Stock Code:6024

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Review Report
For the Three Months Ended March 31, 2026 and 2025

Address: 32nd, B1 and B2 Fl. No. 97, Tun Hwa South Rd., Sec. 2, Taipei, Taiwan, R.O.C.
Telephone: 886-2-2700-2888

Table of contents

安侯建業聯合會計師事務所
KPMG
台北市110615信義路5段7號68樓(台北101大樓)
68F., TAIPEI 101 TOWER, No. 7, Sec. 5,
Xinyi Road, Taipei City 110615, Taiwan (R.O.C.)
電 話 Tel + 886 2 8101 6666
傳 真 Fax + 886 2 8101 6667
網 址 Web kpmg.com/tw

Independent Auditors' Review Report

To the Board of Directors of
Capital Futures Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Capital Futures Corporation and its subsidiaries as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2026 and 2025, and notes to the consolidated financial statements, including a summary of significant accounting policies. 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 Futures Commission Merchants, the related rules of Preparing Financial Reports of Managed Futures Enterprises, the Regulations Governing the Preparation of Financial Reports by Securities Firms 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 Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China 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 stated in note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to $13,802 thousands and $22,513 thousands, constituting 0.02% and 0.03% of consolidated total assets as of March 31, 2026 and 2025, respectively, total liabilities amounting to $4,179 thousands and $6,109 thousands, constituting 0.01% and 0.01% of consolidated total liabilities as of March 31, 2026 and 2025, respectively, and total comprehensive income (loss) amounting to $(6,246) thousands and $(312) thousands, constituting (1.34)% and (0.10)% of consolidated total comprehensive income (loss) for the three months ended March 31, 2026 and 2025, respectively.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Capital Futures Corporation and its subsidiaries as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, the related rules of Preparing Financial Reports of Managed Futures Enterprises, the Regulations Governing the Preparation of Financial Reports by Securities Firms 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 Wu, Cheng-Yen and Chen, Yi-Jen.

KPMG

Taipei, Taiwan (Republic of China)
May 15, 2026

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with the 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 accepted and applied in the Republic of China.

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2026, December 31, 2025, and March 31, 2025

(Expressed in Thousands of New Taiwan Dollars)

		March 31, 2026		December 31, 2025		March 31, 2025	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
111100	Cash and cash equivalents (Note 6(a))	$ 7,933,176	9	7,318,745	10	6,870,176	10
112000	Financial assets at fair value through profit or loss- current (Note 6(b))	1,269,435	1	2,063,496	3	1,162,005	2
113200	Financial assets at fair value through other comprehensive income- current (Note 6(b))	-	-	-	-	12,179	-
114010	Bonds purchased under resale agreements (Note 6(b))	590,451	1	230,824	-	321,359	1
114070	Customers margin accounts (Note 6(e))	71,456,167	85	62,255,762	84	54,095,172	82
114080	Receivable - futures margin (Note 6(f))	356	-	1	-	109	-
114090	Security borrowing collateral price	680,001	1	94,439	-	133,553	-
114100	Security borrowing margin	551,390	1	92,662	-	225,584	-
114130	Accounts receivable	148,722	-	49,729	-	49,323	-
114140	Accounts receivable- related parties (Note 7)	5,292	-	5,431	-	3,086	-
114150	Prepayments	17,610	-	12,877	-	34,148	-
114170	Other receivables	315,177	-	321,233	1	288,918	1
114180	Other receivables- related parties (Note 7)	4,959	-	14,490	-	4,681	-
114300	Leverage contract trading-customers' margin accounts	631,302	1	572,040	1	889,627	1
114600	Current income tax assets	106	-	106	-	106	-
119000	Other current assets (Note 8)	769	-	767	-	1,050,002	2
		83,604,913	99	73,032,602	99	65,140,028	99
	Non-current assets:						
123200	Financial assets at fair value through other comprehensive income- non-current (Note 6(b))	190,616	-	173,329	-	177,932	-
125000	Property and equipment (Note 6(c))	145,412	-	152,762	-	137,400	-
125800	Right-of-use assets (Note 6(d))	27,548	-	36,601	-	61,405	-
127000	Intangible assets (Note 6(g))	63,962	-	62,636	-	58,747	-
129000	Other non-current assets	500,382	1	652,543	1	528,068	1
		927,920	1	1,077,871	1	963,552	1
906001	**Total assets**	**$ 84,532,833**	**100**	**74,110,473**	**100**	**66,103,580**	**100**

		March 31, 2026		December 31, 2025		March 31, 2025	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
212000	Financial liabilities at fair value through profit or loss- current (Note 6(b))	$ 918,105	1	282,856	-	533,174	1
214080	Futures traders' equity (Note 6(e))	71,213,338	84	62,118,495	84	53,839,099	82
214100	Leverage contract trading - customers' equity	625,524	1	571,630	1	886,394	1
214130	Accounts payable	120,897	-	141,600	-	81,930	-
214140	Accounts payable- related parties (Note 7)	19,265	-	12,315	-	13,235	-
214150	Advance receipts	4,771	-	4,763	-	11,442	-
214160	Receipts under custody	13,082	-	8,750	-	9,333	-
214170	Other payables	391,406	1	300,881	1	227,595	1
214180	Other payables- related parties (Note 7)	20,611	-	6,707	-	18,548	-
214600	Current income tax liabilities	199,874	-	137,496	-	146,175	-
215100	Provisions- current	10,267	-	9,999	-	8,877	-
216000	Lease liabilities- current (Note 6(h))	17,366	-	24,189	-	32,478	-
219000	Other current liabilities	53,059	-	27,641	-	69,058	-
		73,607,565	87	63,647,322	86	55,877,338	85
	Non-current liabilities:						
226000	Lease liabilities- non-current (Note 6(h))	11,019	-	13,050	-	29,810	-
228000	Deferred income tax liabilities	16,964	-	19,572	-	44,750	-
		27,983	-	32,622	-	74,560	-
906003	**Total liabilities**	73,635,548	87	63,679,944	86	55,951,898	85
	Equity attributable to owners of parent:						
301010	Common stock (Note 6(k))	2,499,376	3	2,499,376	3	2,499,376	4
302000	Capital surplus (Note 6(k))	3,358,679	4	3,358,679	5	3,358,729	5
304010	Legal reserve	977,514	1	977,514	1	858,368	1
304020	Special reserve	2,060,958	3	2,060,958	3	1,835,077	3
304040	Unappropriated earnings (Note 6(k))	1,908,732	2	1,467,693	2	1,472,178	2
305000	Other equity (Note 6(k))	91,057	-	62,436	-	123,707	-
	Total equity attributable to owners of parent	10,896,316	13	10,426,656	14	10,147,435	15
306000	**Non-controlling interests**	969	-	3,873	-	4,247	-
906004	**Total equity**	10,897,285	13	10,430,529	14	10,151,682	15
906002	**Total liabilities and equity**	**$ 84,532,833**	**100**	**74,110,473**	**100**	**66,103,580**	**100**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

		For the three months ended March 31,			
		2026		2025	
		Amount	%	Amount	%
	Income:				
401000	Brokerage fee revenue (Note 6(m))	$ 536,710	79	468,270	67
410000	Net gains (losses) on sale of trading securities	104,923	15	(12,531)	(2)
421300	Dividend revenue	207	-	635	-
421500	Net gains (losses) on measurement of trading securities at fair value through profit or loss	(43,445)	(6)	(13,762)	(2)
421600	Net gains (losses) on covering of borrowed securities and bonds with resale agreements-short sales	(13,160)	(2)	10,936	2
421610	Net gains (losses) on borrowed securities and bonds with resale agreements-short sales at fair value through profit or loss	61,847	9	16,371	2
424100	Futures commission revenue (Note 6(m))	163,477	24	141,171	20
424200	Securities commission revenue	15,673	2	8,000	1
424400	Net gains (losses) on derivative instruments- futures (Note 6(m))	(193,320)	(28)	36,486	5
424500	Net gains (losses) on derivative instruments - OTC (Note 6(m))	20,154	3	38,100	5
424800	Management fee revenue	17,769	3	4,079	1
424900	Consulting fee revenue	10,066	1	4,613	1
428000	Other operating revenue	2,801	-	2,452	-
		683,702	100	704,820	100
	Expenses:				
501000	Brokerage fees	155,060	23	161,078	23
502000	Brokerage fees - proprietary trading	4,340	1	2,777	-
521200	Financial costs	20,873	3	21,602	3
425300	Expected credit impairment losses and reversal gains (Note 6(n))	(72)	-	(70)	-
524100	Futures commission expenses (Note 6(m))	155,565	23	122,897	18
524300	Clearing and settlement expenses	63,334	9	47,686	7
528000	Other operating expenditure	3,698	-	2,397	-
531000	Employee benefit expenses (Note 6(m))	257,692	38	220,801	31
532000	Depreciation and amortization expenses (Note 6(m))	24,602	4	20,846	3
533000	Other operating expenses (Note 6(m))	198,975	29	157,519	22
		884,067	130	757,533	107
	Net operating loss	(200,365)	(30)	(52,713)	(7)
	Non-operating income and expenses:				
602000	Other gains and losses (Note 6(m))	728,804	107	398,619	56
		728,804	107	398,619	56
902001	**Net income before income tax**	528,439	77	345,906	49
701000	**Less: Income tax expenses (Note 6(j))**	90,392	13	66,163	9
	Net income	438,047	64	279,743	40
805000	**Other comprehensive income:**				
805500	**Components that may not be reclassified subsequently to profit or loss:**				
805540	Unrealized gains (losses) from investments in equity instruments at fair value through other comprehensive income	17,287	3	24,214	3
805599	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Subtotal of components that may not be reclassified subsequently into profit or loss	17,287	3	24,214	3
805600	**Components that may be reclassified subsequently to profit or loss:**				
805610	Exchange differences on translation of foreign operations	11,422	1	12,364	2
805699	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Subtotal of components that may be reclassified subsequently to profit or loss	11,422	1	12,364	2
805000	**Other comprehensive income**	28,709	4	36,578	5
902006	**Total comprehensive income**	**$ 466,756**	**68**	**316,321**	**45**
	Net income attributable to:				
913100	Shareholders of the parent	$ 441,039	64	279,830	40
913200	Non-controlling interests	(2,992)	-	(87)	-
		$ 438,047	**64**	**279,743**	**40**
	Comprehensive income attributable to:				
914100	Shareholders of the parent	$ 469,660	68	316,318	45
914200	Non-controlling interests	(2,904)	-	3	-
		$ 466,756	**68**	**316,321**	**45**
975000	**Basic earnings per share (NT dollars) (Note 6(l))**	**$**	**1.76**		**1.26**
985000	**Diluted earnings per share (NT dollars) (Note 6(l))**	**$**	**1.76**		**1.26**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent									
	Stock		Retained earnings			Other equity				
	Common stocks	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2025	$ 2,104,376	1,663,253	858,368	1,835,077	1,192,348	51,716	35,503	7,740,641	4,244	7,744,885
Net income for the three months ended March 31, 2025	-	-	-	-	279,830	-	-	279,830	(87)	279,743
Other comprehensive income	-	-	-	-	-	12,274	24,214	36,488	90	36,578
Total comprehensive income	-	-	-	-	279,830	12,274	24,214	316,318	3	316,321
Capital increase by cash (Note 6(n))	395,000	1,695,476	-	-	-	-	-	2,090,476	-	2,090,476
Balance at March 31, 2025	**$ 2,499,376**	**3,358,729**	**858,368**	**1,835,077**	**1,472,178**	**63,990**	**59,717**	**10,147,435**	**4,247**	**10,151,682**
Balance at January 1, 2026	$ 2,499,376	3,358,679	977,514	2,060,958	1,467,693	3,608	58,828	10,426,656	3,873	10,430,529
Net income for the three months ended March 31, 2026	-	-	-	-	441,039	-	-	441,039	(2,992)	438,047
Other comprehensive income	-	-	-	-	-	11,334	17,287	28,621	88	28,709
Total comprehensive income	-	-	-	-	441,039	11,334	17,287	469,660	(2,904)	466,756
Balance at March 31, 2026	**$ 2,499,376**	**3,358,679**	**977,514**	**2,060,958**	**1,908,732**	**14,942**	**76,115**	**10,896,316**	**969**	**10,897,285**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31,	
	2026	2025
Cash flows from (used in) operating activities:		
Net income before income tax	$ 528,439	345,906
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	21,110	18,784
Amortization expense	3,492	2,062
Expected credit impairment reversal gain	(72)	(70)
Net loss on financial assets or liabilities at fair value through profit or loss	35,064	11,368
Interest expense	20,873	21,602
Interest income (including financial income)	(396,367)	(392,359)
Dividend revenue	(4,308)	(1,926)
Share-based payments	-	10,427
Gain on lease modification	(277)	-
Total adjustments to reconcile profit (loss)	(320,485)	(330,112)
Changes in operating assets and liabilities:		
Decrease (increase) in financial assets at fair value through profit or loss	697,150	(44,279)
Increase in bond purchased under resale agreements	(359,627)	(10,170)
Increase in customer margin accounts	(9,200,405)	(1,633,935)
Increase in receivable - futures margin	(283)	(39)
(Increase) decrease in leverage contract trading - customer's margin accounts	(59,262)	18,276
(Increase) decrease in security borrowing margin	(458,728)	126,659
(Increase) decrease in security borrowing collateral price	(585,562)	268,504
Increase in accounts receivable	(98,993)	(29,848)
Decrease in accounts receivable - related parties	139	366
Increase in prepayments	(2,539)	(6,512)
(Increase) decrease in other receivables	(13,221)	108,683
Decrease in other receivables- related parties	9,533	166
Increase in net defined benefit asset	(83)	(77)
(Increase) decrease in other current assets	(2)	1
Increase in financial liabilities at fair value through profit or loss	697,096	36,471
Increase in futures traders' equity	9,094,843	1,636,001
Increase (decrease) in leverage contract trading - customer's equity	53,894	(20,956)
(Decrease) increase in accounts payable	(20,703)	32,204
Increase in accounts payable - related parties	6,950	3,222
Increase in advance receipts	8	8,882
Increase in receipts under custody	4,332	2,251
Increase (decrease) in other payables	76,211	(81,461)
Increase in other payables - related parties	15,130	18,651
Increase in provisions for liabilities	268	575
Increase in other current liabilities	25,418	19,333
Total changes in operating assets and liabilities	(118,436)	452,968
Total adjustments	(438,921)	122,856
Cash inflow generated from operations	89,518	468,762
Interest received	415,236	382,979
Dividends received	4,714	5,324
Interest paid	(7,964)	(9,664)
Income taxes paid	(30,622)	(26,558)
Net cash flows from operating activities	470,882	820,843
Cash flows from (used in) investing activities:		
Acquisition of property and equipment	(5,359)	(6,947)
Increase in operation guarantee	(81)	-
Decrease (increase) in clearing and settlement fund	151,877	(2,060)
Decrease (increase) in refundable deposits	448	(101)
Acquisition of intangible assets	(4,794)	(3,800)
Increase in prepayments for business facilities	(2,775)	(14,788)
Net cash flows from (used in) investing activities	139,316	(27,696)
Cash flows from (used in) financing activities:		
Payments of lease liabilities	(7,061)	(7,748)
Proceeds from issuing shares	-	2,080,049
Net cash flows from (used in) financing activities	(7,061)	2,072,301
Effect of exchange rate changes on cash and cash equivalents	11,294	12,206
Net increase in cash and cash equivalents	614,431	2,877,654
Cash and cash equivalents at beginning of period	7,318,745	3,992,522
Cash and cash equivalents at end of period	$ 7,933,176	6,870,176

