GEM Terminal Ind. 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 Stockholders
GEM Terminal Ind. Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of GEM Terminal Ind. Co., Ltd. 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 then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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.

Conclusion

Based on our reviews, 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 Chiu-Yen Wu and Tzu-Yuan Chang.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 13, 2026

<u>*Notice to Readers*</u>

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 ROC and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the ROC.

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 ROC. 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.

GEM TERMINAL IND. 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 (Note 6)	$ 366,608	7	$ 506,099	10	$ 740,906	14
Financial assets at fair value through profit or loss - current (Note 7)	191	-	-	-	-	-
Financial assets at fair value through other comprehensive income - current (Note 8)	-	-	38,591	1	20,786	-
Notes receivable (Notes 9 and 29)	115,674	2	139,496	3	212,670	4
Accounts receivable, net (Note 9)	1,204,785	23	983,201	20	815,129	16
Other receivables	21,487	1	1,886	-	5,308	-
Current tax assets	636	-	628	-	1,430	-
Inventories (Note 10 and 30)	799,838	16	847,787	17	873,958	17
Other financial assets - current (Note 11 and 29)	353,534	7	190,918	4	182,966	4
Other current assets (Note 28)	173,740	3	131,491	2	128,759	2
Total current assets	3,036,493	59	2,840,097	57	2,981,912	57
NONCURRENT ASSETS						
Property, plant and equipment (Notes 13, 29 and 30)	1,834,313	36	1,845,525	37	1,877,789	36
Right-of-use assets (Notes 14, 28 and 29)	51,939	1	56,656	1	61,420	1
Deferred tax assets	175,568	4	191,879	4	198,759	4
Prepayments for equipment	7,545	-	4,090	-	59,566	1
Other financial assets - noncurrent (Notes 11 and 29)	17,456	-	7,305	-	10,604	-
Net defined benefit assets - noncurrent	19,446	-	18,816	1	10,469	-
Other noncurrent assets	7,544	-	8,202	-	15,233	1
Total non-current assets	2,113,811	41	2,132,473	43	2,233,840	43
TOTAL	$ 5,150,304	100	$ 4,972,570	100	$ 5,215,752	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 17)	$ 2,049,411	40	$ 1,830,718	37	$ 1,472,191	28
Short-term bills payable (Note 17)	-	-	-	-	50,000	1
Financial liabilities at fair value through profit or loss - current (Note 7)	-	-	100	-	5	-
Notes payable (Note 15)	168,914	3	184,180	4	334,815	7
Accounts payable (Note 15)	326,830	7	454,003	9	318,528	6
Other payables (Notes 16 and 28)	165,560	3	166,089	4	148,762	3
Provisions - current (Note 18)	45,397	1	40,503	1	1,332	-
Lease liabilities - current (Notes 14 and 28)	1,069	-	1,019	-	882	-
Long-term borrowings - current portion (Note 17)	274,810	5	261,202	5	370,702	7
Other current liabilities	16,232	-	12,276	-	12,696	-
Total current liabilities	3,048,223	59	2,950,090	60	2,709,913	52
NONCURRENT LIABILITIES						
Long-term borrowings (Note 17)	474,796	9	469,998	9	566,006	11
Provisions - non-current (Note 18)	22,748	1	27,024	1	-	-
Deferred tax liabilities	19,579	-	15,609	-	11,075	-
Lease liabilities - noncurrent (Notes 14 and 28)	264	-	551	-	1,334	-
Total non-current liabilities	517,387	10	513,182	10	578,415	11
Total liabilities	3,565,610	69	3,463,272	70	3,288,328	63
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 20)						
Ordinary shares	1,692,000	33	1,692,000	34	1,692,000	33
Capital surplus	295,035	6	295,035	6	271,333	5
Retained earnings (accumulated deficit)						
Legal reserve	364,825	7	364,825	7	364,825	7
Special reserve	46,576	1	46,576	1	97,816	2
Accumulated deficit	(789,458)	(15)	(808,216)	(16)	(449,575)	(9)
Total retained earnings (accumulated deficit)	(378,057)	(7)	(396,815)	(8)	13,066	-
Other equity	(24,284)	(1)	(80,922)	(2)	(5,916)	-
Treasury shares (Note 25)	-	-	-	-	(43,059)	(1)
Total equity	1,584,694	31	1,509,298	30	1,927,424	37
TOTAL	$ 5,150,304	100	$ 4,972,570	100	$ 5,215,752	100

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

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OPERATING REVENUE, NET (Note 21)	$ 1,130,635	100	$ 696,770	100
OPERATING COSTS (Notes 10 and 22)	1,001,380	89	681,441	98
GROSS PROFIT	129,255	11	15,329	2
OPERATING EXPENSES (Notes 22 and 28)				
Marketing	37,147	3	30,459	4
General and administrative	52,818	5	53,062	7
Research and development	2,832	-	5,924	1
Expected credit impairment loss (reversal profit) (Note 9)	286	-	(1,026)	-
Total operating expenses	93,083	8	88,419	12
NET INCOME (LOSS) FROM OPERATIONS	36,172	3	(73,090)	(10)
NON-OPERATING INCOME AND EXPENSES (Notes 22 and 28)				
Interest income	1,335	-	4,023	1
Other income	951	-	1,752	-
Other gains and losses	20,848	2	515	-
Finance costs	(18,596)	(1)	(17,062)	(3)
Total non-operating income and expenses	4,538	1	(10,772)	(2)
INCOME (LOSS) BEFORE INCOME TAX	40,710	4	(83,862)	(12)
INCOME TAX EXPENSE (Notes 23)	(21,769)	(2)	(821)	-
NET INCOME (LOSS)	18,941	2	(84,683)	(12)
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 20 and 23)				
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	(395)	-	(3,623)	(1)

(Continued)

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating the financial statements of foreign operations	$ 58,373	5	$ 46,441	7
Income tax relating to items that may be reclassified subsequently to profit or loss	(1,523)	-	(933)	-
Other comprehensive income for the period, net of income tax	56,455	5	41,885	6
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	$ 75,396	7	$ (42,798)	(6)
NET INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	$ 18,941	2	$ (84,683)	(12)
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	$ 75,396	7	$ (42,798)	(6)
EARNINGS (LOSS) PER SHARE (Note 24)				
Basic	$ 0.11		$ (0.51)	
Diluted	$ 0.11		$ (0.51)	

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

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	Equity Attributable to the Owners of the Company											
			Retained Earnings (Accumulated Deficit)				Other Equity					
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Accumulated Deficit	Total	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	Total	Treasury Shares	Total Equity
BALANCE ON JANUARY 1, 2026	$ 1,692,000	$ 295,035	$ 364,825	$ 46,576	$ (808,216)	$ (396,815)	$ (96,434)	$ 212	$ 15,300	$ (80,922)	$ -	$ 1,509,298
Net profit for the three months ended March 31, 2026	-	-	-	-	18,941	18,941	-	-	-	-	-	18,941
Other comprehensive income (loss) for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	-	56,850	(395)	-	56,455	-	56,455
Total comprehensive income (loss) for the three months ended March 31, 2026	-	-	-	-	18,941	18,941	56,850	(395)	-	56,455	-	75,396
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	(183)	(183)	-	183	-	183	-	-
BALANCE ON MARCH 31, 2026	$ 1,692,000	$ 295,035	$ 364,825	$ 46,576	$ (789,458)	$ (378,057)	$ (39,584)	$ -	$ 15,300	$ (24,284)	$ -	$ 1,584,694
BALANCE ON JANUARY 1, 2025	$ 1,692,000	$ 271,333	$ 364,825	$ 97,816	$ (366,117)	$ 96,524	$ (65,030)	$ 8,565	$ 9,889	$ (46,576)	$ (43,059)	$ 1,970,222
Net loss for the three months ended March 31, 2025	-	-	-	-	(84,683)	(84,683)	-	-	-	-	-	(84,683)
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	45,508	(3,623)	-	41,885	-	41,885
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	(84,683)	(84,683)	45,508	(3,623)	-	41,885	-	(42,798)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	1,225	1,225	-	(1,225)	-	(1,225)	-	-
BALANCE ON MARCH 31, 2025	$ 1,692,000	$ 271,333	$ 364,825	$ 97,816	$ (449,575)	$ 13,066	$ (19,522)	$ 3,717	$ 9,889	$ (5,916)	$ (43,059)	$ 1,927,424

