

Chia Chang Co., Ltd. and Subsidiaries

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

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Chia Chang Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Chia Chang Co., Ltd. (the "Corporation") and its subsidiaries (collectively, the "Group") as of September 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 10 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2025 and 2024, the combined total assets of these non-significant subsidiaries were NTD 1,693,450 thousand and NTD 1,602,632 thousand, respectively, representing 15% and 14%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries were NTD 159,492 thousand and NTD 150,122 thousand, respectively, representing 6% and 7%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the amounts of combined comprehensive income (loss) of these subsidiaries were gain of NTD 62,703 thousand, loss of NTD 24,334 thousand, loss of NTD 87,155 thousand and gain of NTD 47,108 thousand, respectively, representing 14%, 59%, 36% and 7%, respectively, of the consolidated total comprehensive income. As disclosed in Note 11 to the consolidated financial statements, the carrying amounts of the investments accounted for using equity method

were NTD 74,148 thousand and NTD 108,823 thousand as of September 30, 2025 and 2024, respectively. The share of profit (loss) of associates accounted for using equity method was gain of NTD 3,416 thousand, loss of NTD 6,378 thousand, loss of NTD 5,043 thousand and gain of NTD 31,992 thousand for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, respectively. The financial statements of the associates included in the consolidated financial statements referred to in the first paragraph were not reviewed.

Qualified Conclusion

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

The engagement partners on the reviews resulting in this independent auditors’ review report are Chih-Yuan Chen and Shih-Chieh Chou.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 13, 2025

Notice to Readers

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

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

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

	September 30, 2025		December 31, 2024		September 30, 2024	
ASSETS	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 1,195,170	11	\$ 1,669,542	14	\$ 1,440,975	13
Financial assets at fair value through profit or loss - current	-	-	-	-	47	-
Notes and accounts receivable, net (Notes 7 and 19)	2,651,216	23	2,352,613	20	2,494,896	23
Current tax assets	138,567	1	147,338	1	126,919	1
Inventories, net (Note 8)	418,302	4	385,038	3	338,366	3
Prepayments	75,265	1	73,380	1	65,817	1
Other financial assets - current (Notes 6 and 26)	1,863,721	16	2,025,932	17	2,000,219	18
Other current assets	<u>128,144</u>	<u>1</u>	<u>107,403</u>	<u>1</u>	<u>156,776</u>	<u>1</u>
Total current assets	<u>6,470,385</u>	<u>57</u>	<u>6,761,246</u>	<u>57</u>	<u>6,624,015</u>	<u>60</u>
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Note 9)	241,033	2	270,611	2	260,661	2
Investments accounted for using equity method (Note 11)	74,148	1	96,516	1	108,823	1
Property, plant and equipment (Notes 12 and 26)	3,624,472	32	3,514,515	30	3,352,287	30
Right-of-use assets (Notes 13 and 26)	228,528	2	260,369	2	265,296	2
Investment properties (Note 14)	51,855	-	52,438	-	52,631	1
Deferred tax assets (Note 4)	60,093	1	63,384	1	25,995	-
Prepayments for machinery and equipment	117,471	1	339,717	3	389,514	4
Other non-current assets (Note 15)	<u>452,024</u>	<u>4</u>	<u>475,153</u>	<u>4</u>	<u>14,163</u>	<u>-</u>
Total non-current assets	<u>4,849,624</u>	<u>43</u>	<u>5,072,703</u>	<u>43</u>	<u>4,469,370</u>	<u>40</u>
TOTAL	<u>\$ 11,320,009</u>	<u>100</u>	<u>\$ 11,833,949</u>	<u>100</u>	<u>\$ 11,093,385</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 16 and 26)	\$ 60,000	1	\$ -	-	\$ -	-
Notes payable	123,740	1	66,057	1	53,829	1
Accounts payable	879,332	8	881,079	8	922,850	8
Other payables (Note 17)	686,169	6	807,988	7	797,076	7
Current tax liabilities	67,251	1	33,309	-	26,912	-
Lease liabilities - current (Note 13)	17,479	-	26,289	-	18,539	-
Current portion of long-term borrowings (Notes 16 and 26)	6,256	-	-	-	-	-
Other current liabilities	<u>164,519</u>	<u>1</u>	<u>148,858</u>	<u>1</u>	<u>130,691</u>	<u>1</u>
Total current liabilities	<u>2,004,746</u>	<u>18</u>	<u>1,963,580</u>	<u>17</u>	<u>1,949,897</u>	<u>17</u>
NON-CURRENT LIABILITIES						
Long-term borrowings (Notes 16 and 26)	51,647	1	4,561	-	4,517	-
Deferred tax liabilities - non-current (Note 4)	160,796	1	202,444	2	200,955	2
Lease liabilities - non-current (Note 13)	50,260	-	57,992	-	67,041	1
Guarantee deposits	1,494	-	1,537	-	1,508	-
Other non-current liabilities (Note 15)	<u>440,449</u>	<u>4</u>	<u>467,394</u>	<u>4</u>	<u>-</u>	<u>-</u>
Total non-current liabilities	<u>704,646</u>	<u>6</u>	<u>733,928</u>	<u>6</u>	<u>274,021</u>	<u>3</u>
Total liabilities	<u>2,709,392</u>	<u>24</u>	<u>2,697,508</u>	<u>23</u>	<u>2,223,918</u>	<u>20</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Note 18)						
Ordinary shares	<u>1,423,676</u>	<u>13</u>	<u>1,423,676</u>	<u>12</u>	<u>1,423,676</u>	<u>13</u>
Capital surplus	<u>2,820,346</u>	<u>25</u>	<u>2,820,346</u>	<u>24</u>	<u>2,820,346</u>	<u>25</u>
Retained earnings						
Legal reserve	1,075,607	9	1,016,214	9	1,016,214	9
Special reserve	176,910	2	515,121	4	515,121	5
Unappropriated earnings	<u>3,779,424</u>	<u>33</u>	<u>3,532,921</u>	<u>30</u>	<u>3,361,320</u>	<u>30</u>
Total retained earnings	<u>5,031,941</u>	<u>44</u>	<u>5,064,256</u>	<u>43</u>	<u>4,892,655</u>	<u>44</u>
Other equity	<u>(670,440)</u>	<u>(6)</u>	<u>(176,910)</u>	<u>(2)</u>	<u>(272,568)</u>	<u>(2)</u>
Total equity attributable to owners of the Corporation	8,605,523	76	9,131,368	77	8,864,109	80
NON-CONTROLLING INTERESTS	<u>5,094</u>	<u>-</u>	<u>5,073</u>	<u>-</u>	<u>5,358</u>	<u>-</u>
Total equity	<u>8,610,617</u>	<u>76</u>	<u>9,136,441</u>	<u>77</u>	<u>8,869,467</u>	<u>80</u>
TOTAL	<u>\$ 11,320,009</u>	<u>100</u>	<u>\$ 11,833,949</u>	<u>100</u>	<u>\$ 11,093,385</u>	<u>100</u>

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

(With Deloitte & Touche review report dated November 13, 2025)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
SALES REVENUE (Note 19)	\$ 1,508,334	100	\$ 1,417,640	100	\$ 4,416,122	100	\$ 4,243,931	100
COST OF GOODS SOLD (Notes 8 and 20)	<u>1,170,823</u>	<u>78</u>	<u>1,091,602</u>	<u>77</u>	<u>3,414,086</u>	<u>77</u>	<u>3,229,282</u>	<u>76</u>
GROSS PROFIT	<u>337,511</u>	<u>22</u>	<u>326,038</u>	<u>23</u>	<u>1,002,036</u>	<u>23</u>	<u>1,014,649</u>	<u>24</u>
OPERATING EXPENSES (Note 20)								
Selling and marketing expenses	47,207	2	57,277	4	150,796	3	161,244	4
General and administrative expenses	115,049	8	148,000	11	385,004	9	377,458	9
Research and development expenses	<u>36,416</u>	<u>2</u>	<u>40,448</u>	<u>3</u>	<u>110,286</u>	<u>3</u>	<u>95,533</u>	<u>2</u>
Total operating expenses	<u>198,672</u>	<u>12</u>	<u>245,725</u>	<u>18</u>	<u>646,086</u>	<u>15</u>	<u>634,235</u>	<u>15</u>
INCOME FROM OPERATIONS	<u>138,839</u>	<u>10</u>	<u>80,313</u>	<u>5</u>	<u>355,950</u>	<u>8</u>	<u>380,414</u>	<u>9</u>
NON-OPERATING INCOME AND EXPENSES (Notes 11, 20 and 27)								
Other income	2,268	-	9,334	1	31,051	1	42,402	1
Share of profit (loss) of associates accounted for using equity method	3,416	-	(6,378)	(1)	(5,043)	-	31,992	1
Interest income	16,334	1	22,155	2	53,886	1	65,016	1
Other gains and losses	(27)	-	14,498	1	(1,607)	-	13,453	-
Exchange gain (loss)	14,584	1	(29,286)	(2)	(59,439)	(1)	34,047	1
Interest expense	<u>(1,179)</u>	<u>-</u>	<u>(423)</u>	<u>-</u>	<u>(2,806)</u>	<u>-</u>	<u>(1,384)</u>	<u>-</u>
Total non-operating income and expenses	<u>35,396</u>	<u>2</u>	<u>9,900</u>	<u>1</u>	<u>16,042</u>	<u>1</u>	<u>185,526</u>	<u>4</u>
INCOME BEFORE INCOME TAX	174,235	12	90,213	6	371,992	9	565,940	13
INCOME TAX EXPENSE (Notes 4 and 21)	<u>53,940</u>	<u>4</u>	<u>28,783</u>	<u>2</u>	<u>119,551</u>	<u>3</u>	<u>144,809</u>	<u>3</u>
NET INCOME	<u>120,295</u>	<u>8</u>	<u>61,430</u>	<u>4</u>	<u>252,441</u>	<u>6</u>	<u>421,131</u>	<u>10</u>