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

Capital Futures Corporation (the “Company”) was incorporated on February 26, 1997 and registered under the Ministry of Economic Affairs, R.O.C. The address of the Company's registered office is 32nd, B1 and B2 Fl. No. 97, Tun Hwa South Rd., Sec. 2, Taipei, Taiwan, R.O.C. The Company established the Taichung branch. The Company's common shares were listed at Taipei Exchange (TPEx) officially on April 27, 2009, then transferred to Taiwan Stock Exchange (TWSE) on October 16, 2017. The composition of the consolidated financial statements includes the Company and the subsidiaries (the “Group”). The Group is authorized to conduct the following businesses:

(a) Futures business

(b) Futures advisory business

(c) Securities introducing brokerage

(d) Futures management business

(e) Management consulting and information software service

(f) Securities business on a proprietary basis

(g) Securities investment consulting

(h) Lever Exchange Agency

(2) Approval date and procedures of the consolidated financial statements:

The consolidated financial statements were authorized for issuance by the Board of Directors on May 15, 2026.

(3) New standards, amendments and interpretations adopted:

(a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2026:

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities. ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.	January 1, 2027 note:On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”

(4) Summary of material accounting policies:

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, the related rules of Preparing Financial Reports of Managed Futures Enterprises, the Regulations Governing the Preparation of Financial Reports by Securities Firms and IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2025. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2025.

(b) Basis of consolidation

Subsidiaries included in the consolidated financial report are as follows:

			Ratio of Equity Ownership			
Name of the investor	**Subsidiaries**	**Business type**	**March 31, 2026**	**December 31, 2025**	**March 31, 2025**	**Note**
The Company	CSC Futures (HK) Ltd.	Futures dealing business and other businesses permitted by local law of Hong Kong	100.00 %	100.00 %	100.00 %	
The Company	Capital International Technology Corp.	Management consulting and information service business.	100.00 %	100.00 %	100.00 %	(Note 1)
Capital International Technology Corp.	Capital True Partner Technology Co., Ltd.	Management consulting and information service business.	51.00 %	51.00 %	51.00 %	(Note 1) and (Note 2)
Capital International Technology Corp.	QIT Technology Co., Ltd. (Formerly Capital Futures Technology (Shanghai) Co., Ltd.)	Management, consulting and information service business.	100.00 %	100.00 %	100.00 %	(Note 1)

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Note 1: These companies are individually immaterial subsidiaries, and financial statements have not been reviewed by the independent auditors. These subsidiaries, in aggregate, represented total consolidated assets of $13,802 and $22,513 and total consolidated liabilities of $4,179 and $6,109 as of March 31, 2026 and 2025, respectively, and total consolidated comprehensive income (loss) of $(6,246) and $(312) for the three months ended March 31, 2026 and 2025, respectively.

Note 2: On September 17, 2025, the Board of Directors resolved to approve the dissolution and liquidation of the subsidiary, Capital True Partner Technology Co., Ltd.

(c) Employee benefits

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

(d) Income tax

The Group estimated and disclosed interim income tax under IAS 34 “Interim Financial Reporting” Appendix B12.

Income tax expense is best estimated by multiplying pretax income for the interim reporting period using the effective annual average tax rate as forecasted by the management, and is recognized as current tax expense.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled and recognized directly in equity or other comprehensive income as tax expense.

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

The preparation of the consolidated financial statements in conformity with the Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, the related rules of Preparing Financial Reports of Managed Futures Enterprises, the Regulations Governing the Preparation of Financial Reports by Securities Firms and IAS 34 “Interim Financial Reporting” endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In these consolidated financial statements, judgments and key sources of estimation uncertainty used by management in the application of critical accounting policies are expected to be consistent with those of Note 5 of the consolidated financial statements for the year ended December 31, 2025.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(6) Explanation of significant accounts:

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2025 consolidated financial statements. Please refer to note 6 to the 2025 annual consolidated financial statements.

(a) Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash	$ 146	111	180
Demand deposits	612,443	397,626	382,336
Time deposits	5,597,300	5,293,400	4,944,700
Futures margin- excess margin	1,456,458	1,004,004	1,132,913
Commercial paper	266,829	623,604	410,047
Total	**$ 7,933,176**	**7,318,745**	**6,870,176**

(b) Financial assets and liabilities, bonds purchased under resale agreements

(i) Financial assets at fair value through profit or loss- current

	March 31, 2026	December 31, 2025	March 31, 2025
Open-ended funds and money-market instruments	$ 286,788	495,000	130,000
Open-ended funds and money-market instruments valuation adjustment	27,654	23,714	(2,789)
Trading securities- proprietary trading	159,519	719,063	137,790
Trading securities- proprietary trading valuation adjustment	21,492	122,277	37,008
Securities invested by securities broker	80,217	80,217	49,851
Securities invested by securities broker valuation adjustment	6,703	6,243	(2,541)
Call options- non-hedging	255,048	137,930	412,734
Futures margin- proprietary fund- non-hedging	329,390	352,813	164,738
Leverage derivatives- non-hedging	88,827	117,508	229,828
Equity derivatives- non-hedging	13,797	8,731	5,386
Total	**$ 1,269,435**	**2,063,496**	**1,162,005**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Financial assets at fair value through other comprehensive income- current

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investments at fair value through other comprehensive income			
Listed stocks	$ -	-	15,893
Valuation adjustment	-	-	(3,714)
Total	$ -	-	12,179

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group did not intend to hold for trading purposes.

During the three months ended March 31, 2025, the dividends of $0related to equity investment at fair value through other comprehensive income were recognized. No equity investments were disposed of during the three months ended March 31, 2025, and there were no transfers of any cumulative gain or loss within equity relating to these investments.

(iii) Bonds purchased under resale agreements

	March 31, 2026	December 31, 2025	March 31, 2025
Bonds purchased under resale agreements	$ 590,451	230,824	321,359
Resale price under the agreements	$ 590,631	230,883	321,483
Interest rates	1.00%~1.15%	1.00%~1.15%	1.00%~1.15%
Date of repurchase	2026.04.01~2026.04.15	2026.01.02~2026.01.15	2025.04.02~2025.04.14

(iv) Financial assets at fair value through other comprehensive income- non-current

Equity instruments at fair value through other comprehensive income:

	March 31, 2026		December 31, 2025		March 31, 2025	
Investee Company	Ownership ratio	Amount	Ownership ratio	Amount	Ownership ratio	Amount
Taiwan Futures Exchange Co., Ltd	0.0042 %	$ 1,621	0.0042 %	1,671	0.0042 %	1,753
CME Group	0.0056 %	188,995	0.0056 %	171,658	0.0056 %	176,179
Total		$ 190,616		173,329		177,932

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group did not intend to hold for trading purposes.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

During the three months ended March 31, 2026 and 2025, the dividends of $3,320 and $575, related to equity investments at fair value through other comprehensive income held on March 31, 2026 and 2025, respectively, were recognized. No strategic investments were disposed of during the three months ended March 31, 2026 and 2025, and there were no transfers of any cumulative gain or loss within equity relating to these investments.

(v) Financial liabilities at fair value through profit or loss- current

	March 31, 2026	December 31, 2025	March 31, 2025
Put options - non-hedging	$ 278,898	164,011	320,208
Liabilities on sale of borrowed securities - non-hedging	682,602	93,922	226,146
Liabilities on sale of borrowed securities valuation adjustment - non-hedging	(65,302)	(3,455)	(24,645)
Leverage derivatives- non-hedging	16,359	18,191	11,465
Equity derivatives- non-hedging	1,456	10,187	-
Structured products- non-hedging	4,092	-	-
Total	**$ 918,105**	**282,856**	**533,174**

(c) Property and equipment

The cost and accumulated depreciation of the property and equipment of the Group were as follows:

	Office equipment	Leasehold improvements	Total
Cost:			
Balance at January 1, 2026	$ 277,885	17,736	295,621
Additions	4,834	525	5,359
Transfer from prepayments for business facilities	581	-	581
Effect of exchange rate changes	830	41	871
Balance at March 31, 2026	**$ 284,130**	**18,302**	**302,432**
Balance at January 1, 2025	$ 233,492	17,771	251,263
Additions	6,592	355	6,947
Transfer from prepayments for business facilities	3,294	-	3,294
Effect of exchange rate changes	757	43	800
Balance at March 31, 2025	**$ 244,135**	**18,169**	**262,304**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		Office equipment	Leasehold improvements	Total
Accumulated depreciation:				
Balance at January 1, 2026	$	132,832	10,027	142,859
Depreciation		12,315	1,078	13,393
Effect of exchange rate changes		730	38	768
Balance at March 31, 2026	$	**145,877**	**11,143**	**157,020**
Balance at January 1, 2025	$	105,440	8,375	113,815
Depreciation		9,420	998	10,418
Effect of exchange rate changes		639	32	671
Balance at March 31, 2025	$	**115,499**	**9,405**	**124,904**
Carrying amounts:				
Balance at January 1, 2026	$	**145,053**	**7,709**	**152,762**
Balance at March 31, 2026	$	**138,253**	**7,159**	**145,412**
Balance at March 31, 2025	$	**128,636**	**8,764**	**137,400**

As of March 31, 2026, December 31 and March 31, 2025, the Group did not provide any property and equipment as collateral and pledge.

(d) Right-of-use assets

The Group leases buildings and equipment. Information about leases for which the Group as a lessee was presented below:

		Buildings	Equipment	Total
Cost:				
Balance at January 1, 2026	$	107,239	7,627	114,866
Derecognition		(6,616)	-	(6,616)
Effect of exchange rate changes		265	-	265
Balance at March 31, 2026	$	**100,888**	**7,627**	**108,515**
Balance at January 1, 2025	$	111,881	7,627	119,508
Additions		12,982	-	12,982
Derecognition		(17,139)	-	(17,139)
Effect of exchange rate changes		330	-	330
Balance at March 31, 2025	$	**108,054**	**7,627**	**115,681**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		Buildings	Equipment	Total
Accumulated depreciation:				
Balance at January 1, 2026	$	72,067	6,198	78,265
Depreciation		7,508	209	7,717
Derecognition		(5,146)	-	(5,146)
Effect of exchange rate changes		131	-	131
Balance at March 31, 2026	**$**	**74,560**	**6,407**	**80,967**
Balance at January 1, 2025	$	58,289	4,500	62,789
Depreciation		7,727	639	8,366
Derecognition		(17,139)	-	(17,139)
Effect of exchange rate changes		260	-	260
Balance at March 31, 2025	**$**	**49,137**	**5,139**	**54,276**
Carrying amounts:				
Balance at January 1, 2026	**$**	**35,172**	**1,429**	**36,601**
Balance at March 31, 2026	**$**	**26,328**	**1,220**	**27,548**
Balance at March 31, 2025	**$**	**58,917**	**2,488**	**61,405**

(e) Customers margin accounts/futures traders' equity

As of March 31, 2026, December 31 and March 31, 2025, the differences between customers' margin accounts and futures traders' equity were reconciled as follows:

		March 31, 2026	December 31, 2025	March 31, 2025
Customers margin accounts				
Cash in bank	$	48,911,918	40,013,014	36,834,356
Balance of the futures clearing house		14,203,508	14,289,325	9,641,180
Balance of other futures commission merchants		8,025,215	7,574,814	7,459,101
Marketable securities		315,526	378,609	160,535
Balance of customers margin accounts		71,456,167	62,255,762	54,095,172

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2026	December 31, 2025	March 31, 2025
Plus adjustment items:			
Commission cost	2,798	2,904	1,302
Others	-	-	121
Deduction adjustment items:			
Brokerage fee revenue	(11,471)	(11,618)	(10,912)
Futures transaction tax	(7,461)	(4,409)	(5,248)
Interest income	(617)	(2,260)	(9,191)
Temporary credits	(2,884)	(581)	(635)
Remittance amount of the customers after the market closed	(48,253)	(24,934)	(66,597)
Other receivables	(172,104)	(93,637)	(164,913)
Others	(2,837)	(2,732)	-
Balance of futures traders' equity	$ 71,213,338	62,118,495	53,839,099

(f) Receivable - futures margin

	March 31, 2026	December 31, 2025	March 31, 2025
Receivable - futures margin - current	$ 729	374	482
Less: Loss allowance	373	373	373
Subtotal	356	1	109
Receivable - futures margin - non-current	5,492	5,564	5,732
Less: Loss allowance	5,492	5,564	5,732
Subtotal	-	-	-
Total	$ 356	1	109

The movement in the allowance for receivable- futures margin was as follows:

	For the three months ended March 31, 2026	2025
Balance on January 1	$ 5,937	6,175
Impairment losses recognized (reversed)	(72)	(70)
Balance on March 31	$ 5,865	6,105

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(g) Intangible assets

The cost, amortization, and impairment losses of intangible assets were as follows:

	Goodwill	The seats of foreign futures exchanges (Note1)	Computer software and Others	Total
Cost:				
Balance at January 1, 2026	$ 22,088	50,738	35,676	108,502
Additions	-	-	4,794	4,794
Effect of exchange rate changes	-	68	126	194
Balance at March 31, 2026	**$ 22,088**	**50,806**	**40,596**	**113,490**
Balance at January 1, 2025	$ 22,088	51,032	23,311	96,431
Additions	-	-	3,800	3,800
Effect of exchange rate changes	-	73	90	163
Balance at March 31, 2025	**$ 22,088**	**51,105**	**27,201**	**100,394**
Amortization and impairment losses:				
Balance at January 1, 2026	$ 22,088	4,409	19,369	45,866
Amortization	-	-	3,492	3,492
Effect of exchange rate changes	-	47	123	170
Balance at March 31, 2026	**$ 22,088**	**4,456**	**22,984**	**49,528**
Balance at January 1, 2025	$ 22,088	4,611	12,748	39,447
Amortization	-	-	2,062	2,062
Effect of exchange rate changes	-	51	87	138
Balance at March 31, 2025	**$ 22,088**	**4,662**	**14,897**	**41,647**
Carrying value:				
Balance at January 1, 2026	**$ -**	**46,329**	**16,307**	**62,636**
Balance at March 31, 2026	**$ -**	**46,350**	**17,612**	**63,962**
Balance at March 31, 2025	**$ -**	**46,443**	**12,304**	**58,747**

Note: 1. The Group obtained the seats of foreign futures exchanges - NYMEX, COMEX, CBOT, HKEX and CME for business development. In accordance with IAS No. 38 "Intangible Assets" endorsed by the FSC, the seats are regarded as intangible assets with an indefinite useful life.