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

GEM TERMINAL IND. 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		
Profit (Loss) before income tax	$ 40,710	$ (83,862)
Adjustments for:		
Depreciation expense	59,719	63,152
Amortization expense	1,185	1,090
Expected credit impairment loss (reversal profit)	286	(1,026)
Net loss/(gain) on fair value changes of financial assets and liabilities at fair value through profit or loss	(2,195)	1,585
Finance costs	18,596	17,062
Interest income	(1,335)	(4,023)
Dividend income	-	(184)
Net loss/(gain)on disposal of property, plant and equipment and fire loss, net	(13,795)	961
Impairment loss recognized on non-financial assets	-	835
Impairment loss (recovery profit) of inventories	(6,405)	4,703
Recognition/(reversal) of provisions	3,676	(2,170)
Unrealised exchange loss	301	521
Changes in operating assets and liabilities		
Notes receivable	23,822	(49,996)
Accounts receivable	(222,010)	122,104
Other receivables	(18,830)	10,575
Inventories	53,609	26,944
Other current assets	(42,249)	18,679
Notes payable	(15,266)	(189,640)
Accounts payable	(127,173)	83,438
Other payables	7,337	(14,543)
Provisions	(5,032)	-
Other current liabilities	3,956	(2,456)
Net defined benefit assets	(630)	(533)
Net cash generated from (used in) operating activities	(241,723)	3,216
Interest received	564	3,064
Income tax paid	(8)	(1,262)
Net cash generated from (used in) operating activities	(241,167)	5,018
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(9,404)	(7,959)
Proceeds from sale of financial assets at fair value through other comprehensive income	47,600	19,723
Purchase of financial assets at fair value through profit or loss	-	(1,594)
Payments for property, plant and equipment	(41,492)	(73,307)
Proceeds from disposal of property, plant and equipment	25,855	-

(Continued)

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2026	2025
Proceeds from disposal of right-of-use assets	$ 5,212	$ -
Increase in other financial assets	(170,863)	(9,077)
Increase in other non-current assets	(594)	(6,927)
Dividends received	-	184
Net cash used in investing activities	(143,686)	(78,957)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	1,573,150	1,009,743
Repayments of short-term borrowings	(1,380,895)	(826,567)
Proceeds from short-term bills payable	-	100,000
Repayments of short-term bills payable	-	(100,000)
Proceeds from long-term borrowings	151,000	-
Repayments of long-term borrowings	(132,594)	(163,027)
Repayment of the principal portion of lease liabilities	(237)	(196)
Interest paid	(20,292)	(17,875)
Net cash generated from financing activities	190,132	2,078
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	55,230	36,136
NET DECREASE IN CASH AND CASH EQUIVALENTS	(139,491)	(35,725)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	506,099	776,631
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 366,608	$ 740,906

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

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

1. GENERAL INFORMATION

GEM Terminal Ind. Co., Ltd. (the "Company") was incorporated in July 1993 under the laws of the Republic of China. The Company is primarily engaged in the manufacture and processing of precision electronic products and related components; electrical machinery; the trading of copper material, including raw and scrap copper; the provision of electroplating services; copper smelting and casting; and the import and export of all related products.

The Company's shares have been listed on the Taiwan Stock Exchange since September 2001.

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 by the Company's board of directors on May 13, 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 Company and entities controlled by the Company (collectively the "Group" 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” and consequential amendments

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.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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 Standards as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

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

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and 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 the asset or liability.

c. Basis of consolidation

The basis of preparation applied in the consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025.

See Note 12, table 5 and 6 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the summary of material accounting policy in 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 and 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 material accounting policies, management is required to make judgments, estimations and assumptions. Refer to 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	$ 1,298	$ 1,735	$ 2,851
Checking accounts and demand deposits	365,310	403,866	567,587
Cash equivalents			
Time deposits with original maturities of 3 months or less	-	100,498	170,468
	$ 366,608	$ 506,099	$ 740,906

a. The market interest rates of cash equivalents at the end of the reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits (%)	-	3.58-3.73	1.59-4.4

b. The Group transacted with a variety of financial institutions with sound credit ratings to disperse credit risk; hence, there was no expected credit loss.

7. FINANCIAL INSTRUMENTS AT FVTPL

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets - current			
Held for trading			
Derivatives (not under hedge accounting)			
Copper futures	$ 191	$ -	$ -
Financial liabilities - current			
Held for trading			
Derivatives (not under hedge accounting)			
Copper futures	$ -	$ 100	$ 5

Outstanding copper futures contracts not under hedge accounting at the end of the reporting period were as follows:

March 31, 2026

	Futures Month	Lots	Contract Amount (In Thousands)
Copper futures			
LME copper - Buy	June 2026	5	US$1,524
LME copper - Sale	June 2026	2	US$ 604

December 31, 2025

	Futures Month	Lots	Contract Amount (In Thousands)
Copper futures			
LME copper - Buy	March 2026	2	US$ 624

March 31, 2025

	Futures Month	Lots	Contract Amount (In Thousands)
Copper futures			
LME copper - Buy	June 2025	1	US$ 243

8. FINANCIAL ASSETS AT FVTOCI - CURRENT

	March 31, 2026	December 31, 2025	March 31, 2025
Investments in equity instruments at FVTOCI			
Domestic listed shares	$ -	$ 38,591	$ 20,786

These investments in equity instruments are not held for trading. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI.

9. NOTES AND ACCOUNTS RECEIVABLE, NET

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
Notes receivable - operating	$ 115,674	$ 139,496	$ 212,670
Accounts receivable			
At amortized cost			
Gross carrying amount	$ 1,212,947	$ 990,937	$ 819,752
Less: Allowance for impairment loss	8,162	7,736	4,623
	$ 1,204,785	$ 983,201	$ 815,129

Refer to note 29 for information regarding the pledging of notes receivable.

Notes and accounts receivable

The main credit period of sales of goods was 30-120 days. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for the notes receivable and accounts receivable at an amount equal to lifetime ECLs. The expected credit losses are estimated using a provision matrix prepared by reference to the past default experience of the customers, the customer's current financial position, as well as the industry outlook. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

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

The following table details the loss allowance of notes and accounts receivable based on the Group's provision matrix.

