WAFFER TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS’ REVIEW REPORT FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025

For the convenience of readers and for information purpose only, the auditors’ review report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors’ report and financial statements shall prevail.

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Independent Autidors' Review Report

To Waffer Technology Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Waffer Technology Corporation and its subsidiaries (collectively, the "Group") as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China]. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Deloitte & Touche, Taiwan

Liu, Chien-Liang, CPA   Wang, Yi-Wen, CPA

May 12, 2026

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

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

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

Waffer Technology Corporation and its Subsidiaries

Consolidated Balance Sheet

(Expressed in thousands of New Taiwan dollars)

		March 31,2026		December 31, 2025		March 31,2025	
Code	Asset	Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash (Note 6)	$ 1,153,134	11	$ 1,045,200	10	$ 838,456	8
1150	Notes receivable	12,931	-	8,677	-	8,798	-
1170	Accounts receivable (Note 7)	2,006,509	19	1,995,063	19	1,719,727	17
1180	Accounts receivable - related party (Note 25)	34,660	-	50,791	1	4,699	-
1200	Other receivables	2,554	-	8,406	-	4,846	-
130X	Inventory (Note 8)	1,406,771	13	1,318,262	13	1,289,759	13
1470	Other current assets (Note 12)	206,696	2	226,645	2	255,162	3
11XX	Total current assets	4,823,255	45	4,653,044	45	4,121,447	41
	Non-current assets						
1600	Property, plant and equipment (Note 10)	5,023,935	47	4,908,723	47	4,975,681	50
1755	Right-of-use assets (Note 11)	665,083	6	564,874	5	604,876	6
1840	Deferred tax assets	47,985	-	50,963	1	99,840	1
1990	Other non-current assets (Notes 12)	180,974	2	162,708	2	138,258	2
15XX	Total non-current assets	5,917,977	55	5,687,268	55	5,818,655	59
1XXX	Total assets	$ 10,741,232	100	$ 10,340,312	100	$ 9,940,102	100
Code	Liabilities and equity						
	Current liabilities						
2100	Short-term loans (Notes 13)	$ 504,318	5	$ 498,203	5	$ 792,500	8
2170	Accounts payable (Note 14)	1,380,502	13	1,387,475	13	1,031,596	10
2219	Other payables (Note 15)	1,320,622	12	1,222,349	12	1,171,357	12
2220	Other payables - related party (Note 25)	3,087	-	819	-	3,210	-
2230	Current income tax liabilities	21,168	-	28,888	-	34,907	-
2280	Lease liabilities (Note 11)	21,546	-	5,312	-	5,158	-
2320	Long-term loans - current portion (Note 13)	148,406	2	143,516	1	100,704	1
2399	Other current liabilities (Note 15)	319,250	3	254,700	3	249,402	3
21XX	Total current liabilities	3,718,899	35	3,541,262	34	3,388,834	34
	Non-current liabilities						
2540	Long-term loans (Note 13)	1,458,534	13	1,329,542	13	1,357,421	14
2570	Deferred tax liabilities	317,133	3	276,150	3	294,977	3
2580	Lease liabilities (Note 11)	69,539	1	9,793	-	13,790	-
2630	Long-term deferred revenue (Note 22)	205,002	2	186,438	2	175,101	2
2645	Deposit received	6,491	-	6,031	-	6,359	-
25XX	Total non-current liabilities	2,056,699	19	1,807,954	18	1,847,648	19
2XXX	Total liabilities	5,775,598	54	5,349,216	52	5,236,482	53
	Equity (Note 16)						
	Share capital						
3110	Ordinary share capital	1,999,063	18	1,999,063	19	1,998,105	20
3140	Capital collected in advance	-	-	-	-	1,284	-
3100	Total share capital	1,999,063	18	1,999,063	19	1,999,389	20
3200	Capital surplus	639,220	6	639,220	6	638,894	6
	Retained earnings						
3310	Legal reserve	349,815	3	349,815	4	290,144	3
3320	Special reserves	-	-	-	-	87,942	1
3350	Undistributed earnings	1,800,293	17	1,979,535	19	1,493,005	15
3300	Total retained earnings	2,150,108	20	2,329,350	23	1,871,091	19
3400	Other equity	177,243	2	23,463	-	194,246	2
3XXX	Total equity	4,965,634	46	4,991,096	48	4,703,620	47
	Total liabilities and equity	$ 10,741,232	100	$ 10,340,312	100	$ 9,940,102	100

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

Waffer Technology Corporation and its Subsidiaries

Consolidated Statement of Comprehensive Income

(Expressed in thousands of New Taiwan dollars, except earnings per share)

		For the Three Months Ended March 31			
		2026		2025	
Code		Amount	%	Amount	%
4100	Revenue from sale of goods (Notes 17 and 25)	$ 1,642,000	100	$ 1,452,365	100
5110	Cost of sale of goods (Notes 8, 18 and 25)	1,240,910	75	1,082,917	75
5900	Gross profit margin	401,090	25	369,448	25
	Operating expenses (Notes 18 and 25)				
6100	Selling expenses	96,449	6	72,598	5
6200	Administrative expenses	57,263	3	98,342	7
6300	R&D expenses	139,500	9	69,059	4
6000	Total operating expenses	293,212	18	239,999	16
6900	Operating net profit	107,878	7	129,449	9
	Non-operating revenue and expenses (Note 18)				
7100	Interest revenue	1,091	-	2,134	-
7010	Other revenue	39,822	2	17,358	1
7020	Other gains and losses	(56,090)	(3)	18,984	1
7050	Financial costs	(13,432)	(1)	(12,125)	(1)
7000	Total non-operating revenue and expenses	(28,609)	(2)	26,351	1
7900	Profit before tax	79,269	5	155,800	10
7950	Income tax expense (Note 19)	18,623	1	32,675	2
8200	Net income	60,646	4	123,125	8