(Continued)

(h) Lease liabilities

The Group's lease liabilities were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Current	$ 17,366	24,189	32,478
Non-current	$ 11,019	13,050	29,810

The maturity analysis please refer to note 6(n) financial instruments.

The amounts recognized in profit or loss were as follows：

	For the three months ended March 31, 2026	2025
Interest on lease liabilities	$ 219	328
Expenses relating to short-term leases	$ 5,263	3,009

The amounts recognized in the statement of cash flows for the Group were as follows：

	For the three months ended March 31, 2026	2025
Total cash outflow for leases	$ 12,543	11,085

(i) Real estate leases

The Group leases buildings for its office space. The leases of office space typically run for 1 to 5 years.

(ii) Other leases

The Group leases equipment with contract terms of 1 to 5 years.

(i) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2025 and 2024.

The Group recognized expenses in profit or loss for the three months ended March 31, 2026 and 2025 were $(62) and $(57), respectively.

(ii) Defined contribution plans

The Group's expenses under the pension plan contributed to the Bureau of Labor Insurance for the three months ended March 31, 2026 and 2025 were $4,395 and $4,288, respectively.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) The pension costs of foreign subsidiaries in accordance with the local laws and regulations for the three months ended March 31, 2026 and 2025 were $1,603 and $1,361, respectively.

(j) Income taxes

(i) The Group's tax rate interpretation was as follow:

The Company and its subsidiary Capital International Technology Corp. are founded in Taiwan. The corporate income tax rates are both 20% for the three months ended March 31, 2026 and 2025.

The subsidiary CSC Futures (HK) Ltd. is founded in Hong Kong. The corporate income tax rates are both 16.5% for the three months ended March 31, 2026 and 2025.

The tax rates of reinvestment business of subsidiaries including Capital True Partner Technology Co., Ltd. and QIT Technology Co., Ltd. founded in Mainland China are both 25% for the three months ended March 31, 2026 and 2025.

(ii) Income tax expense

The amounts of income tax expense (benefit) were as follows:

	For the three months ended March 31,	
	2026	**2025**
Current income tax expense	$ 93,000	50,000
Deferred income tax (benefit) expense	(2,608)	16,163
Total	**$ 90,392**	**66,163**

(iii) Income tax assessment status

The Company's income tax returns through 2023 were assessed by the Tax Authority.

The subsidiary Capital International Technology Corp.'s income tax returns through 2024 were assessed by the Tax Authority.

(k) Capital and other equity

(i) Common stock

A resolution was passed during the board meeting held on December 9, 2024 for the issuance of 39,500 thousands ordinary shares for cash, with par value of $10 per share. It was agreed during the board meeting held on January 14, 2025 to issue at $52.8 per share, amounting to $2,499,376 after issue of share capital. The Company has received approval on January 2, 2025 from the Financial Supervisory Commission with ruling No. 1130367295 for this capital increase, with March 6, 2025 as the date of capital increase, related issuance costs have been deducted from the stock surplus.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

As of March 31, 2026, December 31 and March 31, 2025, the company had authorized capital of $4,000,000, $4,000,000 and $2,500,000, respectively, with par value of $10 per share, totaling 400,000, 400,000 and 250,000 thousand shares; the issued common stock were all 249,938 thousand shares.

(ii) Capital surplus

The detail of the capital surplus of the Company is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Share premium			
Capital addition-Share premium	$ 3,320,555	3,320,555	3,320,605
Capital addition-Employee stock option	34,561	34,561	34,561
Difference between consideration transferred and carrying amount of subsidiaries acquired and disposed	2,106	2,106	2,106
Changes in ownership interests in subsidiaries	995	995	995
Right of inclusion options exercised	462	462	462
	$ 3,358,679	**3,358,679**	**3,358,729**

In accordance with the R.O.C Company Act, realized capital surplus can only be used to cover accumulated deficit or to issue new shares or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. The aforementioned capital surplus includes share premiums and donation gains. In accordance with the Securities Offering and Issuance Guidelines, the amount of capital surplus to be capitalized shall not exceed 10 percent of the paid-in capital each year.

A portion of the new shares under the above cash capital increase was reserved for subscription by employees. The fair value of the stock options granted was $3.81. The Company used the Black-Scholes valuation model to measure the employee stock options compensation cost of $10,427, which was recognized accordingly, with a corresponding adjustment to capital surplus. The parameters used in the valuation model were as follows:

Share price at grant date	$ 56.60 (NT dollars)
Exercise price	$ 52.80 (NT dollars)
Expected volatility	18.83 %
Expected life	7 days
Risk-free interest rate	1.2242 %

The expected volatility was based on the weighted-average historical volatility and was adjusted for expected changes derived from publicly available information. The expected risk-free rate was based on government bond.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Details of the above-mentioned employee stock options are as follows:

	For the three months ended March 31, 2025	
	Weighted average exercise price (NT dollars)	Number of options (in thousands)
Outstanding at January 1	$ -	-
Granted number	52.80	2,737
Exercised number	52.80	(2,737)
Expired number	52.80	-
Outstanding at December 31		-

(iii) Retained earnings

1) Legal reserve

When companies incur no loss, they are able to distribute new shares or cash dividends through legal reserve under the resolution of stockholders' meeting, but companies can only distribute the part that the reserve exceeds 25% of the paid in capital.

2) Special reserve

In accordance with Article 41 of the Securities and Exchange Law, 20 percent of the current year's earnings after tax plus items other than earnings after tax should be set aside as special reserve. Ruling No. 1110380212 issued by the Financial Supervisory Commission on January 21, 2022, an equivalent amount of special reserve should be set aside from earnings after tax of the current year and the undistributed earnings of the prior period based on the decreased amount of stockholders' equity. For the cumulative deduction in stockholders' equity of the prior period, the equal amount of special reserve set aside based on undistributed earnings should not be distributed. If there is any reversal of the deduction in stockholders' equity, the earnings may be distributed based on the reversal proportion.

In accordance with Ruling No. 10500278285 issued by the Financial Supervisory Commission on August 5, 2016, 0.5% to 1.0% of the current year's earnings after tax should be set aside as special reserve for year 2016 to 2018. From year 2017, the aforementioned special reserve can be reversed within an amount equal to the expenditures stemming from employee re training, re assignments, or relocations made necessary by the introduction of financial technology. An accumulated amount of $10,378 was accounted for from the year 2016 to 2018.

In accordance with Ruling No. 1080321644 issued by the Financial Supervisory Commission on July 10, 2019, from year 2019, a special reserve can not to be set aside, but an certain amount of budget should be designated for the current year to pay for employee transformation and training to protect employee's right and interest. From year 2019, the special reserve can be reversed within an amount equal to special reserve for year 2016 to 2018 when the aforementioned fees being expended.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Undistributed earnings

According to the Company's Articles of Incorporation, after-tax earnings should first offset accumulated deficit, and then 10% of the remainder should be appropriated as legal reserve. However, when the legal reserve has reached the paid-up capital, is not within this limit. If there's earning plus undistributed earnings of beginning of the year, the Company's earnings distribution was proposed by board of directors and is subject to the resolution of the shareholders' meeting.

The Company's fiscal year 2025 earnings distribution proposed by the board meeting on March 27, 2026 and fiscal year 2024 earnings distribution resolved by the shareholders' meeting on May 29, 2025, were as follows:

	For the years ended December 31,			
	2025		2024	
	Amount	Per share (NT dollars)	Amount	Per share (NT dollars)
Cash dividends	$ 699,825	2.80	707,323	2.83
Stocks	167,458	0.67	-	-
Total	$ 867,283		707,323	

The information about profit appropriations is available at the Market Observation Post System website.

(iv) Other equity (after tax)

	Exchange differences on translation of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total
Balance at January 1, 2026	$ 3,608	58,828	62,436
Exchange differences on translation of foreign operations	11,334	-	11,334
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	17,287	17,287
Balance at March 31, 2026	$ 14,942	76,115	91,057

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Exchange differences on translation of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total
Balance at January 1, 2025	$ 51,716	35,503	87,219
Exchange differences on translation of foreign operations	12,274	-	12,274
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	24,214	24,214
Balance at March 31, 2025	$ **63,990**	**59,717**	**123,707**

(l) Earnings per share

The basic earnings per share and diluted earnings per share were calculated as follows:

(i) Basic earnings per share

	For the three months ended March 31, 2026	2025
Net income attributable to common shareholders of the Company	$ **441,039**	**279,830**
Weighted-average number of common stock shares outstanding (thousands of shares)	**249,938**	**221,849**
Basic earnings per share (NT dollars)	$ **1.76**	**1.26**

(ii) Diluted earnings per share

	For the three months ended March 31, 2026	2025
Net income attributable to common shareholders of the Company	$ **441,039**	**279,830**
Weighted-average number of common stock shares outstanding (thousands of shares)	249,938	221,849
Effect of potentially dilutive common stock - Employee remuneration (thousands of shares)	444	323
Weighted-average outstanding shares of diluted earnings per share (thousands of shares)	**250,382**	**222,172**
Diluted earnings per share (NT dollars)	$ **1.76**	**1.26**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(m) Items of the statements of comprehensive income

(i) Brokerage fee revenue

	For the three months ended March 31, 2026	2025
Consignment trading handling fee revenue- Domestic futures	$ 308,651	224,945
Consignment trading handling fee revenue- Foreign futures	224,467	238,837
Consignment trading handling fee revenue- Leverage Exchange Agency Trading	3,592	4,488
	$ 536,710	**468,270**

(ii) Futures commission revenue

	For the three months ended March 31, 2026	2025
Futures commission revenue- CSC Futures (HK) Ltd.	**$ 163,477**	**141,171**

Future commission revenue is the commission revenue from future trading by the subsidiary CSC Futures (HK) Ltd., which is reflected under “Brokerage commission income”. The Group recognized the commission from CSC Futures (HK) Ltd. as “Futures commission revenue” in the consolidated financial statements.

(iii) Net gains (losses) on derivative instruments

	For the three months ended March 31, 2026	2025
Non-hedging		
Net gains (losses) on futures contracts		
Gains on futures contracts	$ 493,921	432,889
Losses on futures contracts	(713,495)	(355,173)
	$ (219,574)	**77,716**
Net gains (losses) on option contracts		
Gains on option contracts	$ 240,424	219,140
Losses on option contracts	(237,382)	(273,205)
	$ 3,042	**(54,065)**

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended March 31, 2026	2025
Net gains (losses) on leverage derivatives		
Gains on leverage derivatives	$ 367,259	512,067
Losses on leverage derivatives	(348,355)	(476,938)
	$ 18,904	35,129
Net gains (losses) on equity derivatives		
Gains on equity derivatives	$ 51,581	76,102
Losses on equity derivatives	(50,331)	(73,131)
	$ 1,250	2,971
Net gains (losses) on derivative financial instruments - overseas subsidiaries	$ 23,212	12,835
Non-hedging		
Total gains on derivative financial instruments	$ 1,153,185	1,240,198
Total losses on derivative financial instruments	(1,349,563)	(1,178,447)
Net gains (losses) on derivative financial instruments - overseas subsidiaries	23,212	12,835
	$ (173,166)	74,586

(iv) Futures commission expenses

	For the three months ended March 31, 2026	2025
Re-consigned futures trading	$ 64,820	69,051
Futures introducing broker business	45,493	33,652
Commission expenses - CSC Futures (HK) Ltd.	45,252	20,194
	$ 155,565	122,897

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Employee benefit, depreciation and amortization expenses

	For the three months ended March 31,	
	2026	**2025**
Employee benefit expenses		
Salary expense	$ 234,741	199,111
Labor and health insurance expense	12,048	11,293
Pension expense	5,936	5,592
Others	4,967	4,805
Depreciation expense	21,110	18,784
Amortization expense	3,492	2,062
	$ 282,294	**241,647**

(vi) Other operating expenses

	For the three months ended March 31,	
	2026	**2025**
Postage expense	$ 28,436	23,832
Taxes	52,259	31,528
Rental expense	5,291	3,037
Information technology expense	69,094	60,631
Professional service fee	7,956	1,663
Others	35,939	36,828
	$ 198,975	**157,519**

(vii) Other gains and losses

	For the three months ended March 31,	
	2026	**2025**
Interest income	$ 396,367	392,359
Dividend income	4,101	1,291
Net gains (losses) on non-operating financial instruments at fair value through profit or loss	(53,466)	(13,977)
Net gains (losses) on foreign exchange	7,665	7,406
Net gains (losses) on disposal of investments	373,576	9,589
Other non-operating revenue - other	509	1,986
Other non-operating expense - other	(225)	(35)
Net gains (losses) on lease modification	277	-
	$ 728,804	**398,619**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(viii) Remuneration to employees and directors

On May 29, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 0.6%~2.0% shall be allocated as employee remuneration (including a minimum of 0.4% to those base-level employees) and a maximum of 3% as remunerations for directors. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, may include employees of the subsidiaries who meet certain specific requirements. Prior to the amendment, the Articles of Incorporation stipulated that, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 0.6%~2.0% should be allocated as employee remuneration and no more than 3% as remunerations for directors. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, could include employees of the subsidiaries who met certain specific requirements.