March 31, 2026

	Not Past Due	Past Due 1 to 90 Days	Past Due 91 to 180 Days	Past Due 181 to 360 Days	Past Due Over 360 Days	Total
Expected credit loss rate (%)	0-0.8	0.94-4.76	51.17	-	100	
Gross carrying amount	$1,256,401	$ 68,522	$ 124	$ -	$ 3,574	$1,328,621
Loss allowance (Lifetime ECLs)	(2,487)	(2,038)	(63)	-	(3,574)	(8,162)
Amortized cost	$1,253,914	$ 66,484	$ 61	$ -	$ -	$1,320,459

December 31, 2025

	Not Past Due	Past Due 1 to 90 Days	Past Due 91 to 180 Days	Past Due 181 to 360 Days	Past Due Over 360 Days	Total
Expected credit loss rate (%)	0-0.43	1.03-4.76	-	100	100	
Gross carrying amount	$1,069,397	$ 56,587	$ -	$ 1,350	$ 3,099	$1,130,433
Loss allowance (Lifetime ECLs)	(1,209)	(2,078)	-	(1,350)	(3,099)	(7,736)
Amortized cost	$1,068,188	$ 54,509	$ -	$ -	$ -	$1,122,697

March 31, 2025

	Not Past Due	Past Due 1 to 90 Days	Past Due 91 to 180 Days	Past Due 181 to 360 Days	Past Due Over 360 Days	Total
Expected credit loss rate (%)	0-0.26	0.66-5.9	63.27	100	100	
Gross carrying amount	$ 999,034	$ 29,701	$ -	$ 761	$ 2,926	$1,032,422
Loss allowance (Lifetime ECLs)	(537)	(399)	-	(761)	(2,926)	(4,623)
Amortized cost	$ 998,497	$ 29,302	$ -	$ -	$ -	$1,027,799

The movements of the loss allowance of notes and accounts receivable were as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance at January 1	$ 7,736	$ 8,056
Loss allowance (reversed) recognized	286	(1,026)
Write-offs	-	(2,560)
Foreign exchange gains and losses	140	153
Balance at March 31	$ 8,162	$ 4,623

10. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	$ 239,419	$ 238,748	$ 346,402
Work in process	254,197	217,760	237,205
Raw materials	213,903	299,048	188,439
Supplies	92,319	92,231	101,912
	$ 799,838	$ 847,787	$ 873,958

All operating costs recognized for the three months ended March 31, 2026 and 2025 were the cost of inventories, which included the following items:

	For the Three Months Ended March 31	
	2026	2025
Inventory impairment loss (recovery profit)	$ (6,405)	$ 4,703
Recognition (reversal) of provisions	3,676	(2,170)
Others	961	201
	$ (1,768)	$ 2,734

Inventory write-downs were reversed as a result of those write-down inventories have been reduced.

11. OTHER FINANCIAL ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Pledged time deposits	$ 320,076	$ 169,742	$ 3,083
Time deposits with original maturity more than 3 months	-	15,717	176,616
Refundable deposits	50,914	12,764	13,871
	$ 370,990	$ 198,223	$ 193,570
Current	$ 353,534	$ 190,918	$ 182,966
Non-current	17,456	7,305	10,604
	$ 370,990	$ 198,223	$ 193,570

a. The market rate intervals of other financial assets at the end of the reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits (%)	0-3.5	0.2-4.0	0.18-4.2

b. The counterparties of the Group's time deposits were banks with good credit ratings with no significant default concerns; hence, there was no expected credit loss.

c. Refer to Note 29 for the information of other financial assets pledged as collateral.

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements were as follows:

		Percentage of Ownership (%)			
Name of Investor	Name of Investee	March 31, 2026	December 31, 2025	March 31, 2025	Remark
The Company	Global Electronics Terminal (Cayman) Co., Ltd. (Global Cayman)	100	100	100	
	Genius Terminal Co., Ltd. (Genius)	100	100	100	Note 1
	GEM Terminal (Cayman) Co., Ltd. (GEM Cayman)	100	100	100	
Global Cayman	Vibo Gem International Co., Ltd. (Vibo)	100	100	100	
	Global Electronics Terminal (HK) Co., Ltd. (Global HK)	100	100	100	
Genius	Genius Terminal (HK) Ltd. (Genius HK)	-	-	100	Note 2
GEM Cayman	Vietnam Gem Electronic and Metal Co., Ltd (GEM VN)	100	100	100	
Vibo	Suzhou Gem Opto-Electronics Terminal Co., Ltd. (GEM Suzhou)	100	100	100	
	Dongguan Gem Electronics & Metal Co., Ltd. (GEM Dongguan)	100	100	100	

Note 1: As Genius is currently in the process of cancellation, the Company had gradually recovered its investment capital during 2025 and 2024.

Note 2: Genius HK had completed its deregistration in November 2025.

Refer to Tables 5 and 6 for information on the Group's main business and registered country.

13. PROPERTY, PLANT AND EQUIPMENT

a. Movements of cost and accumulated depreciation were as follows:

Three months ended March 31, 2026

	Land	Buildings	Machinery and Equipment	Transportation Equipment	Others	Construction in Progress and Equipment to be Inspected	Total
Cost							
Balance on January 1, 2026	$ 245,920	$ 1,154,499	$ 1,889,366	$ 46,129	$ 789,260	$ 143,979	$ 4,269,153
Additions	-	7,482	5,701	281	16,258	2,145	31,867
Disposals	-	(19,212)	(35,291)	(191)	(13,941)	-	(68,635)
Effects of foreign currency exchange differences	-	24,929	82,922	732	20,422	2,314	131,319
Balance on March 31, 2026	$ 245,920	$ 1,167,698	$ 1,942,698	$ 46,951	$ 811,999	$ 148,438	$ 4,363,704
Accumulated depreciation and impairment							
Balance on January 1, 2026	$ -	$ (739,484)	$ (1,115,051)	$ (25,036)	$ (543,179)	$ (878)	$ (2,423,628)
Depreciation expenses	-	(8,163)	(30,772)	(1,497)	(18,569)	-	(59,001)
Disposals	-	7,605	36,088	181	12,701	-	56,575
Effects of foreign currency exchange differences	-	(17,017)	(72,257)	(320)	(13,743)	-	(103,337)
Balance on March 31, 2026	$ -	$ (757,059)	$ (1,181,992)	$ (26,672)	$ (562,790)	$ (878)	$ (2,529,391)
Carrying amounts on December 31, 2025 and January 1, 2026	$ 245,920	$ 415,015	$ 774,315	$ 21,093	$ 246,081	$ 143,101	$ 1,845,525
Carrying amounts on March 31, 2026	$ 245,920	$ 410,639	$ 760,706	$ 20,279	$ 249,209	$ 147,560	$ 1,834,313

Three months ended March 31, 2025

	Land	Buildings	Machinery and Equipment	Transportation Equipment	Others	Construction in Progress and Equipment to be Inspected	Total
Cost							
Balance on January 1, 2025	$ 245,920	$ 1,165,721	$ 1,900,244	$ 44,488	$ 799,347	$ 206,398	$ 4,362,118
Additions	-	768	35,276	-	16,892	(7,690)	45,246
Disposals	-	(416)	(20,836)	-	(25,017)	-	(46,269)
Effects of foreign currency exchange differences	-	16,797	38,099	481	13,520	2,880	71,777
Balance on March 31, 2025	$ 245,920	$ 1,182,870	$ 1,952,783	$ 44,969	$ 804,742	$ 201,588	$ 4,432,872
Accumulated depreciation and impairment							
Balance on January 1, 2025	$ -	$ (701,309)	$ (1,199,726)	$ (21,376)	$ (563,538)	$ (849)	$ (2,486,798)
Depreciation expenses	-	(11,025)	(31,262)	(1,365)	(18,758)	-	(62,410)
Impairment loss	-	-	-	-	-	(29)	(29)
Disposals	-	395	20,231	-	24,682	-	45,308
Effects of foreign currency exchange differences	-	(11,156)	(30,459)	(149)	(9,390)	-	(51,154)
Balance on March 31, 2025	$ -	$ (723,095)	$ (1,241,216)	$ (22,890)	$ (567,004)	$ (878)	$ (2,555,083)
Carrying amounts on March 31, 2025	$ 245,920	$ 459,775	$ 711,567	$ 22,079	$ 237,738	$ 200,710	$ 1,877,789

b. The Company purchased agricultural land of $7,908 thousand that cannot be transferred to the Company because of statutory limitations; thus, the Company registered the property rights in the name of related party, Su Chung-Hong. The land is mortgaged to the Company and the agreement stipulated unconditional conveyance of the land to the Company.

