

Bright LED Electronics Corp.
Consolidated financial report and
accountant's audit report

Third quarter of 2025 and 2024

Company address : 3F, No.19, Heping Rd., Banqiao Dist., New Taipei City, Taiwan 22061

Tel : (02)2959-1090

Official website : <http://www.brtled.com>

Notice to readers:

In case of any discrepancy between the English version and the Chinese version or any difference in the interpretation of the two versions, the Chinese version shall prevail.

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INDEPENDENT AUDITORS' REPORT

(Consolidated Financial Statements)

The Board of Directors and Shareholders
Bright LED Electronics Corp.

Preface

The consolidated balance sheets of Bright LED Electronics Corp. and its subsidiaries as of September 30, 2025 and 2024, as well as the consolidated statements of comprehensive income from July 01 to September 30, 2025 and 2024 and from January 01 to September 30, 2025 and 2024. Consolidated statements of changes in equity, and consolidated statements of cash flows for the periods from January 01 to September 30, 2025 and 2024, including the accompanying notes to the consolidated financial statements (which comprise a summary of significant accounting policies), have been reviewed by the undersigned CPA.

The preparation and fair presentation of these 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", as endorsed and promulgated by the Financial Supervisory Commission, are the responsibility of the Company's management. The responsibility of the CPA is to express a conclusion based on our review.

Scope

Except for the matter described in the Basis for Qualified Conclusion section, this review was conducted in accordance with Review Standard No. 2410 "Review of Financial Statements Performed by the Independent Auditor of the Entity". A review of interim financial statements consists principally of inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, and consequently, the CPA does not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 4(b) to the consolidated financial statements, certain immaterial subsidiaries included in the consolidated financial statements were accounted for based on the financial information for the same period that has not been reviewed by independent auditors. As of September 30, 2025 and 2024, the total assets of these subsidiaries were NT\$55,194 thousand and NT\$49,991 thousand, respectively, each representing 2% and 1% of total consolidated assets. Their total liabilities were NT\$19,115 thousand and NT\$19,795 thousand, respectively, each representing 4% and 4% of total consolidated

liabilities. Their net income for the periods from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024 amounted to NT\$7,272 thousand and NT\$2,440 thousand, NT\$(130) thousand and NT\$9,931 thousand respectively, representing 8%, 6%, 20% and 5% of consolidated net income.

In addition, as disclosed in Note 6(e) to the consolidated financial statements, Bright LED Electronics Corp. and its subsidiaries applied the equity method for certain investments, amounting to NT\$66,231 thousand and NT\$227,973 thousand as of September 30, 2025 and 2024, respectively. The share of profit or loss from these equity-method investees for the periods from July 1 to September 30, 2025 and 2024 and from January 01 to September 30, 2025 and 2024 were NT\$6,679 thousand and NT\$12,152 thousand, NT\$6,552 thousand and NT\$32,760 thousand respectively. These were also based on un-reviewed financial statements of the investee companies for the same periods.

Qualified Conclusion

Based on our review, except for the possible effects of adjustments, if any, that might have been determined had the financial information of the aforementioned investee companies been reviewed by independent auditors, we did not become aware of any material modifications that should be made to the accompanying consolidated financial statements for them to be in conformity, in all material respects, with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and IAS 34 “Interim Financial Reporting” as endorsed and promulgated by the Financial Supervisory Commission. Accordingly, the consolidated financial position of Bright LED Electronics Corp. and its subsidiaries as of September 30, 2025 and 2024, and the consolidated financial performance and cash flows for the periods from July 1 to September 30, 2025 and 2024, from January 1 to September 30, 2025 and 2024 are fairly presented in all material respects.

The engagement partners on the audit resulting in this independent auditors' report are Mr. Hui-chi Ku and Ms. Hsin-Yi Kuo.

KPMG TAIWAN

Republic of China

November 10, 2025

Notice to Readers

The accompanying financial statements are intended only to present the 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 audit such financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' report and the accompanying 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' report and financial statements shall prevail.

Bright LED Electronics Corp. and Subsidiaries

Consolidated Balance Sheets

September 30, 2025 and 2024

(In Thousands of New Taiwan Dollars)

		Sept. 30, 2025		Dec 31, 2024		Sept. 30, 2024				Sept. 30, 2025		Dec 31, 2024		Sept. 30, 2024									
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%								
ASSETS								LIABILITIES															
CURRENT ASSETS :								CURRENT LIABILITIES :															
1100	Cash and cash equivalents (Note 6 (1))	\$	777,492	22	\$	776,829	21	762,804	21	2100	Short-term loans (Note 6(10)&8)	\$	60,000	2	\$	60,000	2	60,000	2				
1110	Financial assets measured at fair value through profit or loss – Current (Note 6 (2))		202,986	6		202,574	6	102,057	3	2130	Contract liabilities (Note 6(17))		-	-		21,561	1	-	-				
1140	Contract assets— current(Note 6 (17))		256,959	7		268,163	7	293,529	8	2170	Accounts and notes payable		170,243	5		170,678	5	176,217	5				
1170	Accounts and notes receivable, net (Note 6(3)&(17))		315,114	9		384,442	11	418,060	12	2180	Accounts payable— due to related parties (Note 7)		30,950	1		17,710	-	28,835	1				
1180	Accounts receivable— due from related parties, net (Note 6(3)&(17)&7)		85,466	3		54,216	2	82,815	2	2200	Other payables and other current liabilities (Note 6(11))		135,487	4		116,304	3	128,849	4				
130X	Inventories (Note 6(4))		149,295	4		164,692	4	169,536	5	2230	Income tax liabilities		25,691	1		21,741	1	4,759	-				
1470	Other current assets		21,372	1		27,532	1	24,656	1	2280	Lease liabilities- current (Note 6(12))		13,991	-		13,741	-	17,569	-				
1476	Other financial assets— current (Note 6(1), 6(9)&8)		83,391	3		115,889	3	61,991	2	Total current liabilities													
Total current assets			1,892,075	55		1,994,337	55	1,915,448	54	NONCURRENT LIABILITIES :													
NONCURRENT ASSETS :								Deferred tax liabilities									3,857	-		-	-	-	-
1517	Financial assets at fair value through other comprehensive income— noncurrent (Note 6(2))		687,254	20		804,218	22	829,906	23	2580	Lease liabilities- noncurrent (Note 6(11))		40,148	1		50,497	1	9,477	-				
1550	Investments accounted for using equity method (Note 6(5))		297,954	8		241,651	7	227,973	6	2640	Defined benefit liabilities— noncurrent (Note 6(12))		13,993	-		13,997	-	16,977	-				
1600	Property, plant and equipment (Note 6(7)&8)		333,552	10		361,000	10	365,110	10	2600	Other noncurrent liabilities		47,575	2		50,741	2	52,226	2				
1755	Right of use assets (Note 6(8))		95,660	3		109,400	3	71,419	2	Total noncurrent liabilities													
1840	Deferred tax assets		17,159	-		22,028	1	24,700	1	Total liabilities													
1920	Refundable deposit (Note 8)		7,136	-		7,430	-	8,648	-	EQUITY ATTRIBUTABLE TO SHAREHOLDERS (Note 6(15))													
1990	Other noncurrent assets (Note 8)		125,363	4		57,036	2	141,265	4	3100	Capital stock		1,732,032	50		1,732,032	48	1,732,032	48				
Total noncurrent assets			1,564,078	45		1,602,763	45	1,669,021	46	3200	Capital surplus		438,478	13		395,201	11	395,171	11				
										3300	Retained earnings		769,320	22		789,447	22	766,009	21				
										3400	Other equity interests		(104,346)	(3)		46,534	1	97,829	3				
										Total equity attributable to shareholders of the parent													
										36XX	Noncontrolling interests		78,734	2		96,916	3	98,519	3				
										Total equity													
										TOTAL													

Bright LED Electronics Corp. and Subsidiaries
Consolidated Statements of Comprehensive Income
From July 1 to Sept. 30, 2025 and 2024 and from January 01 to Sept. 30, 2025 and 2024
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

		Jul.~Sept. 2025		Jul.~Sept. 2024		Jan. ~Sept. 2025		Jan. ~Sept. 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenues (Note 6(17)&7)	\$ 299,	100	283,369	100	833,724	100	904,277	100
5000	Operating costs (Note 6(4)(7)(8)(12)(13)(18)&7)	(214,455)	(72)	(204,699)	(72)	(595,078)	(71)	(641,591)	(71)
5900	Gross profit from operations	85,141	28	78,670	28	238,646	29	262,686	29
6000	Operating expenses (Note 6(3)(7)(8)(12)(13)(18)&7) :								
6100	Marketing	(10,315)	(3)	(11,646)	(4)	(33,939)	(4)	(33,875)	(4)
6200	Management	(44,543)	(15)	(47,461)	(17)	(134,764)	(16)	(133,907)	(15)
6300	Research & development	(3,589)	(1)	(3,383)	(1)	(10,565)	(2)	(9,388)	(1)
6450	Expected credit impairment loss (or gain)	52	-	(151)	-	321	-	1,308	-
	Total operating expenses	(58,395)	(19)	(62,641)	(22)	(178,947)	(22)	(175,862)	(20)
6900	Operating income	26,746	9	16,029	6	59,699	7	86,824	9
7000	Non-operating income & expenses (Note 6(2)(5)(12)(19)) :								
7100	Interest revenues	27,299	9	1,068	-	30,778	4	3,928	-
7010	Other revenues	1,994	1	61,212	22	59,005	7	71,885	8
7020	Other gains & losses	(10,608)	(4)	(4,716)	(2)	26,795	3	(3,865)	-
7050	Finance costs	(828)	-	(725)	-	(2,551)	-	(2,254)	-
7370	Share of profit (loss) of associates using equity method	22,721	8	12,152	4	41,553	5	32,760	4
	Total non-operating income & expenses	40,578	14	68,991	24	155,580	19	102,454	12
7900	Profit before tax	67,324	23	85,020	30	215,279	26	189,278	21
7951	Deduct : income tax expenses (Note 6(14))	(41,247)	(14)	(8,102)	(3)	(61,149)	(7)	(24,154)	(3)
	Net income	26,077	9	76,918	27	154,130	19	165,124	18
8300	Other comprehensive income (Note 6(14)(15)) :								
8310	Items that will not be reclassified subsequently to profit or loss:								
8316	Unrealized gain or loss on financial instrument at fair value through other comprehensive income	(1,782)	(1)	(60,700)	(21)	(71,187)	(9)	(42,952)	(5)
8349	Income tax related to items that will not be reclassified subsequently	-	-	-	-	-	-	-	-
	Total of Items that will not be reclassified subsequently to profit or loss	(1,782)	(1)	(60,700)	(21)	(71,187)	(9)	(42,952)	(5)
8360	Items that may be reclassified subsequently to profit or loss:								
8361	Exchange differences arising on translation of foreign operations	62,153	21	26,316	9	(83,609)	(10)	62,970	7
8399	Income tax related to items that may be reclassified subsequently	-	-	-	-	-	-	-	-
	Total of Items that may be reclassified subsequently to profit or loss	62,153	21	26,316	9	(83,609)	(10)	62,970	7
8300	Other comprehensive loss for the year, net of income tax	60,371	20	(34,384)	(12)	(154,796)	(19)	20,018	2
8500	Total comprehensive income for the year	\$86,448	29	42,534	15	(666)	-	185,142	20
	Net income attributable to :								
8610	Shareholders of the parent	\$26,079	9	78,691	28	154,624	19	167,658	18
8620	Noncontrolling interests	(2)	-	(1,773)	(1)	(494)	-	(2,534)	-
	Total comprehensive income attributable to :	\$26,077	9	76,918	27	154,130	19	165,124	18
	Shareholders of the parent	\$83,128	28	42,767	15	3,744	-	183,452	20
	Noncontrolling interests	3,320	1	(233)	-	(4,410)	-	1,690	-
	Earnings per share (Note 6(16))								
9750	Basic earnings per share (NT\$)	<u>\$ 0.15</u>	<u>0.45</u>	<u>0.89</u>	<u>0.97</u>				
9850	Diluted earnings per share (NT\$)	<u>\$ 0.15</u>	<u>0.45</u>	<u>0.89</u>	<u>0.96</u>				