(Continued)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	\$ 9,625	1	\$ (36,434)	(2)	\$ (19,177)	-	\$ (37,231)	(1)
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of foreign operations	307,356	20	(66,119)	(5)	(474,353)	(11)	279,784	7
Other comprehensive income (loss)	316,981	21	(102,553)	(7)	(493,530)	(11)	242,553	6
TOTAL COMPREHENSIVE INCOME	<u>\$ 437,276</u>	<u>29</u>	<u>\$ (41,123)</u>	<u>(3)</u>	<u>\$ (241,089)</u>	<u>(5)</u>	<u>\$ 663,684</u>	<u>16</u>
NET INCOME (LOSS)								
ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 120,227	8	\$ 61,786	4	\$ 252,420	6	\$ 422,332	10
Non-controlling interests	68	-	(356)	-	21	-	(1,201)	-
	<u>\$ 120,295</u>	<u>8</u>	<u>\$ 61,430</u>	<u>4</u>	<u>\$ 252,441</u>	<u>6</u>	<u>\$ 421,131</u>	<u>10</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 437,208	29	\$ (40,767)	(3)	\$ (241,110)	(5)	\$ 664,885	16
Non-controlling interests	68	-	(356)	-	21	-	(1,201)	-
	<u>\$ 437,276</u>	<u>29</u>	<u>\$ (41,123)</u>	<u>(3)</u>	<u>\$ (241,089)</u>	<u>(5)</u>	<u>\$ 663,684</u>	<u>16</u>
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 22)								
Basic	<u>\$ 0.84</u>		<u>\$ 0.43</u>		<u>\$ 1.77</u>		<u>\$ 2.97</u>	
Diluted	<u>\$ 0.84</u>		<u>\$ 0.43</u>		<u>\$ 1.76</u>		<u>\$ 2.94</u>	

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

(With Deloitte & Touche review report dated November 13, 2025)

(Concluded)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Corporation											
	Ordinary Shares	Capital Surplus	Retained Earnings				Exchange Differences on Translation of Foreign Operations	Other Equity		Total	Non-controlling Interests	Total Equity
			Legal Reserve	Special Reserve	Unappropriated Earnings	Total		Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Total			
BALANCE AT JANUARY 1, 2024	\$ 1,423,676	\$ 2,820,797	\$ 954,711	\$ 435,084	\$ 3,407,974	\$ 4,797,769	\$ (592,374)	\$ 77,253	\$ (515,121)	\$ 8,527,121	\$ 5,108	\$ 8,532,229
Appropriation of 2023 earnings:												
Legal reserve	-	-	61,503	-	(61,503)	-	-	-	-	-	-	-
Special reserve	-	-	-	80,037	(80,037)	-	-	-	-	-	-	-
Cash dividends distributed	-	-	-	-	(327,446)	(327,446)	-	-	-	(327,446)	-	(327,446)
Total appropriation of 2023 earnings	-	-	61,503	80,037	(468,986)	(327,446)	-	-	-	(327,446)	-	(327,446)
Net income (loss) for the nine months ended September 30, 2024	-	-	-	-	422,332	422,332	-	-	-	422,332	(1,201)	421,131
Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	279,784	(37,231)	242,553	242,553	-	242,553
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	422,332	422,332	279,784	(37,231)	242,553	664,885	(1,201)	663,684
Changes in percentage of ownership interests in subsidiaries	-	(451)	-	-	-	-	-	-	-	(451)	451	-
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,000	1,000
BALANCE AT SEPTEMBER 30, 2024	\$ 1,423,676	\$ 2,820,346	\$ 1,016,214	\$ 515,121	\$ 3,361,320	\$ 4,892,655	\$ (312,590)	\$ 40,022	\$ (272,568)	\$ 8,864,109	\$ 5,358	\$ 8,869,467
BALANCE AT JANUARY 1, 2025	\$ 1,423,676	\$ 2,820,346	\$ 1,016,214	\$ 515,121	\$ 3,532,921	\$ 5,064,256	\$ (226,740)	\$ 49,830	\$ (176,910)	\$ 9,131,368	\$ 5,073	\$ 9,136,441
Appropriation of 2024 earnings:												
Legal reserve	-	-	59,393	-	(59,393)	-	-	-	-	-	-	-
Special reserve reversal	-	-	-	(338,211)	338,211	-	-	-	-	-	-	-
Cash dividends distributed	-	-	-	-	(284,735)	(284,735)	-	-	-	(284,735)	-	(284,735)
Total appropriation of 2024 earnings	-	-	59,393	(338,211)	(5,917)	(284,735)	-	-	-	(284,735)	-	(284,735)
Net income for the nine months ended September 30, 2025	-	-	-	-	252,420	252,420	-	-	-	252,420	21	252,441
Other comprehensive loss for the nine months ended September 30, 2025	-	-	-	-	-	-	(474,353)	(19,177)	(493,530)	(493,530)	-	(493,530)
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	252,420	252,420	(474,353)	(19,177)	(493,530)	(241,110)	21	(241,089)
BALANCE AT SEPTEMBER 30, 2025	\$ 1,423,676	\$ 2,820,346	\$ 1,075,607	\$ 176,910	\$ 3,779,424	\$ 5,031,941	\$ (701,093)	\$ 30,653	\$ (670,440)	\$ 8,605,523	\$ 5,094	\$ 8,610,617

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

(With Deloitte & Touche review report dated November 13, 2025)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 371,992	\$ 565,940
Adjustments for:		
Depreciation	235,412	175,045
Amortization	102,034	141,909
Expected credit loss recognized (reversed)	(2,364)	8,037
Net gain on fair value changes of financial assets at fair value through profit or loss	-	(1)
Interest expense	2,806	1,384
Interest income	(53,886)	(65,016)
Dividend income	(20,106)	(24,653)
Share of profit or loss of associates accounted for using equity method	5,043	(31,992)
Gain on disposal and retirement of property, plant and equipment	(3,599)	(14,290)
Write-down of inventories (reversed)	(4,627)	4,145
Unrealized loss (gain) on foreign exchange	8,529	(18,188)
Changes in operating assets and liabilities		
Notes and accounts receivable	(291,469)	12,918
Inventories	(43,551)	8,570
Prepayments	(2,074)	3,262
Other current assets	(130,124)	(140,264)
Notes payable	57,683	(78,457)
Accounts payable	(9,440)	6,487
Other payables	(86,682)	(43,327)
Other current liabilities	15,661	1,061
Cash generated from operations	151,238	512,570
Interest received	58,563	59,104
Income tax paid	(115,194)	(313,338)
Net cash generated from operating activities	94,607	258,336
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in other financial assets	2,362,384	2,154,747
Increase in other financial assets	(2,305,763)	(3,082,927)
Payments of property, plant and equipment	(313,933)	(295,310)
Increase in prepayments for machinery and equipment	(62,200)	(174,369)
Dividends received	37,431	47,250
Proceeds from disposal of property, plant and equipment	10,120	66,368
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	9,597	11,996

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CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
Decrease (increase) in other non-current assets	\$ (6,921)	\$ 5,536
Purchase of financial assets at fair value through other comprehensive income	<u>-</u>	<u>(5,582)</u>
Net cash used in investing activities	<u>(269,285)</u>	<u>(1,272,291)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash dividends paid	(284,735)	(327,446)
Proceeds from long-term borrowings	62,630	-
Increase in short-term borrowings	60,000	-
Repayment of the principal portion of lease liabilities	(11,547)	(16,955)
Repayments of long-term borrowings	(8,105)	-
Interest paid	(2,822)	(1,404)
Increase in guarantee deposits	637	244
Change in non-controlling interests	<u>-</u>	<u>1,000</u>
Net cash used in financing activities	<u>(183,942)</u>	<u>(344,561)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	<u>(115,752)</u>	<u>126,822</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(474,372)	(1,231,694)
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	<u>1,669,542</u>	<u>2,672,669</u>
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	<u>\$ 1,195,170</u>	<u>\$ 1,440,975</u>

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

(With Deloitte & Touche review report dated November 13, 2025)

(Concluded)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

1. GENERAL INFORMATION

Chia Chang Co., Ltd. (the “Corporation”) was incorporated in September 1985, and engages mainly in manufacturing, processing and trading of various precision machinery, related mechanical mold components, mechanical steel mold accessories and computer peripheral equipment.

The Corporation’s shares have been listed on the Taiwan Stock Exchange (“TWSE”) since June 2011.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Corporation’s Board of Directors on November 13, 2025.

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

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

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

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

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

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

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

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

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

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

IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value.

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

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

c. Basis of consolidation

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

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

See Note 10, Table 6 and Table 7 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024.

Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same material accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Group's consolidated financial statements for the year ended December 31, 2024.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Checking accounts and demand deposits	\$ 1,093,737	\$ 1,337,153	\$ 1,313,956
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	100,901	331,828	126,534
Cash on hand	<u>532</u>	<u>561</u>	<u>485</u>
	<u>\$ 1,195,170</u>	<u>\$ 1,669,542</u>	<u>\$ 1,440,975</u>

As of September 30, 2025, December 31, 2024 and September 30, 2024, time deposits with original maturities of more than 3 months were \$1,863,721 thousand, \$2,025,932 thousand and \$1,830,219 thousand, respectively, which were classified as other financial assets - current.

7. NOTES AND ACCOUNTS RECEIVABLE

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Notes receivable - operating</u>	<u>\$ 174,819</u>	<u>\$ 117,035</u>	<u>\$ 107,766</u>
<u>Accounts receivable</u>			
At amortized cost			
Gross carrying amount	2,487,069	2,249,412	2,397,727
Less: Allowance for impairment loss	<u>(10,672)</u>	<u>(13,834)</u>	<u>(10,597)</u>
	<u>2,476,397</u>	<u>2,235,578</u>	<u>2,387,130</u>
Total	<u>\$ 2,651,216</u>	<u>\$ 2,352,613</u>	<u>\$ 2,494,896</u>

The average credit period of sales of goods is 60-180 days. No interest is charged on unpaid accounts receivable.