For the three months ended March 31, 2026 and 2025, the estimated amounts of remuneration to employee were $10,000 and $5,000, respectively, and to directors by the Company were $10,000 and $5,000, respectively, which were calculated based on the Company's net profit before income tax and remuneration to employees and directors multiple the earnings allocation percentage as specified in the Company's articles. It was recognized as operating expense for the three months ended March 31, 2026 and 2025. If the actual distribution amount differs from the estimated amount in the following year, the difference is treated as a change in accounting estimate and recognized as profit or loss in the following year. The difference is recognized as profit or loss in the following year. If the Board of Directors resolved to distribute the employees' remuneration in the form of shares, the number of shares of the distribution is based on the closing price of the day before the Board of Directors' meeting date.

The estimated amounts of remuneration to employee and director by the Company for fiscal years of 2025 and 2024 were both $19,866 and $17,358, respectively. The employee and director compensation for 2025 has not yet been actually distributed. There was no difference between accounting estimates and board's resolutions for 2024. Related information would be available at the Market Observation Post System website.

(n) Financial Instruments

(i) Credit risk

1) Credit risk exposure

The carrying amount of financial assets represent the maximum credit exposure. As of March 31, 2026, December 31 and March 31, 2025 the maximum credit exposure amounted to $83,769,355, $72,766,837 and $65,422,408, respectively.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Concentration of credit risk

The exposure of credit risk by geographic region in March 31, 2026 as shown in below, mainly focusing on Taiwan (accounted for 85.81%), secondly in Europe (accounted for 7.78%), thirdly in Asia (accounted for 6.17%, excluding Taiwan). The proportion of investment by geographic region did not change significantly compared to the same period last year.

Area	March 31, 2026	December 31, 2025	March 31, 2025
Taiwan	$ 71,881,660	61,776,899	53,735,657
Asia (excluding Taiwan)	5,165,028	5,085,780	5,616,956
North America	205,585	212,672	310,395
Europe	6,517,082	5,691,486	5,759,400
Total	**$ 83,769,355**	**72,766,837**	**65,422,408**

3) Impairment losses

The Group's aging analysis of receivables at reporting date is as follows:

	March 31, 2026		December 31, 2025		March 31, 2025	
	Gross carrying amount	Impairment	Gross carrying amount	Impairment	Gross carrying amount	Impairment
Current	$ 480,371	5,865	396,821	5,937	352,222	6,105
Past due 0~30 days	-	-	-	-	-	-
Past due 31~120 days	-	-	-	-	-	-
Past due 121~360 days	-	-	-	-	-	-
Past due more than 360 days	-	-	-	-	-	-
	$ 480,371	**5,865**	**396,821**	**5,937**	**352,222**	**6,105**

Allowance for doubtful debts under receivables is recorded for the bad debt expense or impairment losses. Where a claim becomes definitely uncollectible, the allowance for doubtful debts should be written off to financial assets account. As of March 31, 2026, December 31 and March 31, 2025, the loss allowance of receivables were recognized $5,865, $5,937 and $6,105, respectively.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

4) Credit risk of receivables

Regarding how the financial instruments are considered to have low credit risk, please refer to note 4(g) of the consolidated financial statements for the year ended December 31, 2025. The Group regards a financial asset as a default when the client of brokerage business is unable to fulfill the margin call or settlement obligation or accrued receivables past due, as well as other receivable of stock default that the company as securities interactive business, which the counterparty is unable to pay the Group. Thus, the Group regarded the financial assets as default and recognized impairment losses. The movement of loss allowance for the three months ended March 31, 2026 and 2025 was as follows:

For the three months ended March 31, 2026						
		Lifetime	Lifetime ECL - credit impaired			
	12-month ECL	Lifetime ECL-not credit impaired	Accounts receivable	Receivable-futures margin	Other receivables	Total
Balance on January 1	$ -	-	-	5,937	-	5,937
Reversal of impairment losses	-	-	-	(72)	-	(72)
Balance on March 31	**$ -**	**-**	**-**	**5,865**	**-**	**5,865**

For the three months ended March 31, 2025						
		Lifetime	Lifetime ECL - credit impaired			
	12-month ECL	Lifetime ECL-not credit impaired	Accounts receivable	Receivable-futures margin	Other receivables	Total
Balance on January 1	$ -	-	-	6,175	-	6,175
Reversal of impairment losses	-	-	-	(70)	-	(70)
Balance on March 31	**$ -**	**-**	**-**	**6,105**	**-**	**6,105**

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Liquidity risk

The following table shows the effect of contract maturity on financial liabilities. The Group predicts the cash flow occurring point or the actual amount of this maturity analysis will not be significantly earlier or different.

	Carrying amount	Contract cash flow	Within 6 months	6-12 months	1-2 year	2-5 year	More than 5 year
March 31, 2026							
Financial liabilities at fair value through profit or loss	$ 918,105	918,105	918,105	-	-	-	-
Futures traders' equity	71,213,338	71,213,338	71,213,338	-	-	-	-
Leverage contract trading- customers' equity	625,524	625,524	625,524	-	-	-	-
Accounts payable	140,162	140,162	140,162	-	-	-	-
Receipts under custody	13,082	13,082	13,082	-	-	-	-
Other payables	412,017	412,017	412,017	-	-	-	-
Lease liabilities	28,385	29,072	12,348	5,510	9,277	1,937	-
	$ 73,350,613	**73,351,300**	**73,334,576**	**5,510**	**9,277**	**1,937**	**-**
December 31, 2025							
Financial liabilities at fair value through profit or loss	$ 282,856	282,856	282,856	-	-	-	-
Futures traders' equity	62,118,495	62,118,495	62,118,495	-	-	-	-
Leverage contract trading- customers' equity	571,630	571,630	571,630	-	-	-	-
Accounts payable	153,915	153,915	153,915	-	-	-	-
Receipts under custody	8,750	8,750	8,750	-	-	-	-
Other payables	307,588	307,588	307,588	-	-	-	-
Lease liabilities	37,239	38,153	16,451	8,372	9,232	4,098	-
	$ 63,480,473	**63,481,387**	**63,459,685**	**8,372**	**9,232**	**4,098**	**-**
March 31, 2025							
Financial liabilities at fair value through profit or loss	$ 533,174	533,174	533,174	-	-	-	-
Futures traders' equity	53,839,099	53,839,099	53,839,099	-	-	-	-
Leverage contract trading- customers' equity	886,394	886,394	886,394	-	-	-	-
Accounts payable	95,165	95,165	95,165	-	-	-	-
Receipts under custody	9,333	9,333	9,333	-	-	-	-
Other payables	246,143	246,143	246,143	-	-	-	-
Lease liabilities	62,288	64,209	16,976	16,587	19,235	11,411	-
	$ 55,671,596	**55,673,517**	**55,626,284**	**16,587**	**19,235**	**11,411**	**-**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Currency risk

1) Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk of financial assets and liabilities were as follows:

	March 31, 2026		
	Foreign currency (dollar)	**Exchange rate**	**Thousands of New Taiwan Dollars**
Financial assets			
Monetary items			
USD	$ 726,996,565.36	31.9950	23,260,255
EUR	4,771,240.44	36.7100	175,152
GBP	957,492.68	42.2700	40,473
JPY	4,942,367,974.00	0.2005	990,945
HKD	223,123,627.06	4.0810	910,568
AUD	5,509,126.44	21.9600	120,980
CHF	439,554.74	39.9900	17,578
SGD	182,686.89	24.8000	4,531
KRW	1,683,828,663.84	0.0211	35,529
CNY	127,337,078.20	4.6290	589,443
MYR	240,585.50	7.6525	1,841
THB	3,868,559.14	0.9782	3,784
NZD	26,620.24	18.2900	487
CAD	11,311.50	22.9600	260
ZAR	1,406,338.21	1.8750	2,637
VND	236,981,750.00	0.0012	284
INR	41,709,744.72	0.3379	14,094
Non-monetary items			
USD	10,232,903.60	31.9950	327,402
CHF	85,210.92	39.9900	3,408
ZAR	75,977.62	1.8750	142
SGD	140.58	24.8000	3

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2026		
	Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial liabilities			
Monetary items			
USD	$ 705,112,812.10	31.9950	22,560,084
EUR	4,689,714.16	36.7100	172,159
GBP	878,247.49	42.2700	37,124
JPY	4,903,207,546.08	0.2005	983,093
HKD	236,435,284.41	4.0810	964,892
AUD	5,302,500.26	21.9600	116,443
CHF	19,453.23	39.9900	778
SGD	177,069.72	24.8000	4,391
KRW	1,480,570,416.98	0.0211	31,240
CNY	124,684,061.11	4.6290	577,163
MYR	197,859.15	7.6525	1,514
THB	753,888.00	0.9782	737
NZD	218.29	18.2900	4
CAD	43.91	22.9600	1
ZAR	27,056.48	1.8750	51
Non-monetary items			
USD	47,301.64	31.9950	1,513
JPY	5,407,451.00	0.2005	1,084
CAD	687.44	22.9600	16
GBP	600.85	42.2700	25
AUD	359.19	21.9600	8
CNY	3,213,897.26	4.6290	14,877
NZD	15,889.15	18.2900	291

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2025		
	Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial assets			
Monetary items			
USD	$ 745,192,074.62	31.4300	23,421,387
EUR	5,522,722.87	36.9000	203,788
GBP	1,032,467.71	42.3300	43,704
JPY	1,821,949,363.98	0.2008	365,847
HKD	149,519,714.79	4.0380	603,761
AUD	4,969,212.37	21.0100	104,403
CHF	50,591.69	39.6200	2,004
SGD	159,887.37	24.4500	3,909
KRW	222,341,232.84	0.0220	4,892
CNY	116,906,739.23	4.4960	525,613
MYR	488,813.36	7.4805	3,657
THB	3,836,750.54	1.0019	3,844
CAD	13,867.19	22.9400	318
ZAR	1,575,148.89	1.8940	2,983
VND	236,981,750.00	0.0012	284
INR	41,079,974.72	0.3495	14,357
Non-monetary items			
USD	11,186,128.41	31.4300	351,580
GBP	1,335.34	42.3300	57
CHF	83,046.19	39.6200	3,290
ZAR	8,041.07	1.8940	15

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2025		
	Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial liabilities			
Monetary items			
USD	$ 725,580,914.32	31.4300	22,805,008
EUR	5,489,714.62	36.9000	202,570
GBP	1,001,824.80	42.3300	42,407
JPY	1,767,546,628.08	0.2008	354,923
HKD	246,382,360.74	4.0380	994,892
AUD	4,851,499.43	21.0100	101,930
CHF	23,424.43	39.6200	928
SGD	155,817.26	24.4500	3,810
KRW	216,167,898.98	0.0220	4,756
CNY	113,149,648.54	4.4960	508,721
MYR	447,947.15	7.4805	3,351
THB	757,978.00	1.0019	759
NZD	4,287.17	18.1500	78
Non-monetary items			
USD	353,426.86	31.4300	11,108
JPY	32,007,603.00	0.2008	6,427
CAD	55.21	22.9400	1
AUD	1,503.03	21.0100	32
CNY	2,387,061.60	4.4960	10,732
NZD	3,554.24	18.1500	64
SGD	563.42	24.4500	14

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2025		
	Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial assets			
Monetary items			
USD	$ 686,692,204.29	33.2050	22,801,615
EUR	11,853,395.81	35.9700	426,367
GBP	1,423,125.46	43.0500	61,266
JPY	1,912,098,393.00	0.2227	425,824
HKD	303,965,797.73	4.2680	1,297,326
AUD	3,329,440.99	20.8100	69,286
CHF	334,104.12	37.6900	12,592
SGD	113,836.27	24.7700	2,820
KRW	318,246,278.00	0.0228	7,256
CNY	66,138,725.58	4.5730	302,452
MYR	242,588.85	7.2195	1,751
THB	3,706,781.82	0.9842	3,648
NZD	46,997.87	18.9300	890
CAD	12,554.44	23.1600	291
ZAR	6,507,974.70	1.8190	11,838
VND	3,395,786,250.00	0.0013	4,415
INR	27,359,548.96	0.3874	10,599
Non-monetary items			
USD	14,045,874.89	33.2050	466,393
HKD	522,690.00	4.2680	2,231
GBP	82.39	43.0500	4
CHF	29,145.61	37.6900	1,098
ZAR	240,816.52	1.8190	438
SGD	25.89	24.7700	1
INR	12,801,524.94	0.3874	4,959

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2025		
	Foreign currency (dollar)	**Exchange rate**	**Thousands of New Taiwan Dollars**
Financial liabilities			
Monetary items			
USD	$ 669,138,502.88	33.2050	22,218,744
EUR	11,673,774.82	35.9700	419,906
GBP	1,383,614.84	43.0500	59,565
JPY	1,822,388,465.08	0.2227	405,846
HKD	398,470,568.92	4.2680	1,700,672
AUD	3,210,272.11	20.8100	66,806
CHF	55,885.23	37.6900	2,106
SGD	127,047.74	24.7700	3,147
KRW	306,179,311.98	0.0228	6,981
CNY	57,433,246.25	4.5730	262,642
MYR	196,379.04	7.2195	1,418
THB	701,318.00	0.9842	690
NZD	18,410.16	18.9300	349
CAD	2,861.00	23.1600	66
ZAR	198,339.39	1.8190	361
VND	3,158,804,500.00	0.0013	4,106
Non-monetary items			
USD	182,340.38	33.2050	6,055
JPY	5,151,300.00	0.2227	1,147
CAD	616.67	23.1600	14
AUD	30,770.28	20.8100	640
CNY	704,472.79	4.5730	3,222
NZD	20,444.57	18.9300	387

The Group disclosed the summarized information on exchange gain or loss. The realized and unrealized exchange (losses) gains amounted to $7,665 and $7,405 for the three months ended March 31, 2026 and 2025, respectively.

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Sensitivity analysis

The currency risk of the Group arises mainly from cash and cash equivalents, customers' margin accounts, financial assets at fair value through profit or loss and futures traders' equity, which are denominated in foreign currency. Foreign exchange gain or loss occurs as foreign currency was translated to TWD currency. For the three months ended March 31, 2026 and 2025, with all other variable factors remain constant, a strengthening (weakening) 1% of the TWD against the above major foreign currency, would cause after-tax comprehensive income result in an increase or a decrease by $8,258 and $6,004, respectively. The analytical basis was the same in both years.

