and assumptions in the consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 12	$ 12	$ 12
Checking accounts and demand deposits	3,952,413	3,552,421	3,977,529
Cash equivalents			
Time deposits	12,017,009	11,360,234	8,598,324
	$ 15,969,434	$ 14,912,667	$ 12,575,865

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets at FVTPL - current			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets not under hedge accounting convertible options	$ 467	$ 7,488	$ 1,821
Financial assets at FVTPL - non-current			
Financial assets mandatorily classified as at FVTPL			
Hybrid financial assets			
Foreign convertible preference shares	$ 223,092	$ 219,152	$ 259,091

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2026	December 31, 2025	March 31, 2025
Non-current			
Investments in equity instruments			
Domestic investments			
Listed shares	$ 5,666,154	$ 4,534,668	$ 2,723,989
Unlisted shares	888,810	798,223	728,364
	6,554,964	5,332,891	3,452,353
Foreign investments			
Listed shares	1,954,402	1,284,667	466,532
	$ 8,509,366	$ 6,617,558	$ 3,918,885

These investments in equity instruments are not held for trading. Instead, they are held for medium- to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS MEASURED AT AMORTIZED COST

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Time deposits with original maturities exceeding 1 year	$ -	$ -	$ 45,730

The interest rate for time deposits with original maturities exceeding 1 year was 2.40% per annum as of March 31, 2025.

10. TRADE RECEIVABLES AND OTHER RECEIVABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Trade receivables			
Total amounts of trade receivables measured at amortized cost	$ 5,678,912	$ 4,118,675	$ 3,442,059
Less: Allowance for impairment loss	(22,421)	(22,421)	(22,421)
	$ 5,656,491	$ 4,096,254	$ 3,419,638
Other receivables			
Tax receivable	$ 189,919	$ 165,753	$ 200,916
Subsidies receivable for R&D expenditures	25,938	-	-
Insurance payment receivables	-	-	79,557
Others	29,848	23,564	56,410
	$ 245,705	$ 189,317	$ 336,883

a. Trade receivables

The average credit period for sales of goods is 60 days.

In determining the recoverability of a trade receivable, the Group evaluates each customer's credibility and financial position and considers any changes in the credit quality of the trade receivable since the date credit was initially granted to the end of the reporting period.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix approach considering the past default experience with the respective debtors and an analysis of the debtors' current financial positions, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecasted direction of conditions at the reporting date. The Group estimates expected credit losses based on the number of days for which receivables are past due. As the Group's historical credit loss experience shows significantly different loss patterns for different customer segments, the provision for losses based on past due status of receivables is not further distinguished according to different segments of the Group's customer base.

The aging of trade receivables was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Neither past due nor impaired	$ 5,530,852	$ 4,004,168	$ 3,366,670
Past due but not impaired			
Within 60 days	120,938	92,086	52,968
61-120 days	4,701	-	-
Over 121 days	-	-	-
	$ 5,656,491	$ 4,096,254	$ 3,419,638

The above aging schedule was based on the past due days from the end of the credit term.

As of March 31, 2026 and 2025, the Group did not hold collateral for most of its receivables.

The movements of the allowance for doubtful trade receivables are as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance on January 1 and March 31	$ 22,421	$ 22,421

b. Other receivables

No allowance for impairment loss of other receivables was recognized since the other receivables of the Group were not past due and the Group assessed that there was no uncertainty of recoverability.

11. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods and merchandise	$ 881,329	$ 882,698	$ 954,939
Work in progress	7,654,364	8,164,027	10,982,068
Raw materials	740,394	766,663	1,089,544
	$ 9,276,087	$ 9,813,388	$ 13,026,551

For the three months ended March 31, 2026 and 2025, the costs of inventories recognized as cost of goods sold included reversal of such write-downs arising from the disposal of certain obsolete inventories as well as inventory write downs resulting from slow-moving of inventories to net realizable value, with the respective amounts presented separately as follows:

	For the Three Months Ended March 31	
	2026	2025
(Reversal of) inventory write-downs	$ (536,442)	$ 824,617

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company has direct and indirect majority ownership in the following subsidiaries: Run Hong Investment Ltd. (Run Hong), Hui Ying Investment Ltd. (Hui Ying), Mxtran Inc. (Mxtran), Macronix America, Inc. (MXA), Macronix (BVI) Co., Ltd. (MXBVI), New Trend Technology Inc. (NTTI), Macronix (Asia) Limited (MX Asia), Macronix Pte Ltd (MPL), Macronix Europe N.V. (MXE), Macronix (Hong Kong) Co., Limited (MXHK) and Macronix Microelectronics (Suzhou) Co., Ltd. (MXm).

Investor	Investee	Nature of Activities	% of Ownership March 31, 2026	December 31, 2025	March 31 2025
The Company	Run Hong	Investment company	100.00	100.00	100.00
The Company	Hui Ying	Investment company	100.00	100.00	100.00
The Company and Run Hong	Mxtran	IC design	94.84	94.84	94.84
The Company	MXA	Sales and marketing	100.00	100.00	100.00
The Company	MXHK	Sales and marketing	100.00	100.00	100.00
The Company	MPL	After-sales services	100.00	100.00	100.00
The Company	MXBVI	Investment holding company	100.00	100.00	100.00
MXBVI	NTTI	IC design	100.00	100.00	100.00
MXBVI	MX Asia	After-sales services	100.00	100.00	100.00
MXBVI	MXE	After-sales services	100.00	100.00	100.00
MXHK	MXm	Development of integrated circuit system and software	100.00	100.00	100.00

The subsidiaries included in the consolidated financial statements are immaterial, and their financial statements have not been reviewed by independent auditors.

13. PROPERTY, PLANT AND EQUIPMENT

	March 31, 2026	December 31, 2025	March 31, 2025
Assets used by the Group	$ 37,488,240	$ 38,549,039	$ 41,299,740

For the Three Months Ended March 31, 2026	Balance at Beginning of Period	Additions	Disposals	Effects of Foreign Currency Exchange Differences	Reclassification	Balance at End of Period
Cost						
Freehold land	$ 1,289,657	$ -	$ -	$ 12,432	$ -	$ 1,302,089
Buildings	26,138,307	-	-	6,583	45,296	26,190,186
Machinery equipment	108,553,695	-	-	-	456,375	109,010,070
Research and development equipment	7,765,672	-	(3,296)	1,359	(193,997)	7,569,738
Transportation equipment	29,483	-	-	57	-	29,540
Leasehold improvements	20,126	-	-	93	-	20,219
Miscellaneous equipment	1,396,510	1,178	(2,519)	2,304	693	1,398,166
Advance payments and construction in progress	5,651,857	160,403	-	19	(310,139)	5,502,140
	150,845,307	$ 161,581	$ (5,815)	$ 22,847	$ (1,772)	151,022,148
Accumulated depreciation and impairment						
Freehold land	390,517	$ -	$ -	$ 7,020	$ -	397,537
Buildings	19,285,621	175,902	-	3,174	-	19,464,697
Machinery equipment	88,005,030	890,801	-	-	117,617	89,013,448
Research and development equipment	3,307,028	142,454	(3,296)	1,254	(117,617)	3,329,823
Transportation equipment	24,223	728	-	58	-	25,009
Leasehold improvements	12,224	378	-	81	-	12,683
Miscellaneous equipment	1,271,625	19,545	(2,519)	2,060	-	1,290,711
	112,296,268	$ 1,229,808	$ (5,815)	$ 13,647	$ -	113,533,908
Carrying amount on March 31, 2026	$ 38,549,039					$ 37,488,240