In order to mitigate credit risk, the Group has delegated qualified management personnel in accordance with the segregation of duties principle to be responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

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

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

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

September 30, 2025

	Not Past Due	Past Due				Total
		Less than 90 Days	91 to 120 Days	121 to 150 Days	Over 150 Days	
Expected credit loss rate	0.01%	4.77%	-	-	94.44%	
Gross carrying amount	\$ 2,604,170	\$ 49,216	\$ -	\$ -	\$ 8,502	\$ 2,661,888
Allowance for impairment loss (Lifetime ECLs)	(295)	(2,348)	-	-	(8,029)	(10,672)
Amortized cost	<u>\$ 2,603,875</u>	<u>\$ 46,868</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 473</u>	<u>\$ 2,651,216</u>

December 31, 2024

	Not Past Due	Past Due				Total
		Less than 90 Days	91 to 120 Days	121 to 150 Days	Over 150 Days	
Expected credit loss rate	0.01%	7.16%	-	33.74%	93.04%	
Gross carrying amount	\$ 2,324,135	\$ 21,656	\$ 4,516	\$ 5,207	\$ 10,933	\$ 2,366,447
Allowance for impairment loss (Lifetime ECLs)	(355)	(1,550)	-	(1,757)	(10,172)	(13,834)
Amortized cost	<u>\$ 2,323,780</u>	<u>\$ 20,106</u>	<u>\$ 4,516</u>	<u>\$ 3,450</u>	<u>\$ 761</u>	<u>\$ 2,352,613</u>

September 30, 2024

	Not Past Due	Past Due				Total
		Less than 90 Days	91 to 120 Days	121 to 150 Days	Over 150 Days	
Expected credit loss rate	0.01%	5.39%	18.66%	39.47%	65.99%	
Gross carrying amount	\$ 2,433,915	\$ 56,402	\$ 5,745	\$ 38	\$ 9,393	\$ 2,505,493
Allowance for impairment loss (Lifetime ECLs)	<u>(270)</u>	<u>(3,042)</u>	<u>(1,072)</u>	<u>(15)</u>	<u>(6,198)</u>	<u>(10,597)</u>
Amortized cost	<u>\$ 2,433,645</u>	<u>\$ 53,360</u>	<u>\$ 4,673</u>	<u>\$ 23</u>	<u>\$ 3,195</u>	<u>\$ 2,494,896</u>

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

	For the Nine Months Ended September 30	
	2025	2024
Balance at January 1	\$ 13,834	\$ 2,781
Add: Impairment loss recognized (reversed)	(2,364)	8,037
Less: Amounts written off	-	(359)
Effect of exchange rate differences	<u>(798)</u>	<u>138</u>
Balance at September 30	<u>\$ 10,672</u>	<u>\$ 10,597</u>

8. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Finished goods	\$ 194,583	\$ 178,733	\$ 165,317
Work in progress	114,491	78,050	62,235
Raw materials and supplies	<u>109,228</u>	<u>128,255</u>	<u>110,814</u>
	<u>\$ 418,302</u>	<u>\$ 385,038</u>	<u>\$ 338,366</u>

The cost of goods sold included the following:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Cost of inventories sold	\$ 1,172,291	\$ 1,088,493	\$ 3,418,713	\$ 3,225,137
Inventory write-downs (reversed)	<u>(1,468)</u>	<u>3,109</u>	<u>(4,627)</u>	<u>4,145</u>
	<u>\$ 1,170,823</u>	<u>\$ 1,091,602</u>	<u>\$ 3,414,086</u>	<u>\$ 3,229,282</u>

Inventory write-downs were reversed as a result of an increase in the net realizable value of inventories.

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-current</u>			
Domestic investments			
Unlisted company			
Chimei Motor Electronics Co., Ltd.	\$ 9,488	\$ 11,968	\$ 13,861
Top Taiwan XIII Venture Capital Co., Ltd.	38,627	46,067	40,352
WK Technology Fund IX Ltd.	102,642	121,033	115,291
WK Technology Fund IX II Ltd.	<u>80,096</u>	<u>77,390</u>	<u>77,255</u>
	<u>230,853</u>	<u>256,458</u>	<u>246,759</u>
Foreign investments			
Unlisted company			
CHIALEHUA HOLDING LIMITED	10,180	10,733	10,514
Suzhou HENG-SIN Co., Ltd.	<u>-</u>	<u>3,420</u>	<u>3,388</u>
	<u>10,180</u>	<u>14,153</u>	<u>13,902</u>
	<u>\$ 241,033</u>	<u>\$ 270,611</u>	<u>\$ 260,661</u>

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

10. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
The Corporation	CHIA CORPORATION	Investment activities	100.00	100.00	100.00	-
	GOLDSKY ENTERPRISES LIMITED	International trade	100.00	100.00	100.00	1)
	Chia Development Co., Ltd.	New business development and investment	100.00	100.00	100.00	-
	CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Manufacturing and selling metal stamped IT and optronics components	100.00	100.00	100.00	1)
CHIA CORPORATION	TARCOOLA TRADING LIMITED	Investment activities	100.00	100.00	100.00	-
	HUGE LINE INTERNATIONAL LIMITED	Investment activities	100.00	100.00	100.00	-
	CHIAPEX HOLDING LIMITED	Investment activities	100.00	100.00	100.00	1)
TARCOOLA TRADING LIMITED	Chia Chang Technology (Suzhou) Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	100.00	100.00	100.00	-
	Ningbo Chia Chang Electronics Hardware Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	100.00	100.00	100.00	-
HUGE LINE INTERNATIONAL LIMITED	Nanjing Chia-Chan Precious Electronics Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	100.00	100.00	100.00	1)
	Energy Magic Co., Ltd.	Manufacturing of electronic components	50.00	50.00	50.00	1)
Chia Development Co., Ltd.	EIDEAL Company Limited	Manufacturing of electronic components	84.00	84.00	84.00	1) and 3)
Chia Chang Technology (Suzhou) Co., Ltd.	Chia Chang Technology (Chong Qing) Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	100.00	100.00	100.00	1) and 2)

- 1) The subsidiaries are not significant subsidiaries, so their financial statements have not been reviewed.
 - 2) In order to integrate the production plants in mainland China for improving production efficiency and saving both fixed expenses and management costs, on May 14, 2024, the Corporation's Board of Directors approved the termination of the optronic business project in Chia Chang Technology (Chong Qing) Co., Ltd., a 100% owned subsidiary of Chia Chang Technology (Suzhou) Co., Ltd.
 - 3) Due to the need for operating capital, on September 9, 2024, the Board of Directors of EIDEAL Company Limited approved the issuance of ordinary shares for cash amounting to NTD 10 million. Chia Development Co., Ltd. participated in the share issuance with an investment amount of NTD 9 million, increasing its ownership to 84%.
- b. Subsidiaries excluded from the consolidated financial statements: None.
- c. Details of subsidiaries that have material non-controlling interests: None.

11. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Investment in associates</u>			
Associate that is not individually material	\$ 74,148	\$ 96,516	\$ 108,823

The investments accounted for using equity method and the share of profit or loss and other comprehensive income of those investments were based on the associates' financial statements that have not been reviewed for the same periods.

12. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 316,980	\$ 316,980	\$ 316,980
Buildings	2,195,765	2,425,753	2,424,912
Machinery and equipment	731,457	571,330	538,153
Miscellaneous equipment	73,879	74,630	68,974
Construction in progress	<u>306,391</u>	<u>125,822</u>	<u>3,268</u>
	<u>\$ 3,624,472</u>	<u>\$ 3,514,515</u>	<u>\$ 3,352,287</u>

Except for the recognition of depreciation, the Group did not have significant addition, disposal, or impairment of property, plant and equipment during the nine months ended September 30, 2025 and 2024. The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	20-45 years
Electrical power equipment	15-20 years
Engineering system	10-20 years
Others	5-8 years
Machinery and equipment	2-10 years
Miscellaneous equipment	2-10 years

Property, plant and equipment pledged as collateral for bank borrowings are set out in Note 26.

13. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2025		December 31, 2024	September 30, 2024
<u>Carrying amount</u>				
Land	\$ 155,477		\$ 172,190	\$ 172,457
Buildings	71,959		87,865	92,839
Office equipment	<u>1,092</u>		<u>314</u>	<u>-</u>
	<u>\$ 228,528</u>		<u>\$ 260,369</u>	<u>\$ 265,296</u>
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Additions to right-of-use assets			<u>\$ 954</u>	<u>\$ 104,639</u>
Depreciation charge for right-of-use assets				
Land	\$ 1,270	\$ 1,388	\$ 3,971	\$ 4,133
Buildings	4,568	4,831	14,437	14,605
Office equipment	<u>62</u>	<u>-</u>	<u>143</u>	<u>-</u>
	<u>\$ 5,900</u>	<u>\$ 6,219</u>	<u>\$ 18,551</u>	<u>\$ 18,738</u>

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

Right-of-use assets pledged as collateral for bank borrowings were set out in Note 26.

b. Lease liabilities

	September 30, 2025		December 31, 2024	September 30, 2024
<u>Carrying amount</u>				
Current	<u>\$ 17,479</u>		<u>\$ 26,289</u>	<u>\$ 18,539</u>
Non-current	<u>\$ 50,260</u>		<u>\$ 57,992</u>	<u>\$ 67,041</u>

Range of discount rates for lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Buildings	1.70%-3.45%	1.70%-3.55%	1.70%-3.55%
Office equipment	3.60%-3.85%	3.85%	-

c. Material leasing activities and terms

The Group leases certain plants and offices with lease terms of 3 to 10 years. These arrangements do not contain renewal or purchase options.

The Subsidiary also leases land for producing products in mainland China with lease terms of 44 to 50 years. The lease payment is paid in a lump sum at the time of signing the contract. The Subsidiary does not have bargain purchase options to acquire the leasehold land at the end of lease terms.

The Subsidiary also leases land for producing products in Vietnam with lease terms of 45 years. The lease payment is paid in a lump sum at the time of signing the contract. The Subsidiary does not have bargain purchase options to acquire the leasehold land at the end of lease terms.