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

Buildings	
Factory facilities	8-25 years
Building facilities	5-25 years
Main building of the factory	20-50 years
Main building of the office	20-55 years
Machinery and equipment	5-10 years
Transportation equipment	5-10 years
Others	5-10 years

d. Refer to Note 29 for the carrying amount of property, plant and equipment pledged as collateral for bank borrowings.

e. Reconciliation of additions and the cash paid stated in the statements of cash flows was as follows:

	For the Three Months Ended March 31	
	2026	2025
Additions to property, plant and equipment	$ 31,867	$ 45,246
Increase in prepayments for purchasing equipment	3,455	23,959
Decrease in payables for purchase of equipment	7,247	5,066
Capitalized interest	(1,077)	(964)
Cash paid	$ 41,492	$ 73,307

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Land	$ 50,946	$ 52,619	$ 56,456
Buildings	-	2,832	3,121
Transportation equipment	993	1,205	1,843
	$ 51,939	$ 56,656	$ 61,420

	For the Three Months Ended March 31	
	2026	2025
Disposal of right-of-use assets	$ 5,212	$ -

(Continued)

	For the Three Months Ended March 31	
	2026	2025
Depreciation charge for right-of-use assets		
Land	$ 500	$ 510
Buildings	6	19
Transportation equipment	212	213
	$ 718	$ 742

(Concluded)

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

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Current	$ 1,069	$ 1,019	$ 882
Noncurrent	$ 264	$ 551	$ 1,334
Range of discount rate for lease liabilities (%)			
Land	2.07	2.07	2.07
Transportation equipment	1.57	1.57	1.57

c. Material leasing activities and terms

The subsidiaries lease land and buildings for use as plants, offices and employee dormitories with lease terms of 35 to 50 years, which will expire from September 2046 to December 2061 in a row. The Group does not have bargain purchase options to acquire the leasehold land and buildings or extension options at the end of the lease terms.

d. Refer to Note 29 for the carrying amount of right-of-use assets pledged as collateral for bank borrowings.

e. Other lease information

	For the Three Months Ended March 31	
	2026	2025
Expenses relating to short-term leases	$ 291	$ 290
Expenses relating to low-value assets leases	$ 34	$ 14
Total cash outflow for leases	$ 635	$ 615

The Group has elected to apply the recognition exemption for leases of certain subject qualifying as short-term or low-value asset lease, and thus, did not recognize right-of-use assets and lease liabilities for these leases.

15. NOTES PAYABLE AND ACCOUNTS PAYABLE

The Group's notes payable and accounts payable were generated from operating activities and were not secured by collateral.

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms, and therefore, no interest was charged on the outstanding accounts payable.

16. OTHER PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Payable for salaries and bonuses	$ 41,235	$ 44,734	$ 42,891
Payable for purchase of equipment	26,642	33,889	33,561
Payable for freight	20,915	20,289	15,941
Others	76,768	67,177	56,369
	$ 165,560	$ 166,089	$ 148,762

17. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Bank loans			
Unsecured loans	$ 815,283	$ 638,208	$ 717,916
Secured loans (Note 29)	1,234,128	1,192,510	754,275
	$ 2,049,411	$ 1,830,718	$ 1,472,191
Unsecured loans annual interest rates (%)	2.30-4.50	2.30-4.75	2.18-5.15
Secured loans annual interest rates (%)	2.44-5.19	2.44-5.02	2.44-4.67

b. Short-term bills payable

	March 31, 2026	December 31, 2025	March 31, 2025
Commercial papers			
China Bills Finance Corporation	$ -	$ -	$ 50,000
Annual interest rates (%)	-	-	2.32

c. Long-term borrowings

Bank loans	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured loans	$ 341,274	$ 342,312	$ 492,264
Secured loans (Note 29)	408,332	388,888	444,444
	749,606	731,200	936,708
Less: Current portion	274,810	261,202	370,702
	$ 474,796	$ 469,998	$ 566,006
Unsecured loans annual interest rates (%)	1.62-2.80	1.62-2.84	2.00-2.85
Secured loans annual interest rates (%)	2.44-3.22	2.44	2.44
Unsecured loans expiration period	2026.06-2033.01	2026.03-2032.11	2025.05-2029.07
Secured loans expiration period	2028.03-2029.03	2029.03	2029.03

18. PROVISIONS

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Employee benefits	$ 41,280	$ 40,084	$ -
Provision for restructuring costs	4,117	419	1,332
Onerous contracts			
	$ 45,397	$ 40,503	$ 1,332
Non-current			
Employee benefits			
Provision for restructuring costs	$ 22,748	$ 27,024	$ -

In September 2025, upon approval by the Board of Directors, GEM Dongguan implemented the “Group Workforce Integration and Organizational Optimization Plan.” In connection with this plan, the Company announced the early termination of certain employees and offered eligible high-performing employees the opportunity to be transferred to affiliated companies within the Group. The Group has recognized estimated termination and restructuring compensation amounting to approximately NT$97,668 thousand (RMB 22,892 thousand) in the third quarter of 2025. As of March 31, 2026, the outstanding balance was NT$64,028 thousand (RMB$13,820 thousand), which has been recorded as provisions in the consolidated financial statements.

19. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2026 and 2025, employee benefit gain and expenses in respect of the Group’s defined benefit retirement plans were gain $59 thousand and $18 thousand, respectively, and were calculated using the actuarially determined pension cost discount rate as of December 31, 2025 and 2024.

20. EQUITY

a. Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	221,000	221,000	221,000
Shares authorized	$ 2,210,000	$ 2,210,000	$ 2,210,000
Number of shares issued and fully paid (in thousands)	169,200	169,200	169,200
Shares issued	$ 1,692,000	$ 1,692,000	$ 1,692,000

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

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 (Note)			
Issuance of ordinary shares	$ 266,411	$ 266,411	$ 266,411
Treasury share transactions	28,606	28,606	4,904
May only be used to offset a deficit			
Exercising the Company's call rights	18	18	18
	$ 295,035	$ 295,035	$ 271,333

Note: The above 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 ordinary shares (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's Articles of Incorporation (the "Articles") where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit until the legal reserve equals 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 in the shareholders' meeting for the distribution of share dividends and bonuses to shareholders.

The Articles also explicitly stipulate that when a special reserve is appropriated for cumulative net debit balance reserves from the prior period, the sum of net profit for the current period and items other than the net profit that is included directly in the unappropriated earnings for the current period is used if the prior unappropriated earnings are not sufficient.

In addition, as stipulated in the Articles, the board of directors is authorized, under Article 240 of the Company Act, to resolve the distribution of dividends and bonuses in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors, or, under Article 241 of the Company Act, to resolve the distribution of the dividends and bonuses in whole or, in part of the legal reserve and capital surplus, and a report of such distribution shall be submitted to the shareholders in their meeting.

The Company's dividend policy is in line with the Company's operating scale and research and development needs in order to maintain sound management and promote shareholders' long-term interests. Thus, the Company adopted residual dividend policy as its shareholder dividends' policy. The Company's profit may be distributed in the form of cash and/or shares. However, distribution of profits should preferably be in the form of cash dividends. Cash dividends should be at least 10% of the total dividends distributed. However, if the amount of cash dividends per share is less than $0.2, the Company may choose to distribute share dividends instead.

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

In June 2025, the shareholders held a meeting and resolved the offsetting of the deficit for 2024, and the reversal of special surplus reserve of $51,240 thousand.