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Code		For the Three Months Ended March 31			
		2025		2024	
		Amount	%	Amount	%
	Other comprehensive income				
	Items that might be reclassified to profit and loss				
8361	Exchange differences on translation of foreign financial statements	$ 192,226	12	$ 82,652	6
8399	Income tax relating to items that may be reclassified subsequently to profit or loss(Note 16)	(38,446)	(3)	(16,531)	(1)
8300	Other comprehensive income after tax for the period	153,780	9	66,121	5
8500	Total comprehensive income for the period	$ 214,426	13	$ 189,246	13
	Earnings per share (Note 20)				
9750	Basic	$ 0.30		$ 0.62	
9850	Diluted	$ 0.30		$ 0.61	

The accompanying notes are an integral part of these consolidated financial statements

Waffer Technology Corporation and its Subsidiaries
Consolidated Statement of Changes in Equity
For the Three Months Ended March 31, 2026 and 2025
(Expressed in thousands of New Taiwan dollars)

		Share capital				Retained earnings				Other equity items	
Code		Ordinary share capital	Capital collected in advance	Total	Capital surplus	Legal reserve	Special reserves	Undistributed earnings	Total	Exchange differences on translation of foreign financial statements	Aggregate
A1	Balance on January 1, 2025	$ 1,998,045	$ 81	$ 1,998,126	$ 638,873	$ 290,144	$ 87,942	$ 1,613,698	$ 1,991,784	$ 128,125	$ 4,756,908
	Appropriation and distribution of 2024 earnings										
B5	Cash dividends	-	-	-	-	-	-	(243,818)	(243,818)	-	(243,818)
D1	Net income for the three months ended march 31, 2025	-	-	-	-	-	-	123,125	123,125	-	123,125
D3	Other comprehensive income after tax for the three months ended march 31, 2025	-	-	-	-	-	-	-	-	66,121	66,121
D5	Total comprehensive income for the three months ended march 31, 2025	-	-	-	-	-	-	123,125	123,125	66,121	189,246
N1	Ordinary shares issued under the employee stock options plan	60	(81)	(21)	21	-	-	-	-	-	-
N1	Employee stock options exercised - Capital collected in advance	-	1,284	1,284	-	-	-	-	-	-	1,284
Z1	Balance on March 31, 2025	$ 1,998,105	$ 1,284	$ 1,999,389	$ 638,894	$ 290,144	$ 87,942	$ 1,493,005	$ 1,871,091	$ 194,246	$ 4,703,620
A1	Balance on January 1, 2026	$ 1,999,063	$ -	$ 1,999,063	$ 639,220	$ 349,815	$ -	$ 1,979,535	$ 2,329,350	$ 23,463	$ 4,991,096
	Appropriation and distribution of 2025 earnings										
B5	Cash dividends	-	-	-	-	-	-	(239,888)	(239,888)	-	(239,888)
D1	Net income for the three months ended march 31, 2026	-	-	-	-	-	-	60,646	60,646	-	60,646
D3	Other comprehensive income after tax for the three months ended march 31, 2026	-	-	-	-	-	-	-	-	153,780	153,780
D5	Total comprehensive income for the three months ended march 31, 2026	-	-	-	-	-	-	60,646	60,646	153,780	214,426
Z1	Balance on March 31, 2026	$ 1,999,063	$ -	$ 1,999,063	$ 639,220	$ 349,815	$ -	$ 1,800,293	$ 2,150,108	$ 177,243	$ 4,965,634

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

Waffer Technology Corporation and its Subsidiaries
Consolidated Cash Flow Statement
For the Three Months Ended March 31, 2026 and 2025
(Expressed in thousands of New Taiwan dollars)

Code		2026	2025
	Cash flow from operating activities		
A10000	Profit before tax for the period	$ 79,269	$ 155,800
A20010	Adjustments to reconcile profit (loss)		
A20100	Depreciation expenses (including right-of-use assets)	162,490	125,919
A20200	Amortization expenses	4,742	3,421
A20900	Financial costs	13,432	12,125
A21200	Interest revenue	(1,091)	(2,134)
A22500	Net loss on disposal of property, plant and equipment	-	(1,148)
A23700	Losses on inventory devaluation	33,312	19,261
A24100	Net loss (gain) on Unrealized foreign exchange	(8,921)	2,709
A29900	Long-term deferred revenue restated into other revenue	(13,372)	(5,523)
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	(4,254)	(3,641)
A31150	Accounts receivable	(25,719)	(69,203)
A31160	Accounts receivable - related party	16,131	(1,609)
A31180	Other receivables	5,852	1,009
A31200	Inventory	(74,960)	52,363
A31240	Other current assets	20,131	(67,757)
A31990	Other non-current assets	(1,795)	(1,614)
A32150	Accounts payable	(6,922)	(23,848)
A32180	Other payables	(97,046)	(32,377)
A32190	Other payables - related party	2,268	(3,367)
A32230	Other current liabilities	64,550	(35,409)
A33000	Cash inflow from operating activities	168,097	124,977
A33100	Interest collected	1,091	2,134
A33300	Interest paid	(13,354)	(12,123)
A33500	Income tax paid	(19,911)	(8,157)
AAAA	Net cash inflow from operating activities	135,923	106,831