Chairman : Tsung-Jen Liaw

CEO : Tsung-Jen Liaw

Accounting Manager : Mei-Lien Lin

Bright LED Electronics Corp. and Subsidiaries
Consolidated Statements of Changes in Equity
From January 01 to Sept. 30, 2025 and 2024
(In Thousands of New Taiwan Dollars, Except Dividends per Shares)

	Equity Attributable to Shareholders of the Parent										
	Retained earnings						Others				
	Capital Stock	Capital Surplus	Legal reserve	Unappropriated earnings	Total	Exchange Differences on translations	Unrealized gain/loss on assets at fair value through other comprehensive income	Total	Total attributable to shareholders of the parent	Non-controlling interests	Total Equity
Balance, January 1, 2024	\$ 1,732,032	395,335	340,138	396,776	736,914	(220,578)	302,587	82,009	2,946,290	96,829	3,043,119
Net income	-	-	-	167,658	167,658	-	-	-	167,658	(2,534)	165,124
Other comprehensive income	-	-	-	-	-	58,746	(42,952)	15,794	15,794	4,224	20,018
Total comprehensive income	-	-	-	167,658	167,658	58,746	(42,952)	15,794	183,452	1,690	185,142
Appropriation and distribution of earnings:											
Legal reserve	-	-	18,194	(18,194)	-	-	-	-	-	-	-
Cash dividends	-	-	-	(138,563)	(138,563)	-	-	-	(138,563)	-	(138,563)
Changes in other capital reserves:											
Changes in associates accounted for using the equity method	-	(207)	-	-	-	-	-	-	(207)	-	(207)
Other	-	43	-	-	-	-	-	-	43	-	43
Disposal of investments accounted for using the equity method	-	-	-	-	-	26	-	26	26	-	26
Balance, Sept. 30, 2024	\$ 1,732,032	395,171	358,332	407,677	766,009	(161,806)	259,635	97,829	2,991,041	98,519	3,089,560
Balance, January 1, 2025	\$ 1,732,032	395,201	358,332	431,115	789,447	(187,413)	233,947	46,534	2,963,214	96,916	3,060,130
Net income	-	-	-	154,624	154,624	-	-	-	154,624	(494)	154,130
Other comprehensive income	-	-	-	-	-	(79,693)	(71,187)	(150,880)	(150,880)	(3,916)	(154,796)
Total comprehensive income	-	-	-	154,624	154,624	(79,693)	(71,187)	(150,880)	3,744	(4,410)	(666)
Appropriation and distribution of earnings:											
Legal reserve	-	-	19,110	(19,110)	-	-	-	-	-	-	-
Cash dividends	-	-	-	(173,203)	(173,203)	-	-	-	(173,203)	-	(173,203)
Changes in other capital reserves:											
Changes in associates accounted for using the equity method	-	43,237	-	-	-	-	-	-	43,237	-	43,237
Others	-	40	-	-	-	-	-	-	40	-	40
Changes in ownership interests of related subsidiaries	-	-	-	(1,548)	(1,548)	-	-	-	(1,548)	-	(1,548)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(13,772)	(13,772)
Balance, Sept. 30, 2025	\$ 1,732,032	438,478	377,442	391,878	769,320	(267,106)	162,760	(104,346)	2,835,484	78,734	2,914,218

Chairman : Tsung-Jen Liaw

CEO : Tsung-Jen Liaw

Accounting Manager : Mei-Lien Lin

Bright LED Electronics Corp. and Subsidiaries

Consolidated Statements of Cash Flows

From January 1 to Sept. 30, 2025 and 2024

(In Thousands of New Taiwan Dollars)

	<u>Jan. ~Sept. 2025</u>	<u>Jan. ~Sept. 2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES :		
Income before tax	\$ 215,279	189,278
Adjustments :		
Depreciation and amortization expenses	42,038	44,320
Expected credit impairment losses	(321)	(1,308)
Interest expenses	2,551	2,254
Interest income	(30,778)	(3,928)
Dividend income	(49,180)	(59,373)
Net interests in financial assets measured at fair value through profit or loss	(2,258)	(1,890)
Share of profit/loss of associates accounted for using equity method	(41,553)	(32,760)
Gain on disposal of investments accounted for using the equity method	-	(2,525)
Total adjustments	(79,501)	(55,210)
Changes in operating assets and liabilities:		
Decrease (increase) in contract assets	11,204	20,480
Decrease in notes and accounts receivable (including related parties) (increase)	38,399	(11,584)
Decrease (increase) in inventories	15,397	(538)
Decrease in other current assets	6,160	3,729
Decrease in other financial assets-current (increase)	(6,376)	(1,226)
Increase in contract liabilities	(21,561)	-
Increase in notes and accounts payable (including related parties) (decrease)	12,805	1,893
Increase in other payables and other current liabilities (decrease)	19,223	15,338
Increase in defined benefit liabilities (decrease)	(4)	(2,397)
Total	(4,254)	(29,515)
Cash generated from operations	211,025	159,763
Interest received	31,215	4,033
Interest paid	(2,551)	(2,254)
Income tax paid	(48,473)	(51,192)
Net cash generated by operating activities	191,216	110,350
CASH FLOWS FROM INVESTING ACTIVITIES :		
Acquisition of financial assets at fair value through profit or loss	(90,000)	-
Disposal of financial assets at fair value through profit or loss	91,846	101,776
Refund of share capital through reduction of financial assets measured at fair value via other comprehensive income or loss	26,807	34,228
Acquisition of a subsidiary	(15,320)	-
Disposal of investments accounted for using the equity method	-	3,423
Acquisition of property, plant and equipment	(10,102)	(9,050)
Increase in refundable deposits	294	2,824
Decrease in other financial assets — current (increase)	(14,328)	6,478
Decrease in other assets — noncurrent (increase)	130	(65,368)
Dividends received	68,770	78,440
Net cash used in investing activities	58,097	152,751
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal repayment of lease	(10,302)	(12,716)
Increase (decrease) in other noncurrent liabilities	(3,166)	(4,872)
Cash dividends	(173,203)	(138,563)
Net cash used in financing activities	(186,671)	(156,151)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND EQUIVALENTS	(61,979)	43,601
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	663	150,551
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	776,829	612,253
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 777,492	762,804

Chairman : Tsung-Jen Liaw

CEO : Tsung-Jen Liaw

Accounting Manager : Mei-Lien Lin

Bright LED Electronics Corp. and Subsidiaries
Notes from consolidated financial statements
Third Quarter of 2025 and 2024
(Unless otherwise specified, all amounts are in units of NT \$thousand)

1. Company history

Bright LED Electronics Corp. (hereinafter referred to as the "Company") was established in Sept. 1981. The company and its subsidiaries (hereinafter also referred to as "consolidated company") are principally engaged in the manufacturing and sales of light-emitting diode, indicator lights, displays and other extended products and undertaking engineering projects that provide indicator lights, displays and related supporting engineering projects.

2. The date and procedure for the approval of the financial statements

This consolidated financial statement was approved by the board of directors on November 10, 2025.

3. Application of newly issued and revised standards and explanations

(1) The impact of the newly issued and revised standards and interpretations approved by the Financial Regulatory Commission has been adopted

The company has applied the following newly revised International Financial Reporting Standards since January 1, 2025 and has no significant impact on parent company only financial report.

- Amendment to International Accounting Standards (IAS) No. 21 "I Lack of convertibility"
- Amendments to International Financial Reporting Standards (IFRS) No. 9 and No. 7 "Amendments to the classification and measurement of Financial Instruments"

(2) The impact of not yet adopting by the company but approved by the Financial Supervisory Commission

The consolidated company is subject to the following newly revised International Financial Reporting Standards (IFRS) accounting standards, which came into effect on January 1, 2026, and will not have a material impact on the consolidated financial statements.

- International Financial Reporting Standard (IFRS) 17 "Insurance Contracts" and its amendments
- Amendments to International Financial Reporting Standards (IFRS) No. 9 and International Financial Reporting Standards (IFRS) 7 -Classification and Measurement of Financial Instruments, including application guidance on Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements under IFRS 7.
- Annual improvements to IFRS accounting standards
- Amendments to IFRS 9 and IFRS 7 "Power Purchase Agreement (PPA)"

(3) The company expects that the following other newly issued or revised standards that have not yet been approved by the Financial Supervisory Commission may have a significant impact on the company's financial reports

Newly issued or revised

standards	Main revision	Effective date
Amendments to International Financial Reporting Standards (IFRS) 18 Presentation and Disclosure in Financial Statements	The new standard introduces three categories of income and expenses, two subtotal items in the statement of profit or loss, and a single note on management's performance measurement. These three modifications and enhancements provide guidance on how to segment information in the financial statements, establishing a foundation for providing users with better and more consistent information. These changes will impact all companies. • More Structured Income Statement: Under the current standards, companies use different formats to present their operating results, making it difficult for investors to compare financial performance across companies. The new standard adopts a more structured income statement, introducing a newly defined "Operating Profit" subtotal, and requires that all income and expenses be categorized into three new distinct types according to the company's core operating activities. • Management Performance Measures (MPM): The new standard introduces the definition of Management Performance Measures (MPM) and requires companies to disclose, in a single note to the financial statements, an explanation for each performance measure. This includes why the measure provides useful information, how it is calculated, and how it is reconciled with the amounts recognized under International Financial Reporting Standards (IFRS). • More Detailed Information: The new standard includes enhanced guidance on how companies should group information in the financial statements. This includes guidance on whether certain information should be presented in the primary financial statements or	2027/01/01

disclosed in greater detail in the notes.

The Company is continuing to assess the impact of the above standards and interpretations on the Company's financial position and operating results. The relevant impact will be disclosed when the assessment is completed.

The company expects that the following other newly issued or revised standards that have not yet been approved by the Financial Supervisory Commission will not have a significant impact on the parent company only financial reports

- Amendments to International Financial Reporting Standards (IFRS) 10 and International Accounting Standards (IAS) 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to International Financial Reporting Standards (IFRS) No. 19 “Subsidiaries without public accountability: Disclosure”

4. Summary of material accounting policies

A summary of the material accounting policies adopted in this consolidated financial report is as follows. The following accounting policies have been consistently applied to all presentation periods in this consolidated financial report.

- (1) Compliance statement: This consolidated financial report is prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and the Financial Regulatory Commission approved and issued effective International Financial Reporting Standards, International Accounting Standards, Interpretations and Interpretation Notice (hereinafter referred to as "International Financial Reporting Standards Recognized by the Financial Regulatory Commission").

- (2) Consolidation basis:

1. Principles for preparing consolidated financial reports

The preparation of the consolidated financial report includes the company and entities controlled by the company (i.e. subsidiaries).