The offsetting of the deficit for 2025, which was proposed by the Company's board of directors on March 10, 2026 was as follows:

Offset deficit with legal reserve	$ 364,825
Offset deficit with special reserve	$ 46,576
Offset deficit with capital surplus	$ 295,035

The above offsetting of the deficit will be submitted for resolution by the shareholders at their meeting to be held in June, 2026.

d. Other equity items

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

	For the Three Months Ended March 31	
	2026	**2025**
Balance on January 1	$ (96,434)	$ (65,030)
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	58,373	46,441
Income tax effects	(1,523)	(933)
Balance on March 31	$ (39,584)	$ (19,522)

2) Unrealized gain or loss on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2026	2025
Balance on January 1	$ 212	$ 8,565
Recognized for the period		
Unrealized gain - equity instruments	(395)	(3,623)
Cumulative unrealized gain of equity instruments transferred to retained earnings due to disposal	183	(1,225)
Balance on March 31	$ -	$ 3,717

e. Treasury shares

	For the Three Months Ended March 31	
	2026	2025
Shares Transferred to Employees		
Number of shares at the beginning and the end of period	-	3,301

The Company repurchased shares for NT$43,059 thousand. Subsequently, the Company's Board of Directors resolved to transfer all treasury shares to employees on August 12, 2025. Please refer to Note 25 for further details.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to receive dividends and to vote.

21. OPERATING REVENUE

	For the Three Months Ended March 31	
	2026	2025
Revenue from contracts with customers		
Revenue from sale of goods	$ 1,130,635	$ 696,770

a. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes receivable	$ 115,674	$ 139,496	$ 212,670	$ 162,674
Accounts receivable, net	1,204,785	983,201	815,129	936,360
	$ 1,320,459	$ 1,122,697	$ 1,027,799	$ 1,099,034

b. Disaggregation of revenue

	For the Three Months Ended March 31	
	2026	2025
Terminals	$ 851,662	$ 666,475
Specialized new type same material products	248,942	29,391
Other	30,031	904
	$ 1,130,635	$ 696,770

22. PROFIT (LOSS) BEFORE INCOME TAX

Profit (loss) before income tax included following items:

a. Interest income

	For the Three Months Ended March 31	
	2026	2025
Bank deposits	$ 1,335	$ 4,023

b. Other income

	For the Three Months Ended March 31	
	2026	2025
Dividend income	$ -	$ 184
Others	951	1,568
	$ 951	$ 1,752

c. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Foreign exchange gains, net	$ 5,705	$ 4,040
Gains (losses) on disposal of property, plant and equipment, net	13,795	(961)
Gains (losses) on financial instruments at FVTPL, net	2,195	(1,585)
Impairment loss	-	(835)
Others	(847)	(144)
	$ 20,848	$ 515

d. Finance costs

	For the Three Months Ended March 31	
	2026	2025
Interest expense of borrowings	$ 19,600	$ 17,911
Interest on lease liabilities	73	115
Less: Amounts included in the cost of qualifying assets	1,077	964
	$ 18,596	$ 17,062
Capitalization rate (%)	2.27-3.12	2.12-2.88

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
Property, plant and equipment	$ 59,001	$ 62,410
Right-of-use assets	718	742
Other non-current assets	1,185	1,090
	$ 60,904	$ 64,242
An analysis of depreciation by function		
Operating costs	$ 51,946	$ 53,506
Operating expenses	7,773	9,646
	$ 59,719	$ 63,152
An analysis of amortization by function		
Operating costs	$ 64	$ 72
Operating expenses	1,121	1,018
	$ 1,185	$ 1,090

f. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefit	$ 132,714	$ 130,928
Post-employment benefits (Note 19)		
Defined contribution plans	8,336	8,842
Defined benefit plans	(59)	(18)
	8,277	8,824
	$ 140,991	$ 139,752

(Continued)

	For the Three Months Ended March 31	
	2026	2025
An analysis by function		
Operating costs	$ 98,407	$ 100,452
Operating expenses	42,584	39,300
	$ 140,991	$ 139,752

(Concluded)

g. Employees' compensation and remuneration of directors

According to the Article, the Company accrued compensation of employees and remuneration of directors at rates of no less than 3% and no higher than 5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolve the amendments to the Company's Articles at their regular meeting in June 2025 regular meeting. The amendments explicitly stipulate the allocation of no less than 20% of the annual employee compensation as distributions to non-executive employees. For the three months ended March 31, 2026 and 2025, and for the years ended December 31, 2025 and 2024 the Company still had accumulated deficits to be covered; hence, no employees' compensation (including compensation for non-executive employees) or remuneration of directors was accrued for those years.

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 Group's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

23. INCOME TAX

a. Income tax expense recognized in profit or loss

The major components of income tax expense are as follows:

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current period	$ -	$ -
Adjustments for prior years	-	(580)
	-	(580)
Deferred tax		
In respect of the current period	(21,342)	(241)
Adjustments for prior years	(427)	-
	(21,769)	(241)
	$ (21,769)	$ (821)

The income tax rate in Taiwan is 20%, the income tax rate for subsidiaries in China is 25%; the income tax rate for subsidiaries in Vietnam is 20%.

b. Income tax recognized directly in other comprehensive income

	For the Three Months Ended March 31	
	2026	2025
Deferred tax expense		
In respect of the current period		
Translation of foreign operations	$ (1,523)	$ (933)

c. Income tax assessments

The income tax returns of the Company and GEM VN through 2024 and 2021 have been assessed by the tax authorities, respectively.

24. NET EARNINGS (LOSS) PER SHARE

Due to the accumulated deficits to be offsetted for the three months ended March 31, 2026 and 2025, no employees' compensation or remuneration of directors was accrued; therefore, there is no dilutive effect on the computation of diluted earnings (loss) per share.

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

Net income (loss) for the period - attributable to owners of the Company

	For the Three Months Ended March 31	
	2026	2025
Net income (loss) used in the computation of basic earnings (loss) per share	$ 18,941	$ (84,683)

Weighted average number of ordinary shares outstanding (in thousands)

	For the Three Months Ended March 31	
	2026	2025
Weighted average number of ordinary shares used in computation of basic earnings (loss) per share	169,200	165,899

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

25. SHARE-BASED PAYMENT ARRANGEMENTS

Pursuant to the Company's regulations regarding the transfer of shares to employees, employees are entitled to the right to subscribe for shares. In August 2025, the Board of Directors approved that employees may subscribe to 2,115 thousand shares from the third tranche of repurchased treasury shares at a subscription price of NT$12.11 per share, and 1,186 thousand shares from the fourth tranche of repurchased treasury shares at a subscription price of NT$14.71 per share, respectively. Eligible employees are those who meet certain criteria specified by the Company.

The employee share subscription rights granted by the Company through the transfer of treasury shares are valued using the Black-Scholes option pricing model. The valuation assumptions to the model are as follows:

Grant-date share price ($)	20.25
Exercise price ($)	
Third repurchase	12.11
Fourth repurchase	14.71
Expected volatility (%)	47.37
Expected life (in days)	31
Risk-free interest rate (%)	1.24

Employee share options	**Unit ($)**
Fair value of employee share options granted during the period	
Third repurchase	$ 8.15
Fourth repurchase	$ 5.56

Expected volatility is based on the historical volatility of the Company's share price.

For the share-based payment transactions granted on the grant date, the fair value of the share options is estimated based on the difference between the closing price on the grant date and the exercise price. Compensation cost and capital surplus arising from treasury share transactions were recognized in the amount of NT$23,702 thousand for the nine months ended September 30, 2025.

26. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns through the optimization of the debt and equity balance. The capital structure of the Group consists of net debt and equity. The Group is not subject to any externally imposed capital requirements.

Key management personnel of the Group review the capital structure on a quarterly basis. The capital structure comprises the consideration of costs and risks. The Group balances the overall capital structure based on recommendations of the key management personnel.

27. FINANCIAL INSTRUMENTS

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

The Group's management considers that the carrying amounts of financial assets and financial liabilities which are not measured at fair value approximate their fair values.