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(Brought Forward)

Code		2026	2025
	Cash flow from investing activities		
B02700	Purchase of property, plant and equipment	($ 81,647)	($ 393,510)
B02800	Proceeds from disposal of property, plant and equipment	-	3,061
B03700	Increase in refundable deposit	(51)	(2,164)
B03800	Decrease in refundable deposit	-	17,158
B06700	Increase in long-term deferred revenue	25,387	-
B07100	Increase in prepayments for equipment	(77,693)	(18,009)
BBBB	Net cash outflow from investing activities	(134,004)	(393,464)
	Cash flow from financing activities		
C00100	Increase (decrease) in short-term loans	(3,175)	219,875
C01600	Proceeds from Long-term loans	82,346	294,585
C01700	Repayments of long-term loans	-	(272,136)
C03000	Collection of deposit received	1,456	-
C03100	Refund of deposit received	(1,205)	(229)
C04020	Repayment of principal portion of lease liabilities	(19,100)	(1,264)
C04800	Employee stock options exercise price	-	1,284
CCCC	Cash inflow from financing activities	60,322	242,115
DDDD	Effect of exchange rate changes on cash	45,693	979
EEEE	Net increase (decrease) in cash for the period	107,934	(43,539)
E00100	Balance of cash, beginning	1,045,200	881,995
E00200	Balance of cash, ending	$ 1,153,134	$ 838,456

The accompanying notes are an integral part of these consolidated financial statements

Waffer Technology Corporation and its Subsidiaries
Notes to Consolidated Financial Statements
January 1 to March 31, 2026 and 2025
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)

1. Company history

Waffer Technology Corporation (hereinafter referred to as the "Company") was incorporated in January 1954, primarily engaged in establishing factories to produce and sell the Magnesium Aluminum Alloy molded products in the mainland China. The Company listed its stocks on TPEx as of March 2003, and on TWSE in August 2004.

The present consolidated financial statements are expressed in New Taiwan Dollars, the functional currency of the Company.

2. Dates and procedures where the financial statements were resolved

The consolidated financial statements were approved by the Board of Directors on May 12, 2026.

3. Applicability of newly promulgated and amended standard rules and interpretations

(1) The first-time adoption of the IFRS, IAS, IFRIC, and SIC approved and effective upon promulgation by the Financial Supervisory Commission ("FSC") (hereinafter referred to as the "IFRS Accounting Standards" collectively).

The application of the Amendments to the IFRS Accounting Standards will not cause significant changes to the accounting policies of the Group.

(2) The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

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

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

<u>IFRS 18 "Presentation and Disclosure in Financial Statements" and consequential amendments</u>

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

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on

shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as "other" only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

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

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

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the other impacts of the above amended standards and interpretations on the

Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. Summary of significant accounting policies

(1) Statement of compliance

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

(2) Basis of preparation

Except the the net defined benefit liabilities (assets) at the present value of defined benefit obligation less the fair values of the planned assets, the consolidated financial statements have been duly prepared on the grounds of historical costs.

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

a. Level 1 inputs refer to the quoted price (unadjusted) in active markets for identical assets or liabilities, available on the measurement date;

b. Level 2 inputs refer to those that can be observed directly (i.e. price) or indirectly (i.e. established from price) for an asset or liability, other than Level 1 quoted price.

c. Level 3 inputs refer to those that can not be observed for an asset or liability.

(3) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (subsidiaries). When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation.

Please refer to Note 9, Schedules 6 and 7 for details about subsidiaries, and their shareholding percentages and business lines.

(4) Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

1. Income tax expense

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

5. <u>Significant accounting judgments, and major sources of estimation and assumption uncertainty</u>

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

When developing material accounting estimates, the Group considers the possible impact on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

Based on the assessment of the Group’s management, the accounting policies, estimates, and assumptions adopted by the Group have not been subject to material accounting judgments, estimates and assumptions uncertainty.

6. Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand and working capital	$ 40	$ 67	$ 54
Checks and demand deposit	1,153,094	1,045,133	838,402
	$ 1,153,134	$ 1,045,200	$ 838,456

7. Accounts receivable

The Group's average credit period for sale of goods ranges from 60 days to 135 days. The accounts receivable are collected without interest. According to the Group’s policy, the Group only trades with the counterparts with renowned goodwill, and would insure the accounts receivable from certain counterparts to mitigate the risk of financial loss to be caused by delinquent payment, if necessary. Before accepting any new customer, the Group would evaluate the potential customer's credit quality and set the credit limit for the customer via the internal credit investigation and related sale management department. The customer’s credit limit and rating shall be reviewed once per year.

In order to mitigate the credit risks, the Group's management shall assign the dedicated personnel to decide the credit limit, approve the loan and track the overdue payment, to ensure the proper actions have been taken for the recovery of overdue receivables. The Group would, on the balance sheet date, recheck the recoverable amounts of the accounts receivable one by one, in order to assure that appropriate impairment allowance has been duly provided for uncollectible accounts receivable. Given this, the Company’s management believe that the consolidated companies’ credit risk should have been significantly reduced.