	For the Three Months Ended March 31, 2025					
	Balance at Beginning of Period	Additions	Disposals	Effects of Foreign Currency Exchange Differences	Reclassification	Balance at End of Period
Cost						
Freehold land	$ 1,319,472	$ -	$ -	$ 9,242	$ -	$ 1,328,714
Buildings	23,998,131	-	(1,208)	4,702	76,430	24,078,055
Machinery equipment	104,729,659	-	(155)	-	3,424,851	108,154,355
Research and development equipment	8,222,660	-	-	971	(1,090,876)	7,132,755
Transportation equipment	29,476	-	-	40	-	29,516
Leasehold improvements	12,948	-	-	274	-	13,222
Miscellaneous equipment	1,383,552	613	(11,185)	2,586	10,745	1,386,311
Advance payments and construction in progress	10,263,446	630,357	-	-	(2,421,655)	8,472,148
	149,959,344	$ 630,970	$ (12,548)	$ 17,815	$ (505)	150,595,076
Accumulated depreciation and impairment						
Freehold land	407,352	$ -	$ -	$ 5,219	$ -	412,571
Buildings	18,624,515	149,133	(1,208)	2,128	-	18,774,568
Machinery equipment	84,342,984	901,842	(155)	-	712,693	85,957,364
Research and development equipment	3,480,556	133,480	-	856	(712,693)	2,902,199
Transportation equipment	20,845	862	-	42	-	21,749
Leasehold improvements	12,860	31	-	272	-	13,163
Miscellaneous equipment	1,196,322	26,682	(11,185)	2,366	(463)	1,213,722
	108,085,434	$ 1,212,030	$ (12,548)	$ 10,883	$ (463)	109,295,336
Carrying amount on March 31, 2025	$ 41,873,910					$ 41,299,740

For the three months ended March 31, 2026 and 2025, the Group assessed that no indication of an impairment loss was present; therefore, no impairment assessment was performed.

The carrying amount of the freehold land in the U.S.A. which was unutilized by the Group as of March 31, 2026, December 31, 2025 and March 31, 2025 was US$9,579 thousand, respectively.

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

Buildings	
Main buildings	31-40 years
Electronic equipment	11-20 years
Facility equipment	15 years
Landscape engineering	20 years
Machinery equipment	11 years
Research and development equipment	3-11 years
Transportation equipment	5 years
Leasehold improvements	3-15 years
Miscellaneous equipment	2-10 years

b. The reconciliation of the Group’s purchases of property, plant and equipment and the related cash flow information for the three months ended March 31, 2026 and 2025 is as follows:

	March 31	
	2026	2025
Additions to property, plant and equipment	$ 161,581	$ 630,970
Add: Beginning balance of equipment payables	317,386	544,694
Less: Ending balance of equipment payables	(276,266)	(604,027)
Effects of foreign currency exchange differences	4,260	17,301
Cash paid for property, plant and equipment	$ 206,961	$ 588,938

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Freehold land	$ 505,766	$ 519,010	$ 560,405
Buildings	169,334	174,254	87,451
Machinery equipment	37,384	23,705	18,490
Transportation equipment	183	565	2,052
	$ 712,667	$ 717,534	$ 668,398

	For the Three Months Ended March 31	
	2026	2025
Additions to right-of-use assets	$ 24,114	$ 58,073
Depreciation charge for right-of-use assets		
Freehold land	$ 13,708	$ 13,707
Buildings	11,834	11,741
Machinery equipment	5,284	5,827
Transportation equipment	378	455
Miscellaneous equipment	-	505
	$ 31,204	$ 32,235
Income from the subleasing of right-of-use assets (included in other income)	$ (886)	$ (886)

Except for the recognized depreciation, the Group did not have impairment of right-of-use assets for the three months ended March 31, 2026 and 2025.

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Current	$ 109,985	$ 92,567	$ 111,715
Non-current	$ 624,360	$ 644,454	$ 571,242

Range of discount rates for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Freehold land	1.22%-1.73%	1.22%-1.73%	1.22%-1.73%
Buildings	1.03%-6.00%	1.03%-6.00%	1.03%-6.00%
Machinery equipment	2.30%	2.30%	2.32%
Transportation equipment	1.45%-2.15%	1.45%-2.15%	1.45%-2.15%
Miscellaneous equipment	-	2.32%	2.14%

c. Material lease-in activities and terms

The Group also leased certain land and buildings for the use as plant and office in a period of one to twenty years. The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Other lease information

	For the Three Months Ended March 31	
	2026	**2025**
Expenses relating to short-term leases	$ 368	$ 269
Expenses relating to low-value asset leases	$ 36	$ 30
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 1,891	$ 1,662
Total cash outflow for leases	$ (35,617)	$ (35,555)

The Group leases certain office buildings which qualify as short-term leases and certain office equipment which qualifies as low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

15. INTANGIBLE ASSETS

	For the Three Months Ended March 31, 2026					
	Balance at Beginning of Period	**Additions**	**Disposals**	**Net Exchange Differences**	**Reclassifi-cation**	**Balance at End of Period**
Cost						
Software	$ 127,706	$ 11,332	$ (35,083)	$ 824	$ -	$ 104,779
Accumulated amortization						
Software	85,961	$ 9,229	$ (35,083)	$ 676	$ -	60,783
Carrying amount on March 31, 2026	$ 41,745					$ 43,996

	For the Three Months Ended March 31, 2025					
	Balance at Beginning of Period	**Additions**	**Disposals**	**Net Exchange Differences**	**Reclassifi-cation**	**Balance at End of Period**
Cost						
Software	$ 213,868	$ 3,156	$ (51,756)	$ 575	$ 505	$ 166,348
Accumulated amortization						
Software	142,329	$ 16,226	$ (51,756)	$ 525	$ 458	107,782
Carrying amount on March 31, 2025	$ 71,539					$ 58,566

Intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Software	3 years

16. OTHER FINANCIAL ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Non-current			
Refundable deposits	$ 580,239	$ 580,293	$ 574,785
Restricted time deposits (Note 34)	191,755	191,755	189,983
	$ 771,994	$ 772,048	$ 764,768

17. OTHER ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Prepayments	$ 798,735	$ 186,498	$ 544,052
Others	748	555	238
	$ 799,483	$ 187,053	$ 544,290

18. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured borrowings			
Line of credit borrowings	$ 400,000	$ 500,000	$ 500,000
Interest rate	1.95%-1.99%	1.92%-1.93%	2.09%-2.13%

b. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured borrowings from financial institutions	$ 21,721,064	$ 22,572,142	$ 23,930,281
Less: Current portion	7,053,921	6,344,010	4,717,579
Less: Government loan discount	50,831	60,430	92,469
Long-term borrowings	$ 14,616,312	$ 16,167,702	$ 19,120,233
Interest rate	1.38%-2.45%	1.38%-2.45%	1.38%-2.45%