(iv) Analysis in interest rates

For the three months ended March 31, 2026 and 2025, with all other variable factors remain constant, when the interest rate increases or decreases by 100 basis points, would cause after-tax comprehensive income result in an increase or a decrease by $1,814 and $1,778. This is mainly due to the Group's time deposits in variable rate, guarantee deposed for business operations in variable rate and settlement fund in variable rate.

(v) Other price risk

If there is a change in the securities price variables on the reporting date (the analytical basis was the same in both years), the effects on other comprehensive income are as follows:

	For the three months ended March 31,			
	2026		2025	
securities price on the reporting date	Other comprehensive income before tax	Net income before tax	Other comprehensive income before tax	Net income before tax
Increase 1%	$ 1,906	(349)	1,901	1,478
Decrease 1%	$ (1,906)	349	(1,901)	(1,478)

(vi) Fair value and hierarchy information

1) Fair value information

a) General description

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction among market participants at the measurement date.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

b) Definition of fair value hierarchy

i) Level 1

The input of Level 1 is the public quote of the same financial instrument in an active market. An active market is a market that meets all the conditions listed below: Products traded in the market is of homogeneity; it is able to reach buyer and seller anytime in the market and the price information can be accessed by the public. Listed stock, OTC stock, beneficiary certificates, as well as equity and derivative instruments with public quote in an active market possessed by the Company belong to Level 1.

ii) Level 2

The input of Level 2 refers to observable price except public quote in an active market, including direct observable input parameters (such as price) or indirect observable input parameters (derivation from price).

iii) Level 3

The input of Level 3 is not based on observable market data or obtained from the counterparty.

2) Based on fair value measurement

a) Hierarchy information of fair value

The Group's financial instruments measured at fair value are evaluated on a recurring basis. The financial assets and liabilities measured at fair value were as follows:

	March 31, 2026			
Assets and Liabilities items	**Total**	**Public quote of the same financial instrument in an active market (Level 1)**	**Observable price except public quote in an active market (Level 2)**	**Based neither on direct market data nor from the counter party (Level 3)**
Fair value evaluated on a recurring basis				
Non derivative assets and liabilities				
Assets:				
Financial assets at fair value through profit or loss				
Beneficiary certificate	$ 459,734	459,734	-	-
Stock investment	122,121	122,121	-	-
Convertible Bond	518	518	-	-
Financial assets at fair value through other comprehensive income	190,616	188,995	-	1,621
Liabilities:				
Financial liabilities at fair value through profit or loss	617,300	617,300	-	-
Derivative assets and liabilities				
Assets:				
Financial assets at fair value through profit or loss	687,062	584,438	102,624	-
Liabilities:				
Financial liabilities at fair value through profit or loss	300,805	278,898	21,907	-

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Assets and Liabilities items	December 31, 2025 Total	Public quote of the same financial instrument in an active market (Level 1)	Observable price except public quote in an active market (Level 2)	Based neither on direct market data nor from the counter party (Level 3)
Fair value evaluated on a recurring basis				
Non derivative assets and liabilities				
Assets:				
Financial assets at fair value through profit or loss				
Beneficiary certificate	$ 681,428	681,428	-	-
Stock investment	763,922	763,922	-	-
Convertible Bond	1,164	1,164	-	-
Financial assets at fair value through other comprehensive income	173,329	171,658	-	1,671
Liabilities:				
Financial liabilities at fair value through profit or loss	90,467	90,467	-	-
Derivative assets and liabilities				
Assets:				
Financial assets at fair value through profit or loss	616,982	490,743	126,239	-
Liabilities:				
Financial liabilities at fair value through profit or loss	192,389	164,011	28,378	-

Assets and Liabilities items	March 31, 2025 Total	Public quote of the same financial instrument in an active market (Level 1)	Observable price except public quote in an active market (Level 2)	Based neither on direct market data nor from the counter party (Level 3)
Fair value evaluated on a recurring basis				
Non derivative assets and liabilities				
Assets:				
Financial assets at fair value through profit or loss				
Beneficiary certificate	$ 285,656	285,656	-	-
Stock investment	50,188	50,188	-	-
Convertible Bond	13,475	13,475	-	-
Financial assets at fair value through other comprehensive income	190,111	188,358	-	1,753
Liabilities:				
Financial liabilities at fair value through profit or loss	201,501	201,501	-	-
Derivative assets and liabilities				
Assets:				
Financial assets at fair value through profit or loss	812,686	577,472	235,214	-
Liabilities:				
Financial liabilities at fair value through profit or loss	331,673	320,208	11,465	-

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

b) Valuation techniques

i) Non-derivative financial instruments

The valuation of non-derivative financial instruments are based on transparent offer price as fair value if there is existence of active market, i.e. TSE, OTC and investment Trust and investment Adviser. The equity of non-transparent offer price shall be evaluated by valuation techniques by using the Market approach-public company comparable with the discount of lack equity-liquidity.

ii) Derivative financial instruments

The valuation of derivative financial instruments in the active market are mainly measured settlement price of exchange institution as fair value. The fair value of the remaining financial instruments are obtained by financial valuation models or referencing counterparty quotes. Fair value obtained through the calculations of financial valuation models include, but are not limited to, fair value references of substantive factors and characteristics from similar financial instruments, those obtained from the cash flow discounting method or those obtained by other financial valuation techniques. Fair values obtained through financial valuation techniques are derived from market information on the reporting date, and utilizes the fair values derived from the calculations of financial valuation models.

iii) Transfer between Level 1 and Level 2

There is no transfer between Level 1 and Level 2 for the three months ended March 31, 2026 and 2025.

iv) Movements of financial assets at fair value classified into Level 3

(In Thousands Dollars)

	For the three months ended March 31, 2026							
		Gains and losses on valuation		Addition		Reduction		
Item	Beginning Balance	Amount recognized in profit or loss	Amount recognized in comprehensive income	Purchased or issued	Transferred to Level 3	Sold, disposed or settled	Transferred from Level 3	Ending Balance
Financial assets at fair value through other comprehensive income	$ 1,671	-	(50)	-	-	-	-	1,621

	For the three months ended March 31, 2025							
		Gains and losses on valuation		Addition		Reduction		
Item	Beginning Balance	Amount recognized in profit or loss	Amount recognized in comprehensive income	Purchased or issued	Transferred to Level 3	Sold, disposed or settled	Transferred from Level 3	Ending Balance
Financial assets at fair value through other comprehensive income	$ 1,578	-	175	-	-	-	-	1,753

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

v) Quantified information of fair value measurement for significant unobservable inputs (Level 3)

The Group's Level 3 fair value measurements are financial assets at fair value through other comprehensive income– equity instruments investment.

The Group's equity instruments investment without active market include multiple significant unobservable inputs. Those unobservable inputs of equity instrument without active market are independent from each other, thus, they are not correlative. Since the correlation between significant unobservable inputs and fair value cannot be fully measured in practical, the quantified information is not disclosed.

Item	Valuation technique	Significant unobservable inputs	Correlation between inputs and fair value
Financial assets at fair value through other comprehensive income equity instruments without an active market	Market approach	• Price-to-Book Ratio • Discount for lack of marketability	• The higher price to-book-ratio is, the higher fair value is. • The higher discount for lack of marketability is, the lower the fair value is.

vi) Fair value measurement to Level 3, and the sensitivity analysis of the substitutable appropriate assumption made on fair value

The fair value measurement that the Group made for the financial instruments is deemed reasonable; however, different valuation models or inputs could result in different valuation results. Specifically, if the valuation input of financial instruments classified in the Level 3 changes by 1%, the effects on other comprehensive income are as follows:

	Change in fair value recognized in other comprehensive income	
	Favorable	**Unfavorable**
March 31, 2026		
Financial assets fair value through other comprehensive income	$ 16	(16)
December 31, 2025		
Financial assets fair value through other comprehensive income	$ 17	(17)
March 31, 2025		
Financial assets fair value through other comprehensive income	$ 18	(18)

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Favorable and unfavorable movements of the Group refer to the fluctuation of fair value, and the fair value is calculated through the valuation technique according to the unobservable inputs to different extent. If the fair value of a financial instrument is affected by more than one input, the above table only illustrates the effect as a result of one single input, and the correlation and variance among multiple inputs are not listed here.

c) Financial instruments not measured at fair value

For financial instruments not measured at fair value, such as cash and cash equivalents, bonds purchased under resale agreements, customers' margin accounts, accounts receivable, deposits, future traders' equity, leverage contract traders' equity, account payables and receipts under custody. The carrying amount is a reasonable approximation of the fair value. Therefore, the Group does not disclose the fair value.

(o) Financial risk management

There were no material changes in the Group's financial risk management goals and policies as disclosed in Note 6(o) of the consolidated financial statements for the year ended December 31, 2025.

(p) Capital management

There were no material changes in the Group's financial risk management goals, policies and procedures as disclosed in Note 6(p) of the consolidated financial statements for the year ended December 31, 2025.

(q) Financing activities not affecting current cash flow

The Group's financing activities which did not affect the current cash flow for the three months ended March 31, 2026 and 2025, were as follows:

For right-of-use assets, please refer to note 6(d).

	January 1, 2026	Cash flows	Non-cash changes: Other	Non-cash changes: Foreign exchange movement	Non-cash changes: Fair value changes	March 31, 2026
Lease liabilities	$ 37,239	(7,280)	(1,707)	133	-	28,385
Total liabilities from financing activities	**$ 37,239**	**(7,280)**	**(1,707)**	**133**	**-**	**28,385**

	January 1, 2025	Cash flows	Non-cash changes: Other	Non-cash changes: Foreign exchange movement	Non-cash changes: Fair value changes	March 31, 2025
Lease liabilities	$ 57,156	(8,076)	13,142	66	-	62,288
Total liabilities from financing activities	**$ 57,156**	**(8,076)**	**13,142**	**66**	**-**	**62,288**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(7) Related-party transactions:

(a) Parent company and ultimate controlling party

Capital Securities Corporation is the parent company and ultimate controlling party of the Group. As of March 6, 2025, the Company's outstanding common stock ownership changed from 56.58% to 55.46%. The consolidated financial statements have been issued and are available for public use.

(b) Names of related parties and their relationship with related parties

The followings are related parties that have had transactions with the Group during the periods covered in the consolidated financial statements.

Name of related party	Relationship with the Group
Capital Securities Corporation	The parent company
CSC Securities (HK) Ltd.	The same group of enterprises
CSC International Holdings Ltd.	The same group of enterprises
Capital Investment Trust Corp.	The associate of the parent company
Funds issued by Capital Investment Trust Corp.	Funds issued by the associate of the parent company (Note)
Fu Tai Construction Corporation	Related party in substance
Other related parties	Key management personnel and others

Note : The Group has reclassified the funds issued by Capital Investment Trust Corp. in accordance with the " Q&A on the Identification of Related Parties" published by the Accounting Research and Development Foundation in June 2025. All funds issued by Capital Investment Trust Corp. were previously identified as related parties in prior years; however, they are no longer classified as related parties effective from 2025. Furthermore, in accordance with the Securities and Futures Bureau, FSC's Q&A issued in July 2025, comparative period information has not been restated, nor have retrospective adjustments been made to the relationships and transactions of previously identified and disclosed related parties.

(c) Key management personnel compensation

	For the three months ended March 31, 2026	2025
Short-term employee benefits	$ 54,760	59,032
Post-employment benefits	448	374
Share-based payments	-	1,962
Total	$ 55,208	61,368

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(d) Significant transactions with related parties

(i) The amounts of futures trading between the Group and related parties were as follows:

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Brokerage fee revenue		
Capital Securities Corporation	$ 22,344	19,069
Funds issued by Capital Investment Trust Corp.	-	617
Other related parties	18	47
Total	$ 22,362	19,733

	March 31, 2026	December 31, 2025	March 31, 2025
Futures traders' equity			
Capital Securities Corporation	$ 5,027,357	4,839,239	2,716,300
Funds issued by Capital Investment Trust Corp.	-	-	2,476,108
Other related parties	-	1,801	6,884
Total	$ 5,027,357	4,841,040	5,199,292

Transaction terms are the same as those with general clients.

Related parties deposit margins to the Group for futures proprietary trading, and the Group paid the interest of excess margin annually.

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Interest expense		
Capital Securities Corporation	$ 22	18

(ii) Accounts payable and receivable:

Accounts receivable	March 31, 2026	December 31, 2025	March 31, 2025
Capital Securities Corporation	$ 5,292	5,431	3,086

Accounts payable	March 31, 2026	December 31, 2025	March 31, 2025
Capital Securities Corporation	$ 19,265	12,315	13,235

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		March 31, 2026	December 31, 2025	March 31, 2025
Other receivables (Note 1)				
Capital Securities Corporation	$	3,819	13,363	3,428
CSC Securities (HK) Ltd.		1,140	1,127	1,253
Total	**$**	**4,959**	**14,490**	**4,681**
Other payables				
Capital Securities Corporation (Note 2)	$	18,330	5,368	15,406
CSC Securities (HK) Ltd. (Note 3)		2,281	1,339	3,142
Total	**$**	**20,611**	**6,707**	**18,548**

(Note 1) Receivables from future interactive brokers and interest from bonds purchased under resale agreements.

(Note 2) Payables for allocated expenses and interests to the parent company.

(Note 3) Payables for routine expenses.