The Group recognizes loss allowance for accounts receivable based on the lifetime expected credit loss, according to the streamlined approach under IFRS 9. The lifetime expected credit losses are calculated by considering the customers’ past default records and current financial position, and economic condition of the industry. As the Group's credit loss history shows that there is no significant difference among the loss patterns of different customer bases, the reserve matrix doesn't further divide the customer bases, but only establishes the expected credit losses based on the number of days for which the accounts receivable become overdue.

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

As of March 31, 2026; December 31, 2025; and March 31, 2025, the provision for bad debts in each aging range is 0 thousand.

The aging analysis for accounts receivable measured by the Group as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Not past due	$ 1,918,468	$ 1,961,486	$ 1,613,813
Overdue 1~30 days	78,857	31,627	78,043
Overdue 31~90 days	8,968	1,950	23,127
Overdue 91~120 days	-	-	-
Overdue more than 120 days	216	-	4,744
Loss allowance	-	-	-
	$ 2,006,509	$ 1,995,063	$ 1,719,727

8. Inventory

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	$ 883,280	$ 862,852	$ 866,729
Semi-finished goods	293,923	263,931	274,657
Goods in process	187,718	147,392	122,511
Raw materials and supplies	41,850	44,087	25,862
	$ 1,406,771	$ 1,318,262	$ 1,289,759

The cost of goods sold for the three months ended March 31, 2026 and 2025 included the losses on inventory devaluation of $33,312 thousand and $19,261 thousand, respectively.

9. Subsidiary

(1) Subsidiaries included into the consolidated financial statements:

The present consolidated financial statements include the following key entities:

Investor's name	Subsidiary's name	Business nature	% of ownership March 31, 2026	% of ownership December 31, 2025	% of ownership March 31, 2025	Note
The Company	Waffer International Limited（WIL）	Trading	100%	100%	100%	
The Company	Burton Consultants Limited（Burton）	Investment	100%	100%	100%	
The Company	Waffer Investments Limited（WIV）	Investment	100%	100%	100%	
The Company	MGA Holdings Limited（MGA）	Investment	100%	100%	100%	
The Company	Maanshan Capital Holding Limited（MCH）	Investment	100%	100%	100%	
The Company	Perfect Light Co., Ltd.（WPL）	Investment	100%	100%	100%	
The Company	Venture Edge Co., Ltd.（WVE）	Investment	100%	100%	-	Note 1
WIV	Waffer Technology (Kunshan) Limited (WTK)	Production and marketing of magnesium aluminum alloy molded products and molds	100%	100%	100%	
MGA	Waffer Technology (Maanshan) Limited (WTM)	Production and marketing of magnesium aluminum alloy molded products	100%	100%	100%	
Burton	Waffer International (Maanshan) Limited (WIM)	Production and marketing of magnesium aluminum alloy molded products	100%	100%	100%	
MCH	Waffer International (Hanshan) Limited(WIH)	Production and marketing of magnesium aluminum alloy molded products	100%	100%	100%	
WPL	Waffer Technology (Vietnam) Co. Ltd（WTV）	Production and marketing of magnesium aluminum alloy molded products	100%	100%	100%	
WVE	Waffer Japan Co., Ltd.（WTJ）	Business development and after-sales services	100%	100%	-	Note 2

Note 1: Incorporated in January 2025 and capital injection completed in April 2025.

Note 2: Incorporated and capital injection completed in April 2025.

(2) Subsidiaries included into the consolidated financial statements: None.

10. Property, plant and equipment

	March 31, 2026	December 31, 2025	March 31, 2025
Assets used by the Group			
Building	$ 2,562,213	$ 2,505,369	$ 1,574,113
Machinery	2,199,560	2,153,503	2,214,056
Mold	923	1,129	2,015
Other equipment	214,101	216,153	173,903
Real estate under construction	47,138	32,569	1,011,594
	$ 5,023,935	$ 4,908,723	$ 4,975,681

Except for the capital expenditures for production inputs amounting to $98,745 thousand and $368,448 thousand, respectively, and depreciation recognized, the Group did not have significant addition or disposal of property, plant and equipment during the three months ended March 31, 2026 and 2025.

Depreciation of the Group's property, plant and equipment is provided on a straight-line basis over useful years shown as follows:

Building	20 years
Machinery	2~15 years
Mold	2~5 years
Other equipment	2~11 years

For the amounts of property, plant and equipment as furnished by the Group to secure loans, please refer to Note 26.

11. Lease agreement

(1) Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of right-of-use assets			
Land	$ 561,530	$ 550,646	$ 586,817
Building	103,553	14,228	18,059
	$ 665,083	$ 564,874	$ 604,876

	For the Three Months Ended March 31	
	2026	2025
Additions to right-of-use assets	$ 93,835	$ -
Depreciation of right-of-use assets		
Land	$ 3,736	$ 3,827
Building	5,970	1,277
	$ 9,706	$ 5,104

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

For the amounts of right-of-use assets furnished by the Group to secure loans, please refer to Note 26.

(2) Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of lease liabilities			
Current	$ 21,546	$ 5,312	$ 5,158
Non-current	$ 69,539	$ 9,793	$ 13,790

Discount rate range of lease liabilities are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Building	2.50%~2.91%	2.42%~2.91%	2.42%~2.91%

(3) Important lease activities and terms

The Group rents the buildings occupied as factory premises and offices. The lease period ranges from 4 to 8 years. Upon termination of the lease period, the Group retains no preemptive right to purchase the rented building, and also agrees that it shall not sublet, lend or transfer the leased premises, in whole or in part, to another person without the landlord's prior consent.