	Repayment Term	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank borrowings denominated in NT$	From April 2021 to April 2028	$ 510,204	$ 571,428	$ 755,102
Unsecured bank borrowings denominated in NT$	From April 2021 to April 2028	1,197,917	1,341,667	1,772,917
Unsecured bank borrowings denominated in NT$	From April 2021 to April 2028	312,500	350,000	462,500
Unsecured bank borrowings denominated in NT$	From April 2021 to April 2028	572,916	641,667	847,917
Unsecured bank borrowings denominated in NT$	From April 2021 to April 2031	847,464	889,143	1,014,178
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2029	816,327	877,551	1,000,000
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2029	1,666,667	1,791,667	2,000,000
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2029	1,632,653	1,755,102	2,000,000
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2029	333,333	358,333	400,000
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2029	266,667	286,667	346,667
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2032	1,197,000	1,244,250	1,323,000
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2032	1,302,857	1,354,286	1,440,000
Unsecured bank borrowings denominated in NT$	From July 2022 to July 2032	242,476	252,048	268,000
Unsecured bank borrowings denominated in NT$	From August 2022 to August 2029	427,083	458,333	500,000
Unsecured bank borrowings denominated in NT$	From June 2023 to June 2030	800,000	800,000	800,000
Unsecured bank borrowings denominated in NT$	From August 2023 to August 2030	2,000,000	2,000,000	2,000,000

(Continued)

	Repayment Term	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank borrowings denominated in NT$	From September 2023 to September 2026	$ 1,050,000	$ 1,200,000	$ 1,350,000
Unsecured bank borrowings denominated in NT$	From September 2023 to September 2026	300,000	450,000	600,000
Unsecured bank borrowings denominated in NT$	From March 2024 to March 2027	570,000	600,000	600,000
Unsecured bank borrowings denominated in NT$	From June 2024 to June 2031	1,200,000	1,200,000	1,200,000
Unsecured bank borrowings denominated in NT$	From July 2024 to July 2027	150,000	175,000	200,000
Unsecured bank borrowings denominated in NT$	From November 2024 to November 2027	700,000	800,000	800,000
Unsecured bank borrowings denominated in NT$	From November 2024 to November 2027	262,500	300,000	300,000
Unsecured bank borrowings denominated in NT$	From June 2025 to June 2027	62,500	75,000	-
Unsecured bank borrowings denominated in NT$	From June 2025 to June 2027	400,000	400,000	-
Unsecured bank borrowings denominated in NT$	From June 2025 to June 2028	100,000	100,000	-
Unsecured bank borrowings denominated in NT$	From June 2025 to June 2028	500,000	500,000	-
Unsecured bank borrowings denominated in NT$	From June 2025 to June 2028	500,000	500,000	-
Unsecured bank borrowings denominated in NT$	From November 2025 to November 2028	1,000,000	1,000,000	-
Unsecured bank borrowings denominated in NT$	From November 2025 to November 2030	300,000	300,000	-
Unsecured bank borrowings denominated in NT$	From February 2026 to May 2026	100,000	-	-
Unsecured bank borrowings denominated in NT$	From February 2026 to February 2028	400,000	-	-
Unsecured bank borrowings denominated in NT$	Pay off in June 2025	-	-	1,000,000

(Continued)

	Repayment Term	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank borrowings denominated in NT$	Pay off in August 2025	$ -	$ -	$ 75,000
Unsecured bank borrowings denominated in NT$	Pay off in September 2025	-	-	125,000
Unsecured bank borrowings denominated in NT$	Pay off in November 2025	-	-	750,000
Less: Current portion		7,053,921	6,344,010	4,717,579
Less: Government loan discount		50,831	60,430	92,469
Total long-term borrowings		$ 14,616,312	$ 16,167,702	$ 19,120,233

(Concluded)

The Ministry of Economic Affairs implemented the "Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan" on January 1, 2019, which provided enterprises to make compliant investments with financial institutions at preferential interest rates. The Group has obtained the approval of the Ministry of Economic Affairs to qualify for the project loan and signed a loan contract with a financial institution to obtain a financing line of NT$21 billion, with a credit period of 7 to 10 years. The funds obtained are used for factory expansion, purchased machinery and equipment, buildings and operating turnover, etc. The details of government grants are set out in Note 30 to the consolidated financial statements.

In addition, the Group's floating borrowing rate on the above borrowing is reset every one to three months.

The loan agreement requires the maintenance of a current ratio, debt ratio, and interest coverage ratio based on the Group's semi-annual and annual consolidated financial statements. For the year ended December 31, 2025, the Group met the financial ratio covenants.

19. BONDS PAYABLE

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured domestic convertible bonds	$ 113,900	$ 1,269,100	$ 3,000,000
Less: Discounts on bonds payable	3,635	50,925	159,801
Less: Current portions	-	-	-
	$ 110,265	$ 1,218,175	$ 2,840,199

a. Unsecured domestic convertible bonds

1) Issuance and OTC Trading: The conditions for the issuance of the Company's second domestic unsecured convertible corporate bonds are as follows:

a) The Company issued the second domestic unsecured convertible corporate bonds on March 24, 2025, with a total issuance amount of NT$3,000,000 thousand, issued at 100.5% of the par value, with a coupon rate of 0%. The issuance period is 3 years, and the circulation period is from March 24, 2025 to March 24, 2028. Upon maturity, the bonds will be repaid in cash in one lump sum according to the par value of the bonds.

b) From the day following three months after the issuance date of this bond (i.e. June 25, 2025) to the maturity date, except for the period during which the transfer of common shares is suspended in accordance with the law or the period prescribed by the issuance and conversion rules, the bondholders may request conversion into the Company's common shares. The rights and obligations of the converted common shares are the same as those of the originally issued common shares.

c) The conversion price is determined in accordance with the pricing model of the issuance and conversion method and shall be adjusted subsequently in accordance with the anti-dilution provisions. As of March 31, 2026, the conversion price of this convertible corporate bond is NT$23 per share.

d) From the day following the third month after the issuance of this convertible corporate bond to the forty days before the expiration of the issuance period, if the closing price of the Company's common stock exceeds the then current conversion price by 30% (inclusive) for thirty consecutive business days, the Company may redeem the outstanding Convertible Corporate Bonds in cash at the par value of the bonds within the next thirty business days; or if the outstanding balance of this convertible corporate bonds is less than 10% of the original total par value, the Company may redeem the outstanding convertible corporate bonds in cash at the par value of the bonds at any time thereafter.

e) All convertible corporate bonds that have been redeemed (including repurchased by securities dealers), repaid or converted by the Company will be cancelled and may no longer be sold or issued, and the conversion rights attached thereto will be extinguished.

2) As of March 31, 2026, the convertible corporate bonds with a par value of NT$2,886,100 thousand had been applied for conversion, resulting in the issuance of 125,482 thousand common shares.

The convertible bonds contain asset, liability and equity components. The asset component was presented in current asset under the heading of financial assets at fair value through profit or loss - current. The equity component was presented in equity under the heading of capital surplus - options. The effective interest rate of the liability component was 1.8393% per annum on initial recognition.