(iii) Prepayments:

Related parties		March 31, 2026	December 31, 2025	March 31, 2025
CSC International Holdings Ltd.	**$**	**98**	**237**	**96**

(iv) Bonds purchased under resale agreements

The Group conducted investment with Capital Securities Corporation for bonds purchased under resale agreements shows as follow:

		March 31, 2026	December 31, 2025	March 31, 2025
Bonds purchased under resale agreements	**$**	**20,155**	**20,106**	**71,243**
Resale price under the agreements	**$**	**20,176**	**20,125**	**71,312**
Interest rates		**1.15%**	**1.15%**	**1.15%**
Date of repurchase		**2026.04.15**	**2026.01.15**	**2025.04.14**

		For the three months ended March 31, 2026	2025
Interest income	**$**	**57**	**197**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Leases

The Group entered into a three-year lease agreement with Capital Securities Corporation:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract value	$ **53,289**	**53,289**	**53,289**
Balance of lease liabilities	$ **5,896**	**10,290**	**23,341**
Refundable deposits	$ **4,633**	**4,633**	**4,633**

	For the three months ended March 31, 2026	2025
Interest expense	$ **46**	**136**

The Group entered into a five-year and three-month lease agreement with Fu Tai Construction Corporation:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract value	$ **24,090**	**24,090**	**24,090**
Balance of lease liabilities	$ **10,691**	**11,898**	**15,013**
Refundable deposits	$ **1,203**	**1,203**	**1,165**

	For the three months ended March 31, 2026	2025
Interest expense	$ **56**	**77**

The Group entered into a one-year lease agreement with CSC International Holdings Ltd.:

	March 31, 2026	December 31, 2025	March 31, 2025
Refundable deposits	$ **146**	**142**	**145**

(vi) Rental expenses

The Group entered into lease agreements with related parties and recognized rental expense for applicable short-term or low-value leases as follow:

Related parties	For the three months ended March 31, 2026	2025
Capital Securities Corporation	$ 212	212
CSC International Holdings Ltd.	145	144
Total	$ **357**	**356**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The pricing of the rent between the Group and its related parties are determined according to market conditions and paid on a monthly basis.

(vii) Securities commission income

The Group entered into contracts with related parties to engage in securities trading business as permitted by the competent authorities, and details are as follow:

	For the three months ended March 31,	
Related parties	**2026**	**2025**
Capital Securities Corporation	$ 15,673	7,814
CSC Securities (HK) Ltd.	-	186
Total	**$ 15,673**	**8,000**

(viii) Interest income (Rent deposit interest and other)

	For the three months ended March 31,	
Related parties	**2026**	**2025**
Capital Securities Corporation	**$ 565**	**138**

(ix) Interest income (Securities borrowing and securities lending)

	For the three months ended March 31,	
Related parties	**2026**	**2025**
Capital Securities Corporation	**$ 61**	**109**

(x) Commission cost

	For the three months ended March 31,	
Related parties	**2026**	**2025**
Capital Securities Corporation	**$ 44,326**	**32,772**

(xi) Information technology expenses

	For the three months ended March 31,	
Related parties	**2026**	**2025**
Capital Securities Corporation	**$ 17,916**	**15,060**

(xii) Stock service fees

	For the three months ended March 31,	
Related parties	**2026**	**2025**
Capital Securities Corporation	**$ 180**	**162**

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(xiii) Human resource and legal service fees

Related parties	For the three months ended March 31, 2026	2025
Capital Securities Corporation	$ 75	75

(xiv) Securities transaction fees

Related parties	For the three months ended March 31, 2026	2025
Capital Securities Corporation	$ 191	82

(xv) Discretionary service commission fees

Related parties	For the three months ended March 31, 2026	2025
Capital Securities Corporation	$ 1,387	257

(xvi) Brokerage fees - proprietary trading

Related parties	For the three months ended March 31, 2026	2025
Capital Securities Corporation	$ 79	42

(xvii) Management service fees

Related parties	For the three months ended March 31, 2026	2025
CSC Securities (HK) Ltd.	$ 1,917	2,972

(xviii) Stationery and printing fees

Related parties	For the three months ended March 31, 2026	2025
Capital Securities Corporation	$ 1	7

(8) Pledged assets:

The carrying amounts of the assets of the Group collaterral and pledge were as follow:

	March 31, 2026	December 31, 2025	March 31, 2025	collateral purpose
Restricted assets－current	$ -	-	1,050,000	Bank loan－unused

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(9) Significant commitments and contingencies: None.

(10) Losses due to major disasters: None.

(11) Significant subsequent events: None.

(12) Derivative instrument transactions:

(a) As of March 31, 2026, December 31 and March 31, 2025, the open positions of futures and option contracts were as follows:

March 31, 2026

Item	Trading category	Open positions		Contract size or paid for (received from) premium	Fair value	Note
		Long/ Short	Number of contracts			
Futures contract:						
	TAIEX Futures	Long	124	$ 789,783	796,168	
	Mini Taiex Futures	Long	7	11,319	11,237	
	Mini Taiex Futures	Short	94	(151,055)	(150,500)	
	Micro TAIEX Futures	Short	600	(198,267)	(191,724)	
	Financial Insurance Index Futures	Short	7	(16,780)	(16,772)	
	NTD Gold Futures	Short	4	(7,817)	(7,149)	
	Taiwan Stock Futures	Long	5,200	1,158,534	1,087,298	
	Taiwan Stock Futures	Short	3,992	(613,009)	(581,615)	
	US Dollar Index Futures	Short	14	(44,446)	(44,685)	
	Copper Futures Contract	Short	11	(52,837)	(49,395)	
	Soybean Futures	Short	19	(34,285)	(35,593)	
	USD/KRW Futures	Short	332	(105,972)	(107,407)	
	Mini Financial Futures	Short	8	(4,794)	(4,792)	
	Mini Electronic Futures	Long	8	7,938	7,895	
	CME BTC	Short	6	(66,296)	(64,773)	
	SGX TWN	Short	1	(6,663)	(6,559)	
	Subtotal			665,353		

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

March 31, 2026

Item	Trading category	Open positions		Contract size or paid for (received from) premium	Fair value	Note
		Long/ Short	Number of contracts			
Options contract:						
	Stock Options (Call)	Long	197	$ 1,034	830	
	Stock Options (Call)	Short	52	(387)	(168)	
	Stock Options (Put)	Short	160	(1,083)	(1,029)	
	Stock Options (Put)	Long	182	1,366	1,752	
	TAIEX Options (Call)	Long	2,311	80,271	69,989	
	TAIEX Options (Call)	Short	2,060	(100,224)	(115,821)	
	TAIEX Options (Put)	Long	3,365	104,105	147,048	
	TAIEX Options (Put)	Short	2,539	(94,777)	(134,385)	
	TAIEX Weekly Options (Call)	Short	867	(4,468)	(631)	
	TAIEX Weekly Options (Call)	Long	452	4,845	1,300	
	TAIEX Weekly Options (Put)	Long	710	11,277	18,101	
	TAIEX Weekly Options (Put)	Short	776	(10,316)	(12,942)	
	Electronic Sector Index Options (Call)	Short	70	(1,517)	(189)	
	Electronic Sector Index Options (Call)	Long	40	1,073	172	
	Electronic Sector Index Options (Put)	Long	20	550	1,105	
	Financial Insurance Index Options (Call)	Short	58	(223)	(30)	
	Financial Insurance Index Options (Call)	Long	123	1,394	502	
	Financial Insurance Index Options (Put)	Short	100	(865)	(1,663)	
	Financial Insurance Index Options (Put)	Long	72	1,131	2,453	
	Gold Options (Call)	Long	10	408	455	
	TXU Options (Call)	Short	127	(2,672)	(836)	
	TXU Options (Put)	Short	224	(6,388)	(9,751)	
	TXV Options (Call)	Short	32	(194)	(60)	
	TXU Options (Call)	Long	114	1,048	255	
	TXU Options (Put)	Long	361	4,025	4,742	
	TXV Options (Put)	Short	91	(1,030)	(1,393)	
	TXV Options (Call)	Long	91	3,053	1,591	
	TXV Options (Put)	Long	122	3,502	4,719	
	Nifty 50 Options (Call)	Long	130	18	13	
	Nifty 50 Options (Put)	Long	130	18	21	
	Subtotal			(5,026)		
Total				$ 660,327		

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

December 31, 2025

Item	Trading category	Open positions		Contract size or paid for (received from) premium	Fair value	Note
		Long/ Short	Number of contracts			
Futures contract:						
	TAIEX Futures	Long	229	$ 1,307,566	1,331,301	
	Mini Taiex Futures	Long	451	646,039	655,184	
	Taiwan Stock Futures	Long	2,402	401,968	407,112	
	Taiwan Stock Futures	Short	4,038	(1,028,039)	(1,107,330)	
	US Dollar Index Futures	Short	53	(163,244)	(163,326)	
	JPY Futures	Long	9	22,882	22,695	
	Mini Financial Futures	Short	22	(13,223)	(13,212)	
	Mini Electronic Futures	Short	2	(1,716)	(1,740)	
	Micro TAIEX Futures	Short	1,121	(313,596)	(325,261)	
	CME BTC	Short	6	(82,124)	(82,229)	
	Micro Gold Futures	Long	33	45,712	45,025	
	SGX TWN	Long	10	29,469	29,577	
	Copper Futures Contract	Short	11	(44,644)	(49,111)	
	Soybean Futures	Short	19	(33,058)	(31,277)	
	Subtotal			773,992		
Options contract:						
	Stock Options (Call)	Long	394	$ 3,347	5,202	
	Stock Options (Call)	Short	271	(2,054)	(2,688)	
	Stock Options (Put)	Short	199	(766)	(815)	
	Stock Options (Put)	Long	360	1,893	555	
	TAIEX Options (Call)	Long	3,044	58,865	100,893	
	TAIEX Options (Call)	Short	2,720	(95,673)	(139,407)	
	TAIEX Options (Put)	Long	4,706	56,899	25,247	
	TAIEX Options (Put)	Short	2,878	(23,504)	(14,564)	
	TAIEX Weekly Options (Call)	Long	108	581	627	
	TAIEX Weekly Options (Call)	Short	58	(86)	(116)	
	TAIEX Weekly Options (Put)	Long	57	471	381	
	TAIEX Weekly Options (Put)	Short	45	(220)	(126)	
	Electronic Sector Index Options (Call)	Long	20	145	159	
	Electronic Sector Index Options (Put)	Long	20	198	55	
	Electronic Sector Index Options (Put)	Short	3	(35)	(5)	
	Financial Insurance Index Options (Call)	Long	100	1,318	2,243	
	Financial Insurance Index Options (Call)	Short	144	(364)	(726)	
	Financial Insurance Index Options (Put)	Long	82	841	828	
	Financial Insurance Index Options (Put)	Short	29	(110)	(52)	
	TXV Options (Call)	Short	78	(607)	(716)	
	TXV Options (Call)	Long	2	32	41	
	TXV Options (Put)	Short	58	(370)	(310)	
	TXV Options (Put)	Long	16	98	76	
	TXU Options (Call)	Long	186	447	902	
	TXU Options (Call)	Short	269	(2,293)	(4,298)	
	TXU Options (Put)	Long	331	1,416	721	
	TXU Options (Put)	Short	327	(772)	(188)	
	Subtotal			(303)		
Total				**$ 773,689**		

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

March 31, 2025

Item	Trading category	Open positions		Contract size or paid for (received from) premium	Fair value	Note
		Long/ Short	Number of contracts			
Futures contract:						
	TAIEX Futures	Long	135	$ 595,214	554,297	
	TAIEX Futures	Short	286	(1,199,082)	(1,187,603)	
	Mini Taiex Futures	Long	17	18,734	17,465	
	Mini Taiex Futures	Short	1,214	(1,323,038)	(1,255,839)	
	Electronic Sector Index Futures	Long	15	68,270	66,753	
	Financial Insurance Index Futures	Long	1	2,133	2,088	
	Financial Insurance Index Futures	Short	3	(6,283)	(6,260)	
	NTD Gold Futures	Short	22	(26,360)	(27,694)	
	Taiwan Stock Futures	Long	1,369	566,911	515,039	
	Taiwan Stock Futures	Short	4,647	(408,037)	(382,262)	
	US Dollar Index Futures	Short	38	(130,403)	(131,079)	
	JPY Futures	Long	21	59,157	58,565	
	JPY Futures	Short	5	(13,980)	(13,944)	
	Hang Seng Index Futures	Short	5	(24,596)	(24,714)	
	Mini Taiex Weekly Futures	Short	26	(27,789)	(26,996)	
	Mini Financial Futures	Short	12	(6,303)	(6,262)	
	Mini Electronic Futures	Short	95	(54,025)	(52,846)	
	Micro Gold Futures	Long	20	20,651	20,921	
	Micro TAIEX Futures	Short	960	(209,449)	(199,334)	
	CME BTC	Short	6	(87,771)	(81,728)	
	Subtotal			(2,186,046)		

(Continued)

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

March 31, 2025

Item	Trading category	Open positions		Contract size or paid for (received from) premium	Fair value	Note
		Long/ Short	Number of contracts			
Options contract:						
	Stock Options (Call)	Long	146	$ 1,347	374	
	Stock Options (Call)	Short	81	(506)	(131)	
	Stock Options (Put)	Short	65	(793)	(1,456)	
	Stock Options (Put)	Long	177	1,411	2,876	
	TAIEX Options (Call)	Long	8,015	156,017	84,066	
	TAIEX Options (Call)	Short	2,591	(36,582)	(12,280)	
	TAIEX Options (Put)	Long	3,678	176,123	271,351	
	TAIEX Options (Put)	Short	5,074	(98,468)	(250,685)	
	TAIEX Weekly Options (Call)	Long	1,971	5,086	1,118	
	TAIEX Weekly Options (Call)	Short	1,766	(4,846)	(2,460)	
	TAIEX Weekly Options (Put)	Long	1,753	13,165	46,366	
	TAIEX Weekly Options (Put)	Short	1,575	(13,051)	(51,725)	
	Electronic Sector Index Options (Call)	Long	6	250	10	
	Electronic Sector Index Options (Put)	Long	25	418	1,011	
	Electronic Sector Index Options (Put)	Short	1	(29)	(91)	
	Financial Insurance Index Options (Call)	Long	197	2,223	929	
	Financial Insurance Index Options (Call)	Short	144	(435)	(177)	
	Financial Insurance Index Options (Put)	Long	71	545	1,228	
	Financial Insurance Index Options (Put)	Short	89	(112)	(272)	
	Gold Options (Call)	Long	46	569	2,626	
	Gold Options (Call)	Short	3	(38)	(108)	
	Gold Options (Put)	Long	37	454	57	
	Gold Options (Put)	Short	52	(511)	(56)	
	Nifty 50 Options (Call)	Long	900	64	53	
	Nifty 50 Options (Put)	Long	600	36	32	
	Nifty 50 Options (Call)	Short	525	(44)	(77)	
	Nifty 50 Options (Put)	Short	825	(70)	(45)	
	Nifty Bank Options (Call)	Long	1,080	306	338	
	Nifty Bank Options (Put)	Long	240	70	71	
	Nifty Bank Options (Call)	Short	240	(67)	(66)	
	Nifty Bank Options (Put)	Short	1,080	(316)	(285)	
	Nifty Fin Options (Put)	Long	1,820	251	228	
	Nifty Fin Options (Call)	Short	1,820	(265)	(294)	
	Subtotal			202,202		
Total				**$ (1,983,844)**		