Starting from the day when control of the subsidiary is obtained, its financial report shall be included in the consolidated financial report until the day when control is lost. The transactions, balances, and any unrealized gains and expenses between the merged companies have been completely eliminated when preparing the consolidated financial report. The total consolidated profit and loss of the subsidiary is attributable to the owners and non-controlling interests of the company, even if the non-controlling interests become the loss balance.

The financial report of the subsidiary company has been adjusted appropriately to make its accounting policy consistent with the accounting policy used by the consolidated company.

Changes in the ownership and equity of the subsidiary by the consolidated company that did not result in the loss of control of the subsidiary are treated as an equity transaction with

the owner. The difference between the adjustment amount of the non-controlling equity and the fair value of the consideration paid or received is directly recognized in the equity and attributed to the owner of the company.

2. Subsidiaries included in this consolidated financial statement

Investment		Nature of businesses	% of equity held			
company name	Subsidiaries' company name		2025/09/30	2024/12/31	2024/09/30	
The company	Wanhui Enterprise Co., Ltd.(HK)	Investment holding and trading and selling of LED components, displays and electronic parts	100%	100%	100%	
The company	KoBrite Corp. (KoBrite)	Investment holding	100%	93%	93%	Note 1
The company	Lisheng International Industrial Co., Ltd. (Lisheng International)	Investment holding	60%	60%	60%	Note 2
The company	KoBrite Taiwan corporation (Taiwan)	producing and processing LED die	100%	- %	- %	Note 1
The company	HK Bright Crystal	Investment holding	80%	- %	- %	Note 1
Wanhui Enterprise Co., Ltd. (HK)	DongGuan Bright LED Electronics	Manufacturing and assembling LED components and extended products	100%	100%	100%	
KoBrite	KoBrite DongGuan corporation (DongGuan)	producing and processing LED die	100%	100%	100%	
KoBrite	KoBrite Taiwan corporation (Taiwan)	producing and processing LED die	- %	100%	100%	Note 1
KoBrite	Bright Crystal Company Limited (HK)	Investment holding	- %	80%	80%	Note 1
HK Bright Crystal	HeNan Bright Crystal Company (HeNan Bright Crystal)	Production and sales of high-quality artificial crystals and finished LED lighting and import and export business	100%	100%	100%	
Lisheng International	DongGuan Bright Rise Electronic Co. Ltd.	PCB processing	100%	100%	100%	

Note 1: To reorganize the Group's structure, the Company undertook the following on January 1, 2025:

- (1) Increased its equity interest in KoBrite to 100%.
- (2) Acquired from KoBrite 100% of the shares of KoBrite Taiwan Corporation and 80% of the shares of HK Bright Crystal.

Note 2: Its immaterial subsidiary and its financial statements have not been reviewed by independent auditors.

3. Subsidiaries not included in the consolidated financial statement: N/A

(3) Employee Benefits

The defined benefit pension plan during the interim period is calculated using the pension cost rate determined by actuarial valuation as of the reporting date of the previous year. This rate is applied from the beginning of the year to the end of the current period. Adjustments are made for significant market fluctuations after the period-end, as well as for major curtailments, settlements, or other significant one-time events.

(4) Income Tax

The consolidated company measures and discloses income tax expense for the interim period in accordance with Paragraph B12 of International Accounting Standard No. 34, Interim Financial Reporting.

Income tax expense is calculated by applying the management's best estimate of the annual average effective tax rate to the pre-tax profit of the interim reporting period. For income tax expenses that are recognized directly in equity or other comprehensive income, the measurement is based on the temporary differences between the carrying amounts of relevant assets and liabilities for financial reporting purposes and their tax bases, using the tax rates expected to apply when the assets are realized or the liabilities are settled.

5. Major sources of uncertainty in significant accounting judgments, estimates and assumptions

When preparing these consolidated financial statements in accordance with the applicable accounting standards and International Accounting Standard No. 34 Interim Financial Reporting as endorsed by the Financial Supervisory Commission, management is required to make judgments and estimates about the future (including climate-related risks and opportunities), which affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the consolidated company's accounting policies, as well as the key sources of estimation uncertainty, are consistent with those disclosed in Note 5 of the consolidated financial statements for the year 2024.

The following information relates to accounting policies that involve significant judgments and have a material impact on the amounts recognized in these consolidated financial statements:

Assessment of Whether the Consolidated Company Has De Facto Control Over AB Corp.

The consolidated company holds 46% of the ordinary shares of AB Corp. The company has a total of three directors, of which the consolidated company has appointed only one. Additionally, the consolidated company is not the single largest shareholder and does not possess absolute rights or dominant power over the company's operations or variable returns. Therefore, it has been assessed that the consolidated company does not have control over AB Corp.

6. Explanation of important accounting items

(1) Cash and Cash equivalent:

	2025.9.30	2024.12.31	2024.9.30
Petty cash, cheques and demand deposits	\$ 645,290	730,601	724,824
Fixed deposits	132,202	46,228	37,980
	<u>\$ 777,492</u>	<u>776,829</u>	<u>762,804</u>

The consolidated company's fixed deposits, which is for more than three months, as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024, were \$0 and \$0 and \$805 thousands NT dollars. Because they were not used as the consolidated company's short-term assets, the accounts were recognized under other financial assets-current items. Please refer to note 6 (9) for details.

(2) Financial assets measured at fair value through other comprehensive gains and losses:

	2025.9.30	2024.12.31	2024.9.30
Equity instruments measured at fair value through profit or loss:			
Money market funds	<u>\$ 202,986</u>	<u>202,574</u>	<u>102,057</u>
Equity instruments measured at fair value through other comprehensive gains and losses :			
Domestic listed (counter) company stocks- Powertip	210,617	272,939	295,763
Domestic unlisted (counter) company stocks-WK 9 ASSOCIATES LTD	180,208	216,702	205,281
Domestic unlisted (counter) company stocks—Other	295,608	313,674	327,955
U.S. listed company stocks	<u>821</u>	<u>903</u>	<u>907</u>
TOTAL	<u>\$ 687,254</u>	<u>804,218</u>	<u>829,906</u>

1. Investment in equity instruments measured at fair value through profit or loss:

The consolidated company recognized the amount in profit or loss for re-measurement at fair value. Please refer to Note 6(19).

2. Investment in equity instruments measured at fair value through other comprehensive gains and losses

The consolidated company holds these equity instrument investments as long-term strategic investments rather than for trading purposes; therefore, they have been designated to be measured at fair value through other comprehensive income.

3. For credit risk and market risk information, please refer to Note 6 (20).
4. None of the consolidated company's financial assets measured at fair value through other comprehensive gains and losses have been provided as pledge and guarantees as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024.

(3) Notes receivable, accounts receivable and collections

	2025.9.30	2024.12.31	2024.9.30
Notes receivable— Occurs due to business	\$ 15,603	15,590	16,914
Accounts receivable	303,493	373,308	404,428
Accounts receivable— Related parties	85,466	54,216	82,815
Collection	260,186	260,186	260,335
Deduct : Allowance for bad debts	(264,168)	(264,642)	(263,617)
	<u>\$ 400,580</u>	<u>438,658</u>	<u>500,875</u>

The consolidated company adopts a simplified method to estimate expected credit losses for all notes receivable and accounts receivable, that is, using lifetime expected credit losses to measure. For the purpose of measurement, these notes and accounts receivable are based on the basis of representing customers' common credit risk characteristics of the contractual terms and ability to pay all due amounts are grouped and forward-looking information has been incorporated, including general economic and related industry information. The expected credit loss of the consolidated company's notes and accounts receivable analysis is as follow:

2025.09.30			
	Accounts receivable Book value	Weighted avg. expected credit loss ratio	Expected credit loss during the allowance period
Not overdue	\$ 390,888	0.01%	34
Less than 90 days overdue	10,162	5.05%	513
Overdue 91 to 365 days	386	80.05%	309
More than 366 days overdue	263,312	100%	263,312
	<u>\$ 664,748</u>		<u>264,168</u>

2024.12.31			
	Accounts receivable Book value	Weighted avg. expected credit loss ratio	Expected credit loss during the allowance period
Not overdue	\$ 416,261	0.01%	29
Less than 90 days overdue	23,445	6.11%	1,432
Overdue 91 to 365 days	1,119	63.09%	706

More than 366 days overdue	<u>262,475</u>	100%	<u>262,475</u>
	<u>\$ 703,300</u>		<u>264,642</u>
	2024.09.30		
	Accounts receivable	Weighted avg.	Expected credit
	Book value	expected credit	loss during the
		loss ratio	allowance period
Not overdue	\$ 493,075	0.01%	37
Less than 90 days overdue	8,203	5.73%	470
Overdue 91 to 365 days	446	76.68%	342
More than 366 days overdue	<u>262,768</u>	100%	<u>262,768</u>
	<u>\$ 764,492</u>		<u>263,617</u>

The consolidated company's notes receivables, accounts receivable and collections of the allowance loss's statement of changes are as follows:

	Jan. to Sept. 2025	Jan. to Sept. 2024
Beginning balance	\$ 264,642	290,953
Impairment Loss (Reversal of Gain)	(321)	(1,308)
Amount written off due to unrecoverable losses this year	-	(26,184)
Foreign exchange gains or losses	<u>(153)</u>	<u>156</u>
Ending balance	<u>\$ 264,168</u>	<u>263,617</u>

None of the consolidated company's notes and accounts receivables have been provided as pledge and guarantees as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024.

(4) Inventory

1. The inventory details are as follows:

	2025.09.30	2024.12.31	2024.09.30
Raw materials and consumables	\$ 50,602	58,738	65,053
Semi-finished goods	2,493	4,390	5,010
WIP	36,761	33,700	33,556
Finished goods	55,174	62,582	61,643
Raw materials in transit	<u>4,265</u>	<u>5,282</u>	<u>4,274</u>
	<u>\$ 149,295</u>	<u>164,692</u>	<u>169,536</u>

2. The consolidated company recognizes the loss of inventory depreciation due to inventory write-down to the net realizable value, or the increase in the net realizable value due to the improvement of economic conditions and the reduction of the recognized cost of goods sold are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Loss for market price decline and obsolescence. (Gain from recovery)	\$ 1,01	1,047	3,183	2,146

3. None of the consolidated company's inventories have been provided as pledge and guarantees as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024.

(5) Investment using the equity method

The consolidated company's investments using the equity method on the reporting date are listed below:

	2025.9.30	2024.12.31	2024.9.30
Associated companies	\$ 297,95	241,651	227,973

1. The associated companies from the consolidated company that adopt the equity method are individually insignificant, and their summary financial information is as follows.
Such financial information is the amount included in the company's individual financial report:

	2025.9.30	2024.12.31	2024.9.30
Period-end summary of the equity of individual insignificant associated companies.	\$ 297,954	241,651	227,973

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Share attributable to the consolidated company :				
Continuing business unit's current net profit	\$22,721	12,152	41,553	32,760
Other comprehensive gain and loss	6,955	785	(8,897)	6,323
Total comprehensive gain and loss	\$29,676	12,937	32,656	39,083

2. Guarantee

None of the consolidated company's investment using the equity method has been provided as pledge and guarantees as of Sep. 30, 2025, December 31, 2024 and Sept. 30, 2024

3. Unaudited Investments Accounted for Using the Equity Method

The share of profit or loss and other comprehensive income from investments accounted for using the equity method is based on unaudited financial statements, except for the share related to Powertip Image Corp. for the period from January 1 to

Sept. 30, 2025, which is recognized based on financial statements for the same period that have been reviewed by independent auditors.