Proceeds from issuance	$ 3,006,000
Asset component	1,215
Equity component	(168,147)
Liability component at the date of issue	2,839,068
Interest calculated at the effective interest rate of 1.8393%.	40,469
Convertible bonds converted in common stock	(2,769,272)
Liability component on March 31, 2026	$ 110,265

20. TRADE PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Trade payables	$ 2,594,700	$ 2,460,092	$ 1,918,294

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

21. OTHER PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Payables for maintenance and repairs	$ 239,003	$ 244,375	$ 239,099
Payables for bonuses	235,020	344,827	252,309
Payable for spare parts	132,203	143,530	103,515
Payables for patents	93,748	93,748	93,748
Payable for unused leave	87,226	68,653	58,063
Payables for insurance	84,403	70,211	75,022
Payable for pension	75,336	75,902	76,912
Others	553,996	491,457	577,001
	$ 1,500,935	$ 1,532,703	$ 1,475,669

22. OTHER LIABILITIES

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Refund liabilities	$ 273,184	$ 168,513	$ 184,652
Receipts under custody	78,764	37,652	38,691
Temporary credits	39,941	39,063	35,059
Refundable deposits	-	-	1,013
	$ 391,889	$ 245,228	$ 259,415
Non-current			
Government grants deferred revenue (Note 30)	$ 151,795	$ 155,539	$ 166,434
Guarantee deposits	22,112	21,566	22,609
	$ 173,907	$ 177,105	$ 189,043

23. PROVISIONS

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Employee benefits (a)	$ 31,916	$ 29,995	$ 31,000
Carbon fee(b)	23,952	21,403	809
	$ 55,868	$ 51,398	$ 31,809

a. The provision for employee benefits represents vested long service leave entitlements accrued.

b. In accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC, The Group recognizes the carbon fees provision based on the estimate of the chargeable emissions and the charging rates of carbon fees from 2025. The Group assesses that it is highly probable that it will obtain approval of a self-determined reduction plan in accordance, and the implementation progress report of the self-determined reduction plan for the 2025 is expected to be submitted by April 30, 2026. Therefore, the carbon fee provision is calculated using the preferential rate.

24. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

The Company and Mxtran of the Group adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, the Group makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

The Group's subsidiaries in Hong Kong, the USA, Europe, Japan, Korea, Singapore and China are required to contribute a specified percentage of payroll costs to the retirement benefit scheme to fund the benefits. The only obligation of the Group with respect to the retirement benefit plan is to make the specified contributions.

b. Defined benefit plans

Employee benefit expenses in respect of the Group's defined benefit retirement plans were NT$8,571 thousand and NT$1,577 thousand for the three months ended March 31, 2026 and 2025, respectively, and were calculated using the actuarially determined pension cost discount rate as of December 31, 2025 and 2024.

The Group maintains a separate executive pension plan, and the net periodic pension costs were NT$2,040 thousand and NT$2,070 thousand for the three months ended March 31, 2026 and 2025, respectively.

25. EQUITY

a. Share capital

Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	6,550,000	6,550,000	6,550,000
Shares authorized	$ 65,500,000	$ 65,500,000	$ 65,500,000
Number of shares issued and fully paid (in thousands)	1,931,083	1,857,348	1,855,826
Shares issued	$ 19,310,828	$ 18,573,482	$ 18,558,264
Capital collected in advance	$ 502,260	$ 737,346	$ -

Fully paid ordinary shares, which have a par value of NT$10, carry one vote per share and carry a right to dividends.

A total of 864,704 thousand shares and 650,000 thousand shares of the Company's authorized shares were reserved for the issuance of convertible bonds and employee share options.

The change in the Company's share capital is due to the conversion of convertible bonds into ordinary shares. As of March 31, 2026, 50,226 thousand shares had not yet completed the registration of the change and were therefore recorded as capital collected in advance.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	$ 2,022,019	$ 1,352,644	$ 359,064
Bond issuance at a premium	6,385	71,132	168,147
Donations	37	37	37
Treasury share transactions	43,466	43,466	43,466
	$ 2,071,907	$ 1,467,279	$ 570,714
May be used to offset a deficit only			
Changes in percentage of ownership interests in subsidiaries (2)	$ 4,609	$ 4,609	$ 4,609

1) Such capital surplus 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 share capital (limited to a certain percentage of the Company's paid-in capital and once a year).

2) Such capital surplus arises from changes in capital surplus of subsidiaries accounted for by using the equity method.

c. Retained earnings and dividends policy

The Company's Articles of Incorporation state that where the Company made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside a legal reserve 10% of the remaining profit (until the amount of the legal reserve equals the amount of the Company's paid-in capital), setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved by the shareholders in their meeting for the distribution of dividends and bonuses to shareholders. Regarding the policies on the distribution of employees' compensation and remuneration of directors stated in the Company's Articles of Incorporation, refer to "Employees' compensation and remuneration of directors" in Note 27 (g) to the consolidated financial statements.

The Company is classified under the capital-intensive industry. In accordance with the long-term financial program of the Company, the above shareholders' dividends can be retained as undistributed earnings, and then be distributed in future, as determined by the shareholders at the Annual General Meeting.

Distributions shall be prioritized to take the form of cash dividends. Nevertheless, it still depends on the Company's financial, sales or operating conditions. The Company's Articles of Incorporation provide that no more than 50% of the current year's total amount of distributable earnings can be distributed in the form of share dividends.

The appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset any 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.

The appropriation of profit and deficit for 2025 and 2024, which were proposed by the Company's board of directors on March 5, 2026 and resolved by the shareholders in the Company's general meeting of shareholders on May 23, 2025, respectively, were as follows:

	Appropriation of Earnings For the Year Ended December 31	
	2025	**2024**
Special reserve	$ (38,448)	$ 22,599

The appropriation of profit and deficit for 2025 is subject to the resolution of the shareholders in the shareholders' meeting to be held on May 27, 2026.

d. Special reserve

	For the Three Months Ended March 31	
	2026	**2025**
Balance on January 1 and March 31	$ 120,320	$ 97,721

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.

e. Others equity items

1) Exchange differences on the translation of the financial statements of foreign operations

	For the Three Months Ended March 31	
	2026	**2025**
Balance on January 1	$ (39,108)	$ 104,191
Exchange differences on the translation of the financial statements of foreign operations	84,250	72,694
Balance on March 31	$ 45,142	$ 176,885

2) Unrealized valuation gain on financial assets at FVTOCI

	March 31, 2026	**March 31, 2025**
Balance on January 1	$ 5,088,284	$ 1,588,276
Recognized for the three months		
Unrealized gain equity instrument	1,870,062	565,820
Balance on March 31	$ 6,958,346	$ 2,154,096

f. Non-controlling interests

	For the Three Months Ended March 31	
	2026	2025
Balance on January 1	$ 5,116	$ 2,410
Share of profit for the period	3,549	377
Balance on March 31	$ 8,665	$ 2,787

g. Treasury shares

The Company's shares held by its subsidiaries on March 31, 2026, December 31, 2025 and March 31, 2025 were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands)	Carrying Amount	Market Price
March 31, 2026			
Hui Ying	1,957	$ 159,061	$ 225,989
December 31, 2025			
Hui Ying	1,957	$ 159,061	$ 77,189
March 31, 2025			
Hui Ying	1,957	$ 159,061	$ 40,502

The Company's shares held by subsidiaries are regarded as treasury shares; shareholder's rights are retained, except the rights to participate in any share issuance for cash and to vote.

26. REVENUE

a. Disaggregation of revenue from contracts with customers

	For the Three Months Ended March 31	
	2026	2025
Product type		
Flash	$ 9,229,168	$ 4,844,848
ROM	814,479	852,168
Foundry	425,221	440,347
Other	-	14
	$ 10,468,868	$ 6,137,377

b. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025
Contract liabilities (classified as current liabilities)	$ 213,734	$ 154,850	$ 52,583

The changes in the contract liability balances primarily result from the timing difference between the satisfaction of the performance obligation and the customer's payment.