(4) Information about other leases

	For the Three Months Ended March 31	
	2026	2025
Short-term lease expenses	$ 5,871	$ 5,215
Variable lease payments not included in lease liabilities	$ 57	$ 64
Total cash outflows from lease	($ 25,601)	($ 6,679)

The Group chooses the buildings, office equipment and low-value office equipment subject to a short-term lease to apply the exempted recognition and, therefore, no right-of-use assets or lease liabilities are recognized for the lease.

12. Other assets

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Overpaid VAT	$ 96,014	$ 122,556	$ 164,927
Inventory of supply	58,989	44,308	38,268
Prepaid expenses	50,479	58,803	50,934
Payment in advance	1,214	978	1,033
	$ 206,696	$ 226,645	$ 255,162
Non-current			
Prepayments for equipment	$ 120,911	$ 100,888	$ 64,740
Long-term prepaid expenses	23,249	25,436	31,325
Refundable deposit	18,123	18,111	16,503
Net defined benefit assets	14,091	13,673	21,090
Intangible assets	4,600	4,600	4,600
	$ 180,974	$ 162,708	$ 138,258

13. Loans

(1) Short-term loans

The information about the Group's short-term loans:

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured loans			
Bank credit loans	$ 504,318	$ 498,203	$ 792,500

The interest rates for the bank credit loans ranged from 1.88% to 2.30%, 1.88% to 2.95%, and 1.95% to 2.85% as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

(2) Long-term loans

	March 31, 2026	December 31, 2025	March 31, 2025
Secured loans (Note 27)			
Bank credit loans	$ 1,606,940	$ 1,473,058	$ 1,458,125
Less: Stated as the current portion	(148,406)	(143,516)	(100,704)
	$ 1,458,534	$ 1,329,542	$ 1,357,421
Loan details			
Interest rates	2.50%~2.85%	2.60%~2.85%	2.60%~3.10%
Maturity date	Maturing gradually before May 2032	Maturing gradually before May 2032	Maturing gradually before May 2032

Pursuant to the contractual terms of certain secured borrowings, the financial covenants during the term of the credit facility agreements are as follows:

(a) The debt-to-asset ratio shall not exceed 75%.

(b) No guarantees shall be provided outside the Group.

(c) The actual controller(s) should remain the same.

(d) No external investments are permitted.

(e) No debt may be issued that has priority over the Bank's lending operations.

There were no violations of the above financial commitments or defaults before March 31, 2026.

14. Accounts payable

The accounts payable as stated by the Group were generated from operating activities. The average credit period thereof should be 30~120 days. The Group has adopted its financial risk management policy to ensure that all payables are repaid within the credit term as agreed in advance.

15. Other liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Other payables			
Consumables expenses payable	$ 244,454	$ 261,764	$ 185,600
Payables for dividends	239,888	-	243,818
Salary and bonus payable	232,600	288,942	220,923
Payables for equipment and engineering	232,288	274,997	234,071
Freight payable	73,636	78,607	53,865
Remuneration payable to employees and directors	29,353	51,469	34,682
Vacation payable	12,561	12,105	12,171
Others	255,842	254,465	186,227
	$ 1,320,622	$ 1,222,349	$ 1,171,357
Other Current Liabilities			
Contract liabilities	$ 245,109	$ 191,207	$ 185,121
Refund liability	65,500	54,367	55,953
Others	8,641	9,126	8,328
	$ 319,250	$ 254,700	$ 249,402

16. Equity

(1) Ordinary share capital

	March 31, 2026	December 31, 2025	March 31, 2025
Authorized shares (in thousand shares)	500,000	500,000	500,000
Authorized share capital	$ 5,000,000	$ 5,000,000	$ 5,000,000
The number of issued and outstanding shares with paid-in capital (in thousand shares)	199,906	199,906	199,811
Issued share capital	$ 1,999,063	$ 1,999,063	$ 1,998,105
Capital collected in advance	$ -	$ -	$ 1,284

The ordinary shares are issued with par value of NT$10 per share with one voting right and right to collect dividends for each.

The share capital retained out of the authorized share capital for issuance of employee stock options totals 25,000 thousand shares.

The change in the Company's capital stock result from the employees' execution of stock options.

(2) Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
It can be applied for make-up of losses, cash distribution, or capitalization (Note).			
Premium in stock issuance	$ 563,935	$ 563,935	$ 563,609
Restated upon expiration of the employee stock options	6,071	6,071	6,071
Restated upon exercise of the employee stock options	69,214	69,214	69,214
	$ 639,220	$ 639,220	$ 638,894

Note: Such capital surplus can be used to make up for losses. Meanwhile, when the Company suffers no losses, it can be applied for cash distribution or capitalization. However, it is limited to a certain percentage of the annual paid-in capital for the purpose of capitalization.

(3) Retained earnings and dividend policy

According to the earnings distribution policy under the Company's Articles of Incorporation, if there is a surplus after account settlement of the fiscal year, the Company shall pay applicable taxes and cover loss carried forward, followed by the allocation of 10% of the remainder as legal reserve. Subsequently, the Company shall contribute or reverse special reserve pursuant to laws or the competent authority's requirements. The balance, if any, plus the accumulated undistributed earnings in the past years, shall be distributed per the motion for distribution of earnings proposed by the Board of Directors. If it is distributed in the form of new shares, a motion shall be submitted to the shareholders' meeting for approval before distribution. If it is distributed in cash, special resolution should be passed at a Board meeting. The results shall then be reported to a shareholders' meeting. Please refer to Note 18 (6) "Remuneration to Employees and Directors" for the distribution of remuneration to the employees and directors prescribed in the Company's Articles of Incorporation.