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

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Copper futures	$ 191	$ -	$ -	$ 191

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instrument				
Domestic listed shares	$ 38,591	$ -	$ -	$ 38,591
Financial liabilities at FVTPL				
Copper futures	$ 100	$ -	$ -	$ 100

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instrument				
Domestic listed shares	$ 20,786	$ -	$ -	$ 20,786
Financial liabilities at FVTPL				
Copper futures	$ 5	$ -	$ -	$ 5

There were no transfers between Level 1 and Level 2 for the three months ended March 31, 2025 and 2025.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Measured at amortized cost (Note 1)	$ 2,079,544	$ 1,828,905	$ 1,967,583
Financial assets at FVTPL			
Mandatorily classified as at FVTPL	191	-	-
Financial assets at FVTOCI			
Equity instruments	-	38,591	20,786

(Continued)

Financial liabilities	March 31, 2026	December 31, 2025	March 31, 2025
Measured at amortized cost (Note 2)	$ 3,460,321	$ 3,366,190	$ 3,261,004
Financial liabilities at FVTPL			
Held for trading	-	100	5

(Concluded)

Note 1: The balances comprise cash and cash equivalents, notes receivable, accounts receivable, other receivables and other financial assets.

Note 2: The balances comprise short-term borrowings, short-term bills payable, notes payable, accounts payable, other payables, and long-term borrowings (including current portion).

d. Financial risk management objectives and policies

The Group's corporate treasury function provides services to the business, coordinates access to financial markets, monitors and manages the financial risks relating to the operations of the Group through analyzing exposures to risks. These risks include market risk, credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks as follows:

a) Foreign currency risk

The Group had foreign currency denominated trades, which exposed the Group to foreign currency risk. The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) exposed to foreign currency risk at the end of the reporting period are set out in Note 31.

Sensitivity analysis

The Group was mainly exposed to the USD.

The sensitivity rate used when reporting foreign currency risk internally to key management personnel is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items at the end of the reporting period. Below indicates an increase (decrease) in pre-tax profit for a 1% weakening of the functional currency against the relevant currency.

	For the Three Months Ended March 31	
	2026	2025
USD	$ (7,432)	$ (2,471)

b) Interest rate risk

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

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

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
Financial assets	$ 320,076	$ 285,957	$ 350,167
Financial liabilities	753,171	629,677	604,252
Cash flow interest rate risk			
Financial assets	365,110	403,668	567,394
Financial liabilities	2,047,179	1,933,811	1,856,863

Sensitivity analysis

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

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2026 and 2025 would decreased/increased by $4,205 thousand and $3,224 thousand, respectively, which was mainly a result of the changes in the floating interest rate bank deposits and borrowings.

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 for trading purposes, the Group manages this exposure by maintaining a portfolio of investments with different risks.

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to equity price risk at the end of the reporting period.

If equity prices had been 1% higher/lower, the pre-tax other comprehensive income for the three months ended March 31, 2025 would have increased/decreased by $208 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. The Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to counterparties' failure to discharge an obligation, is the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

The Group's concentration of credit risk exists are significantly concentrated with a few customers, most of whom are engaged in similar business activities and have similar economic characteristics, such that their ability to fulfill their contractual obligations is also similarly affected by economic or other conditions. The total amount of accounts receivables from customers with a significant concentration of credit risk is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Group A	$ 103,967	$ 93,168	$ 117,134
Group B	180,509	20,964	-
	$ 284,476	$ 114,132	$ 117,134
Percentage of total trade receivables (%)	23	12	14

3) Liquidity risk

Ultimate responsibility for liquidity risk management rests with the board of directors, which has built an appropriate liquidity risk management framework for the Group's funding and liquidity management requirements.

The Group manages liquidity risk by maintaining adequate banking facilities, continuously monitoring cash flows as well as matching the maturity profiles of financial assets and liabilities.

Liquidity risk tables for non-derivative financial liabilities

The following tables detail the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group could be required to pay. The tables include both interest and principal cash flows. Specifically, liabilities with a repayment on demand clause were included in the earliest time band regardless of the probability of the counterparties choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed-upon repayment dates.

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate at the end of the reporting period.

March 31, 2026

	On Demand or Less than 1 Month	1-3 Months	4 Months to 1 Year	1-5 Years	Over 5 Years
Non-interest bearing	$ 387,052	$ 195,727	$ 78,525	$ -	$ -
Fixed interest rate liabilities	184,566	111,150	437,284	30,924	-
Variable interest rate liabilities	108,300	303,289	1,223,374	432,283	27,252
Lease liabilities	103	207	930	277	-
Financial guarantee contracts	7,210	7,361	269	-	-
	$ 687,231	$ 617,734	$ 1,740,382	$ 463,484	$ 27,252

December 31, 2025

	On Demand or Less than 1 Month	1-3 Months	4 Months to 1 Year	1-5 Years	Over 5 Years
Non-interest bearing	$ 427,905	$ 293,572	$ 80,999	$ 1,796	$ -
Fixed interest rate liabilities	213,028	200,154	222,526	-	-
Variable interest rate liabilities	88,089	623,343	781,217	465,026	18,112
Lease liabilities	103	207	930	587	-
Financial guarantee contracts	4,120	12,394	1,186	-	-
	$ 733,245	$ 1,129,670	$ 1,086,858	$ 467,409	$ 18,112

March 31, 2025

	On Demand or Less than 1 Month	1-3 Months	4 Months to 1 Year	1-5 Years
Non-interest bearing	$ 392,390	$ 343,684	$ 66,031	$ -
Fixed interest rate liabilities	21,196	293,583	293,761	-
Variable interest rate liabilities	7,962	254,896	1,061,983	586,189
Lease liabilities	103	207	930	1,517
Financial guarantee contracts	12,300	19,585	8,709	-
	$ 433,951	$ 911,955	$ 1,431,414	$ 587,706

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

e. Transfers of financial assets

The Group transferred a portion of its banker's acceptance bills in mainland China to some of its suppliers in order to settle the accounts payable to these suppliers. The information was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Transferred but not derecognized (Note 1)	$ 19,247	$ 8,815	$ 40,494
Transferred and derecognized (Note 2)	14,840	17,700	40,594
	$ 34,087	$ 26,515	$ 81,088
Maturity date	2026.04-2026.07	2026.01-2026.04	2025.04-2025.08

Note 1: If the bills receivable are not paid upon maturity, the suppliers have the right to request the Group to pay the unsettled balance; therefore, the Group has not transferred the significant risks and rewards relating to these banker's acceptance bills, and the Group has continued to recognize these bills as collateral.

Note 2: The Group has transferred substantially all risks and rewards relating to the banker's acceptance bills; however, if the derecognized bills receivable are not paid upon maturity, the suppliers have the right to request the Group to pay the unsettled balance; therefore, the Group still has continuing involvement in these bills receivable. The maximum exposure to loss from the Group's continuing involvement in the derecognized bills receivable is equal to the carrying amounts of the transferred but unsettled bills receivable. Taking into consideration the credit risk of these derecognized bills receivable, the Group estimates that the fair values of derecognized bills receivable in its continuing involvement are not significant.

For the three months ended March 31, 2026 and 2025 the Group did not recognize any gains or losses upon the transfer of the banker's acceptance bills. No gains or losses were recognized from the continuing involvement, both during the period or cumulatively.

28. TRANSACTIONS WITH RELATED PARTIES

Besides information disclosed in Note 13, transactions between the Group and its related parties were as follows:

a. Related party name and its relationship with the Group

Related Party Name	Relationship with the Group
Su, Tun-Li	Key management personnel
Su, Chung-Hong	Key management personnel
Guu, Herng-Chang	Key management personnel
Su Hong, Yue-Chi	Other related party
Su, Tun-Yi	Other related party

b. Payables to related parties

Line Item	Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Other payables - related parties	Key management personnel Su, Tun-Li	$ -	$ -	$ 1,113

The above other payables were rental payables.