The Company recognized revenue from the beginning balance of contract liabilities as follow:

	For the Three Months Ended March 31	
	2026	2025
From the beginning balance of contract liabilities		
Sale of goods	$ 151,843	$ 24,504

27. NET PROFIT (LOSS) FROM CONTINUING OPERATIONS

a. Interest income

	For the Three Months Ended March 31	
	2026	2025
Bank deposits	$ 69,436	$ 52,685

b. Other income

	For the Three Months Ended March 31	
	2026	2025
Others	$ 38,338	$ 39,593

c. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Net foreign exchange gains	$ 137,360	$ 132,859
Net (loss) gain on fair value changes of financial assets at fair value through profit or loss	(2,868)	1,821
Other losses	(2,147)	(7,602)
	$ 132,345	$ 127,078

d. Finance costs

	For the Three Months Ended March 31	
	2026	2025
Interest on loans	$ 115,539	$ 129,504
Interest on bonds	2,920	1,131
Interest on lease liabilities	4,279	3,227
Less: Amounts included in the cost of qualifying assets	(16,413)	(27,259)
	$ 106,325	$ 106,603

Information about capitalized interest was as follows:

	For the Three Months Ended March 31	
	2026	2025
Capitalized interest amount	$ 16,413	$ 27,259
Capitalization rate	1.71%	1.70%

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
An analysis of depreciation by function		
Operating costs	$ 1,051,647	$ 1,039,030
Operating expenses	209,365	205,235
	$ 1,261,012	$ 1,244,265
An analysis of amortization by function		
Operating costs	$ 6,074	$ 11,752
Operating expenses	3,155	4,474
	$ 9,229	$ 16,226

f. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
Post-employment benefits (Note 24)		
Defined contribution plans	$ 60,641	$ 63,388
Defined benefit plans	10,611	3,627
	71,252	67,015
Other employee benefits	2,102,774	1,609,184
Total employee benefits expense	$ 2,174,026	$ 1,676,199

(Continued)

	For the Three Months Ended March 31	
	2026	2025
An analysis of employee benefits expense by function		
Operating costs	$ 880,734	$ 688,135
Operating expenses	1,293,292	988,064
	$ 2,174,026	$ 1,676,199

(Concluded)

g. Employees' compensation and remuneration of directors

In compliance with the Articles of Incorporation, the Company accrued employees' compensation at a rate of 15% of the current year's profit after offsetting accumulated losses (the "Annual Profit"), of which 20% shall be distributed to non-managerial employees. The remuneration of directors shall not exceed 2% of the Annual Profit, with payment at such 2% level as the guiding principle. The employees' compensation and directors' remuneration accrued for the three months ended March 31, 2026 and 2025 are as follows:

Amount

	For the Three Months Ended March 31	
	2026	2025
Employees' compensation	$ 370,463	$ -
Remuneration of directors	$ 49,395	$ -

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

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

28. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

Major components of income tax expense (benefit) are as follows:

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current period	$ 174,561	$ 263
Overseas income tax	250	2,218
Adjustment for prior year	-	17
Deferred tax		
In respect of the current period	112,186	(99,256)
Income tax expense (benefit) recognized in profit or loss	$ 286,997	$ (96,758)

b. Income tax assessments

The Company's, Mxtran's, Hui Ying's and Run Hong's tax returns through 2024 have been assessed and approved by the tax authorities.

29. EARNINGS (LOSS) PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended March 31	
	2026	**2025**
Basic earnings (loss) per share	$ 0.90	$ (0.47)
Diluted earnings (loss) per share	$ 0.89	$ (0.47)

The earnings (loss) and weighted average number of ordinary shares outstanding in the computation of earnings (loss) per share from continuing operations were as follows:

Net profit (loss) for the period

	For the Three Months Ended March 31	
	2026	**2025**
Weighted average number of ordinary shares in computation of basic earnings (loss) per share	$ 1,775,820	$ (873,053)
Effect of potentially dilutive ordinary shares		
Interest on convertible bonds (after tax)	39	Note
Earnings (loss) used in the computation of diluted earnings per share	$ 1,775,859	$ (873,053)

Weighted average number of ordinary shares outstanding (in thousand shares):

	For the Three Months Ended March 31	
	2026	**2025**
Weighted average number of ordinary shares in computation of basic earnings (loss) per share	1,969,328	1,853,870
Effects of potentially dilutive ordinary shares:		
Convertible bonds	14,976	Note
Weighted average number of ordinary shares in computation of diluted earnings (loss) per share	1,984,304	1,853,870

Note: The potential shares have an anti-dilutive effect for the net loss for the three months ended March 31, 2025. Such shares are not included in the calculation of loss per share.

30. GOVERNMENT GRANTS

As of March 31, 2026, the Company obtained a government preferential interest rate loan of NT$19,498,000 thousand from the "Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan". The loan will be repaid on an average monthly basis after the date of expiry. At the time of the borrowing, the fair value of the borrowing was estimated based on the market interest rate. The difference between the amount obtained and the fair value of the loan is NT$206,470 thousand, which is regarded as a government low interest loan and recognized as deferred income. For the three months ended March 31, 2026 and 2025, the Company recognized other income of NT$3,744 thousand and NT$3,437 thousand, respectively. For the three months ended March 31, 2026 and 2025, the interest expense of the loan of NT$9,598 thousand and NT$11,425 thousand, respectively.

31. CAPITAL MANAGEMENT

The Group manages its capital to ensure that the Group will be able to operate under the premises of going concerns and growth while maximizing the return to shareholders through the optimization of the debt and equity balance.

The Group's strategy for managing the capital structure is to lay out the plan of product development and expand the market share considering the growth and the magnitude of industry and further developing an integral plan founded on the required capacity, capital outlay, and magnitude of assets in long-term development. Ultimately, considering the risk factors such as the fluctuation of the industry cycle and the life cycle of products, the Group determines the optimal capital structure by estimating the profitability of products, operating profit ratio, and cash flow based on the competitiveness of products.

The management of the Group periodically examines the capital structure and contemplates on the potential costs and risks involved while exerting different financial tools. In general, the Group implements prudent strategy of risk management.

32. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

Except for the items listed in the table below, the management of the Group considers that the carrying amounts of financial liabilities not measured at fair value approximate their fair values.

March 31, 2026

	Carrying Amount	Fair Value Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible Bonds	$ 110,265	$ -	$ 109,378	$ -	$ 109,378

December 31, 2025

	Carrying Amount	Fair Value Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible Bonds	$ 1,218,175	$ -	$ 1,211,864	$ -	$ 1,211,864

March 31, 2025

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible Bonds	$ 2,840,199	$ -	$ 2,807,400	$ -	$ 2,807,400

The fair values of the financial liabilities included in the Level 2 category above have been determined in accordance with the binary tree pricing model for convertible bonds.