The legal reserve should be contributed until its balance reaches the Company's total paid-in capital stock. The legal reserve can be appropriated to cover previous losses. Where the Company doesn't operate at a loss, the part of the legal reserve in excess of 25% of the paid-in capital could be applied for capitalization and may be allocated in cash as well.

The Company's 2025 and 2024 earnings appropriation plan is stated as follows:

	2025	2024
Legal reserves	$ 58,138	$ 59,671
(Reversal) Special reserves	$ -	($ 87,942)
Cash dividends	$ 239,888	$ 243,818
Cash dividend per share (NT$)	$ 1.2	$ 1.2197

The above 2025 and 2024 appropriations for cash dividends had been resolved by the Company's board of directors on March 4, 2026 and February 25, 2025, respectively; the other proposed appropriations for 2024 had been resolved by the shareholders in their meeting on May 23, 2025. The other proposed appropriations for 2025 will be resolved by the shareholders in their meeting to be held on May 22, 2026.

(4) Other equity items

Exchange differences on translation of foreign financial statements

	For the Three Months Ended March 31	
	2026	2025
Balance on January 1	$ 23,463	$ 128,125
Exchange differences on translation of foreign financial statements	192,226	82,652
Related income tax	(38,446)	(16,531)
Balance on March 31	$ 177,243	$ 194,246

17. Revenue

	For the Three Months Ended March 31	
	2026	2025
Category of revenue from sales		
Magnesium aluminum alloy molded products and molds	$ 1,616,175	$ 1,432,266
Plastic injection	25,825	20,099
	$ 1,642,000	$ 1,452,365

Changes in contract liabilities mainly resulted from the difference between the timing of satisfaction of performance obligations and the timing of customer payments. The amounts recognized by the Group as operating revenue from contract liabilities at the beginning of the year were NT$16,185 thousand and NT$5,246 thousand for the three months ended March 31, 2026 and 2025, respectively.

18. Net income of the current period

(1) Other revenue

	For the Three Months Ended March 31	
	2026	2025
Revenue from government subsidies (Note 22)	$ 36,357	$ 11,513
Others	3,465	5,845
	$ 39,822	$ 17,358

(2) Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Net foreign currency exchange (losses) gains	($ 55,820)	$ 18,209
Disposal of property, plant and equipment (losses) gains	-	1,148
Others	(270)	(373)
	($ 56,090)	$ 18,984

(3) Financial costs

	For the Three Months Ended March 31	
	2026	2025
Interest on bank loans	$ 12,859	$ 15,102
Interest on lease liabilities	573	136
	13,432	15,238
Less: Amounts included in the cost of qualifying assets	-	(3,113)
	$ 13,432	$ 12,125

Information on capitalized interest is as follows:

	For the Three Months Ended March 31
	2025
Capitalized interest amount	$ 3,113
Capitalization rate	2.60%

(4) Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
Property, plant and equipment	$ 152,784	$ 120,815
Right-of-use assets	9,706	5,104
Long-term prepaid expenses	4,742	3,421
	$ 167,232	$ 129,340
Summarization of depreciation expenses by function		
Cost of goods sold	$ 141,576	$ 107,375
Operating expenses	20,914	18,544
	$ 162,490	$ 125,919
Summarization of amortization expenses by function		
Cost of goods sold	$ 512	$ 585
Operating expenses	4,230	2,836
	$ 4,742	$ 3,421

(5) Employee benefit expenses

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits	$ 405,404	$ 328,469
Retirement benefits		
Defined contribution plan	26,866	18,669
Defined benefit plan	(12)	(20)
	26,854	18,649
Total employee benefit expenses	$ 432,258	$ 347,118
Summarization of employee benefit expenses by function		
Cost of goods sold	$ 317,675	$ 232,987
Operating expenses	114,583	114,131
	$ 432,258	$ 347,118

(6) Remuneration to employees and directors

According to the Articles of Incorporation, the Company shall appropriate 1%~10% and no more than 2% of the profit of the year as remuneration to employees and directors, respectively. According to the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at the shareholders' meeting on May 23, 2025, stipulating that the amount of the remuneration to the entry-level employees shall be no less than 5% of the remuneration allocated for the year. The estimated amounts of remunerations to employees and to directors for the three months ended March 31, 2026 and 2025 were as follows:

	For the Three Months Ended March 31			
	2026		2025	
	Amount	Estimated ratio	Amount	Estimated ratio
Remuneration to employees	$ 737	1.00%	$ 4,373	3.00%
Remuneration to directors	$ 369	0.50%	$ 1,457	1.00%

Should there be any change to the annual consolidated financial statements after the reporting date, the differences are accounted for as the changes of accounting estimates in the following year.

The remuneration to employees and directors in 2025 and 2024 is as follows:

Amount

	2025	2024
	Cash	Cash
Remuneration to employees	$ 25,281	$ 25,629
Remuneration to directors	$ 2,967	$ 3,224

There was no difference between the amount of actual remuneration distributed to the employees and directors in 2025 and 2024 and the amount recognized in the 2025 and 2024 consolidated financial statements.