4. The consolidated company sold 44,000 shares of Powertip Image Corp. for a net disposal amount of NT\$3,423 thousand. After deducting the book value of NT\$872 thousand and the cumulative foreign exchange difference from the translation of financial statements of foreign operations (NT\$26 thousand), a gain of NT\$2,525 thousand was recognized from the disposal of the investment. The ownership percentage decreased from 18.73% to 18.62%.
5. In May 2025, Powertip Image Corp. conducted a cash capital increase. The consolidated company did not participate in the cash capital increase in accordance with its shareholding ratio, therefore, its shareholding ratio decreased from 18.62% to 16.32%. Due to the change in shareholding ratio, the net equity value of the company increased by NT\$42,243,000, which led to an adjustment to the capital reserve.

(6) Acquisition of Non-Controlling Interests

In January 2025, the consolidated company acquired additional equity interests in KoBrite Corp. for a cash consideration of NT\$15,320 thousand, increasing its ownership from 93% to 100%. The consolidated company did not engage in any transactions with non-controlling interests during the period from January 1 to Sept. 30, 2024.

The impact of changes in the ownership interest in KoBrite Corp. on equity attributable to owners of the parent is as follows:

Carrying amount of non-controlling interests acquired	\$ 13,772
Consideration paid to non-controlling interests	<u>(15,320)</u>
Retained earnings – difference between consideration paid and carrying amount of non-controlling interests	<u><u>\$ (1,548)</u></u>

(7) Property, plant and equipment

The cost and depreciation changes of the consolidated company's property, plant and equipment are as follows:

	Property	Plant	Equipment	Other	uninspected equipment and unfinished project	Total
Cost :						
Balance as of January 1, 2025	\$56,112	67,770	123,882	\$56,112	67,770	123,882
Add	-	2,728	2,728	-	2,728	2,728
Dispose	-	(2,728)	(2,728)	-	(2,728)	(2,728)
Impact of exchange rate	(2,418)	(2,716)	(5,134)	(2,418)	(2,716)	(5,134)
Balance as of Sept. 30, 2025	\$53,694	65,054	118,748	\$53,694	65,054	118,748
Balance as of January 1, 2024	\$54,501	71,402	125,903	\$54,501	71,402	125,903

Impact of exchange rate	2,289	2,826	5,115	2,289	2,826	5,115
Balance as of Sept.30, 2024	\$56,790	74,228	131,018	\$56,790	74,228	131,018
Amortization :						
Balance as of January 1, 2025	\$6,756	7,726	14,482	\$6,756	7,726	14,482
Amortize	1,759	10,110	11,869	1,759	10,110	11,869
Dispose	-	(2,728)	(2,728)	-	(2,728)	(2,728)
Impact of exchange rate	(320)	(215)	(535)	(320)	(215)	(535)
Balance as of Sept. 30, 2025	\$8,195	14,893	23,088	\$8,195	14,893	23,088
Balance as of January 1, 2024	\$5,446	39,015	44,461	\$5,446	39,015	44,461
Amortize	1,822	11,238	13,060	1,822	11,238	13,060
Impact of exchange rate	261	1,817	2,078	261	1,817	2,078
Balance as of Sept. 30, 2024	\$7,529	52,070	59,599	\$7,529	52,070	59,599
Book value :						
Balance as of Sept. 30, 2025	\$45,499	50,161	95,660	\$45,499	50,161	95,660
Balance as of December 31, 2024	\$49,356	60,044	109,400	\$49,356	60,044	109,400
Balance as of Sept. 30, 2024	\$49,261	22,158	71,419	\$49,261	22,158	71,419

(8) Right-of-use asset

The cost and depreciation of the consolidated company's leased land, houses and buildings, etc., are detailed as follows:

	Property	Plant	Total
Cost of right-of use asset :			
Balance as of January 1, 2025	\$ 56,112	67,770	123,882
Increase	-	2,728	2,728
Decrease	-	(2,728)	(2,728)
Impact of exchange rate	(4,521)	(5,078)	(9,599)
Balance as of Sept. 30, 2025	\$ 51,591	62,692	114,283
Balance as of January 1, 2024	\$ 54,501	71,402	125,903
Impact of exchange rate	1,378	1,701	3,079
Balance as of Sept. 30, 2024	\$ 55,879	73,103	128,982
Amortization of right-of use asset:			
Balance as of January 1, 2025	\$ 6,756	7,726	14,482
Current amortization	1,182	6,833	8,015
Decrease	-	(2,728)	(2,728)
Impact of exchange rate	(621)	(636)	(1,257)
Balance as of Sept. 30, 2025	\$ 7,317	11,195	18,512
Balance as of January 1, 2024	\$ 5,446	39,015	44,461
Current amortization	1,210	7,445	8,655
Impact of exchange rate	153	1,039	1,192

Balance as of Sept. 30, 2024	<u>\$</u>	<u>6,809</u>	<u>47,499</u>	<u>54,308</u>
Book value :				
Balance as of Sept. 30, 2025	<u>\$</u>	<u>44,274</u>	<u>51,497</u>	<u>95,771</u>
Balance as of December 31, 2024	<u>\$</u>	<u>49,356</u>	<u>60,044</u>	<u>109,400</u>
Balance as of Sept. 30, 2024	<u>\$</u>	<u>49,070</u>	<u>25,604</u>	<u>74,674</u>

(9) Other financial assets-current

	<u>2025.09.30</u>	<u>2024.12.31</u>	<u>2024.09.30</u>
Restricted assets-fixed deposits	\$ 30,284	87,692	9,796
Fixed deposits	-	-	805
Other (including other receivables)	53,107	28,197	51,390
	<u>\$ 83,391</u>	<u>115,889</u>	<u>61,991</u>

None of the consolidated company's other receivable have been impaired as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024.

(10) Short-term loans

	<u>2025.09.30</u>	<u>2024.12.31</u>	<u>2024.09.30</u>
Bank Guaranteed Loan	<u>\$ 60,000</u>	<u>60,000</u>	<u>60,000</u>
Unused quota	<u>\$ -</u>	<u>-</u>	<u>-</u>
Interest rate range	<u>2.51%</u>	<u>2.51%</u>	<u>2.48%</u>

1. There were no major issuances, repurchases or repayments of short-term borrowings of the consolidated company as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024.
2. Please refer to note 8 for details of the circumstances in which the consolidated company uses assets to set mortgages for short-term borrowings.

(11) Other payables and other current liabilities

	<u>2025.09.30</u>	<u>2024.12.31</u>	<u>2024.09.30</u>
Payable expenses	\$ 35,497	38,746	32,460
Salaries and bonuses payable	30,451	35,632	30,024
Payable employee dividends and remuneration to directors and supervisors	51,551	27,922	49,769
Pension payable	10,221	10,666	11,955
Other	7,767	3,338	4,641
	<u>\$ 135,487</u>	<u>116,304</u>	<u>128,849</u>

(12) Lease liability

The book values of the consolidated company's lease liabilities are as follows:

	<u>2025.09.30</u>	<u>2024.12.31</u>	<u>2024.09.30</u>
Current	<u>\$ 13,991</u>	<u>13,741</u>	<u>17,569</u>
Non-current	<u>\$ 40,148</u>	<u>50,497</u>	<u>9,477</u>

For maturity analysis, please refer to Note 6 (20) Financial Instruments.

The amounts recognized in income are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Interest Expense on Lease Liabilities	\$ 452	237	1,455	811
Expense for Short-Term Leases	\$ 525	285	1,137	897

The amounts recognized in the cash flow statement are as follows:

	Jan. to Sept. 2025	Jan. to Sept. 2024
Total cash outflow from lease	<u>\$ 12,894</u>	<u>14,424</u>

The consolidated company's renews period for the lease term of land, houses and buildings as office premises and factory plants is usually three to five years. In addition, the land's right-of-use in China usually lasts for 50 years. Part of the lease includes the option to extend the same period as the original contract when the lease term expires. The lease payments of some contracts depend on changes in the local price index.

Part of the contract also stipulates that the consolidated company advance the tax and insurance expenses related to the real estate to the lessor. Such expenses are usually incurred once a year.

(13) Employee benefits

1. Determine the benefit plan

As there were no significant market fluctuations, major curtailments, settlements, or other material one-time events after the reporting dates of the previous year, the consolidated company used the pension cost determined by the actuarial valuations as of December 31, 2024 and 2023 to measure and disclose pension costs for the interim period.

The details of expenses recognized by the consolidated company are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Operating expenses	<u>\$ 56</u>	<u>66</u>	<u>166</u>	<u>197</u>

2. Defined Contribution Plans

The pension expenses under the consolidated company's defined contribution retirement plan are as follows and have been contributed to the Bureau of Labor Insurance or the relevant local authorities.

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Operating Costs	\$ 2,612	2,654	8,212	7,805
Operating Expenses	<u>1,466</u>	<u>1,447</u>	<u>4,547</u>	<u>4,261</u>

\$	<u>4,078</u>	<u>4,101</u>	<u>12,759</u>	<u>12,066</u>
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(14) Income tax

1. Income tax expense

(1) The consolidated company's income tax expenses are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Mar. 2025	Jan. to Mar. 2024
Current income tax expense	\$35,329	9,313	45,647	22,098
Occurred in the current period	-	-	(488)	-
Deferred income tax expense				
The occurrence and reversal of temporary differences	5,918	(1,211)	15,990	2,056
Income tax expense	<u>\$41,247</u>	<u>8,102</u>	<u>61,149</u>	<u>24,154</u>

2. The Company's income tax returns have been assessed and approved by the tax authority up to the 2023 fiscal year. The subsidiary, Taiwan Bright High-Tech Co., Ltd., has also had its income tax returns assessed and approved by the tax authority up to the 2023 fiscal year.

(15) Capital and other equity

1. Except as described below, there were no changes in the Company's capital during the periods from January 1 to Sept. 30, 2025 and 2024. For related information, please refer to Note 6(14) of the 2024 consolidated financial statements.

2. Capital reserve

The content of the company's capital reserve balance is as follows:

	2025.09.30	2024.12.31	2024.09.30
Premium of issued stock	\$ 266,841	266,841	266,841
Convertible corporate bonds during the redemption period are classified as other items in capital reserve	88,350	88,350	88,350
Capital reserve arising from share-based payment transactions	30,753	30,753	30,753
Changes in affiliated companies recognized using the equity method	51,691	8,454	8,574
Other	843	803	653
	<u>\$ 438,478</u>	<u>395,201</u>	<u>395,171</u>

According to the Company Act, the capital reserve must be given priority to make up for the losses before it can be issued to new shares or cash in proportion to the shareholders' original shares based on the realized capital reserve. The "realized capital reserve" mentioned in the preceding paragraph includes the excess of the issuance of stocks in excess of the par value and the income received from donations. In accordance with

“Regulations Governing the Offering and Issuance of Securities by Securities Issuers”, the total amount of the capital reserve that can be allocated for replenishment each year shall not exceed 10% of the paid-in capital.

3. Retained earning

According to the company’s articles of association, if there is a surplus in the annual final accounts, the tax should be paid first and make up for the accumulated losses over the years, then 10% of legal reserve shall be set aside and the special reserve shall be set aside or converted according to the law or the competent authority. If there is still a surplus after, the balance shall be added to the undistributed reserve accumulated in the previous year and the board of directors shall draft a distribution proposal and submit it to the shareholders meeting for a resolution.