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

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Convertible bonds	$ -	$ 467	$ -	$ 467
Foreign convertible preference shares	-	-	223,092	223,092
	$ -	$ 467	$ 223,092	$ 223,559
Financial assets at FVTOCI				
Investments in equity instruments				
Securities listed in ROC	$ 5,666,154	$ -	$ -	$ 5,666,154
Securities listed in other countries	1,954,402	-	-	1,954,402
Securities unlisted	-	-	888,810	888,810
	$ 7,620,556	$ -	$ 888,810	$ 8,509,366

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Convertible bonds	$ -	$ 7,488	$ -	$ 7,488
Foreign convertible preference shares	-	-	219,152	219,152
	$ -	$ 7,488	$ 219,152	$ 226,640
Financial assets at FVTOCI				
Investments in equity instruments				
Securities listed in the ROC	$ 4,534,668	$ -	$ -	$ 4,534,668
Securities listed in other countries	1,284,667	-	-	1,284,667
Securities unlisted	-	-	798,223	798,223
	$ 5,819,335	$ -	$ 798,223	$ 6,617,558

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Convertible bonds	$ -	$ 1,821	$ -	$ 1,821
Foreign convertible preference shares	-	-	259,091	259,091
	$ -	$ 1,821	$ 259,091	$ 260,912
Financial assets at FVTOCI				
Investments in equity instruments				
Securities listed in ROC	$ 2,723,989	$ -	$ -	$ 2,723,989
Securities listed in other countries	466,532	-	-	466,532
Securities unlisted	-	-	728,364	728,364
	$ 3,190,521	$ -	$ 728,364	$ 3,918,885

There were no transfers between Level 1 and Level 2 in the current and prior periods.

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

For the Three Months Ended March 31, 2026

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
Balance on January 1	$ 219,152	$ 798,223	$ 1,017,375
Recognized in other comprehensive income (unrealized gain (loss) on financial assets at FVTOCI)	-	90,587	90,587
Effects of foreign currency exchange differences	3,940	-	3,940
Balance on March 31	$ 223,092	$ 888,810	$ 1,111,902

For the Three Months Ended March 31, 2025

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
Balance on January 1	$ 255,814	$ 690,283	$ 946,097
Recognized in other comprehensive income (unrealized gain (loss) on financial assets at FVTOCI)	-	38,081	38,081
Effects of foreign currency exchange differences	3,277	-	3,277
Balance on March 31	$ 259,091	$ 728,364	$ 987,455

3) Valuation used in Level 2 fair value measurement

The Group measures the fair value of its hybrid financial asset, namely convertible corporate bonds, using a binary tree convertible bond valuation model. The significant unobservable input applied in the valuation technique is the expected volatility of the underlying share price.

4) Valuation used in Level 3 fair value measurement

The fair values of equity securities unlisted in the ROC and foreign convertible preference shares were arrived at using either the asset-based approach or based on the multiplier evaluated in the active market under the market approach by appropriate liquidity adjustments. As of March 31, 2026, December 31,2025, and March 31,2025, the significant unobservable inputs used by the Group liquidity discounts of 3% to 30%, 3% to 30%, and 2% to 30% liquidity discount, respectively. Holding all other inputs constant, a 1% increase in the liquidity discount would reduce the fair value by NT$14,880 thousand, NT$13,565 thousand, and NT$12,971 thousand, respectively.

c. Categories of financial instruments

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Financial assets			
Measured at amortized costs (1)	$ 22,845,849	$ 20,023,392	$ 17,293,178
Measured at FVTPL	223,559	226,640	260,912
Measured at FVTOCI	8,509,366	6,617,558	3,918,885
Financial liabilities			
Measured at amortized cost (2)	26,905,399	28,808,525	28,696,936

1) The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, trade receivables (including receivables from related parties), other receivables and other financial assets.

2) The balances included financial liabilities measured at amortized cost, which comprise, short-term borrowings, trade payables (including payables to related parties), other payables (including other payables to related parties), payables for purchases of equipment, bonds payable, guarantee deposits received and long-term loans (including current portion).

d. Financial risk management objectives and policies

The Group manages its exposure to risks relating to the operations through market risk, credit risk, and liquidity risk with the objective to reduce the potentially adverse effects the market uncertainties may have on its financial performance.

The plans for material treasury activities are reviewed by management in accordance with procedures required by relevant regulations or internal controls. During the implementation of such plans, the Group must comply with certain treasury procedures that provide guiding principles for overall financial risk management.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below), and other price risk (see (c) below).

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing forward foreign exchange contracts.

Sensitivity analysis

The Group was mainly exposed to the USD and JPY.

The sensitivity analysis of foreign currency risk focuses mainly on exchange rates for transactions in currencies other than the entity's functional currency (i.e., foreign currencies) which are recognized at the rates of exchange prevailing at the end of each reporting period.

The following table details the Group's sensitivity to a 3% and 10% increase in New Taiwan dollars (i.e., the functional currency) against the USD and JPY, respectively. The sensitivity rates used are 3% and 10% when reporting foreign currency risk internally to key management personnel.

	USD Impact		**JPY Impact**	
	For the Three Months Ended March 31		**For the Three Months Ended March 31**	
	2026	**2025**	**2026**	**2025**
Pre-tax profit decrease	$ 134,971	$ 67,609	$ 37,540	$ 80,615

b) Interest rate risk

The Group is exposed to interest rate risk from outstanding bank loans. Interest rates of the Group's long-term bank loans are floating, and changes in interest rates would affect the future cash flows but not the fair value.

The sensitivity analysis of interest is performed based on the financial liabilities exposed to cash flow interest rate risk at the end of each reporting period.

If interest rates had been 50 basis points higher/lower, the Group's pre-tax profit for the three months ended March 31, 2026 and 2025 would have increased/decreased by NT$27,088 thousand and NT$29,797 thousand, respectively.

c) Other price risk

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

Sensitive analysis

A sensitivity analysis of equity price is performed based on the fair values of equity investments at the end of each reporting period.

If equity prices had been 10% higher/lower, equity for the three months ended March 31, 2026 and 2025 would have increased/decreased by NT$850,937 thousand and NT$391,889 thousand, respectively, as a result of the changes in fair value of available-for-sale investments.

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's exposure to credit risk mainly arises from trade receivables - operating, bank deposits, and other financial instruments. Credit risk is managed separately for business related and financial related exposures.

Business related credit risk

In order to maintain the credit quality of trade receivables, the Group has established procedures to monitor and limit exposure to credit risk on trade receivables.

Credit evaluation is performed in the consideration of the relevant factors, such as financial condition, external and internal credit scoring, historical experience, and economic conditions, which may affect the customer's paying ability. The Group holds some of the credit enhancements such as prepayments and collateral to mitigate its credit risks.

Trade receivables consisted of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of trade receivables and, where appropriate, credit guarantee insurance cover is purchased.

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group's ten largest customers accounted for 32%, 45% and 42% of its total trade receivables (including receivables from related parties), respectively. The Group believed that the concentration of credit risk is relatively insignificant for the remaining trade receivables.

Financial credit risk

The Group's exposure to financial credit risk which pertained to bank deposits and other financial instruments were evaluated and monitored by Corporate Treasury function. The Group only deals with creditworthy counterparties and banks so that no significant credit risk was identified.

3) Liquidity risk

The objective of liquidity risk management is to ensure the Group has sufficient liquidity to fund its business requirements of cash and cash equivalents and the unused of financing facilities associated with existing operations.

The table below summarizes the maturity profile of the Group's financial liabilities based on contractual, undiscounted payments, including principal and estimated interest of interest bearing.