Please refer to the "Market Observation Post System (MOPS)" of TWSE for information on the remuneration to the Company's employees and directors resolved at the Company's Board of Directors meetings.

(7) Foreign currency exchange gains or loss

	For the Three Months Ended March 31	
	2026	2025
Total foreign exchange gains	$ 108,247	$ 55,776
Total foreign exchange losses	(164,067)	(37,567)
Net gains (losses)	($ 55,820)	$ 18,209

19. Income tax

(1) Income tax recognized into the income

The income tax expenses are primarily composed of the following items:

	For the Three Months Ended March 31	
	2026	2025
Current income tax		
Those generated in the current period	$ 12,050	$ 18,299
Deferred tax		
In respect of the current period	6,573	14,376
Income tax expenses recognized into the income	$ 18,623	$ 32,675

(2) Authorization of domestic income t

The company's profit-seeking enterprise income tax returns has been approved by the tax collection authority for cases before 2023.

20. Earnings per share

Unit: NT$ per share

	For the Three Months Ended March 31	
	2026	2025
Basic earnings per share	$ 0.30	$ 0.62
Diluted earnings per share	$ 0.30	$ 0.61

The net income and weighted average number of ordinary shares used to calculate the earnings per share (EPS) are enumerated below:

Net income

	For the Three Months Ended March 31	
	2026	2025
Net income used to calculate basic and diluted earnings per share	$ 60,646	$ 123,125

Quantity of shares

Unit: Thousand shares

	For the Three Months Ended March 31	
	2026	2025
The weighted average number of ordinary shares used to calculate the basic EPS	199,906	199,872
Effect of potentially dilutive ordinary shares:		
Employee stock options	-	28
Remuneration to employees	342	321
The weighted average number of ordinary shares used to calculate the diluted EPS	200,248	200,221

If the Group offers to settle the remuneration to employees in cash or shares, when calculating diluted earnings per share, the Company needs to assume that the entire amount of the remuneration to employees will be settled in shares, and the resulting potential shares shall be included in the weighted average number of ordinary shares used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares should be included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in next year.

21. Share-based Payment

(1) Employee stock options plan

The Company issued the employee stock option totaling 8,000 units on April 2, 2019. 1000 ordinary shares were subscribable per unit, effective for 6 years. The exercise price was NT$14.95 per share at the time of issuance. The recipients included the employees of the Company and its subsidiaries that meet specific conditions. The contract was performed by issuance of new shares. 50%, 75% and 100% of the options may be exercised upon expiration of 2 years, 3 years and 4 years, respectively.

The information about the employee stock options issued by the Company:

Changes in the stock option units and weighted average exercise price:

	For the Three Months Ended March 31	
	2025	
	Number of units	Weighted average exercise price (NT$)
Outstanding shares, beginning	96	$ 13.40
Executed in the current year	(96)	13.40
Outstanding shares, ending	-	-
Exercisable shares, ending	-	-

22. Government subsidies

The Group received the local government subsidies, $22,985 thousand and $5,990 thousand for the three months ended March 31, 2026 and 2025. Said incentives refer to the immediate financial support granted by the local government per the incentive project, by nature.

The subsidies for fixed assets and related investment received by the Group from the local government have been stated as long-term deferred revenues, and restated into other revenues within the useful years of the related assets. The same were re-stated as other revenues, NT$13,372 thousand and NT$5,523 thousand for the three months ended March 31, 2026 and 2025. The unamortized long-term deferred revenues until March 31, 2026, December 31, 2025 and March 31, 2025 were NT$205,002 thousand, NT$186,438 thousand and NT$175,101 thousand, respectively.

23. Capital risk management

The Group conducts the capital management to ensure that the entities within the Group may, insofar as they can continue operating, maximize the ROE by optimizing the balances of liabilities and equity. The overall strategies adopted by the Group remains unchanged in a short term.

The capital structure of the Group consists of net debt (i.e. loans less cash) and equity (i.e. share capital, capital surplus, and other equity).

The Group's key management would review the Group's capital structure for once per six months. The review covers consideration about various capital costs and related risks. The Group intends to balance its overall capital structure by issuing new shares, loans new debts or repaying old debts, per the key management's suggestions.

24. Financial instruments

(1) Information about fair value - Non-financial instruments at fair value through profit or loss

The Group's management consider that the carrying amounts of non-financial assets/liabilities at fair value through profit or loss approximate their fair values.

(2) Types of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Financial assets measured at amortized cost (Note 1)	$ 3,223,879	$ 3,121,810	$ 2,597,616
Financial liabilities			
Measured at amortized cost (Note 2)	4,821,960	4,587,935	4,463,147

Note 1: The balances include the financial assets measured at amortized cost, such as cash, notes receivable, accounts receivable, other receivables and refundable deposit, etc.

Note 2: The balances include the financial liabilities measured at amortized cost, such as short-term loans, notes payable, accounts payable, other payables, long-term loans and deposit received.

(3) Financial risk management objectives and policies

The Group’s financial management department provides services to various sales units, and takes charge of the overall planning and coordination about the launch into domestic and international financial market, and supervise and manage the financial risk related to the Group's operations in accordance with the risk level and extent analysis on exposure to the risk. Such risks include market risks (including foreign exchange rate risk and interest rate risk), credit risk and liquidity risk.