In accordance with the Company Act, the company authorizes the board of directors to have more than two-thirds of the directors present and the resolution of more than half of the directors present shall distribute dividends and bonuses or legal reserve stipulated in Article 241, Paragraph 1 of the Company Act and all or part of the paid-in capital. The above all shall be distributed in cash and reported to the board of directors.

Shareholder dividends and employee dividends are issued in two types: stock dividends and cash dividends, of which the ratio of cash dividends shall not be less than 10%.

The company's board of directors resolved to distribute cash dividends for 2023 and 2024 earnings on March 13, 2025 and March 14, 2024 respectively. The dividends distributed to owners are as follows:

	2024		2023	
	Dividend rate	Amount	Dividend rate	Amount
Dividends distributed to owners of common stock :				
Cash	\$ 1.00	<u>173,203</u>	0.80	<u>138,563</u>

4. Other equity (net after tax)

	Difference arising from the exchange of net assets of foreign operating institutions	Unrealized gains and losses of financial assets measured at fair value through other comprehensive gains and losses	Other
Balance as of January 1, 2025	\$(187,413)	233,947	46,534
difference arising from the exchange of net assets of foreign operating institutions	(70,796)	-	(70,796)
Share of translation differences of associates accounted for using the equity method	(8,897)	-	(8,897)
Unrealized gains and losses of financial assets measured at fair value through other comprehensive gains and losses	-	(71,187)	(71,187)

Balance as of Sept. 30, 2025	\$	(267,106)	162,760	(104,346)
Balance as of January 1, 2024	\$	(220,578)	302,587	82,009
difference arising from the exchange of net assets of foreign operating institutions		52,423	-	52,423
Share of translation differences of associates accounted for using the equity method		6,323	-	6,323
Unrealized gains and losses of financial assets measured at fair value through other comprehensive gains and losses		-	(42,952)	(42,952)
Disposal of investments accounted for using the equity method		26	-	26
Balance as of Sept. 30, 2024	\$	(161,806)	259,635	97,829

(16) Earnings per share

1. Basic earnings per share

The relevant calculations are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Net profit attributable to holders of the company's common stock	\$26,079	78,691	154,624	167,658
The weighted average number of common shares outstanding on December 31	173,203	173,203	173,203	173,203
Basic earnings per share (NT \$)	\$0.15	0.45	0.89	0.97

2. Diluted earnings per share

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Net profit attributable to holders of the company's common stocks (Basically diluted)	\$ 26,079	78,691	154,624	167,658
Weighted average number of shares outstanding (basic)	173,203	173,203	173,203	173,203
The impact of employee stock dividends	286	364	913	797
The weighted average number of common stocks outstanding on December 31 (diluted)	173,489	173,567	174,116	174,000
Diluted earnings per share	\$0.15	0.45	0.89	0.96

(17) Revenue from customer contracts

1. Revenue breakdown

Jul. to Sept. 2025						
	Dept. A	Dept. B	Dept. C	Dept. D	Other	Total
Major regional markets :						
China and HK	\$ 105,997	48,593	-	-	101	154,691
Taiwan	57,162	-	-	-	-	57,162
United States	47,873	-	-	-	-	47,873
Korea	38,313	-	-	-	-	38,313
Other	1,557	-	-	-	-	1,557
Total	<u>\$ 250,902</u>	<u>48,593</u>	<u>-</u>	<u>-</u>	<u>101</u>	<u>299,596</u>
Main product/service line :						
LED components and product manufacturing and sales	\$ 215,665	45,954	-	-	-	261,619
Construction	34,432	-	-	-	-	34,432
Other	805	2,639	-	-	101	3,545
Total	<u>\$ 250,902</u>	<u>48,593</u>	<u>-</u>	<u>-</u>	<u>101</u>	<u>299,596</u>
Jul. to Sept. 2024						
	Dept. A	Dept. B	Dept. C	Dept. D	Other	Total
Major regional markets :						
China and HK	\$ 87,665	58,901	137	-	32	146,735
Taiwan	37,458	-	-	-	-	37,458
United States	35,019	-	-	-	-	35,019
Korea	46,958	-	-	-	-	46,958
Other	17,199	-	-	-	-	17,199
Total	<u>\$ 224,299</u>	<u>58,901</u>	<u>137</u>	<u>-</u>	<u>32</u>	<u>283,369</u>
Main product/service line :						
LED components and product manufacturing and sales	\$ 211,228	55,345	-	-	-	266,573
Construction	11,430	-	-	-	-	11,430
Other	1,641	3,556	137	-	32	5,366
Total	<u>\$ 224,299</u>	<u>58,901</u>	<u>137</u>	<u>-</u>	<u>32</u>	<u>283,369</u>
Jan. to Sept. 2025						
	Dept. A	Dept. B	Dept. C	Dept. D	Other	Total
Major regional markets :						

China and HK	\$	213,950	184,055	-	-	277	398,282
Taiwan		135,721	-	-	-	-	135,721
United States		130,155	-	-	-	-	130,155
Korea		123,796	-	-	-	-	123,796
Other		45,770	-	-	-	-	45,770
Total	\$	<u>649,392</u>	<u>184,055</u>	<u>-</u>	<u>-</u>	<u>277</u>	<u>833,724</u>

Main product/service line :

LED components and
product manufacturing and
sales

	\$	586,850	175,224	-	-	-	762,074
Construction		58,365	-	-	-	-	58,365
Other		4,177	8,831	-	-	277	13,285
Total	\$	<u>649,392</u>	<u>184,055</u>	<u>-</u>	<u>-</u>	<u>277</u>	<u>833,724</u>

Jan. to Sept. 2024

		Dept. A	Dept. B	Dept. C	Dept. D	Other	Total
Major regional markets :							
China and HK	\$	218,794	209,235	806	-	100	428,935
Taiwan		94,350	-	-	-	-	94,350
United States		182,673	-	-	-	-	182,673
Korea		134,319	-	-	-	-	134,319
Other		64,000	-	-	-	-	64,000
Total	\$	<u>694,136</u>	<u>209,235</u>	<u>806</u>	<u>-</u>	<u>100</u>	<u>904,277</u>

Main product/service line :

LED components and
product manufacturing

and sales	\$	662,443	193,810	-	-	-	856,253
Construction		27,206	-	-	-	-	27,206
Other		4,487	15,425	806	-	100	20,818
Total	\$	<u>694,136</u>	<u>209,235</u>	<u>806</u>	<u>-</u>	<u>100</u>	<u>904,277</u>

Note: In January 2025, the consolidated company underwent a group organizational restructuring, resulting in Department C not meeting any of the quantitative thresholds for reportable segments during the period from January 1 to Sept. 30, 2025. As such, its results were aggregated and reported under "Other Segments."

Department D met the quantitative thresholds for reportable segments during the same period; however, since its interdepartmental revenue was eliminated in the preparation of the consolidated financial statements and it had no revenue from external customers, the related amounts have not been disclosed.

2. Contract balance

	2025.9.30	2024.12.31	2024.9.30
Notes Receivable	\$ 15,603	15,590	16,914
Accounts Receivable (including related parties)	388,959	427,524	487,243
Receivables in Collection	260,186	260,186	260,335
Less: Allowance for Bad Debts	(264,168)	(264,642)	(263,617)
Total	<u>\$ 400,580</u>	<u>438,658</u>	<u>500,875</u>
Contract Assets – Construction	<u>\$ 256,959</u>	<u>268,163</u>	<u>293,529</u>
Contract Liabilities – Construction	<u>\$ -</u>	<u>21,561</u>	<u>-</u>
(Note)			

Note: The project is simultaneously secured by a time deposit of NT\$20,775 thousand, which is recorded under "Other Financial Assets – Current."

For disclosures related to accounts receivable and their impairment, please refer to Note 6(3).

The changes in contract assets and contract liabilities are primarily due to the timing difference between when the consolidated company transfers goods or services to customers to satisfy performance obligations and when the customers make payments.

(18) Remuneration of employees, directors and independent directors

According to the company's articles of association, the current year's pre-tax benefits shall be used to deduct the benefits before the distribution of employee compensation and directors' remuneration. After retaining the amount of accumulated losses, if there is a balance, the employee's remuneration shall not be less than 8% and the director and supervisors' remuneration shall not be more than 2%. The aforementioned employee remuneration which may be issued by stock or cash includes employees from affiliated companies who meet certain conditions.

The details of the estimated employee compensation and director remuneration for the company are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Employee Compensation	\$ 5,929	7,679	18,903	16,819
Director Remuneration	1,483	1,920	4,726	4,205
	<u>\$ 7,412</u>	<u>9,599</u>	<u>23,629</u>	<u>21,024</u>

For the years 2024 and 2023, the company recorded employee compensation amounts of NT\$20,368 thousand and NT\$19,903 thousand, respectively, and director remuneration amounts of NT\$5,092 thousand and NT\$4,976 thousand, respectively. There is no

difference between the amounts recorded and the actual distribution. Relevant information can be found on the Market Observation Post System (MOPS).

(19) Non-operating income and expenses

1. Interest income

The detail of the consolidated company's interest income is as follow:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Interest from bank deposits	\$851	1,068	4,330	3,928
Judgment interest	26,448	-	26,448	-
Total	\$27,299	1,068	30,778	3,928

2. Other income

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Mar. 2025	Jan. to Mar. 2024
Rental income	\$576	458	1,920	2,462
Dividend income	15	59,343	49,180	59,373
Other	1,403	1,411	7,905	10,050
	\$1,994	61,212	59,005	71,885

3. Other gains and losses

The detail of the consolidated company's other gains and losses are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Net foreign currency exchange gains	\$ (11,326)	(5,246)	26,015	(5,658)
Net interests in financial assets measured at fair value through profit or loss	-	-	-	2,525
Disposal of investments accounted for using the equity method	710	550	2,258	1,890
Other	8	(20)	(1,478)	(2,622)
	\$ (10,608)	(4,716)	26,795	(3,865)

(20) Financial instruments

1. Credit risk

(1) Exposure of credit risk

The book value of financial assets and contract assets represents the maximum amount of credit risk.

(2) Concentration of credit risk

Since the company has a broad customer base and does not significantly concentrate on transactions with a single customer and the sales area is scattered, there is no significant concentration of the credit risk of accounts receivable. In order to reduce credit risk, the company also regularly and continuously evaluates the financial situation of customers, but usually does not require customers to provide collateral.

(3) Credit risk of accounts receivable

Please refer to Note 6 (3) for the credit risk exposure information of notes and accounts receivable.

Other financial assets measured at amortized cost include other receivables and certificates of deposit, etc. Please refer to Note 6 (9) for details of the impairment provision status on Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024.

All the financial assets listed above are with low credit risk. Therefore, the amount of expected credit losses in twelve months is used to measure the allowance for loss during the period.

2. Liquidity risk

The following table shows the contractual maturity dates of financial liabilities, excluding the effect of estimated interest.