March 31, 2026

	On Demand or Less than 1 Year	1-3 Years	3-5 Years	5+ Years	Total
Non-derivative financial liabilities					
Noninterest bearing	$ 5,461,672	$ -	$ -	$ -	$ 5,461,672
Lease liabilities	125,709	197,352	177,236	286,189	786,486
Interest bearing	7,850,824	10,886,420	3,473,958	672,636	22,883,838
	$ 13,438,205	$ 11,083,772	$ 3,651,194	$ 958,825	$ 29,131,996

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	$ 125,709	$ 374,588	$ 275,736	$ 10,453	$ -	$ -

December 31, 2025

	On Demand or Less than 1 Year	1-3 Years	3-5 Years	5+ Years	Total
Non-derivative financial liabilities					
Non-interest bearing	$ 4,997,148	$ -	$ -	$ -	$ 4,997,148
Lease liabilities	110,168	197,567	180,232	306,385	794,352
Interest bearing	7,275,015	11,694,644	4,068,927	900,792	23,939,378
	$ 12,382,331	$ 11,892,211	$ 4,249,159	$ 1,207,177	$ 29,730,878

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	$ 110,168	$ 377,799	$ 294,476	$ 11,909	$ -	$ -

March 31, 2025

	On Demand or Less than 1 Year	1-3 Years	3-5 Years	5+ Years	Total
Non-derivative financial liabilities					
Noninterest bearing	$ 4,752,539	$ -	$ -	$ -	$ 4,752,539
Lease liabilities	120,863	158,755	142,281	286,291	708,190
Interest bearing	5,704,675	12,469,504	5,510,667	1,850,066	25,534,912
	$ 10,578,077	$ 12,628,259	$ 5,652,948	$ 2,136,357	$ 30,995,641

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	$ 120,863	$ 301,036	$ 276,174	$ 10,117	$ -	$ -

The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities were subject to change if changes in variable interest rates were to differ from those estimates of interest rates determined at the end of the reporting period.

33. TRANSACTIONS WITH RELATED PARTIES

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

a. Related parties and their relationships associated with the Company:

Related Parties	Relationship with the Company
MegaChips Corporation (MegaChips)	Key management personnel
Ardentec Corporation (Ardentec)	The Group is its major management authority
Macronix Education Foundation (MXIC Foundation)	Others
Etron Technology, Inc. (Etron)	Others

b. Operating revenue

Line Item	Related Party Category/Names	For the Three Months Ended March 31 2026	2025
Sales	Key management personnel		
	MegaChips	$ 825,792	$ 864,700
	Others		
	Etron	60,237	-
		$ 886,029	$ 864,700

Sales prices for the related parties were not comparable to those for external customers as the Group was the sole provider of these customers. The sales terms for the related parties was 30 days after the monthly closing.

c. Purchases

Related Party Category /Name	For the Three Months Ended March 31 2026	2025
Key management personnel		
MegaChips	$ 83,157	$ 112,812

Materials purchased from related parties were for manufacturing process. The payment term was 30 days after monthly closing and after acceptance of material.

d. Receivables from related parties

Item	Related Party Category/ Names	March 31, 2026	December 31, 2025	March 31, 2025
Trade receivables from related parties, net	Key management personnel MegaChips	$ 392,144	$ 218,860	$ 351,210

The outstanding trade receivables from related parties are unsecured. For the three months ended March 31, 2026 and 2025, no impairment loss was recognized for trade receivables from related parties.

e. Payables to related parties

Item	Related Party Category/ Names	March 31, 2026	December 31, 2025	March 31, 2025
Trade payables to related parties	Key management personnel			
	MegaChips	$ 515,308	$ 524,487	$ 518,191
	The Group is its major management authority			
	Ardentec	132,391	135,874	125,290
		$ 647,699	$ 660,361	$ 643,481

(Continued)

Item	Related Party Category/ Names	March 31, 2026	December 31, 2025	March 31, 2025
Other payables to related parties	Others			
	MXIC Education	$ 5,405	$ -	$ 5,406
	Other	30	10	10
		$ 5,435	$ 10	$ 5,416

(Concluded)

The outstanding trade payables from related parties are unsecured and will be settled in cash.

f. Other transactions with related parties

Line Item	Related Party Category /Name	For the Three Months Ended March 31 2026	For the Three Months Ended March 31 2025
Manufacturing expenses	The Group is its major management authority		
	Ardentec	$ 124,465	$ 90,808
Operating expenses	Others		
	MXIC Education	$ 5,405	$ 5,406

The manufacturing expenses of related parties were comparable to those with other vendors. The payment term was 60 days after monthly closing.

g. Remuneration of key management personnel

	For the Three Months Ended March 31 2026	For the Three Months Ended March 31 2025
Short-term benefits	$ 123,326	$ 42,137
Post-employment benefits	2,040	2,070
Other long-term employee benefits	19	16
	$ 125,385	$ 44,223

The remuneration of key executives was determined by the remuneration committee based on the performance of individuals and market trends.

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings, the tariff of imported raw materials guarantees, natural gas agreement, land and dormitory lease agreement:

	March 31, 2026	December 31, 2025	March 31, 2025
Pledge deposits (classified as other financial assets - non-current)	$ 191,755	$ 191,755	$ 189,983

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of March 31, 2026, December 31, 2025 and March 31, 2025 were as follows:

a. As of March 31, 2026, December 31, 2025 and March 31, 2025, unused letters of credit amounted to approximately $0 thousand, $0 thousand and $211,565 thousand, respectively.

b. Unrecognized commitments are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Acquisition of property plant and equipment	$ 1,487,561	$ 882,255	$ 1,739,088

c. As a contribution to society, the Company's board of directors passed a resolution to donate to National Cheng Kung University to establish the "School of Computing" in order to cultivate cross domain innovative talents with dual expertise "specific discipline" and "computing", and to fulfill the Company's social responsibilities with a donation amount of NT$100,000 thousand per year for the next ten years on June 2, 2020. As of March 31, 2026, the Company has made a donation of NT$600,000 thousand to National Cheng Kung University.

d. On December 26, 2023, the board of directors of the Company approved the joint development project with IBM regarding "Enterprise-class SSD Storage" from December 2023 to December 2026, the unrecognized contract amount is US$3,000 thousand.

e. The Company signed a long-term purchase contract with supplier A. According to the contract, the Company shall prepay deposits, and these suppliers shall supply the Company according to the quantity and price agreed in the contract. As of March 31, 2026, the Company's prepayments and deposits for supplier A was NT$549,580 thousand, and the unpaid contract amounts was US$46,283 thousand.

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

March 31, 2026

	Foreign Currency (In thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
JPY	$ 4,668,170	0.2005	$ 935,968
USD	178,459	32.00	5,709,781
			$ 6,645,749

(Continued)

	Foreign Currency (In thousands)	Exchange Rate	Carrying Amount
Financial liabilities			
Monetary items			
JPY	$ 2,795,836	0.2005	$ 560,565
USD	37,842	32.00	1,210,761
			$ 1,771,326

(Concluded)

December 31, 2025

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
JPY	$ 5,585,336	0.2008	$ 1,121,535
USD	118,766	31.43	3,732,804
			$ 4,854,339
Financial liabilities			
Monetary items			
JPY	2,882,889	0.2008	$ 578,884
USD	34,988	31.43	1,099,681
			$ 1,678,565

March 31, 2025

	Foreign Currency (In thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
JPY	$ 7,496,845	0.2227	$ 1,669,547
USD	98,048	33.205	3,255,686
			$ 4,925,233
Financial liabilities			
Monetary items			
JPY	3,876,956	0.2227	$ 863,398
USD	30,178	33.205	1,002,070
			$ 1,865,468

Realized and unrealized net foreign exchange gains were NT$137,360 thousand and NT$132,859 thousand for the three months ended March 31, 2026 and 2025, respectively. It is impractical to disclose net foreign exchange gains and losses by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the entities in the Group.

37. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions:

   1) Financing provided to others: None

   2) Endorsements/guarantees provided: None

   3) Significant marketable securities held (excluding investment in subsidiaries, associates and joint ventures): Table 1 (attached)

   4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 2 (attached)

   5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 3 (attached)

   6) Intercompany relationships and significant intercompany transactions: Table 4 (attached)

b. Information on investees: Table 5 (attached)

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, shareholding ratio, investment gains or losses, carrying amount of the investment at the end of the period, repatriation of investment gains or losses, and limit on the amount of investment in the mainland China area: Table 6 (attached)

   2) Any of the significant transactions with investee companies in mainland China, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses: Table 4 (attached)

38. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and the assessment of segment performance emphasizes the types of goods or services delivered or provided. Considering the nature of the product and the process of manufacture, the management integrated those divisions of similar operation functions into one operation segment. The resource allocation and performance of the Group’s overall business focus on the memory products and wafer fabrication segment, so the Group only takes the memory products and wafer fabrication segment as the reportable segment.

There was no material difference between the accounting policies of the Group reportable segment and those described in Note 4. to the consolidated financial statements. For the revenue and operating results of the segment, refer to the consolidated financial statements.

TABLE 1

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2026				Shares as Collateral
				Shares/Unit	Carrying Amount	Percentage of Ownership (%)	Fair Value	
The Company	Shares							
	Ardentec Corporation	The Company serves as member of its board of directors	Financial assets at FVTOCI - non-current	35,951,871	$ 5,590,516	7.33	$ 5,590,516	None
	United Industrial Gases Co., Ltd.	None	〃	6,671,877	854,734	3.06	854,734	None
MXBVI	Shares							
	Tower Semiconductor Ltd.	None	Financial assets at FVTOCI - non-current	348,100	1,954,402	0.31	1,954,402	None
	Foreign Convertible Preference Shares							
	Kneron Holding Corporation	None	Financial assets at FVTPL - non-current	566,711	107,142	0.77	107,142	None
	Wolley Inc.	Associate (Note)	〃	2,400,000	115,950	16.17	115,950	None
Hui Ying	Shares							
	Macronix International Co., Ltd.	The Company	Financial assets at FVTOCI - non-current	1,956,619	225,989	0.10	225,989	None

Note: The Company has the ability to participate in the decision-making of the company’s financial and operating policies and has significant influence on the company.

MACRONIX INTERNATIONAL CO., LTD. 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 THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% to Total	Payment Term	Unit Price	Payment Term	Ending Balance	% to Total	
The Company	MegaChips	Its subsidiary, Shun Ying Investment, is represented in MXIC's board of directors	Sales	$ 825,792	8	30 days after monthly closing	Note 33	Note 33	$ 392,144	5	-
	MXHK	Subsidiary	Sales	1,974,069	19	45 days after monthly closing	Note 33	Note 33	1,227,522	17	-
	MXA	Subsidiary	Sales	465,637	5	Net 60 days	Note 33	Note 33	200,517	3	-
	Mxtran	Subsidiary	Sales	871,850	9	30 days after monthly closing	Note 33	Note 33	646,279	9	-
	MegaChips	Its subsidiary, Shun Ying Investment, is represented in MXIC's board of directors	Purchase	83,157	6	30 days after monthly closing and after acceptance of materials	Note 33	Note 33	515,308	16	-
MXHK	The Company	Subsidiary	Purchase	US$ 62,483	100	45 days after monthly closing	No material difference	No material difference	US$ 38,366	100	-
MXA	The Company	Subsidiary	Purchase	US$ 14,766	100	Net 60 days	No material difference	No material difference	US$ 6,267	100	-

TABLE 3

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Action Taken		
The Company	MegaChips	Its subsidiary, Shun Ying Investment, is represented in MXIC's board of directors	$ 392,144	10.81 times	$ -	-	$ - thousand	$ -
	MXHK	Subsidiary	1,227,522	7.05 times	-	-	394,794 thousand	-
	MXA	Subsidiary	200,517	10.47 times	-	-	141,756 thousand	-
	Mxtran	Subsidiary	646,279	8.75 times	-	-	494,112 thousand	-

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			
			Financial Statement Accounts	Amount	Payment Term	% to Total Revenue or Assets
The Company	MXHK	1	Sales	$ 1,974,069	Note 2	19
			Net receivable from related parties	1,227,522	-	1
	MXA	1	Sales	465,637	Note 2	4
			Net receivable from related parties	200,517	-	-
			Other payables to related parties	181,951		-
	Mxtran	1	Sales	871,850	Note 2	8
			Net receivable from related parties	646,279	-	1
MXHK	Mxm	3	Other payables to related parties	119,015	-	-

Note 1: The transactions from the parent company to the subsidiary are denoted as 1.

The transactions from the subsidiary to the parent company are denoted as 2.

The transactions between two subsidiaries are denoted as 3.

Note 2: The sale price referred to the product price to end customer.

Note 3: The transaction terms with related parties were 30 to 60 days after monthly closing and were similar to those with third parties.

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2026	December 31, 2025	Shares	%	Carrying Amount			
The Company	MXA	San Jose, California, U.S.A.	Sales and marketing	$ 2,640	$ 2,640	100,000	100.00	$ 538,356	$ 23,854	$ 23,859	Subsidiary
	MXBVI	Tortola, British Virgin Islands	Investment holding company	6,744,008	6,744,008	182,589,357	100.00	4,245,518	13,407	13,407	Subsidiary
	MXHK	Hong Kong	Sales and marketing	598,700	598,700	89,700,000	100.00	835,071	61,000	61,000	Subsidiary
	MPL	Singapore	After-sales services	5,348	5,348	174,000	100.00	9,742	279	279	Subsidiary
	Hui Ying	Taipei, Taiwan	Investment	500,000	500,000	-	100.00	173,099	462	462	Subsidiary
	Run Hong	Taipei, Taiwan	Investment	1,014,432	1,014,432	-	100.00	76,416	3,207	3,207	Subsidiary
	Mxtran	Hsinchu, Taiwan	IC design	755,287	755,287	69,627,323	90.43	151,889	68,793	62,210	Subsidiary
MXBVI	NTTI	San Jose, California, U.S.A.	IC design	952,473	952,473	29,150,000	100.00	305,422	(3,088)	Note	Subsidiary
	MXE	Belgium	After-sales services	2,106	2,106	1,000	100.00	193,246	2,804	Note	Subsidiary
	MX Asia	Cayman Island	After-sales services	19,744	19,744	600,000	100.00	78,172	819	Note	Subsidiary
Run Hong	Mxtran	Hsinchu, Taiwan	IC design	40,318	40,318	3,393,200	4.41	7,406	68,793	Note	Subsidiary

Note: Under relevant regulations, no disclosure of investment gain (loss) is needed.

MACRONIX INTERNATIONAL CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENT IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2026	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	% Ownership for Direct or Indirect Investment	Investment Gain (Loss) (Note 1)	Carrying Amount as of March 31, 2026	Accumulated Repatriation of Investment Income as of March 31, 2026
					Outward	Inward						
MXm	Development of integrated circuit system and software	$ 296,160	MXHK (Note 2)	$ 296,160	$ -	$ -	$ 296,160	$ 4,324	100	$ 4,324	$ 542,650	$ -

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2026	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amounts of Investment Stipulated by Investment Commission, MOEA
$ 296,160	$ 296,160	$ 30,383,703

Note 1: The amount was recognized based on the unreviewed financial statements of the investee company.

Note 2: The Company invested in a company located in mainland China indirectly through the existing company in a third country.