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) As of March 31, 2026, December 31 and March 31, 2025, the nominal amount of open positions of leverage derivatives contracts were as follows:

Item	March 31, 2026	December 31, 2025	March 31, 2025
Leverage derivatives- long	$ 2,371,077	2,507,950	5,032,470
Leverage derivatives- short	$ 2,326,853	2,489,229	4,957,740
Equity derivatives- long	$ 198,468	235,403	1,001,217
Equity derivatives- short	$ 198,596	235,518	1,007,909
Structured products	$ 4,100	-	-

(13) Restrictions and enforcement of the Company's various financial ratios under Futures Trading Act:

(a) The restrictions and enforcement of each financial ratio was calculated in accordance with Regulations Governing Futures Commission Merchants as follow:

Art.	Calculation formula	Current Period Calculation	Current Period Ratio	Last Period Calculation	Last Period Ratio	Standard	Enforcement
17	Stockholders' equity / (Total liabilities– futures traders' equity)	10,896,316 / 2,308,967	4.72	10,147,435 / 2,081,084	4.88	≧1	Satisfactory to requirement
17	Current Assets / Current Liabilities	79,673,310 / 70,608,224	1.13	61,194,603 / 52,872,994	1.16	≧1	〃
22	Stockholders' equity / Minimum paid-in capital	10,896,316 / 1,115,000	977.25 %	10,147,435 / 1,115,000	910.08 %	≧60% ≧40%	〃
22	Post-adjustment net capital / Total customer margin deposits required for open positions of customers	9,242,545 / 16,109,593	57.37 %	7,657,556 / 12,480,548	61.36 %	≧20% ≧15%	〃

(14) Specific inherent risks in operating as futures dealer:

Transactions in futures and options carry a high degree of risk because of the amount of initial margin is small relative to the value of the futures contract, meaning that transactions are heavily leveraged, the fluctuation of underlying markets is unpredictable, and the variance risk of the exchange rate is high. Futures industry thus bears higher operation risk than other industries. If the customers can't exercise the contract or maintain the proper margin, in order to dealing with such abrupt condition, the Group needs sufficient liquidity to cover the transactions and suffer the loss may occur.

(15) Other:None.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(16) Other disclosures:

(a) Information on significant transactions:

(i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number (Note 1)	Name of lender	Name of borrower	Account name	Related party	Maximum balance of the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 2)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral Item	Collateral Value	Individual funding loan limits	Maximum limit of fund financing
1	CSC Futures (HK) Ltd.	F611702	Account receivables -Customer	No	444,405	444,405	126,973	4.18%~ 5.43%	1	391,692		-		-	444,405	1,058,848
1	CSC Futures (HK) Ltd.	F613059	Account receivables -Customer	No	95,230	95,230	-	6.93 %	1	9,371		-		-	211,770	1,058,848
1	CSC Futures (HK) Ltd.	F612688	Account receivables -Customer	No	12,062	12,062	-	5.93 %	1	379		-		-	211,770	1,058,848
1	CSC Futures (HK) Ltd.	F613091	Account receivables -Customer	No	317	317	-	5.93 %	1	1,588		-		-	211,770	1,058,848
1	CSC Futures (HK) Ltd.	F190416	Account receivables -Customer	No	222,203	222,203	-	4.43 %	1	6,150		-		-	222,203	1,058,848
1	CSC Futures (HK) Ltd.	F613511	Account receivables -Customer	No	15,872	15,872	-	8 %	1	2,017		-		-	211,770	1,058,848
1	CSC Futures (HK) Ltd.	F613390	Account receivables -Customer	No	126,973	126,973	-	4.63 %	1	4,326		-		-	211,770	1,058,848

Remark: Besides those approved by the board of directors, each loan limit by an individual is 20% amount of the net assets of CSC Futures (HK) Ltd. on the financial statements. The loan limit of total credit lines is calculated by net value of CSC Futures (HK) Ltd. and in line with the rules of liquid capital of Securities & Futures Commission of Hong Kong. CSC Futures(HK) Ltd. obtained its money lender's license in June 2016 and engaged in lending business according to local laws and regulations in Hong Kong.

Note 1: Type of Numbering:

(1) 0 represents Parent company.

(2) Invested company is being numbered by company type from 1, same company should have same number.

Note 2: Type of Loans:

(1) Business transactions.

(2) Necessaries of short-term financing.

(ii) Guarantees and endorsements for other parties: None.

(iii) Acquisition of individual real estate with amount exceeding the lower of NT$300 million or 20% of the capital stock: None.

(iv) Disposal of individual real estate with amount exceeding the lower of NT$300 million or 20% of the capital stock: None.

(v) Service charge discounts on transactions with related parties in an aggregate amount of NT$5 million or more: None.

(vi) Receivables from related parties with amounts exceeding the lower of NT$100 million or 20% of the capital stock: None.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(vii) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No.	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions: Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
1	CSC Futures (HK) Ltd.	Capital True Partner Technology Co., Ltd.	3	Information technology expenses	10,495	General transaction	1.54%
2	Capital True Partner Technology Co., Ltd.	CSC Futures (HK) Ltd.	3	Other operating revenue	10,495	General transaction	1.54%
1	CSC Futures (HK) Ltd.	QIT Technology Co., Ltd. (Former Name: Capital Futures Technology (Shanghai) Co.,Ltd.)	3	Professional service fees	1,830	General transaction	0.27%
2	QIT Technology Co., Ltd. (Former Name: Capital Futures Technology (Shanghai) Co.,Ltd.)	CSC Futures (HK) Ltd.	3	Other operating revenue	1,830	General transaction	0.27%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Futures traders' equity	369,987		0.44%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Customers' margin account	366,240		0.43%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Customers' margin account	3,747		-%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Futures traders' equity	8,583,342		10.15%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Customers' margin account	8,243,631		9.75%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Customers' margin account	339,711		0.40%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Futures commission revenue	6,777	General transaction	0.99%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Futures commission expenses	6,777	General transaction	0.99%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Brokerage fee revenue	42,191	General transaction	6.17%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Futures commission expenses	42,191	General transaction	6.17%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Interest revenue	3,063	General transaction	0.45%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Financial cost	3,063	General transaction	0.45%
0	Capital Futures Corp.	CSC Futures (HK) Ltd.	1	Other payables	10,334		0.01%
1	CSC Futures (HK) Ltd.	Capital Futures Corp.	2	Other receivables	10,334		0.01%

Note 1: The numbers in the Ref No. column represent as follows:

(1) 0 stands for the parent company.

(2) Subsidiaries are coded from No. 1 per respective companies.

Note 2: Transaction relationship with the counterparties are as follows:

(1) Parent company to subsidiaries.

(2) Subsidiaries to parent company.

(3) Subsidiaries to subsidiaries.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Information on investees: (excluding information on investees in Mainland China)

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Date of establishment	FSC Rule No.	Main businesses and products	Original investment amount: March 31, 2026	Original investment amount: December 31, 2025	Balance as of March 31, 2026: Shares (thousands)	Balance as of March 31, 2026: Percentage of ownership	Balance as of March 31, 2026: Carrying value	Revenue of investee	Net income (losses) of investee	Share of profits/losses of investee	Cash dividend	Note
Capital Futures Corporation	CSC Futures (HK) Ltd.	Hong Kong	1998.12.9	Gin Guan Zheng Zhi No. 1010027412 letter	Futures dealing business and other businesses permitted by local law of Hong Kong	886,284	886,284	220,000	100.00 %	1,058,848	177,502	3,785	3,785	-	Subsidiary
Capital Futures Corporation	Capital International Technology Co., Ltd.	Taiwan	2014.12.29	Gin Guan Zheng Zhi No. 1030038387 letter	Management consulting and information service business	50,000	50,000	5,000	100.00 %	8,654	-	(3,485)	(3,485)	-	Subsidiary

(c) Information on overseas branches and representative offices: None.

(d) Information on investment in Mainland China:

(i) Investment in Mainland China and related information:

(In Thousands of New Taiwan Dollars)

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2026	Investment flows: Outflow	Investment flows: Inflow	Accumulated outflow of investment from Taiwan as of March 31, 2026	Net income (losses) of the investee	Direct or indirect share holdings(%) by the company	Highest percentage of ownership	Investment income (losses) (Note 2)	Book value	Accumulated remittance of earnings in current period
Capital True Partner Technology Co., Ltd.	Management consulting and information service business	5,013	(C)	24,372	-	-	24,372	(6,107)	51.00%	51.00%	(3,115) B (3)	1,008	-
QIT Technology Co., Ltd. (Formerly Capital Futures Technology (Shanghai) Co.,Ltd.)	Management consulting and information service business	18,863	(C)	18,863	-	-	18,863	(357)	100.00%	100.00%	(357) B (3)	1,527	-

Note 1: Investment methods are classified into the following three categories:

A. Directly invest in a Company in Mainland China.

B. Through investing in an existing Company in the third area, which then invested in the investee in Mainland China (Please indicate the investee name of the third area).

C. Through a subsidiary to invest in a Company in Mainland China.

Note 2: Investment gains and losses recognized during the period:

A. It should be indicated if the investee was still in the incorporation arrangements and had not yet any profit during this period.

B. Indicate the basis for investment gains and losses recognition in the number of one of the following three categories:

(1) The recognition of investment gains or losses is based on the financial statements audited by international certified public accountant cooperated with certified public accountant of the Republic of China.

(2) The recognition of investment gains or losses is based on the financial statements audited by certified public accountant of the Company.

(3) The recognition of investment gains or losses is based on the financial statements provided by the investee without audited by certified public account.

Note 3: Above information is expressed in New Taiwan Dollars.

(ii) Limitation on investment in Mainland China:

(In Thousands of New Taiwan Dollars)

Company Name	Accumulated Investment in Mainland China as of March 31, 2026	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
Capital International Technology Corp.	43,235	43,235	80,000

Note: The Company invests through a subsidiary, Capital International Technology Co., Ltd., to invest in Mainland China. According to the relevant rules to small and medium enterprises, the upper limit for investment in China is $80,000.

CAPITAL FUTURES CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(17) Segment information:

(a) General information

The Group has one reportable segment: the brokerage segment. This segment is mainly involved in futures brokerage business. The Group's other operating segments are mainly involved in futures and securities business on a proprietary basis and advisory business, etc. For the three months ended March 31, 2026 and 2025, none of the above segments met the quantitative thresholds for reportable segments.

(b) Information about reportable segments and their measurement and reconciliations

The Group does not allocate the income tax expense or extraordinary gain/loss to the reportable segment. The reported information of operating segments are consistent with the internal reports provided to the operating decision-maker of board of director. All accounting policies of the Group's operating segments' are no material difference from the ones described in Note 4 " significant accounting policies". The Group evaluates segment performance based on the net profit before tax excluding any extraordinary activity and foreign exchange gain/loss. The Group does not evaluate segment's performance based on its assets and liabilities so that there was no disclosure of assets and liabilities of the operating segment.

	For the three months ended March 31, 2026			
	Brokerage business	**Others**	**Adjustment and elimination**	**Total**
Segment revenue	$ 816,102	(2,993)	(129,407)	683,702
Segment profit or loss	$ 212,349	316,090	-	528,439

	For the three months ended March 31, 2025			
	Brokerage business	**Others**	**Adjustment and elimination**	**Total**
Segment revenue	$ 726,707	324,050	(345,937)	704,820
Segment profit or loss	$ 171,348	174,558	-	345,906

(c) Information about regions

Since the revenue from foreign customers were not significant and there was no disclosure.

(d) Information about major customers

There was no disclosure because no individual customer accounted for 10% or more of the Group's revenues for the current periods.

CAPITAL FUTURES CORPORATION

Financial Statements of Securities Dealing Department

For the Three Months Ended March 31, 2026 and 2025

Table of contents

Contents	Page

(English Translation of Financial Statements of Securities Dealing Department Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION

Securities Dealing Department's Balance Sheets

March 31, 2026, December 31, 2025, and March 31, 2025

(Expressed in Thousands of New Taiwan Dollars)

		March 31, 2026		December 31, 2025		March 31, 2025	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
111100	Cash and cash equivalents (Note 6(a))	$ 411,583	32	632,921	38	726,378	55
112000	Financial assets at fair value through profit or loss- current (Note 6(b))	122,553	10	764,989	46	96,678	7
113200	Financial assets at fair value through comprehensive income- current (Note 6(b))	-	-	-	-	12,179	1
114010	Bonds purchased under resale agreements (Note 6(b))	570,296	44	210,718	12	250,116	19
114100	Security borrowing margin	-	-	-	-	143,742	11
114130	Accounts receivable	138,405	11	44,335	3	45,232	4
114150	Prepayments	30	-	5	-	23	-
114170	Other receivables	427	-	891	-	17,049	1
114600	Current income tax assets	845	-	732	-	513	-
		1,244,139	97	1,654,591	99	1,291,910	98
	Non-current assets:						
125000	Property and equipment	2,859	-	3,063	-	3,485	-
125800	Right-of-use assets	128	-	179	-	402	-
127000	Intangible assets	68	-	78	-	69	-
129000	Other non-current assets (Note 6(c))	33,664	3	21,267	1	21,013	2
		36,719	3	24,587	1	24,969	2
	Total assets	**$ 1,280,858**	**100**	**1,679,178**	**100**	**1,316,879**	**100**

		March 31, 2026		December 31, 2025		March 31, 2025	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
212000	Financial liabilities at fair value through profit or loss- current (Note 6(d))	$ -	-	-	-	82,620	6
214130	Accounts payable	50,105	4	94,388	6	28,698	2
214170	Other payables	957	-	1,307	-	827	-
216000	Lease liabilities- current	122	-	173	-	299	-
		51,184	4	95,868	6	112,444	8
	Non-current liabilities:						
226000	Lease liabilities- non-current	9	-	10	-	110	-
229110	Inter-department accounts, credit (Note 6(e))	85,685	7	510,562	30	170,488	13
	Total liabilities	136,878	11	606,440	36	283,042	21
	Equity:						
301110	Assigned working capital	800,000	62	800,000	48	800,000	61
304000	Retained earnings	343,980	27	272,738	16	237,551	18
305000	Other equity	-	-	-	-	(3,714)	-
	Total equity	1,143,980	89	1,072,738	64	1,033,837	79
	Total liabilities and equity	**$ 1,280,858**	**100**	**1,679,178**	**100**	**1,316,879**	**100**

See accompanying notes to financial statements of securities dealing department.