	Book value	Contractual cash flow	within 1 yr	1-2yr	above 2yrs
Sept. 30,2025					
Non-derivative financial liabilities					
Bank loan (short term)	\$ 60,000	60,127	60,127	-	-
Payable(Including related parties)	201,193	201,193	201,193	-	-
Other payables	127,720	127,720	127,720	-	-
Lease Liabilities (Including Non-Current)	54,139	57,717	15,577	15,573	26,567
Deposit of guarantee funds	<u>6,677</u>	<u>6,677</u>	<u>-</u>	<u>-</u>	<u>6,677</u>
	<u>\$ 449,729</u>	<u>453,434</u>	<u>404,617</u>	<u>15,573</u>	<u>33,244</u>
December 31,2024					
Non-derivative financial liabilities					
Bank loans (short term)	\$ 60,000	60,124	60,124	-	-
Payable(Including related parties)	188,388	188,388	188,388	-	-
Other payable	112,966	112,966	112,966	-	-
Lease Liabilities (Including Non-Current)	64,238	69,370	15,677	15,209	38,484

Deposit of guarantee funds	<u>7,952</u>	<u>7,952</u>	<u>-</u>	<u>-</u>	<u>7,952</u>
	<u>\$ 433,544</u>	<u>438,800</u>	<u>377,155</u>	<u>15,209</u>	<u>46,436</u>

Sept. 30, 2024

Non-derivative financial liabilities

Bank loans (short term)	\$ 60,000	60,122	60,122	-	-
Payable(Including related parties)	205,052	205,052	205,052	-	-
Other payable	124,208	124,208	124,208	-	-
Lease Liabilities (Including Non-Current)	27,046	27,719	18,132	7,937	1,650
Deposit of guarantee funds	<u>8,242</u>	<u>8,242</u>	<u>-</u>	<u>-</u>	<u>8,242</u>
	<u>\$ 424,548</u>	<u>425,343</u>	<u>407,514</u>	<u>7,937</u>	<u>9,892</u>

The consolidated company does not expect the cash flow analysis on the due date to occur significantly earlier, or the actual amount will be significantly different.

3. Market risk

(1) Exposure to exchange rate risk

The company's financial assets and liabilities exposed to significant foreign currency exchange rate risks are as follows:

	2025.09.30			2024.12.31			2024.09.30			
	Foreign	Exchange		Foreign	Exchange		Foreign	Exchange		
	currency	rate	NTD	currency	rate	NTD	currency	rate	NTD	
<u>Financial assets</u>										
<u>Monetary item</u>										
RMB	\$	39	4.271	167	39	4.478	175	39	4.523	176
USD		13,036	30.445	396,881	11,120	32.785	364,569	11,692	31.650	370,052
HKD		18,510	3.913	72,430	4,828	4.222	20,384	3,541	4.075	14,430
<u>Financial liabilities</u>										
<u>Monetary item</u>										
USD	\$	869	30.445	26,457	377	32.785	12,360	740	31.650	23,421
JPY		3,861	0.206	795	1,638	0.210	344	652	0.222	145

(2) Sensitivity analysis

The consolidated company's exchange rate risk mainly comes from cash denominated in foreign currencies, cash equivalents and accounts receivable, etc., resulting in foreign currency exchange gains and losses during conversion. In 2025 and January 1 to Sept. 30, 2024, when the NTD depreciates 5% against the USD, RMB and HKD, under all other factors remain unchanged, the net profit before tax for 2025 and January 1 to Sept. 30, 2024, increased by NT\$22,111,000 and NT\$18,055,000 respectively.

(3) Exchange gains and losses of monetary items

Due to the wide variety of functional currencies that the consolidated company uses, the exchange gain and loss information of monetary items is disclosed in summary.

The foreign currency exchange's gains and losses (including realized and unrealized) in 2025 and January 1 to Sept. 30, 2024, are gain of NT\$26,015,000 and loss of NT\$5,658,000 respectively.

4. Interest rate analysis

The details of the consolidated company's financial assets and financial liabilities interest rate risk exposure are as follows:

	Book value		
	2025.09.30	2024.12.31	2024.09.30
Fixed interest rate instruments :	<u>\$ 278,812</u>	<u>177,930</u>	<u>169,197</u>
Financial assets			
Variable interest rate instruments :			
Financial assets	\$ 637,612	723,949	721,132
Financial liabilities	<u>(60,000)</u>	<u>(60,000)</u>	<u>(60,000)</u>
	<u>\$ 577,612</u>	<u>663,949</u>	<u>661,132</u>

The consolidated company's financial assets and financial liabilities interest rate risk exposure are described in the liquidity risk management of this note.

The following sensitivity analysis is determined based on the interest rate risk of non-derivative instruments on the reporting date. For floating rate liabilities, the analysis method is based on the assumption that the amount of liabilities outstanding on the reporting date will be circulated throughout the year. The rate of change used by the company when reporting interest rates internally to management is an increase or decrease of 1% in interest rates, which also represents management's assessment of the reasonably possible range of changes in interest rates.

If the interest rate increases or decreases by 1% and all other variables remain unchanged, the company's net profit before tax for 2025 and January 1 to Sept. 30, 2024 increases or decreases NT\$5,776 thousands and NT\$6,611 thousands respectively. The main reason is this consolidated company's demand deposits and long-term loans with variable interest rates.

5. Fair value information

(1) Types and fair value of financial instruments

The consolidated company's financial assets and liabilities measured at fair value through profit and loss, financial assets and liabilities for hedging, and financial assets measured at fair value through other comprehensive gains and losses are measured at fair value on the basis of repeatability. For the book value of financial instruments that are not measured by fair value is a reasonable approximation of fair value and lease liabilities, there is no need to disclose fair value information

according to regulations) are listed as follows:

2025.09.30					
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss					
Money Market funds	\$ 202,986	-	202,986	-	202,986
Financial assets measured at fair value through other comprehensive gains and losses					
Domestic and foreign listed (counter) stocks	\$ 211,438	211,438	-	-	211,438
Domestic and foreign unlisted (counter) stocks	475,816	-	-	475,816	475,816
Total	\$ 687,254	211,438	-	475,816	687,254
Financial assets measured at amortized cost					
Cash and case equivalent	\$ 777,492	-	-	-	-
Notes and accounts receivable (Including related parties)	400,580	-	-	-	-
Other financial assets- current	83,391	-	-	-	-
Refundable deposits	7,136	-	-	-	-
Total	\$ 1,268,599	-	-	-	-
Financial liabilities measured at amortized cost					
Bank loan	\$ 60,000	-	-	-	-
Notes and accounts payable (Including related parties)	201,193	-	-	-	-
Other payables	127,720	-	-	-	-
Lease liabilities (including non-current)	54,139	-	-	-	-
Deposits received	6,677	-	-	-	-
Total	\$ 449,729	-	-	-	-

2024.12.31					
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss					
Money Market funds	\$ 202,574	-	202,574	-	202,574
Financial assets measured at fair value through other comprehensive gains and losses					
Domestic and foreign listed (counter) stocks	\$ 273,842	273,842	-	-	273,842
Domestic and foreign unlisted (counter) stocks	530,376	-	-	530,376	530,376
Total	\$ 804,218	273,842	-	530,376	804,218
Financial assets measured at amortized cost					
Cash and case equivalent	\$ 776,829	-	-	-	-
Notes and accounts receivable (Including related parties)	438,658	-	-	-	-
Other financial assets- current	115,889	-	-	-	-
Refundable deposits	7,430	-	-	-	-
Total	\$ 1,338,806	-	-	-	-
Financial liabilities measured at amortized cost					
Bank loan	\$ 60,000	-	-	-	-
Notes and accounts payable (Including related parties)	188,388	-	-	-	-
Other payables	112,966	-	-	-	-
Lease liabilities (including non-current)	64,238	-	-	-	-
Deposits received	7,952	-	-	-	-
Total	\$ 433,544	-	-	-	-

	2024.09.30				
	Fair value				
	Book value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss					

Money Market funds	\$	<u>102,057</u>	<u>-</u>	<u>102,057</u>	<u>-</u>	<u>102,057</u>
Financial assets measured at fair value through other comprehensive gains and losses						
Domestic and foreign listed (counter) stocks	\$	296,670	296,670	-	-	296,670
Domestic and foreign unlisted (counter) stocks		<u>533,236</u>	<u>-</u>	<u>-</u>	<u>533,236</u>	<u>533,236</u>
Total	\$	<u>829,906</u>	<u>296,670</u>	<u>-</u>	<u>533,236</u>	<u>829,906</u>
Financial assets measured at amortized cost						
Cash and case equivalent	\$	762,804	-	-	-	-
Notes and accounts receivable (Including related parties)		500,875	-	-	-	-
Other financial assets- current		61,991	-	-	-	-
Refundable deposits		<u>8,648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	\$	<u>1,334,318</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities measured at amortized cost						
Bank loan	\$	60,000	-	-	-	-
Notes and accounts payable (Including related parties)		205,052	-	-	-	-
Other payables		124,208	-	-	-	-
Lease liabilities (including non-current)		27,046	-	-	-	-
Deposits received		<u>8,242</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	\$	<u>424,548</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(2) Fair value evaluation technique for measuring financial instruments by fair value

If a financial instrument has a public quotation in the active market, the public quotation in the active market shall be the fair value. The market prices announced by major exchanges and central government bond over-the-counter trading centers judged to be popular bonds are the basis for the fair value of listed (counter) equity instruments and debt instruments with publicly quoted prices on the active market.

If public quotations of financial instruments can be obtained from exchanges, brokers, underwriters, industry associations, pricing service agencies or competent authorities in a timely and frequent manner and the prices represent actual and frequent fair market

transactions, then the financial instruments have an active market public quotation. If the above conditions are not met, the market is deemed inactive. In general, large bid-ask spreads, significant increase in bid-ask spreads, or very little trading volume are indicators of inactive markets.

If the financial instruments held by the consolidated company have an active market, their fair values are listed as follows according to their categories and attributes: When financial assets and liabilities measured at fair value through profit and loss are quoted in an active market, the market price is the fair value. Except for the above-mentioned financial instruments within active markets, the fair values of other financial instruments are obtained through evaluation techniques or with reference to the quotations from counterparties. The fair value obtained through evaluation technique can refer to the current fair value of other financial instruments with similar substantive conditions and characteristics, discounted cash flow method, or other evaluation techniques, including the use of market information available on the date of the consolidated balance sheet calculated.

If the financial instruments held by the consolidated company have an inactive market, their fair values are listed as follows according to their categories and attributes: Equity instruments without public quotation: If there is no market for reference, the evaluation method is used to estimate. The estimates and assumptions used are consistent with the information used by market participants as estimates and assumptions when pricing financial products. The information is available to the consolidated company.

The interest rate of bank borrowing is mostly close to the market interest rate, so the borrowing amount is taken as the fair value. Please refer to Note 6 (9) for the interest rate.

(3) Transfer between level 1 and level 2

No such transfer in 2025 and January 1 to Sept. 30, 2024.

(4) List of changes in level 3

	Measured at fair value through other comprehensive gains and losses
	Equity instruments without public quotation
January 1, 2025	\$ 530,376
Total profit or loss	
Recognized in other comprehensive income	(27,753)
Proceeds from capital reduction	(26,807)
Sept. 30, 2025	<u>\$ 475,816</u>
January 1, 2024	\$ 604,879

Total profit or loss	
Recognized in other comprehensive income	(37,415)
Proceeds from capital reduction	(34,228)
Sept. 30, 2024	<u><u>\$ 533,236</u></u>

The above-mentioned total profit or loss is reported in the series of "unrealized appraised profit (loss) of financial assets measured at fair value through other comprehensive gains and losses".