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	<u>\$ 1,404</u>	<u>\$ 3,530</u>	<u>\$ 5,020</u>	<u>\$ 10,652</u>
Total cash outflow for leases			<u>\$ 17,018</u>	<u>\$ 28,466</u>

14. INVESTMENT PROPERTIES

	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 42,016	\$ 42,016	\$ 42,016
Buildings	<u>9,839</u>	<u>10,422</u>	<u>10,615</u>
	<u>\$ 51,855</u>	<u>\$ 52,438</u>	<u>\$ 52,631</u>

Except for depreciation recognized, the Group did not have significant addition, disposal, or impairment of investment properties during the nine months ended September 30, 2025 and 2024. Investment properties are depreciated on a straight-line basis over the estimated useful life of 45 years.

Management was unable to reliably measure the fair value of investment properties located at Dafeng St., Luzhu District, Taoyuan City due to the remote location. The market for comparable properties is inactive and alternative reliable measurements of fair value are not available; therefore, the Group determined that the fair value of the investment properties is not reliably measurable.

The investment properties of the Group were held under freehold interests.

15. OTHER NON-CURRENT ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
Restricted assets	\$ 434,662	\$ 461,098	\$ -
Refundable deposits	6,436	5,474	4,553
Intangible assets	4,542	3,618	3,939
Others	<u>6,384</u>	<u>4,963</u>	<u>5,671</u>
	<u>\$ 452,024</u>	<u>\$ 475,153</u>	<u>\$ 14,163</u>

The Group received a government grant of RMB 101,000 thousand for a specific project in December 2024. The amount was recognized as deferred revenue (included in other non-current liabilities). However, the utilization of the project fund requires government approval before it can be used, thus it is classified as restricted assets.

16. BORROWINGS

a. Short-term borrowings

	September 30, 2025
<u>Secured borrowings</u>	
Bank loans	<u>\$ 60,000</u>
Annual interest rate	1.90%

The secured borrowings were secured by the Group's land, buildings and right-of-use assets as collateral. Refer to Note 26 for details.

b. Long-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Secured borrowings</u>			
Bank loans	\$ 57,903	\$ 4,561	\$ 4,517
Less: Current portion	<u>(6,256)</u>	<u>-</u>	<u>-</u>
Long-term borrowings	<u>\$ 51,647</u>	<u>\$ 4,561</u>	<u>\$ 4,517</u>
Annual interest rate	3.15%-3.25%	3.50%	3.50%

To finance the capital expenditure required for its plant relocation, the Corporation's subsidiary, Chia Chang Technology (Suzhou) Co., Ltd., has acquired a secured bank loan from a financial institution. The loan carries a floating interest rate and is repayable in semiannual installments starting from 2025, with a maturity date of August 1, 2032.

The secured borrowings were secured by the Group's land, buildings and right-of-use assets as collateral. Refer to Note 26 for details.

17. OTHER PAYABLES

	September 30, 2025	December 31, 2024	September 30, 2024
Payable for purchase of equipment	\$ 314,782	\$ 354,130	\$ 348,700
Payable for salaries and bonuses	151,102	243,913	204,988
Compensation payable to directors and employees	55,500	46,930	64,500
Payable for transportation	46,005	48,306	50,877
Others	<u>118,780</u>	<u>114,709</u>	<u>128,011</u>
	<u>\$ 686,169</u>	<u>\$ 807,988</u>	<u>\$ 797,076</u>

18. EQUITY

a. Share capital

	September 30, 2025	December 31, 2024	September 30, 2024
Authorized shares (in thousands)	<u>180,000</u>	<u>180,000</u>	<u>180,000</u>
Authorized capital	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>
Issued and paid shares (in thousands)	<u>142,368</u>	<u>142,368</u>	<u>142,368</u>
Issued capital	<u>\$ 1,423,676</u>	<u>\$ 1,423,676</u>	<u>\$ 1,423,676</u>

The authorized shares include 600 thousand shares reserved for the exercise of employee stock options.

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Additional paid-in capital	\$ 2,784,898	\$ 2,784,898	\$ 2,784,898
Expired employee share options	14,311	14,311	14,311
<u>May only be used to offset a deficit</u>			
Changes in percentage of ownership interests in subsidiaries (2)	<u>21,137</u>	<u>21,137</u>	<u>21,137</u>
	<u>\$ 2,820,346</u>	<u>\$ 2,820,346</u>	<u>\$ 2,820,346</u>

- 1) Such capital surplus may be used to offset a deficit; when the Corporation has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Corporation's paid-in capital each year).

- 2) Such capital surplus arises from the effects of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or acquisitions or from changes in capital surplus of subsidiaries accounted for using equity method.

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Articles of Incorporation, where the Corporation makes a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Corporation's Board of Directors as the basis for proposing a distribution plan, which should be resolved by the shareholders in their meeting for the distribution of dividends and bonuses to shareholders. In the preceding paragraph, the Board of Directors is authorized to adopt a resolution to distribute dividends and bonuses in cash, and a report should be submitted in the shareholders' meeting. For the policies on the distribution of compensation of employees and remuneration of directors in the Articles of Incorporation, refer to compensation of employees and remuneration of directors in Note 20-(e).

The Corporation is currently in a phase of stable growth. The Corporation distributes dividends after taking into consideration its future capital needs and long-term financial plans. Where the Corporation makes a profit in a fiscal year, the Corporation could propose cash dividends between 10% and 100% of distributable earnings. The shareholders may adjust the type and ratio of such earnings distribution to reflect the profit and the adequacy of capital.

Appropriations of earnings to legal reserve shall be made until the legal reserve equals the Corporation's paid-in capital. The legal reserve may be used to offset deficits. If the Corporation has no deficit and the legal reserve has exceeded 25% of the Corporation's paid-in capital, the excess may be transferred to capital or distributed in cash. In the preceding paragraph, the Board of Directors is authorized to adopt a resolution to capital or distributed in cash, and a report should be submitted in the shareholders' meeting.

When a special reverse is appropriated for cumulative net debit balance reserves from prior period, the special reserve is only appropriated from the prior unappropriated earnings.

The appropriations of earnings for 2024 and 2023 were as follows:

	Appropriation of Earnings	
	For the Year Ended December 31	
	2024	2023
Legal reserve	\$ 59,393	\$ 61,503
Special reserve (reversal)	\$ (338,211)	\$ 80,037
Cash dividends	\$ 284,735	\$ 327,446
Cash dividends per share (NTD)	\$ 2.0	\$ 2.3

The above cash dividends have been resolved by the Board of Directors on February 26, 2025 and February 26, 2024, respectively, and the other proposed appropriations have been resolved by the shareholders in their meetings on May 26, 2025 and May 29, 2024, respectively.

d. Special reserve

A proportionate share of the special reserve related to exchange differences on translating the financial statements of foreign operations (including the subsidiaries of the Corporation) will be reversed on the Group's disposal of foreign operations; on the Group's loss of significant influence, however, the entire special reserve will be reversed. Additional special reserve should be appropriated for the amount equal to the difference between net debit balance reserves and the special reserve appropriated on the first-time adoption of IFRS Accounting Standards. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and is thereafter distributed.

19. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Revenue from the sale of goods	<u>\$ 1,508,334</u>	<u>\$ 1,417,640</u>	<u>\$ 4,416,122</u>	<u>\$ 4,243,931</u>

a. Contract information

The goods are sold at the fair value of the consideration received or receivable. The Group eliminates the estimated customer returns, discounts and other similar discounts from the amount of goods sold to determine the revenue from sale of goods.

b. Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Notes and accounts receivable (Note 7)	<u>\$ 2,661,888</u>	<u>\$ 2,366,447</u>	<u>\$ 2,505,493</u>	<u>\$ 2,511,625</u>

c. Disaggregation of revenue

Refer to Note 29 for information on disaggregation of revenue.

20. INCOME BEFORE INCOME TAX

a. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Dividend income	\$ -	\$ -	\$ 20,106	\$ 24,653
Government grant income	437	6,623	6,711	12,068
Rental income	1,248	1,038	3,325	3,114
Others	<u>583</u>	<u>1,673</u>	<u>909</u>	<u>2,567</u>
	<u>\$ 2,268</u>	<u>\$ 9,334</u>	<u>\$ 31,051</u>	<u>\$ 42,402</u>

b. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Gain on disposal and retirement of property, plant and equipment, net	\$ 1,691	\$ 14,655	\$ 3,599	\$ 14,290
Others	<u>(1,718)</u>	<u>(157)</u>	<u>(5,206)</u>	<u>(837)</u>
	<u>\$ (27)</u>	<u>\$ 14,498</u>	<u>\$ (1,607)</u>	<u>\$ 13,453</u>

c. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Property, plant and equipment	\$ 70,607	\$ 55,099	\$ 216,278	\$ 155,724
Intangible assets and others	29,859	52,496	102,034	141,909
Right-of-use assets	5,900	6,219	18,551	18,738
Investment properties	<u>194</u>	<u>195</u>	<u>583</u>	<u>583</u>
	<u>\$ 106,560</u>	<u>\$ 114,009</u>	<u>\$ 337,446</u>	<u>\$ 316,954</u>
An analysis of depreciation by function				
Operating costs	\$ 60,365	\$ 44,178	\$ 168,946	\$ 139,088
Operating expenses	16,142	17,140	65,883	35,374
Non-operating expenses	<u>194</u>	<u>195</u>	<u>583</u>	<u>583</u>
	<u>\$ 76,701</u>	<u>\$ 61,513</u>	<u>\$ 235,412</u>	<u>\$ 175,045</u>
An analysis of amortization by function				
Operating costs	\$ 28,775	\$ 49,578	\$ 98,852	\$ 132,956
Operating expenses	<u>1,084</u>	<u>2,918</u>	<u>3,182</u>	<u>8,953</u>
	<u>\$ 29,859</u>	<u>\$ 52,496</u>	<u>\$ 102,034</u>	<u>\$ 141,909</u>

d. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Payroll expense	\$ 261,965	\$ 309,196	\$ 840,643	\$ 874,973
Post-employment benefits				
Defined contribution plans	11,980	12,883	37,164	39,167
Other employee benefits	<u>27,978</u>	<u>30,369</u>	<u>83,831</u>	<u>86,682</u>
Total employee benefits expense	<u>\$ 301,923</u>	<u>\$ 352,448</u>	<u>\$ 961,638</u>	<u>\$ 1,000,822</u>