The outstanding payables to related parties are unsecured.

c. Prepayments

Related Party Name	March 31, 2026	December 31, 2025	March 31, 2025
Key management personnel Su, Tun-Li	$ 667	$ -	$ -

The above prepayments represent prepaid rent and are recorded under other current assets.

d. Service fees

Other related parties and key management personnel provided consulting services to the Company and the service fees of $711 thousand were recognized as operating expenses and paid for the three months ended March 31, 2026 and 2025.

e. Lease arrangements

Line Item	Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Lease liabilities	Key management personnel Su, Chung-Hong	$ 169	$ 187	$ 238

Line Item	Related Party Category/Name	For the Three Months Ended March 31 2026	2025
Finance costs	Key management personnel Su, Chung-Hong	$ 11	$ 15
Rental expenses	Key management personnel Su, Tun-Li	$ 223	$ 223

The rental was determined based on negotiations between the Company and the related parties and paid according to the general payment terms.

f. Guarantees

Details of the guarantees provided by the Group's related parties for the loans of the Group were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Su, Tun-Li	$ 1,233,781	$ 1,162,111	$ 1,141,757
Su, Chung-Hong	1,020,331	936,611	965,107
	$ 2,254,112	$ 2,098,722	$ 2,106,864

g. Remuneration of key management personnel

	For the Three Months Ended March 31 2026	2025
Short-term employee benefits	$ 2,841	$ 3,997
Post-employment benefits	65	65
	$ 2,906	$ 4,062

The remuneration of directors and other members of key management is determined by the remuneration committee based on the performance of individuals and market trends.

29. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The Group provided the following assets as collateral for the borrowings, bank's acceptance and performance guarantees:

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	$ 19,246	$ 8,815	$ 40,494
Property, plant and equipment	507,908	508,317	535,616
Pledged deposits (under other financial assets)	320,076	169,742	3,083
Right-of-use assets	26,545	26,118	28,025
	$ 873,775	$ 712,992	$ 607,218

30. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

At the balance sheet date, the Group's significant contingent liabilities and unrecognized commitments were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Purchases of property, plant, and equipment	$ 31,159	$ 25,918	$ 95,860
Purchases of raw materials contracts	$ 169,373	$ 165,188	$ 48,714

31. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

	Foreign Currency (In Thousands)	Exchange Rate		NTD (In Thousands)
March 31, 2026				
Financial assets				
Monetary items				
USD	$ 2,152	32.02	(USD:NTD)	$ 68,900
USD	5,499	6.9113	(USD:RMB)	176,085
USD	11,150	7.8384	(USD:HKD)	357,031
USD	12,982	26,203	(USD:VND)	415,682
				$ 1,017,698
Financial liabilities				
Monetary items				
USD	4,982	32.02	(USD:NTD)	$ 159,520
USD	10,313	6.9113	(USD:RMB)	330,210
USD	13,744	7.8384	(USD:HKD)	440,091
USD	25,955	26,203	(USD:VND)	831,088
				$ 1,760,909
December 31, 2025				
Financial assets				
Monetary items				
USD	1,185	31.435	(USD:NTD)	$ 37,258
USD	5,997	6.9879	(USD:RMB)	188,515
USD	16,543	7.7829	(USD:HKD)	520,026
USD	14,774	26,218	(USD:VND)	464,410
				$ 1,210,209

(Continued)

	Foreign Currency (In Thousands)	Exchange Rate		NTD (In Thousands)
Financial liabilities				
Monetary items				
USD	$ 3,757	31.435	(USD:NTD)	$ 118,091
USD	13,993	6.9879	(USD:RMB)	439,861
USD	16,147	7.7829	(USD:HKD)	507,584
USD	25,964	26,218	(USD:VND)	816,167
				$ 1,881,703
March 31, 2025				
Financial assets				
Monetary items				
USD	5,203	33.2	(USD:NTD)	$ 172,725
USD	6,651	7.2616	(USD:RMB)	220,813
USD	12,566	7.7788	(USD:HKD)	417,193
USD	10,097	25,578	(USD:VND)	335,226
				$ 1,145,957
Financial liabilities				
Monetary items				
USD	2,396	33.2	(USD:NTD)	$ 79,533
USD	8,194	7.2616	(USD:RMB)	272,027
USD	11,063	7.7788	(USD:HKD)	367,284
USD	20,308	25,578	(USD:VND)	674,231
				$ 1,393,075

(Concluded)

For the three months ended March 31, 2026 and 2025, realized and unrealized net foreign exchange gains were $5,705 thousand and $4,040 thousand, respectively. It is impractical to disclose net foreign exchange gains or losses by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the Group's entities.

32. ADDITIONAL DISCLOSURES

a. Information on significant transactions:

1) Financing provided to others: Table 1.

2) Endorsements/guarantees provided: Table 2.

3) Significant marketable securities held: None .

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 3.

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 4.

6) Inter-company business relationship and material transactions and its amount: Table 8.

b. Information on investees: Table 5

c. Information on investments in mainland China

Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Table 6.

Any of the following 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:

1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Table 7.

2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Table 7.

3) The amount of property transactions and the amount of the resultant gains or losses: Table 7.

4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: None.

5) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds: Table 1.

6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: Table 8.

33. SEGMENT INFORMATION

Information is reported to the Group's chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

Each entity of the Group is considered a separate operating segment by the chief operating decision maker (CODM). For financial statement presentation purposes, these individual operating segments have been aggregated into a single operating segment taking into account the following factors:

a. These operating segments have similar production and sales processes;

b. These operating segments have similar main businesses and products; and

c. The finance and business of these operating segments as to the consolidated financial statements are not material.

Due to the Group's gradual adjustment of the business structure and division of labor among its operating segments, the Group consolidated the information as a single operating segment. The chief operating decision maker uses the overall information of the Group for resource allocation and performance evaluation. In addition, the basis of measurement for the segment information reviewed by the chief operating decision maker is consistent with that of the consolidated financial statements. Therefore, the Group's revenue and results from continuing operations by reportable segment can be referred to in the consolidated statements of comprehensive income, and the total segment assets and liabilities can be referred to in the consolidated balance sheets.

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Year	Ending Balance (Note 2)	Actual Amount Borrowed (Notes 2 and 3)	Interest Rate	Nature of Financing	Business Transaction Amount	Reason for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)	Note
													Item	Value			
1	Vibo	GEM VN	Other receivables - related parties	Yes	$ 32,020	$ 32,020	$ -	-	Short-term financing	$ -	Business development	$ -	-	$ -	$ 349,245	$ 698,491	Note 1
2	GEM Dongguan	GEM Suzhou	Other receivables - related parties	Yes	137,010	129,724	129,724	2.3	Short-term financing	-	Business development	-	-	-	132,424	264,848	Note 1

Note 1: Under the Company's and the subsidiaries' "Operational Procedures for Loaning Funds to Others", if short-term financing is needed, the total amount of these financings shall not exceed 40% of the Company's and the subsidiaries' shareholders' equity, and individual financing shall not exceed 20% of the Company's and the subsidiaries' shareholders' equity.

Note 2: The exchange rate were US$1: NT$32.02 and RMB$1: NT$4.633.

Note 3: It was eliminated on consolidation.

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Amount Borrowed	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship											
1	GEM Dongguan	The Company	Parent	$ 1,692,810	$ 162,155	$ 162,155	$ 120,000	$ 162,155	23.95	$ 1,692,810	N	Y	N	

Note 1: The total amount of endorsements and guarantees provided by GEM Dongguan to external parties shall not exceed 250% of GEM Dongguan’s net worth, based on the most recent financial statements verified or audited by independent auditors. The endorsement and guarantee limit for a single company shall not exceed 250% of the Company’s net worth.

Note 2: The exchange rate was RMB$1: NT$4.633.