Among them, those related to assets still held as of Sept. 30, 2025, December 31, 2024 and Sept. 30, 2024 are as follows:

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Total profit or loss				
Recognized in other comprehensive Income (Listed in "Unrealized Appraisal Profits and Losses of Financial Assets Measured at Fair Value through Other Comprehensive income")	<u><u>\$ 16,854</u></u>	<u><u>(57,912)</u></u>	<u><u>(27,753)</u></u>	<u><u>(37,415)</u></u>

(5) Quantitative information on the fair value measurement of significant unobservable inputs (level 3)

The consolidated company's fair value measurement is classified as the third level mainly for financial assets measured at fair value through other comprehensive gains and losses-equity instrument investment without an active market.

Most of the company's fair value is classified as the third level with only a single significant unobservable input and only equity instrument investments without an active market have multiple significant unobservable inputs. The significant unobservable input values of equity instrument investment without an active market are independent to each other, so there is no interrelationship.

The quantitative information list of significant unobservable input values is as follows:

Item	Evaluation technique	Significant unobservable input value	Significant unobservable input value and fair value relationship
Financial assets measured at fair value through other comprehensive gains and losses- equity instrument investment without an active market	Net asset value method	• Net asset value • Discount for lack of marketability	• The higher the net asset value, the higher the fair value • The higher the discount due to lack of market liquidity, the lower the fair value.

(21) Financial risk management

There have been no significant changes in the consolidated company's financial risk management objectives and policies compared to those disclosed in Note 6(20) of the 2024 consolidated financial statements.

(22) Capital management

The consolidated company's capital management objectives, policies, and procedures are consistent with those disclosed in the 2024 consolidated financial statements. Additionally, the summarized quantitative information regarding capital management has not changed significantly compared to what was disclosed in the 2024 consolidated financial statements. For related information, please refer to Note 6(21) of the 2024 consolidated financial statements.

7. Related party transactions

(1) Name and relationship of related parties

The related parties involved in transactions with the consolidated company during the period covered in this consolidated financial report are as follows:

<u>Name of related parties</u>	<u>Relationship with the company</u>
AB Corp.	Affiliated company of the consolidated company
DongGuan E-run electronics co.,ltd.	Subsidiary of the consolidated company

(2) Major transactions with related parties

1. Operating income

The consolidated company's major sales amounts to related parties are as follows:

	<u>Jul. to Sept.</u> <u>2025</u>	<u>Jul. to Sept.</u> <u>2024</u>	<u>Jan. to Mar.</u> <u>2025</u>	<u>Jan. to Mar.</u> <u>2024</u>
Affiliated company — AB Corp.	\$47,322	34,072	127,888	178,546

The consolidated company's sales price to the above-mentioned related parties is based on the company's various product price lists, and the payment to the above-mentioned related parties is collected 126 days after the month end.

2. Purchase

The consolidated company's purchase amount from related parties is as follows:

	<u>Jul. to Sept.</u> <u>2025</u>	<u>Jul. to Sept.</u> <u>2024</u>	<u>Jan. to Mar.</u> <u>2025</u>	<u>Jan. to Mar.</u> <u>2024</u>
Subsidiaries:				
Affiliated company — AB Corp.	\$14,908	10,369	35,849	69,569
Affiliated company — DongGuan E-run	3,483	3,819	13,956	11,693
	\$18,391	14,188	49,805	81,262

The consolidated company's purchase terms and conditions from the above-mentioned

related parties are 90 days and 126 days of monthly settlement, and the price is no different from other manufacturers.

3. Amounts due from related parties

The details of the company's accounts receivable from related parties are as follows:

Account item	Type of related parties	2025.09.30	2024.12.31	2024.09.30
Accounts receivable-related party	Affiliated company—AB Corp	\$85,466	54,216	82,815

4. Amounts due to related parties

The details of the company's accounts payable to related parties are as follows:

Account item	Type of related parties	2025.09.30	2024.12.31	2024.09.30
Accounts payable-related party	Affiliated company—AB Corp	\$24,896	11,652	23,410
Accounts payable-related party	Affiliated company—DonGuan E-run	6,054	6,058	5,425
		\$30,950	17,710	28,835

(3) Key management personnel transactions

Remuneration of key management personnel

	Jul. to Sept. 2025	Jul. to Sept. 2024	Jan. to Sept. 2025	Jan. to Sept. 2024
Short-term employee benefits	\$2,550	2,521	7,640	7,591
Post-employment benefits	23	23	68	68
	\$2,573	2,544	7,708	7,659

8. Pledged assets

Asset name	Subject to pledge	2025.09.30	2024.12.31	2024.09.30
Other financial assets-current(pledged fixed deposit)	Contract bond and warranty deposit	\$146,610	130,781	130,411
Refundable deposits	Project deposit, performance bond and lease guarantee	6,407	6,710	6,721
Real estate	Short-term/ long-term loan	61,200	63,147	63,795
		\$214,217	200,638	200,927

9. Significant contingent liabilities and unrecognized contractual commitments: N/A

10. Loss from major disaster: N/A

11. Significant post-period matters: N/A

12. Other

(1) The functions of employee benefits, depreciation and amortization expenses are summarized

as follows:

Function Category	Jul.to Sept. 2025			Jul. to Sept. 2024		
	Attributable to operating costs	Attributable to operating expenses	Total	Attributable to operating costs	Attributable to operating expenses	Total
Employee benefit						
Salary expense	33,780	29,486	63,266	35,576	32,126	67,702
Labor and health insurance expense	1,541	1,905	3,446	1,503	1,923	3,426
Pension expense	2,612	1,522	4,134	2,654	1,513	4,167
Directors' remuneration	-	786	786	-	1,004	1,004
Other employee benefits	955	1,103	2,058	1,101	1,175	2,276
Depreciation expense	6,803	6,763	13,566	7,537	7,610	15,147
Function Category	Jan. to Sept. 2025			Jan. to Sept. 2024		
	Attributable to operating costs	Attributable to operating expenses	Total	Attributable to operating costs	Attributable to operating expenses	Total
Employee benefit						
Salary expense	105,194	90,294	195,488	106,665	88,790	195,455
Labor and health insurance expense	4,833	6,071	10,904	4,495	5,887	10,382
Pension expense	8,212	4,713	12,925	7,805	4,458	12,263
Directors' remuneration	-	2,498	2,498	-	2,237	2,237
Other employee benefits	3,064	3,426	6,490	3,315	3,376	6,691
Depreciation expense	21,156	20,882	42,038	22,226	22,094	44,320

13. Disclosure of Matters in Notes

(1) Information with regard to major transactions

From January 1 to Sept. 30, 2025, in accordance with the requirements of the securities issuer's financial report preparation standards, the relevant information about major transactions that should be disclosed again by the company is as follows:

1. Loans to others

Unit: NTD thousand

#	Companies that lend loans	Prospective borrowers	Accounting subjects	The highest amount of the current period	Ending balance	Actual lending amount	Interest rate range	Loan by nature (note 1)	Transactio n amount with regard to business	Reasons for short-term financing	Allowan ce for loss amount	Collateral		Limited amount of loans for each entity (Note 2)	Limited amount of total loans (Note 3)
												Name	Value		
1	Bright LED electronics	KoBrite Taiwan	Other receivables	40,000			2%	2	-	Operating turnover	-	N	-	283,548	1,134,193

Note 1: 1 means have business contacts. 2 means has the need for short-term financing.

Note 2: The limit for total amount of lending loans does not exceed 10% of the net worth of the enterprise. Foreign companies in which the consolidated company directly or indirectly holds 100% of the voting shares are not subject to the 10% limit on loans to the company's net worth, but the respective limits for capital loans should still not exceed 100% of the company's net worth.

Note 3: The limit for total amount of capital loans shall not exceed 40% of the net worth of the enterprise. Foreign companies in which the consolidated company directly or indirectly holds 100% of the voting shares are not subject to the 40% limit on total amount of loans to the company's net worth, but the respective limits for capital loans should still not exceed 60% of the company's net worth.

Note 4: The above transactions have been reversed in the preparation of the consolidated report.

2. Endorsement for others: N/A

3. The situation of holding marketable securities at the end of the period (excluding investment in subsidiaries, affiliates and joint ventures): Unit: thousand shares

Holding Company	Types and names of securities	Relationship with the securities issuer	Accounting items	End of term				Note
				Unit/share	Book value	Holding ratio	Fair value	
The company	Hua Nan Phoenix Money Market Fund	N/A	Financial assets measured at fair value through profit or loss – Current	4,588	50,044	-%	50,044	
"	Taishin 1699 Money Market Fund	"	"	3,622	51,854	-%	51,854	
"	Fubon Chi-Hsiang Money Market Fund	"	"	1,838	30,366	-%	30,366	
"	FSITC Taiwan Money Market Fun	"	"	1,883	30,414	-%	30,414	
"	Taishin Ta-Chong Money Market Fund	"	"	2,689	40,308	-	40,308	
The company	Powertip	Corporate director	Financial assets measured at fair value through other comprehensive gains and losses-non-current	17,123	210,617	12%	Price per share market =12.30	
The company	WK 9	Corporate director	Financial assets measured at fair value through other comprehensive gains and losses-non-current	9,597	180,208	15%	180,208	
"	WK 9 phase II	"	"	20,000	190,474	18%	190,474	
"	Foxfortune Technology Ventures Ltd.	"	"	1,248	28,549	12%	28,549	
"	New fund capital	"	"	8,900	76,585	16%	76,585	

4. The amount of purchases and sales with related parties reaches NTD\$100 million or more than 20% of the paid-in capital:

Import (sell) company	Trading partner Name	Relations	Transaction				Circumstances and reasons for trading condition which are different from regular trading		Notes and accounts receivable (paid)		Note
			Import (sell)	Amount	% of total import (sales)	Credit period	Price	Credit period	Balance	% of total notes and accounts receivable (paid)	
The company	AB Corp.	Affiliated	(Sell)	(127,888)	(20) %	Net 126 days	(127,888)		85,466	27%	
The company	WanHui (HK)	Subsidiary	Import	389,470	83 %	Adjust according to its funding needs	-	-	(1,571,936)	(97)%	Note
WanHui (HK)	DongGuan BRTLED	Subsidiary	Import	397,156	85 %	Net 90 days	-	-	(321,341)	(94)%	Note

Note: The transactions listed on the left column have been written off during the preparation of the consolidated statement.

5. Receivables from related parties amount to NT\$100 million or more than 20% of the paid-in capital:

Company with account receivables	Trading partner Name	Relations	Balance of accounts receivable from related parties	Turnover	Overdue amounts from related parties		Amounts receivable from related parties recovered after the period	allowance for loss amount	Note
					Amount	Processing			
WanHui (HK)	The company	Parent and subsidiary company	1,571,936	0.32	Note 1	Note 1	31,044	-	Note 2
DongGuan BRTLED	WanHui (HK)	Subsidiary	321,341	1.40	Note 1	Note 1	29,183		Note 2

Note 1: The difference between receivables and payables shall be collected based on fund requirements.

Note 2: The transactions listed on the left column have been written off during the preparation of the consolidated statement.