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of employee benefits expense by function				
Operating costs	\$ 191,093	\$ 218,166	\$ 608,519	\$ 639,639
Operating expenses	<u>110,830</u>	<u>134,282</u>	<u>353,119</u>	<u>361,183</u>
	<u>\$ 301,923</u>	<u>\$ 352,448</u>	<u>\$ 961,638</u>	<u>\$ 1,000,822</u>
				(Concluded)

e. Compensation of employees and remuneration of directors

The Corporation accrued compensation of employees at rates of no less than 1% and no more than 15%, and remuneration of directors at rates of no more than 5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Corporation had resolved the amendments to the Corporation's Articles at the 2025 annual meeting. The amendments explicitly stipulate an allocation of no less than 3% of the compensation of employees as compensation distributions for non-executive employees. The compensation of employees and the remuneration of directors for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, are as follows:

Accrual rate

	For the Nine Months Ended September 30	
	2025	2024
Compensation of employees	11.35%	9.62%
Remuneration of directors	2.65%	1.87%

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Compensation of employees	<u>\$ 15,000</u>	<u>\$ 18,000</u>	<u>\$ 45,000</u>	<u>\$ 54,000</u>
Remuneration of directors	<u>\$ 3,500</u>	<u>\$ 3,500</u>	<u>\$ 10,500</u>	<u>\$ 10,500</u>

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

The appropriations of employees and the remuneration of directors for the years ended December 31, 2024 and 2023, which were approved by the Corporation's Board of Directors on February 26, 2025 and February 26, 2024, respectively, are as follows:

Amount

	<u>For the Year Ended December 31</u>	
	2024	2023
Compensation of employees	<u>\$ 32,930</u>	<u>\$ 33,311</u>
Remuneration of directors	<u>\$ 14,000</u>	<u>\$ 14,000</u>

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

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

21. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense were as follows:

	<u>For the Three Months Ended</u>		<u>For the Nine Months Ended</u>	
	<u>September 30</u>		<u>September 30</u>	
	2025	2024	2025	2024
Current tax				
In respect of the current year	\$ 44,913	\$ 33,599	\$ 130,214	\$ 134,736
Income tax on				
unappropriated earnings	(686)	(2,016)	28,715	5,286
Adjustments for prior year	<u>-</u>	<u>-</u>	<u>2,632</u>	<u>151</u>
	44,227	31,583	161,561	140,173
Deferred tax				
In respect of the current year	<u>9,713</u>	<u>(2,800)</u>	<u>(42,010)</u>	<u>4,636</u>
Income tax expense recognized				
in profit or loss	<u>\$ 53,940</u>	<u>\$ 28,783</u>	<u>\$ 119,551</u>	<u>\$ 144,809</u>

b. Income tax examination

Income tax returns of the following companies have been examined by the tax authorities:

- 1) Chia Chang Co., Ltd. - through 2023
- 2) Energy Magic Co., Ltd. - through 2023
- 3) EIDEAL Company Limited. - through 2023
- 4) Chia Development Co., Ltd. - through 2023

22. EARNINGS PER SHARE

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

Net Income for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Earnings used in the computation of basic and diluted earnings per share	<u>\$ 120,227</u>	<u>\$ 61,786</u>	<u>\$ 252,420</u>	<u>\$ 422,332</u>

Weighted Average Number of Ordinary Shares Outstanding (In Thousand Shares)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	142,368	142,368	142,368	142,368
Effect of potentially dilutive ordinary shares:				
Employee share options	<u>413</u>	<u>1,212</u>	<u>1,406</u>	<u>1,362</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>142,781</u>	<u>143,580</u>	<u>143,774</u>	<u>143,730</u>

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

23. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

On September 19, 2024, the Group subscribed for additional new shares of EIDEAL Company Limited at a percentage different from its existing ownership percentage and increased its continuing interest from 80% to 84%.

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

	EIDEAL Company Limited
Consideration paid	\$ 9,000
Acquisition of the carrying amount of the subsidiary's net assets	<u>(8,549)</u>
Differences recognized from equity transactions	<u>\$ 451</u>
<u>Line items adjusted for equity transactions</u>	
Capital surplus - changes in percentage of ownership interests in subsidiaries	<u>\$ (451)</u>

24. FINANCIAL INSTRUMENTS

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

The disclosures of fair value are not required for financial instruments that are not measured at fair value but with carrying value approximating fair value such as cash and cash equivalents, notes and accounts receivable, other financial assets - current, refundable deposits, short-term borrowings, notes payable, accounts payable, other payables, long-term borrowings and guarantee deposits.

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

1) Fair value hierarchy

September 30, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic investments				
unlisted company	\$ -	\$ -	\$ 230,853	\$ 230,853
Foreign investments				
unlisted company	<u>-</u>	<u>-</u>	<u>10,180</u>	<u>10,180</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 241,033</u>	<u>\$ 241,033</u>

December 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic investments				
unlisted company	\$ -	\$ -	\$ 256,458	\$ 256,458
Foreign investments				
unlisted company	<u>-</u>	<u>-</u>	<u>14,153</u>	<u>14,153</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 270,611</u>	<u>\$ 270,611</u>

September 30, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Mutual funds	<u>\$ 47</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic investments				
unlisted company	\$ -	\$ -	\$ 246,759	\$ 246,759
Foreign investments				
unlisted company	<u>-</u>	<u>-</u>	<u>13,902</u>	<u>13,902</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 260,661</u>	<u>\$ 260,661</u>

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

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

For the nine months ended September 30, 2025

	Financial Assets at FVTOCI
Balance at January 1, 2025	\$ 270,611
Recognized in other comprehensive income or loss	(19,177)
Capital reduction	(9,597)
Effect of exchange rate differences	<u>(804)</u>
Balance at September 30, 2025	<u>\$ 241,033</u>

For the nine months ended September 30, 2024

	Financial Assets at FVTOCI
Balance at January 1, 2024	\$ 303,719
Additions	5,582
Recognized in other comprehensive income or loss	(37,231)
Capital reduction	(11,996)
Effect of exchange rate differences	<u>587</u>
Balance at September 30, 2024	<u>\$ 260,661</u>

3) Valuation techniques and inputs applied for Level 3 fair value measurement

For the domestic non-listed companies and foreign investments held by the Group and measured at fair value, such fair value is determined by market approach and asset-based approach. The market approach is referring to the observable market price or to the comparable company. The asset-based approach is evaluating the total value of the individual assets and individual liabilities covered by evaluation target to measure its fair value.

c. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
FVTPL			
Mandatorily classified as at FVTPL	\$ -	\$ -	\$ 47
Financial assets at amortized cost (1)	5,744,088	6,543,507	5,971,011
Financial assets at FVTOCI	241,033	270,611	260,661
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (2)	1,809,066	1,761,719	1,779,821

1) The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, notes and accounts receivable, other financial assets - current, other receivables and refundable deposits.

2) The balances include financial liabilities measured at amortized cost, which comprise short-term borrowings, notes payable, accounts payable, other payables, current portion of long-term borrowings, long-term borrowings and guarantee deposits.

d. Financial risk management objectives and policies

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

The Group seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the Board of Directors or the shareholders' meeting, which provides written principles on foreign currency risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes. The Corporation's treasury function reports quarterly to the Corporation's Board of Directors.

1) Market risk

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below).

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

a) Foreign currency risk

The Group engages in foreign currency denominated sales and purchases, which expose the Group to foreign currency risk. Parts of the Group's sales and purchases are denominated in currencies other than the functional currency of the transaction entity in the Group. Exchange rate exposures are managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (excluding those eliminated upon consolidation) and of the derivatives exposed to foreign currency risk at the end of the period are set out in Note 27.

The Group is primarily exposed to the U.S. dollar.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar, Renminbi and Vietnamese Dong (i.e., the functional currency) against the U.S. dollar. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and their adjusted translation at the end of the period for a 1% change in foreign currency rates. A positive number below indicates a decrease in pre-tax profit associated with the New Taiwan dollar, Renminbi and Vietnamese Dong strengthening 1% against the U.S. dollar. For a 1% weakening of the New Taiwan dollar, Renminbi and Vietnamese Dong against the U.S. dollar, there would be an equal and opposite impact on pre-tax profit, and the balances below would be negative.

	U.S. Dollar Impact	
	For the Nine Months Ended	
	September 30	
	2025	2024
Profit or loss*	\$ 21,098	\$ 20,032

* The result was mainly attributable to the exposure on outstanding receivables and payables in U.S. dollar which were not hedged at the end of the reporting period.

b) Interest rate risk

The Group is exposed to interest rate risk as it borrows funds at both fixed and floating interest rates.

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

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets	\$ 1,726,321	\$ 1,859,885	\$ 1,883,303
Financial liabilities	127,739	84,281	85,580
Cash flow interest rate risk			
Financial assets	1,332,038	2,296,126	1,557,406
Financial liabilities	57,903	4,561	4,517

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

If interest rates had been 25 basis points higher/lower and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have increased/decreased by \$3,343 thousand and \$3,405 thousand, respectively.

c) Other price risk

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

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had been 1% higher/lower, the pre-tax other comprehensive income for the nine months ended September 30, 2025 and 2024 would have increased/decreased by \$2,410 thousand and \$2,607 thousand, respectively, as a result of the changes in financial assets at FVTOCI.

2) Credit risk

Credit risk refers to a risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. At the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation, could be equal to the total of the carrying amount of the respective recognized financial assets as stated in the balance sheets.