TABLE 3

GEM TERMINAL IND. 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)

Buyer	Related Party	Relationship	Transaction Detail				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchases/Sales	Amount	% to Total	Payment Term	Unit Price	Payment Term	Ending Balance	% to Total	
GEM Suzhou	Global HK	Affiliate	Sales	$ 148,624	18	120 days after monthly closing	Note 1	Note 2	$ 187,422	17	Note 3
GEM VN	Global HK	Affiliate	Sales	384,560	80	120 days after monthly closing	Note 1	Note 2	267,201	74	Note 3
Global HK	GEM Suzhou	Affiliate	Sales	399,933	73	120 days after monthly closing	Note 1	Note 2	154,720	44	Note 3

Note 1: The sales price of finished goods was not significantly different from those to third parties, except for the stated sales price of finished goods, there were no comparable transactions with third parties.

Note 2: The sales payment terms of intercompany sales are not significantly different from those to third parties.

Note 3: It was eliminated on consolidation.

TABLE 4

GEM TERMINAL IND. 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)

Company Name	Related Party	Relationship	Ending Balance (Notes 1 and 3)	Turnover Rate (Note 2)	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
GEM Dongguan	GEM Suzhou	Affiliate	$ 203,505	0.32	$ -	-	$ 78,774	$ -
GEM Suzhou	Global HK	Affiliate	194,064	3.48	-	-	89,225	-
Global HK	GEM Suzhou	Affiliate	154,720	7.75	-	-	131,781	-
GEM VN	Global HK	Affiliate	267,201	4.88	-	-	106,193	-

Note 1: It included accounts receivable and other receivables.

Note 2: The computation of turnover rate did not include other receivables.

Note 3: It was eliminated on consolidation.

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

Investor Company	Investee Company	Location	Main Business and Product	Original Investment Amount		As of March 31, 2026			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2026	December 31, 2025	Shares/ Units	%	Carrying Amount			
The Company	Global Cayman	Grand Cayman, Cayman Islands	International investment	$ 1,295,208	$ 1,295,208	40,137,184	100	$ 1,704,724	$ 40,734	$ 40,821	Note 2
	GEM Cayman	Grand Cayman, Cayman Islands	International investment	573,029	573,029	18,598,333	100	379,749	(22,868)	(22,868)	Note 2
	Genius	British Virgin Islands	International investment and trading	-	-	-	100	385	(1)	(1)	Note 1
Global Cayman	Vibo	Hong Kong	International investment and trading	1,541,063	1,541,063	359,972,616	100	1,746,227	40,440	40,440	Note 2
	Global HK	Hong Kong	International trading	3,747	3,747	1,000,000	100	10,684	360	437	Note 2
GEM Cayman	GEM VN	Vietnam	Production of hardware; machine processing; electroplating for metal processing; production and processing of molds and related accessories; plastic products and related plastic accessory production; production and processing of copper cores, copper alloys and copper bars.	567,140	567,140	-	100	389,168	(19,199)	(22,602)	Note 2

Note 1: Genius is currently in the process of deregistration. As of March 31, 2026, the deregistration procedures have not yet been completed.

Note 2: Net of unrealized profits.

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

Investee Company	Main Business and Product	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2026	Remittance of Fund		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	% of Ownership of Direct or Indirect Investment	Investment Loss (Notes 1 and 3)	Carrying Amount as of March 31, 2026 (Notes 1 and 3)	Accumulated Repatriation of Investment Income as of March 31, 2026	Note
					Outward	Inward							
GEM Dongguan	Production of hardware; machine processing; electroplating for metal processing; production and processing of molds and related accessories; plastic products and related plastic accessory production equipment leasing;property Leasing.	$ 785,108	The investment was made through a corporation established in a third country to invest in companies located in mainland China.	$ 452,130	$ -	$ -	$ 452,130	$ (14,767)	100	$ (11,732)	$ 662,041	$ 81,641	
GEM Suzhou	Production of hardware; machine processing; electroplating for metal processing; production and processing of molds and related accessories; plastic products and related plastic accessory production.	1,161,348	The investment was made through a corporation established in a third country to invest in companies located in mainland China.	741,320	-	-	741,320	52,564	100	52,133	1,078,443	753,650	

Investor Company	Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2026	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 2)
The Company	$ 1,193,450	$ 1,815,534 (US$ 56,700 thousand)	$ 950,816

Note 1: The amount was recognized based on the reviewed financial statements.

Note 2: Under the "Principles Governing the Review of Investments or Technical Cooperation in Mainland China" issued by the Investment Commission on August 29, 2008, the maximum amount that can be invested in companies located in mainland China is 60% of the Company's net value.

Note 3: It was eliminated on consolidation.

TABLE 7

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

Company Name	Counterparty	Transaction Type	Price	Transaction Detail		Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss	Note
				Payment Term	Comparison with Normal Transaction	Ending Balance	%		
The Company	GEM Suzhou	Sales	$ 4,110	120 days after monthly closing	No significant difference with those to third parties	$ 2,928	-	$ 4,858	
Global HK	GEM Suzhou	Sales	399,933	120 days after monthly closing	No significant difference with those to third parties	154,720	44	(8,467)	
		Purchase	148,624	120 days after monthly closing	No significant difference with those to third parties	(187,422)	40	1,547	
		Purchase of property plant and equipment	3,037	120 days after monthly closing	No comparable transactions with those in the market	(6,642)	-	358	

TABLE 8

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

No.	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transactions			
				Financial Statement Item	Amount (Note 1)	Terms	Percentage of Consolidated Total Gross Sales or Total Assets
0	The Company	GEM Suzhou	1	Sales	$ 4,110	Payment term of 4 months	-
		GEM Suzhou	1	Accounts receivable	2,928	Payment term of 4 months	-
		GEM Suzhou	1	Benefits of equipment purchased on behalf of subsidiaries	2,419	Payment term of 4 months	-
		GEM VN	1	Sales	2,994	Payment term of 4 months	-
		GEM VN	1	Accounts receivable	1,469	Payment term of 4 months	-
		Global HK	1	Sales	8,703	Payment term of 4 months	1
		Global HK	1	Accounts receivable	5,643	Payment term of 4 months	-
1	GEM Dongguan	GEM Suzhou	3	Sales	6,928	Payment term of 4 months	1
		GEM Suzhou	3	Accounts receivable	62,355	Payment term of 4 months	1
		GEM Suzhou	3	Other receivables	141,150	According to working capital conditions to change payment deeding	3
		GEM VN	3	Disposal of property, plant and equipment	2,202		-
		GEM VN	3	Other receivables	6,233		-
2	Global HK	The Company	2	Sales	46,825	Payment term of 4 months	4
		The Company	2	Accounts receivable	60,608	Payment term of 4 months	1
		GEM VN	3	Sales	32,681	Payment term of 4 months	3
		GEM VN	3	Accounts receivable	51,580	Payment term of 4 months	1
		GEM Suzhou	3	Sales	399,933	Payment term of 4 months	35
		GEM Suzhou	3	Accounts receivable	154,720	Payment term of 4 months	3
3	GEM Suzhou	Global HK	3	Sales	148,624	Payment term of 4 months	13
		Global HK	3	Accounts receivable	187,422	Payment term of 4 months	4
		Global HK	3	Disposal of property, plant and equipment	3,037	Payment term of 4 months	-
		Global HK	3	Other receivables	6,642	Payment term of 4 months	-
5	GEM VN	The Company	2	Sales	26,542	Payment term of 4 months	2
		The Company	2	Accounts receivable	37,470	Payment term of 4 months	1
		Global HK	3	Sales	384,560	Payment term of 4 months	34
		Global HK	3	Accounts receivable	267,201	Payment term of 4 months	5

Note 1: It was eliminated on consolidation.

Note 2: 1) Parent to subsidiary

2) Subsidiary to parent

3) Subsidiary to subsidiary