6. Business relations and important transactions between parent and subsidiary companies:

# (Note 1)	Name of traders	Transaction objects	Relation with traders (Note 2)	Transaction situation			
				Subject	Amount	Condition	% of combined total revenue or total assets
1	WanHui (HK)	BRTLED	2	Sales revenue	389,470	Adjusted based on funding needs	46.71%
1	WanHui (HK)	BRTLED	2	Accounts receivable	1,571,936	Adjusted based on funding needs	45.48%
2	DongGuan BRTLED	WanHui (HK)	2	Sales revenue	397,156	Net 90 days	47.64%
2	DongGuan BRTLED	WanHui (HK)	2	Accounts receivable	321,341	Net 90 days	9.30%

3	KoBrite Taiwan	BRTLED	2	processing income	21,576	Net 90 days	2.59%
3	KoBrite Taiwan	BRTLED	2	Sales revenue	3,577	Net 90 days	0.43%
3	KoBrite Taiwan	BRTLED	2	Accounts receivable	8,158	Net 90 days	0.24%
4	KoBrite DongGuan	DongGuan BRTLED	3	Sales revenue	60,823	Net 90 days	7.30%
4	KoBrite DongGuan	DongGuan BRTLED	3	Accounts receivable	22,418	Net 90 days	0.65%
5	Henan Bright Crystal	DongGuan BRTLED	3	processing income	26,199	Net 90 days	3.14%
5	Henan Bright Crystal	DongGuan BRTLED	3	Accounts receivable	7,297	Net 90 days	0.21%
6	DongGuan LiSheng PCB	DongGuan BRTLED	3	processing income	13,750	Net 90 days	1.65%
6	DongGuan LiSheng PCB	DongGuan BRTLED	3	Sales revenue	32,779	Net 90 days	3.93%
6	DongGuan LiSheng PCB	DongGuan BRTLED	3	Accounts receivable	87,870	Net 90 days	2.54%

Note 1. The way to fill in the serial number is as follows:

1.0 represents the parent company.

2. Subsidiaries are numbered sequentially starting from Arabic numeral 1 according to the company type.

Note 2: The type of relationship with the trader is marked as follows:

1. Parent company to subsidiary.

2. Subsidiary to parent company.

3. Subsidiary to subsidiary.

(2) Re-investment business related information

The consolidated company's reinvestment business information for January 1 to Sept. 30, 2025 is as follows (Exclude investee companies in China):

Investor	Investee	Region	Main business	Original investment amount		Hold at the end of period			The invested company's current period (profit) loss	Investment (loss) recognized in the current period	Note
				Original investment amount	Original investment amount	Shares	Ratio %	Carrying amount			
Name	Name		Items	End of period	End of last year						
The company	WanHui (HK)	HK	Processing business of LED indicators, displays and related components	524,673	524,673	11,460	100%	2,006,756	6,336	6,336	Subsidiary (Note)
"	KoBrite Corp.	Mauritius	Investment holding	1,097,819	1,082,499	9,542,679	100%	187,246	1,461	1,461	Subsidiary (Note)
"	KoBrite Taiwan	TW	Production and Assembly of LED Chips and Related Products, Lighting Equipment Installation Projects	500,000	-	50,000	100%	19,474	(3,763)	(3,763)	"
"	Bright Crystal (HK)	HK	Investment holding	404,342	-	100,994	80%	116,884	(14,092)	(11,263)	"
"	LiSheng Int'l	HK	PCB processing	109,071	109,071	28,592	60%	72,765	5,775	3,440	"

"	AB Corp.	US	Dealer	16,479	16,479	151	46%	46,908	13,799	6,297	Affiliates using the equity method
"	WanShui	HK	Investment holding	61,910	61,910	2,993	23%	19,323	1,105	255	"
"	Powertip image	TW	Optical lens, lens design and production	64,593	64,593	7,627	16%	231,723	203,396	35,001	"
KoBrite	KoBrite Taiwan	TW	Production and Assembly of LED Chips and Related Products, Lighting Equipment Installation Projects	-	500,000	-	- %	-	-	-	Subsidiary (Note)
KoBrite	Bright Crystal (HK)	HK	Investment holding	-	404,342	-	- %	-	-	-	Subsidiary (Note)

Note 1: The transactions listed on the left have been written off during the preparation of the consolidated financial report.

Note 2: As part of the restructuring of the group's organizational structure, on January 1, 2025, the company acquired 100% of the shares of KoBrite Taiwan Corp. and 80% of the shares of "Bright Crystal (HK)" from KoBrite.

(3) Information with regard to investment in China

1. Relevant information about reinvestment in China:

Name of invested company in China	Main business Items	Paid-in capital	Investment method	Cumulative remittances from Taiwan at the beginning of the period Amount (Note 1)	Exported or recovered in this period Investment amount		Cumulative remittances from Taiwan at the end of the period Amount (Note 1)	Current profit (loss) of the investee company	Direct or indirect investment Holding ratio	Recognized investment profit (loss) in this period (Note 3)	End of period investment Book value	Investment repatriated as of the current period Income (Note 1)
					Export (Note 1)	Amount (Note 1)						
DongGuan BRTLED	Manufacture and sell of LED component and its related products	HKD\$340,222	Indirect investment through WanHui (HK) (Note 4)	-	-	-	-	34,249	100%	34,249	1,416,357	163,988
DongGuan KoBrite	Production and processing of LED chips	US\$14,590	Indirect investment through KoBrite Corp.	149,121 (USD4,974)	-	-	149,121 (USD4,974)	1,479	100%	1,479	30,215	-
DongGuan Yi-Run	production and sale of other steel products	RMB\$41,001	Indirect investment through WanHui (HK)	58,813 (HKD15,280)	-	-	58,813 (HKD15,280)	1,105	23%	255	19,323	22,951
DongGuan LiSheng PCB	PCB processing	HKD\$10,000	Indirect investment through LiSheng Int'l (Note 4)	3,279 (HKD852)	-	-	3,279 (HKD852)	5,947	60%	3,542	68,743	-
Henan Bright Crystal	Production and sales of high-quality crystals and LED lighting products, as	US\$16,200	Indirect investment through Bright Crystal (HK) (Note 4)	403,981 (USD13,475)	-	-	403,981 (USD13,475)	(13,967)	80%	(11,164)	117,415	-

well as import and export business												
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2. Limits for reinvestment in China:

Cumulative investment amount remitted from Taiwan to China at the end of the period	Approved investment amount by the Overseas Chinese and Foreign Investment Commission (Note 1)	According to the regulations of the Overseas Chinese and Foreign Investment Commission Investment quota in China
615,194 (USD18,449&HKD16,132)	2,149,226 (USD19,402&HKD398,296)	Note 2

Note 1: It is converted into NTD at the end of the period using the USD exchange rate of 30.445, HKD exchange rate of 3.913.

Note 2: The Company has been approved by Bureau of Industry of the Ministry of Economic Affairs to comply with the operating headquarters certification letter, so there is no limit on the amount of investment in China.

Note 3: Existing reinvestment companies in the third region use their own funds and machinery and equipment for investment.

Note 4: Except for Dongguan Yi-Run Electronics Co., Ltd., the remaining transactions have been written off during the preparation of the consolidated financial report

3. Major transaction matters:

For the period from January 1 to Sept. 30, 2025, significant transactions between the consolidated company and its investee companies in Mainland China, whether directly or indirectly, have been eliminated in the preparation of the consolidated financial statements. For details, please refer to the section titled “Information on Significant Transactions.”

14. Department information

Information and adjustments of the operating department of the consolidated company are as follows:

	Jul. to Sept. 2025						
	Dept. A	Dept. B	Dept. C	Dept. D	Other dept.	Adjust/ eliminate	Total
Revenue							
Revenue from external customers	\$ 250,902	48,593	-	-	101	-	299,596
Revenue from depts.	80	153,120	-	8,386	47,479	(209,065)	-
Total revenues	\$ 250,982	201,713	=	8,386	47,580	(209,065)	299,596
Dept. profit (loss)	\$ 66,702	3,926	=	(4,337)	5,179	(4,146)	67,324

Jul. to Sept. 2024							
	Dept. A	Dept. B	Dept. C	Dept. D	Other dept.	Adjust/ eliminate	Total
Revenue							
Revenue from external customers	\$ 224,299	58,901	123	14	32	-	283,369
Revenue from depts.	-	<u>123,204</u>	<u>30,003</u>	<u>7,236</u>	<u>14,426</u>	<u>(174,869)</u>	-
Total revenues	\$ <u>224,299</u>	<u>182,105</u>	<u>30,126</u>	<u>7,250</u>	<u>14,458</u>	<u>(174,869)</u>	<u>283,369</u>
Dept. profit (loss)	\$ <u>86,388</u>	<u>(15,743)</u>	<u>(6,427)</u>	<u>(3,783)</u>	<u>974</u>	<u>23,611</u>	<u>85,020</u>

Jan. to Sept. 2025							
	Dept. A	Dept. B	Dept. C	Dept. D	Other dept.	Adjust/ eliminate	Total
Revenue							
Revenue from external customers	\$ 649,392	184,055	-	-	277	-	833,724
Revenue from depts.	<u>80</u>	<u>398,578</u>	-	<u>26,199</u>	<u>138,451</u>	<u>(563,308)</u>	-
Total revenues	\$ <u>649,472</u>	<u>582,633</u>	-	<u>26,199</u>	<u>138,728</u>	<u>(563,308)</u>	<u>833,724</u>
Dept. profit (loss)	\$ <u>212,657</u>	<u>7,352</u>	-	<u>(14,092)</u>	<u>5,573</u>	<u>3,789</u>	<u>215,279</u>

Jan. to Sept. 2024							
	Dept. A	Dept. B	Dept. C	Dept. D	Other dept.	Adjust/ eliminate	Total
Revenue							
Revenue from external customers	\$ 694,136	209,235	792	14	100	-	904,277
Revenue from depts.	-	<u>433,414</u>	<u>100,352</u>	<u>22,758</u>	<u>49,936</u>	<u>(606,460)</u>	-
Total revenues	\$ <u>694,136</u>	<u>642,649</u>	<u>101,144</u>	<u>22,772</u>	<u>50,036</u>	<u>(606,460)</u>	<u>904,277</u>
Dept. profit (loss)	\$ <u>189,214</u>	<u>13,041</u>	<u>423</u>	<u>(17,280)</u>	<u>5,620</u>	<u>(1,740)</u>	<u>189,278</u>

	Dept. A	Dept. B	Dept. C	Dept. D	Other dept.	Adjust/ eliminate	Total
Assets of Reportable Segments							
2025.09.30	\$ 4,777,632	2,298,307	-	175,21	518,084	(4,313,088)	3,456,153
2024.12.31	\$ 4,875,786	2,525,818	251,465	198,45	144,272	(4,398,694)	3,597,100
2024.09.30	\$ 4,945,758	2,624,691	213,170	204,31	143,473	(4,546,940)	3,584,469

		<u>Dept. A</u>	<u>Dept. B</u>	<u>Dept. C</u>	<u>Dept. D</u>	<u>Other dept.</u>	<u>Adjust/ eliminate</u>	<u>Total</u>
Liabilities of Reportable								
Segments								
2025.09.30	\$	1,942,148	291,551	-	28,98	189,215	(1,909,964)	541,935
2024.12.31	\$	1,912,572	301,557	198,577	30,51	21,992	(1,928,241)	536,970
2024.09.30	\$	1,954,716	314,789	161,461	29,85	20,883	(1,986,794)	494,909

Note: In January 2025, the consolidated company underwent a restructuring of its group organizational structure. As a result, Department C did not meet any of the quantitative thresholds for reportable segments during the period from January 1 to Sept. 30, 2025, and was therefore aggregated and reported under "Other Segments. Department D met the quantitative thresholds for reportable segments during the same period.