In order to mitigate credit risk, the management of the Group has delegated qualified personnel in accordance with the segregation of duties principle to be responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

Since the counterparty of current funds and derivative financial instruments is a financial institution with a good credit rating, the Group does not expect any material credit risk.

The Group's concentration of credit risk of 44%, 46% and 52% of total accounts receivable as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively, was attributable to the Group's three largest customers.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured bank loan facilities*			
Amount used	\$ -	\$ -	\$ -
Amount unused	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>
Secured bank loan facilities*			
Amount used	\$ 117,903	\$ 4,561	\$ 4,517
Amount unused	<u>1,785,977</u>	<u>2,009,759</u>	<u>1,992,163</u>
	<u>\$ 1,903,880</u>	<u>\$ 2,014,320</u>	<u>\$ 1,996,680</u>

* Including the amount signed by the Group and the bank.

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

September 30, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months - 1 Year	1+ Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 685,741	\$ 1,003,500	\$ -	\$ 1,494
Lease liabilities	-	2,230	16,738	53,307
Fixed interest rate borrowings	60,091	-	-	-
Floating interest rate borrowings	<u>-</u>	<u>-</u>	<u>6,381</u>	<u>58,987</u>
	<u>\$ 745,832</u>	<u>\$ 1,005,730</u>	<u>\$ 23,119</u>	<u>\$ 113,788</u>

December 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months - 1 Year	1+ Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 807,491	\$ 947,633	\$ -	\$ 1,537
Lease liabilities	-	2,180	17,877	69,895
Floating interest rate borrowings	-	-	-	5,790
	<u>\$ 807,491</u>	<u>\$ 949,813</u>	<u>\$ 17,877</u>	<u>\$ 77,222</u>

September 30, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months - 1 Year	1+ Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities	\$ 797,035	\$ 976,720	\$ -	\$ 1,508
Lease liabilities	-	2,162	17,713	71,674
Floating interest rate borrowings	-	-	-	4,734
	<u>\$ 797,035</u>	<u>\$ 978,882</u>	<u>\$ 17,713</u>	<u>\$ 77,916</u>

25. RELATED PARTY TRANSACTIONS

Balances and transactions between the Corporation and its subsidiaries, which are related parties of the Corporation, have been eliminated upon consolidation and are not disclosed in this note. In addition to information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed as follows:

Remuneration of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 8,888	\$ 9,443	\$ 27,857	\$ 28,439
Post-employment benefits	<u>190</u>	<u>218</u>	<u>614</u>	<u>652</u>
	<u>\$ 9,078</u>	<u>\$ 9,661</u>	<u>\$ 28,471</u>	<u>\$ 29,091</u>

26. PLEDGED ASSETS

The following assets were provided to bank as collateral or guarantee for bank financing, amount of endorsement and guarantee, and for issuing commercial paper:

	September 30, 2025	December 31, 2024	September 30, 2024
Pledged deposits (recognized as other financial assets - current)	\$ -	\$ -	\$ 170,000
Property, plant and equipment			
Land	185,000	185,000	185,000
Buildings	1,999,342	2,196,952	90,042
Right-of-use assets	<u>57,801</u>	<u>63,324</u>	<u>63,305</u>
	<u>\$ 2,242,143</u>	<u>\$ 2,445,276</u>	<u>\$ 508,347</u>

27. SIGNIFICANT FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

September 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	USD 23,983	30.445 (USD:NTD)	\$ 730,163
USD	USD 48,559	7.1055 (USD:RMB)	1,478,566
USD	USD 3,086	26,824 (USD:VND)	92,207

Financial liabilities

Monetary items			
USD	USD 2,579	30.445 (USD:NTD)	78,522
USD	USD 3,698	7.1055 (USD:RMB)	112,576

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	USD 15,447	32.785 (USD:NTD)	\$ 506,423
USD	USD 48,155	7.1884 (USD:RMB)	1,581,012
RMB	RMB 35,551	0.1391 (RMB:USD)	162,143

(Continued)

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial liabilities</u>			
Monetary items			
USD	USD 1,165	32.785 (USD:NTD)	\$ 38,197
USD	USD 10,061	7.1884 (USD:RMB)	330,500 (Concluded)

September 30, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	USD 17,760	31.650 (USD:NTD)	\$ 562,111
USD	USD 53,703	7.0074 (USD:RMB)	1,699,713
RMB	RMB 35,304	0.1427 (RMB:USD)	159,457

Financial liabilities

Monetary items			
USD	USD 1,073	31.650 (USD:NTD)	33,968
USD	USD 12,108	7.0074 (USD:RMB)	384,153

The significant realized and unrealized foreign exchange gains (losses) were as follows:

For the Three Months Ended September 30				
2025			2024	
Functional Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
USD	31.222 (USD:NTD)	\$ 24,476	32.034 (USD:NTD)	\$ (14,919)
USD	7.1656 (USD:RMB)	(9,153)	7.7507 (USD:RMB)	(16,291)
USD	26,303 (USD:VND)	(745)	25,363 (USD:VND)	(771)
RMB	0.1396 (RMB:USD)	6	0.1290 (RMB:USD)	2,694
RMB	4.3572 (RMB:NTD)	-	4.5043 (RMB:NTD)	1
		<u>\$ 14,584</u>		<u>\$ (29,286)</u>

For the Nine Months Ended September 30				
Functional Currency	2025		2024	
	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
USD	31.222 (USD:NTD)	\$ (49,257)	32.034 (USD:NTD)	\$ 27,287
USD	7.1656 (USD:RMB)	(6,539)	7.7507 (USD:RMB)	5,474
USD	26,303 (USD:VND)	(3,318)	25,363 (USD:VND)	(437)
RMB	0.1396 (RMB:USD)	(330)	0.1290 (RMB:USD)	1,723
RMB	4.3572 (RMB:NTD)	<u>5</u>	4.5043 (RMB:NTD)	<u>-</u>
		<u>\$ (59,439)</u>		<u>\$ 34,047</u>

28. ADDITIONAL DISCLOSURES

a. Information on significant transactions:

- 1) Financing provided to others. (Table 1)
- 2) Endorsements/guarantees provided. (Table 2)
- 3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures). (Table 3)
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (None)
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 4)
- 6) Intercompany relationships and significant intercompany transactions. (Table 5)

b. Information on investees. (Table 6)

c. Information on investments in mainland China

- 1) Information on any investee Company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income (loss) of investee, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 7)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period. (None)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period. (None)
 - c) The amount of property transactions and the amount of the resultant gains or losses. (None)

- d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes. (Table 2)
- e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds. (Table 1)
- f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services. (None)

29. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments are stamping department and others.

a. Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	For the Nine Months Ended September 30, 2025		
	Stamping Business	Others	Total
Revenue from external customers	<u>\$ 4,416,122</u>	<u>\$ -</u>	<u>\$ 4,416,122</u>
Segment income	\$ 355,485	\$ 465	\$ 355,950
Other income	10,945	20,106	31,051
Share of profit or loss of associates accounted for using equity method	-	(5,043)	(5,043)
Interest income	52,534	1,352	53,886
Other gains and losses	(1,607)	-	(1,607)
Exchange gains and losses	(59,439)	-	(59,439)
Interest expense	<u>(2,806)</u>	<u>-</u>	<u>(2,806)</u>
Income before income tax	<u>\$ 355,112</u>	<u>\$ 16,880</u>	<u>\$ 371,992</u>
	For the Nine Months Ended September 30, 2024		
	Stamping Business	Others	Total
Revenue from external customers	<u>\$ 4,243,577</u>	<u>\$ 354</u>	<u>\$ 4,243,931</u>
Segment income	\$ 385,561	\$ (5,147)	\$ 380,414
Other income	17,749	24,653	42,402
Share of profit or loss of associates accounted for using equity method	-	31,992	31,992
Interest income	64,162	854	65,016
Other gains and losses	13,453	-	13,453
Exchange gains and losses	34,047	-	34,047
Interest expense	<u>(1,384)</u>	<u>-</u>	<u>(1,384)</u>
Income before income tax	<u>\$ 513,588</u>	<u>\$ 52,352</u>	<u>\$ 565,940</u>

Segment profit represents the profit before tax earned by each segment without the allocation of central administration costs and directors' salaries, share of profit or loss of associates accounted for using equity method, gains or losses on disposal of interests in associates, rental income, interest income, gains or losses on disposal of property, plant and equipment, gains or losses on disposal of investments, exchange gains or losses, valuation gains or losses on financial instruments, interest expense and income tax expense. This is the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment assets and liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Segment assets</u>			
Stamping business segment	\$ 11,011,191	\$ 11,494,181	\$ 10,744,691
Others	<u>308,818</u>	<u>339,768</u>	<u>348,694</u>
Consolidated total assets	<u>\$ 11,320,009</u>	<u>\$ 11,833,949</u>	<u>\$ 11,093,385</u>
<u>Segment liabilities</u>			
Stamping business segment	\$ 2,708,254	\$ 2,696,320	\$ 2,221,666
Others	<u>1,138</u>	<u>1,188</u>	<u>2,252</u>
Consolidated total liabilities	<u>\$ 2,709,392</u>	<u>\$ 2,697,508</u>	<u>\$ 2,223,918</u>