(English Translation of Financial Statements of Securities Dealing Department Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION

Securities Dealing Department's Statements of Comprehensive Income

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

		For the three months ended March 31,			
		2026		2025	
		Amount	%	Amount	%
	Income:				
410000	Net gains (losses) on sale of trading securities	$ 104,923	131	(12,531)	(88)
421300	Dividend revenue	207	-	635	4
421500	Net gains (losses) on measurement of trading securities at fair value through profit or loss	(24,692)	(31)	(2,013)	(14)
421600	Gains (losses) on covering of borrowed securities and bonds with resale agreements-short sales	-	-	1,360	10
421610	Net gains (losses) on borrowed securities and bonds with resale agreements-short sales at fair value through profit or loss	-	-	(1,714)	(12)
428000	Other operating revenue	-	-	(1)	-
		80,438	100	(14,264)	(100)
	Expenses:				
502000	Brokerage fees- proprietary trading	321	-	67	-
521200	Financial costs	1	-	2	-
531000	Employee benefits expense	1,343	2	650	4
532000	Depreciation and amortization expense	360	-	242	2
533000	Other operating expenses	9,503	12	2,379	17
		11,528	14	3,340	23
	Net operating income	68,910	86	(17,604)	(123)
	Non-operating income and expenses:				
602000	Other gains and losses	2,332	3	2,912	20
		2,332	3	2,912	20
902001	**Net income before income tax**	71,242	89	(14,692)	(103)
701000	**Less: Income tax expenses**	-	-	-	-
	Net income	71,242	89	(14,692)	(103)
805000	**Other comprehensive income:**				
805500	Components that may not be reclassified subsequently to profit or loss:				
805540	Unrealized gains (losses) from investments in equity instruments at fair value through other comprehensive income	-	-	133	1
805599	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Subtotal of components that may not be reclassified subsequently to profit or loss	-	-	133	1
805000	**Other comprehensive income**	-	-	133	1
902006	**Total comprehensive income**	**$ 71,242**	**89**	**(14,559)**	**(102)**

See accompanying notes to financial statements of securities dealing department.

(English Translation of Financial Statements of Securities Dealing Department Originally Issued in Chinese)

CAPITAL FUTURES CORPORATION

Notes to the Financial Statements of Securities Dealing Department

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

Securities Dealing Department of Capital Futures Corporation (the "Department") was approved by the Securities and Futures Bureau of the Financial Supervisory Commission to conduct securities-related proprietary business on July 7, 2015 and started its operations on September 1, 2015.

(2) Approval date and procedures of the financial statements:

The financial statements of the Department were authorized for issuance by the Board of Directors on May 15, 2026.

(3) New standards, amendments and interpretations adopted:

The new standards, amendments and interpretations of the Department apply in line with the consolidated financial report. Please refer to the consolidated financial report.

(4) Summary of material accounting policies:

The financial statements of the Department have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Firms.

The accounting policies of the Department are consistent with the consolidated financial report, please refer to the consolidated financial report.

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

The preparation of the financial statements of the Department in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Firms and IAS 34" Interim Financial Reporting" endorsed by the FSC requires management to make judgments, and estimates about the future, including climate related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis and are consistent with the department's risk management and climate-related commitments where appropriate. Revisions to estimates are recognised prospectively in the period of the change and future periods.

(6) Explanation of significant accounts:

(a) Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Demand deposits	$ 117,583	89,921	132,378
Time deposits	294,000	543,000	594,000
Total	**$ 411,583**	**632,921**	**726,378**

(Continued)

CAPITAL FUTURES CORPORATION

Notes to the Financial Statements of Securities Dealing Department

(b) Financial assets

(i) Financial assets at fair value through profit or loss- current

	March 31, 2026	December 31, 2025	March 31, 2025
Trading securities- proprietary trading	$ 127,850	687,730	104,659
Trading securities- proprietary trading valuation adjustment	(5,297)	77,259	(7,981)
Total	**$ 122,553**	**764,989**	**96,678**

(ii) Financial assets at fair value through other comprehensive income- current

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investments at fair value through other comprehensive income			
Listed stocks	$ -	-	15,893
Valuation adjustment	-	-	(3,714)
Total	**$ -**	**-**	**12,179**

The Department designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Department did not intend to hold for trading purposes.

During the three months ended March 31, 2025, the dividends of $0 related to equity investment at fair value through other comprehensive income were recognized. No equity investments were disposed of during the three months ended March 31, 2025, and there were no transfers of any cumulative gain or loss within equity relating to these investments.

(iii) Bonds purchased under resale agreements

	March 31, 2026	December 31, 2025	March 31, 2025
Bonds purchased under resale agreements	**$ 570,296**	**210,718**	**250,116**
Resale price under the agreements	**$ 570,454**	**210,758**	**250,171**
Interest rates	**1.00%**	**1.00%**	**1.00%**
Date of repurchase	**2026.04.01~2026.04.13**	**2026.01.02~2026.01.07**	**2025.04.02~2025.04.08**

(Continued)

CAPITAL FUTURES CORPORATION

Notes to the Financial Statements of Securities Dealing Department

(c) Other non-current assets

	March 31, 2026	December 31, 2025	March 31, 2025
Guarantee deposited for business operations	$ 10,000	10,000	10,000
Settlement fund	23,664	11,267	11,013
Total	**$ 33,664**	**21,267**	**21,013**

(d) Financial liabilities at fair value through profit or loss-current

	March 31, 2026	December 31, 2025	March 31, 2025
Liabilities on sale of borrowed securities - non-hedging	$ -	-	92,103
Liabilities on sale of borrowed securities valuation adjustment - non-hedging	-	-	(9,483)
Total	**$ -**	**-**	**82,620**

(e) Inter-department accounts, credit

As of March 31, 2026, December 31 and March 31, 2025, the Department and the Company's futures department inter-department transactions of $85,685, $510,562 and $170,488, respectively.

(f) Financial Instruments

(i) Credit risk

The carrying amount of financial assets represents the maximum credit exposure. As of March 31, 2026, December 31 and March 31, 2025, the maximum credit exposure amounted to $1,276,928, $1,675,121 and $1,312,387, respectively.

(ii) Liquidity risk

The following table shows the effect of contract maturity on financial liabilities. The Department predicts the cash flow occurring point or the actual amount of this maturity analysis will not be significantly earlier or different.

	Carrying amount	Contract cash flow	Within 6 months	6-12 months	1-2 year	2-5 year	More than 5 year
March 31, 2026							
Accounts payable	$ 50,105	50,105	50,105	-	-	-	-
Other payables	957	957	957	-	-	-	-
Lease liabilities	131	133	121	3	5	4	-
Total	**$ 51,193**	**51,195**	**51,183**	**3**	**5**	**4**	**-**
December 31, 2025							
Financial liabilities at fair value through profit or loss	$ 94,388	94,388	94,388	-	-	-	-
Other payables	1,307	1,307	1,307	-	-	-	-
Lease liabilities	183	185	148	27	5	5	-
Total	**$ 95,878**	**95,880**	**95,843**	**27**	**5**	**5**	**-**

(Continued)

CAPITAL FUTURES CORPORATION
Notes to the Financial Statements of Securities Dealing Department

		Carrying amount	Contract cash flow	Within 6 months	6-12 months	1-2 year	2-5 year	More than 5 year
March 31, 2025								
Financial liabilities at fair value through profit or loss	$	82,620	82,620	82,620	-	-	-	-
Accounts payable		28,698	28,698	28,698	-	-	-	-
Other payables		827	827	827	-	-	-	-
Lease liabilities		409	416	157	148	102	9	-
Total	$	**112,554**	**112,561**	**112,302**	**148**	**102**	**9**	**-**

(iii) Currency risk

1) Exposure to foreign currency risk

The Department's significant exposure to foreign currency risk of financial assets and liabilities were as follows:

	March 31, 2026			
		Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial assets				
Monetary items				
USD	$	43.74	31.9950	1

	December 31, 2025			
		Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial assets				
Monetary items				
USD	$	43.74	31.4300	1

	March 31, 2025			
		Foreign currency (dollar)	Exchange rate	Thousands of New Taiwan Dollars
Financial assets				
Monetary items				
USD	$	43.74	33.2050	1
Financial liabilities				
Monetary items				
SGD		480.06	24.7700	12

For the three months ended March 31, 2026 and 2025, the foreign exchange gains (losses) (including realized and unrealized) were $0 and $(1), respectively.

2) Sensitivity analysis

The currency risk of the Department arises mainly from cash and cash equivalents, financial assets at fair value through profit or loss, accounts receivable, other receivables, other payables and lease liabilities which are denominated in foreign currency. For the three months ended March 31, 2026 and 2025, assuming all other variables remained constant, a 1% strengthening (weakening) of the New Taiwan dollar against the above significant foreign currencies would have decreased (increased) after-tax comprehensive income by $0 in both periods. The sensitivity analysis was performed using the same basis in both periods.

(iv) Analysis in interest rates

For the three months ended March 31, 2026 and 2025, with all other variable factors remained constantly, when the interest rate increases or decreases by 100 basis points, would cause after-tax comprehensive income resulting in an increase or a decrease by $47 and $22. This is mainly due to the Department's settlement fund in variable rate.

(v) Other price risk

If there is an increase in the securities price variables on the reporting date (the analytical basis was the same in both years), the effects on other comprehensive income are as follows:

	For the three months ended March 31,			
	2026		2025	
securities price on the reporting date	Other comprehensive income before tax	Net income before tax	Other comprehensive income before tax	Net income before tax
Increase 1%	$ -	1,226	122	141
Decrease 1%	$ -	(1,226)	(122)	(141)

(vi) Fair value and hierarchy information

1) Fair value information

The fair value information of the Department is consistent with the consolidated financial report. Please refer to the consolidated financial report.

2) Based on fair value measurement

a) Hierarchy information of fair value

The Department's financial instruments measured at fair value are evaluated on a recurring basis. The financial assets and liabilities measured at fair value were as follows:

CAPITAL FUTURES CORPORATION
Notes to the Financial Statements of Securities Dealing Department

	March 31, 2026				
Assets and Liabilities items		**Total**	**Public quote of the same financial instrument in an active market (Level 1)**	**Observable price except public quote in an active market (Level 2)**	**Based neither on direct market data nor from the counter party (Level 3)**
Fair value evaluated on a recurring basis					
Non-derivative assets and liabilities					
Assets:					
Financial assets at fair value through profit or loss					
Stock investment	$	122,035	122,035	-	-
Convertible bond		518	518	-	-

	December 31, 2025				
Assets and Liabilities items		**Total**	**Public quote of the same financial instrument in an active market (Level 1)**	**Observable price except public quote in an active market (Level 2)**	**Based neither on direct market data nor from the counter party (Level 3)**
Fair value evaluated on a recurring basis					
Non-derivative assets and liabilities					
Assets:					
Financial assets at fair value through profit or loss					
Stock investment	$	763,825	763,825	-	-
Convertible Bond		1,164	1,164	-	-

	March 31, 2025				
Assets and Liabilities items		**Total**	**Public quote of the same financial instrument in an active market (Level 1)**	**Observable price except public quote in an active market (Level 2)**	**Based neither on direct market data nor from the counter party (Level 3)**
Fair value evaluated on a recurring basis					
Non-derivative assets and liabilities					
Assets:					
Financial assets at fair value through profit or loss					
Beneficiary certificate	$	33,103	33,103	-	-
Stock investment		50,100	50,100	-	-
Convertible bond		13,475	13,475	-	-
Financial assets at fair value through other comprehensive income					
Stock investment		12,179	12,179	-	-
Liabilities:					
Financial liabilities at fair value through profit or loss		82,620	82,620	-	-

b) Valuation techniques

The evaluation techniques of the Department in terms of fair value are in consistent with the consolidated financial report. Please refer to the consolidated financial report.

3) Financial instruments not measured at fair value

For financial instruments not measured at fair value, such as cash and cash equivalents, accounts receivable, deposits and accounts payable. The carrying amount is a reasonable approximation of the fair value. Therefore, the Department did not disclose the fair value.

(Continued)

CAPITAL FUTURES CORPORATION
Notes to the Financial Statements of Securities Dealing Department

(7) Related-party transactions:

(a) Parent company and ultimate controlling party

Capital Securities Corporation is the parent company and ultimate controlling party of the Group. As of March 6, 2025, the Company's outstanding common stock ownership changed from 56.58% to 55.46%. The consolidated financial statements have been issued and are available for public use.

(b) Names of related parties and their relationship with related parties

The related parties that had transactions with the Department during the periods covered by the financial statements are as follows:

Name of related party	Relationship with the Company
Capital Securities Corporation	The parent company

(c) Key management personnel compensation: None.

(d) Significant transactions with related parties

(i) Leases

The Department entered into a lease agreement to lease an office building from Capital Securities Corporation:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract value	$ 872	872	872
Balance of lease liabilities	$ 118	168	382

	For the three months ended March 31,	
	2026	2025
Interest expense	$ 1	2

(ii) Rental expenses

The Department entered into lease agreements with related parties and recognized rental expense for applicable short-term or low-value leases as follow:

	For the three months ended March 31,	
Related parties	2026	2025
Capital Securities Corporation	$ 24	24

The rental rate between the Department and the related parties are determined based on the market price and are paid on a monthly basis.

(Continued)

CAPITAL FUTURES CORPORATION

Notes to the Financial Statements of Securities Dealing Department

(iii) Information technology expenses

	For the three months ended March 31,	
	2026	**2025**
Related parties		
Capital Securities Corporation	$ 269	144

(8) Pledged assets: None.

(9) Significant commitments and contingencies: None.

(10) Losses Due to Major Disasters: None.

(11) Significant subsequent events: None.

(12) Other:

Specific inherent risks in operating as securities dealer:

The main risk exposure of the Department is market price risk. The market price of the securities held by the Department is measured at fair value, i.e., the market price of the securities held is subject to fluctuations of the weighted index. Based on risk management, the Department uses appropriate hedging strategies to reduce risk exposure.

(13) Other disclosures:

(a) Information on significant transactions: None.

(b) Information on investees: None.

(c) Information on overseas branches and representative offices: None.

(d) Information on investment in Mainland China: None.

(14) Segment information:

The Department only engages in securities proprietary business as a single industry. Therefore, segment disclosure is not applicable.