TABLE 1

CHIA CHANG CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Financing Company	Counterparty	Financial Statement Account	Related Party	Maximum Balance for the Period (Foreign Currencies in Thousands)	Ending Balance (Foreign Currencies in Thousands)	Amount Actually Drawn (Foreign Currencies in Thousands)	Interest Rate	Nature for Financing	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company (Foreign Currencies in Thousands) (Note 1)	Financing Company's Total Financing Amount Limits (Foreign Currencies in Thousands) (Note 2)
													Item	Value		
0	Chia Chang Co., Ltd.	CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Other receivables	Yes	\$ 182,670 (USD 6,000)	\$ 182,670 (USD 6,000)	\$ 91,335 (USD 3,000) (Note 3)	6.00%	Short-term financing	Not applicable	Operating capital	\$ -	-	-	\$ 1,721,104	\$ 3,442,209
1	GOLDSKY ENTERPRISES LIMITED	Chia Chang Co., Ltd.	Other receivables	Yes	60,890 (USD 2,000)	60,890 (USD 2,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	123,728 (USD 4,064)	247,457 (USD 8,128)
		CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Other receivables	Yes	45,668 (USD 1,500)	45,668 (USD 1,500)	45,668 (USD 1,500) (Note 3)	6.00%	Short-term financing	Not applicable	Operating capital	-	-	-	123,728 (USD 4,064)	247,457 (USD 8,128)
2	CHIA CORPORATION	Chia Chang Co., Ltd.	Other receivables	Yes	608,900 (USD 20,000)	608,900 (USD 20,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	1,248,506 (RMB 291,387)	2,497,012 (RMB 582,774)
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	Other receivables	Yes	60,890 (USD 2,000)	60,890 (USD 2,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	1,248,506 (RMB 291,387)	2,497,012 (RMB 582,774)
		Chia Chang Technology (Suzhou) Co., Ltd.	Other receivables	Yes	608,900 (USD 20,000)	608,900 (USD 20,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	1,248,506 (RMB 291,387)	2,497,012 (RMB 582,774)
		Chia Chang Technology (Chong Qing) Co., Ltd.	Other receivables	Yes	121,780 (USD 4,000)	121,780 (USD 4,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	1,248,506 (RMB 291,387)	2,497,012 (RMB 582,774)
		CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Other receivables	Yes	137,003 (USD 4,500)	137,003 (USD 4,500)	15,223 (USD 500) (Note 3)	6.00%	Short-term financing	Not applicable	Operating capital	-	-	-	1,248,506 (RMB 291,387)	2,497,012 (RMB 582,774)
3	Chia Chang Technology (Suzhou) Co., Ltd.	Chia Chang Technology (Chong Qing) Co., Ltd.	Other receivables	Yes	85,694 (RMB 20,000)	85,694 (RMB 20,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	767,424 (RMB 179,108)	1,534,852 (RMB 358,217)
4	Ningbo Chia Chang Electronics Hardware Co., Ltd.	Chia Chang Technology (Chong Qing) Co., Ltd.	Other receivables	Yes	42,847 (RMB 10,000)	42,847 (RMB 10,000)	12,854 (RMB 3,000) (Note 3)	3.10%	Short-term financing	Not applicable	Operating capital	-	-	-	199,903 (RMB 46,655)	399,810 (RMB 93,311)
		Chia Chang Technology (Suzhou) Co., Ltd.	Other receivables	Yes	64,271 (RMB 15,000)	64,271 (RMB 15,000)	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	199,903 (RMB 46,655)	399,810 (RMB 93,311)
5	Chia Development Co., Ltd.	EIDEAL Company Limited	Other receivables	Yes	20,000	20,000	-	-	Short-term financing	Not applicable	Operating capital	-	-	-	30,480	121,922

Note 1: The limit for lending to each borrower is as follows:

a.

For entities having business transactions with the Corporation, the lending amount to any individual entity shall not exceed 20% of the net equity of the Corporation, and it shall be limited to the higher of the Corporation’s purchases or sales amount, based on either the latest fiscal year or, for the current year, as of the end of the month preceding the date of the loan.

b.

For entities with short-term funding needs, the total amount for lending shall not exceed 5% of the net equity of the Corporation. The lending amount to each individual entity shall not exceed 10% of the net equity.

c.

For intercompany lending between the Corporation and its foreign subsidiaries in which it directly or indirectly holds 100% of the voting shares, or when a foreign subsidiary in which the Corporation directly or indirectly holds 100% of the voting shares lends to the Corporation, the total amount for lending shall not exceed 100% of the net equity of the lending company. The lending amount to each individual entity shall not exceed 20% of the net equity of the lending company.

Note 2: The total amount for lending shall not exceed 40% of the net equity of the Corporation based on its latest financial statements.

Note 3: All intercompany transactions have been eliminated upon consolidation.

TABLE 2

CHIA CHANG CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period (Foreign Currencies in Thousands)	Outstanding Endorsement/ Guarantee at the End of the Period (Foreign Currencies in Thousands)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals (Foreign Currencies in Thousands)	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Provided by Parent Company	Endorsement/ Guarantee Provided by Subsidiaries	Endorsement/ Guarantee Provided to Subsidiaries in Mainland China
		Name	Relationship										
0	The Corporation	GOLDSKY ENTERPRISES LIMITED	Note 1	\$ 4,302,761	\$ 548,010 (USD 18,000)	\$ 548,010 (USD 18,000)	\$ -	\$ -	6.37%	\$ 4,302,761	Yes	No	No
		CHIA CORPORATION	Note 1		1,522,250 (USD 50,000)	1,522,250 (USD 50,000)	-	608,900 (USD 20,000)	17.69%		Yes	No	No
		CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Note 1		365,340 (USD 12,000)	365,340 (USD 12,000)	-	-	4.25%		Yes	No	No
1	Chia Chang Technology (Suzhou) Co., Ltd.	Chia Chang Technology (Chong Qing) Co., Ltd.	Note 1	4,302,761	85,694 (RMB 20,000)	85,694 (RMB 20,000)	-	-	1.00%	4,302,761	No	No	Yes
2	Ningbo Chia Chang Electronics Hardware Co., Ltd.	Chia Chang Technology (Suzhou) Co., Ltd.	Note 1	4,302,761	64,271 (RMB 15,000)	64,271 (RMB 15,000)	-	-	0.75%	4,302,761	No	No	Yes
		Chia Chang Technology (Chong Qing) Co., Ltd.	Note 1		42,847 (RMB 10,000)	42,847 (RMB 10,000)	-	-	0.50%		No	No	Yes

Note 1: Subsidiary in which the Corporation directly or indirectly owns more than 50% of its voting shares.

Note 2: According to the Corporation’s endorsement/guarantee operating procedures, the total amount of guarantee provided by the Corporation to any individual entity shall not exceed 2% of the Corporation’s net equity based on its latest financial statements, except for the guarantee provided to any entity whose directly or indirectly voting shares are more than 50% owned. The total balance of guarantee shall not exceed 50% of the Corporation’s net equity based on its latest financial statements.

TABLE 3

CHIA CHANG CO., LTD. AND SUBSIDIARIES

**SIGNIFICANT MARKETABLE SECURITIES HELD
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)**

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2025				Note
				Number of Shares (Units in Thousands)	Carrying Amount	Percentage of Ownership	Fair Value	
Chia Chang Co., Ltd.	<u>Ordinary share(s)</u> Chimei Motor Electronics Co., Ltd.	None	Financial assets at FVTOCI - non-current	1,372	\$ 9,488	4.57%	\$ 9,488	Notes 1 and 2
	Top Taiwan XIII Venture Capital Co., Ltd.	The Corporation is its corporate directors	Financial assets at FVTOCI - non-current	5,000	38,627	5.81%	38,627	Notes 1 and 2
	WK Technology Fund IX II Ltd.	The Corporation is its corporate supervisors	Financial assets at FVTOCI - non-current	8,000	80,096	7.12%	80,096	Notes 1 and 2
CHIA CORPORATION	<u>Ordinary share(s)</u> CHIALEHUA HOLDING LIMITED	None	Financial assets at FVTOCI - non-current	900	10,180	15.00%	10,180	Notes 1 and 2
Chia Development Co., Ltd.	<u>Ordinary share(s)</u> WK Technology Fund IX Ltd.	One of the Corporation’s key management personnel is one of its supervisors	Financial assets at FVTOCI - non-current	3,839	102,642	7.69%	102,642	Notes 1 and 2

Note 1: The unlisted stocks mentioned above are calculated using a valuation method at fair value.

Note 2: The securities held at end of period have not been provided as collateral or pledged for loans.

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

Company Name	Related Party	Relationship	Ending Balance (Note)	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Ningbo Chia Chang Electronics Hardware Co., Ltd.	Chia Chang Co., Ltd.	Parent company and subsidiary	\$ 157,243 (Note)	-	\$ -	-	\$ -	\$ -

Note: All intercompany transactions have been eliminated upon consolidation.

TABLE 5

CHIA CHANG CO., LTD. AND SUBSIDIARIES

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

No.	Transaction Company	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% to Total Sales or Assets
1	Chia Chang Co., Ltd.	Chia Chang Technology (Suzhou) Co., Ltd.	1	Accounts payable	\$ 47,534	Note 2	-
		Ningbo Chia Chang Electronics Hardware Co., Ltd.	1	Accounts payable	157,243	Note 2	1
		CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	1	Other receivables	92,536	Note 3, interest rate 6.00%	1
		CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	1	Sales revenue	41,690	Note 2	1
2	CHIA CORPORATION	CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	3	Other receivables	15,550	Note 4, interest rate 6.00%	-
3	GOLDSKY ENTERPRISES LIMITED	CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	3	Other receivables	47,364	Note 5, interest rate 6.00%	-
4	Chia Chang Technology (Suzhou) Co., Ltd.	Chia Chang Co., Ltd.	2	Accounts receivable	47,534	Note 2	-
		Ningbo Chia Chang Electronics Hardware Co., Ltd.	3	Purchases	11,164	Note 2	-
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	3	Accounts payable	19,671	Note 2	-
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	3	Purchases	33,981	Note 2	1
5	Ningbo Chia Chang Electronics Hardware Co., Ltd.	Chia Chang Co., Ltd.	2	Accounts receivable	157,243	Note 2	1
		Chia Chang Technology (Suzhou) Co., Ltd.	3	Sales revenue	11,164	Note 2	-
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	3	Accounts receivable	15,059	Note 2	-
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	3	Accounts payable	17,356	Note 2	-
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	3	Sales revenue	31,679	Note 2	1
		Nanjing Chia-Chan Precious Electronics Co., Ltd.	3	Purchases	36,385	Note 2	1
		Chia Chang Technology (Chong Qing) Co., Ltd.	3	Other receivables	13,146	Note 6, interest rate 3.10%	-
6	Nanjing Chia-Chan Precious Electronics Co., Ltd.	Chia Chang Technology (Suzhou) Co., Ltd.	3	Accounts receivable	19,671	Note 2	-
		Chia Chang Technology (Suzhou) Co., Ltd.	3	Sales revenue	33,981	Note 2	1
		Ningbo Chia Chang Electronics Hardware Co., Ltd.	3	Accounts receivable	17,356	Note 2	-
		Ningbo Chia Chang Electronics Hardware Co., Ltd.	3	Accounts payable	15,059	Note 2	-
		Ningbo Chia Chang Electronics Hardware Co., Ltd.	3	Sales revenue	36,385	Note 2	1
		Ningbo Chia Chang Electronics Hardware Co., Ltd.	3	Purchases	31,679	Note 2	1
7	Chia Chang Technology (Chong Qing) Co., Ltd.	Ningbo Chia Chang Electronics Hardware Co., Ltd.	3	Other payables	13,146	Note 6, interest rate 3.10%	-
8	CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Chia Chang Co., Ltd.	2	Other payables	92,536	Note 3, interest rate 6.00%	1
		Chia Chang Co., Ltd.	2	Purchases	41,690	Note 2	1
		CHIA CORPORATION	3	Other payables	15,550	Note 4, interest rate 6.00%	-
		GOLDSKY ENTERPRISES LIMITED	3	Other payables	47,364	Note 5, interest rate 6.00%	-

(Continued)

Note 1: The categories of transactions are identified by the following numbers in the “Relationship” column:

- 1 - from parent company to subsidiary;
- 2 - from subsidiary to parent company;
- 3 - between subsidiaries.

Note 2: For the purchases and sales transactions between the Group and its related parties, the collection period is 60-180 days.

Note 3: Other receivables from CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED recognized by Chia Chang Co., Ltd. included loan of \$91,335 thousand and interest receivable of \$1,201 thousand.

Note 4: Other receivables from CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED recognized by CHIA CORPORATION included loan of \$15,223 thousand and interest receivable of \$327 thousand.

Note 5: Other receivables from CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED recognized by GOLDSKY ENTERPRISES LIMITED included loan of \$45,668 thousand and interest receivable of \$1,696 thousand.

Note 6: Other receivables from Chia Chang Technology (Chong Qing) Co., Ltd. recognized by Ningbo Chia Chang Electronics Hardware Co., Ltd. included loan of \$12,854 thousand and interest receivable of \$292 thousand.

Note 7: A transaction is disclosed if it amounts to more than \$10,000 thousand.

Note 8: All intercompany transactions have been eliminated upon consolidation.

(Concluded)

TABLE 6

CHIA CHANG CO., LTD. AND SUBSIDIARIES

**NAMES, LOCATIONS AND RELATED INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2025			Net Income (Loss) of the Investee (Foreign Currencies in Thousands)	Share of Profit (Loss) (Note 1)	Note
				September 30, 2025 (Foreign Currencies in Thousands)	December, 31, 2024 (Foreign Currencies in Thousands)	Number of Shares (Units in Thousands)	Percentage of Ownership %	Carrying Amount (Foreign Currencies in Thousands)			
Chia Chang Co., Ltd.	CHIA CORPORATION	Samoa	Investment holdings	\$ 1,172,642	\$ 1,172,642	40,000	100.00	\$ 6,242,533 (Note 3)	RMB 38,550	\$ 167,972 (Note 3)	Subsidiary
	GOLDSKY ENTERPRISES LIMITED	Samoa	International trade	33,892	33,892	15	100.00	618,651 (Note 3)	USD (177)	(5,537) (Note 3)	Subsidiary
	Chia Development Co., Ltd.	Taoyuan, Taiwan	New business development and investment	263,564	263,564	19,784	100.00	304,951 (Note 3)	16,557	16,557 (Note 3)	Subsidiary
	CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED	Vietnam	Manufacturing and selling metal stamped IT and optronics components	308,422	191,174	-	100.00	296,154 (Note 3)	VND 9,790,760	11,622 (Note 3)	Subsidiary
	Zen Material Technology Inc.	Kaohsiung, Taiwan	Electronic components production	92,950	92,950	1,334	46.01	-	(440)	-	Associate (Note 4)
CHIA CORPORATION	TARCOOLA TRADING LIMITED	British Virgin Islands	Investment holdings	USD 30,589	USD 30,589	37,100	100.00	RMB 895,977 (Note 3)	RMB 15,486	Not applicable	Subsidiary
	HUGE LINE INTERNATIONAL LIMITED	Samoa	Investment holdings	USD 11,400	USD 11,400	16,601	100.00	RMB 343,825 (Note 3)	RMB 20,177	Not applicable	Subsidiary
	CHIAPEX HOLDING LIMITED	Samoa	Investment holdings	USD 3,474	USD 3,474	3,460	100.00	RMB 44 (Note 3)	-	Not applicable	Subsidiary
Chia Development Co., Ltd.	Energy Magic Co., Ltd.	Taoyuan, Taiwan	Electronic components production	15,496	15,496	1,500	50.00	3,532 (Note 3)	(233)	Not applicable	Subsidiary
	EIDEAL Company Limited	Taoyuan, Taiwan	Electronic components production	21,000	21,000	2,100	84.00	10,853 (Note 3)	857	Not applicable	Subsidiary
	Top Taiwan IX Venture Capital Co., Ltd.	Taipei, Taiwan	Investment business	52,500	52,500	5,250	12.50	74,148	(46,277)	Not applicable	Associate

Note 1: Profit or loss on investment was accounted by the reviewed financial statements, except for the financial statements of GOLDSKY ENTERPRISES LIMITED, CHIA CHANG TECHNOLOGY (VIETNAM) COMPANY LIMITED, Zen Material Technology Inc., CHIAPEX HOLDING LIMITED, Energy Magic Co., Ltd., EIDEAL Company Limited and Top Taiwan IX Venture Capital Co., Ltd.

Note 2: Information on investments in mainland China is referred to Table 7.

Note 3: All intercompany transactions have been eliminated upon consolidation, except for Zen Material Technology Inc. and Top Taiwan IX Venture Capital Co., Ltd.

Note 4: The Group’s share of loss of an associate exceeds its interest in the associate, so the Group discontinues recognizing its share of further loss.

TABLE 7

CHIA CHANG CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (RMB in Thousands)	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025 (USD in Thousands)	Investment Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2025 (USD in Thousands)	Net Income (Loss) of the Investee (RMB in Thousands)	Ownership of Direct or Indirect Investment (%)	Share of Profits (Losses) (RMB in Thousands) (Note 1)	Carrying Amount as of September 30, 2025 (RMB in Thousands)	Accumulated Inward Remittance of Earnings as of September 30, 2025 (RMB in Thousands)
					Outflow	Inflow						
Chia Chang Technology (Suzhou) Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	\$ 2,114,547 (RMB 493,511)	Indirect investment in TARCOOLA TRADING LIMITED through CHIA CORPORATION, with the former investing operating funds	\$ 917,582 (USD 30,139)	\$ -	\$ -	\$ 917,582 (USD 30,139)	\$ 67,532 (RMB 15,499)	100.00%	\$ 67,532 (RMB 15,499) (Note 3)	\$ 3,837,133 (RMB 895,543) (Note 3)	\$ 914,895 (RMB 213,526)
Ningbo Chia Chang Electronics Hardware Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	294,727 (RMB 68,786)	Indirect investment in HUGE LINE INTERNATIONAL LIMITED through CHIA CORPORATION, with the former investing operating funds	194,848 (USD 6,400)	-	-	194,848 (USD 6,400)	78,560 (RMB 18,030)	100.00%	78,560 (RMB 18,030) (Note 3)	999,526 (RMB 233,278) (Note 3)	1,873,134 (RMB 437,168)
Nanjing Chia-Chan Precious Electronics Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	304,107 (RMB 70,975)	Indirect investment in HUGE LINE INTERNATIONAL LIMITED through CHIA CORPORATION, with the former investing operating funds	-	-	-	-	9,368 (RMB 2,150)	100.00%	9,368 (RMB 2,150) (Note 3)	472,281 (RMB 110,225) (Note 3)	169,430 (RMB 39,543)
Chia Chang Technology (Chong Qing) Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	128,541 (RMB 30,000)	Through Chia Chang Technology (Suzhou) Co., Ltd. invest operating funds	-	-	-	-	(6,205) (RMB -1,424)	100.00%	(6,205) (RMB -1,424) (Note 3)	18,917 (RMB 4,415) (Note 3)	-
Chia Chain Precious Hardware & Electronics (Suzhou) Co., Ltd.	Manufacturing and selling metal stamped IT and optronics components	150,804 (RMB 35,196)	Indirect investment in CHIAPEX HOLDING LIMITED through CHIA CORPORATION, with the former investing operating funds	120,471 (USD 3,957)	-	-	120,471 (USD 3,957)	(26,945) (RMB -6,184)	49.00%	- (Note 4)	-	306,502 (RMB 71,534)

Accumulated Investments in Mainland China as of September 30, 2025 (USD in Thousands)	Investment Amounts Authorized by the Investment Commission, MOEA (USD in Thousands)	Upper Limit on Investment Stipulated by the Investment Commission, MOEA
\$ 1,232,901 (USD 40,496)	\$ 3,759,653 (USD 123,490)	\$ 5,163,313 (Note 2)

Note 1: Except Nanjing Chia-Chan Precious Electronics Co., Ltd., Chia Chang Technology (Chong Qing) Co., Ltd. and Chia Chain Precious Hardware & Electronics (Suzhou) Co., Ltd., the share of profit or loss and other comprehensive income of the investments were based on the associates’ financial statements that have been reviewed for the same period.

Note 2: The investment limit is 60% of the Corporation’s net equity.

Note 3: All intercompany transactions have been eliminated upon consolidation, except for the financial statements of Chia Chain Precious Hardware & Electronics (Suzhou) Co., Ltd.

Note 4: The Group’s share of loss of an associate exceeds its interest in the associate, so the Group discontinues recognizing its share of further loss.