The financial management departments present the report to the Group's management and Board of Directors on a quarterly basis.

a. Market risk

The Group’s business activities expose them primarily to the financial risks of changes in foreign currency exchange rates (please refer to the following Item (a)) and interest rates (please refer to the following Item (b)). Exposure related to market risk of the financial instrument and the management and measurement of such exposure by the Group remains unchanged for the time being.

(a) Foreign exchange rate risk

The foreign currency-denominated sales and purchases exposed the Group to the risk of foreign exchange rate changes therefor. About 51% and 40% thereof were not denominated in the functional currency adopted by the Group entity engaged in the relevant transaction.

For the carrying amount of the Group’s non-functional currency-denominated monetary assets and liabilities (including the non-functional currency-denominated monetary items already written off in the consolidated financial statements), please see Note 27.

Sensitivity analysis

The Group is primarily exposed to the fluctuation in foreign exchange rate in USD and CNY.

3% means the sensitivity ratio applied by the Group when it reported the foreign exchange rate risk to the management within the Group, and also the management's evaluation on reasonable changes of the foreign exchange rate. The sensitivity analysis includes outstanding foreign currency-denominated monetary items, and their translation at the end of the year is adjusted by changes in exchange rates by 3%

The positive figures in the following table indicate when the amount increased (decrease) for the net profit before tax when NTD、CNY、USD (functional currency) against the related currencies depreciates by 3%, the increase (decrease) in the net profit before tax will be negative at the same amount. Said effect primarily results from the Group's receivables, payables and loans which were denominated in foreign currency and still outstanding on the balance sheet date.

	Effect by USD		Effect by CNY	
	For the Three Months Ended March 31		For the Three Months Ended March 31	
	2026	2025	2026	2025
Profit or loss	$ 19,984	$ 27,429	$ 1	$ 8,699

The decrease in the Group's sensitivity in the current period is mainly due to the decrease in net assets denominated in foreign currencies at the end of the period.

(b) Interest rate risk

Any entity within the Group borrows funds at fixed and floating interest rates at the same time and, therefore, the fair value interest rate risk arises. The Group manages the interest rate risk by maintaining an adequate portfolio of fixed and floating interest rates. The Group evaluates hedging activities periodically to make them in line with the interest rate concept and existing risk appetite, in order to ensure adoption of the hedging policy that could best satisfy the cost effectiveness. The carrying amounts of financial assets and financial liabilities with exposure to interest rates on the balance sheet date are stated as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
- Financial liabilities	$ 595,403	$ 513,308	$ 811,448
Cash flow interest rate risk			
- Financial assets	1,153,094	1,045,133	838,402
- Financial liabilities	1,606,940	1,473,058	1,458,125

As the Group holds short-term loans with fixed interest rates, it evaluates that the interest rate risk should be considered immaterial. Further, as the Group holds the bank deposit with floating interest rate and long-term loan, it has to deal with the cash flow interest rate risk.

Sensitivity analysis

The sensitivity analysis below is based on the exposure to interest rates for non-derivative instruments on the balance sheet date. For floating rate assets and liabilities, the analysis thereof is prepared under the assumption that the amount of liabilities outstanding on the balance sheet date are outstanding during the reporting period.

If the interest rate increases/decreases by 100 base points, while other variables are kept the same, the Group's, net profit before tax for the three months ended March 31, 2026 and 2025 will decrease/increase by NT$1,135 thousand and NT$1,549 thousand, respectively.

b. Credit risk

Credit risk refers to the risk that a trading counterpart will default on its contractual obligations and thereby result in the risk of financial loss to the Group. Until the balance sheet date, the Group's maximum exposure to credit risk, which would cause a financial loss to the consolidated companies due to a trading counterpart's failure to discharge contractual obligation, would have primarily been caused by the carrying amount of the financial assets recognized in the consolidated balance sheets.

In addition to the top two customers of the Group as of March 31, 2026 and 2025, the Group is not exposed to any significant credit risk with any single trading counterpart or a group of trading counterparts with similar characteristics. The concentration of credit risk accounted for 31% and 39% of the total monetary assets, respectively, on March 31, 2026 and 2025.

The Group's credit risk by geographical area was primarily concentrated in the mainland China, and accounted for 54%, 56% and 53% of the total accounts receivable until March 31, 2026, December 31, 2025 and March 31, 2025.

c. Liquidity risk

The Group manages and maintains the cash positions sufficient to finance the Group's operations and mitigate the effects of fluctuations in cash flows. For the Group, bank loans refer to the important source of liquidity. The management monitors the status of the facility granted by banks and ensures compliance with loan contracts.

(a) Statement of liquidity and interest risk rate of non-derivative financial liabilities

The analysis on the remaining contractual maturity for the non-derivative financial liabilities is prepared based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. Therefore, the bank loans required to be repaid by the Group immediately are included in the earliest time band in the following table, regardless of the probability for the banks to choose exercise of their rights immediately. Notwithstanding, the analysis on the maturity dates for other non-derivative financial liabilities is prepared based on the agreed repayment dates.

March 31, 2026

	within 1 year	1 years or above
Non-interest bearing liabilities	$ 2,414,568	$ -
Lease liabilities	23,642	72,469
Fixed interest rate instruments	508,945	-
Floating interest rate instruments	150,266	1,575,313
	$ 3,097,421	$ 1,647,782

December 31, 2025

	within 1 year	1 years or above
Non-interest bearing liabilities	$ 2,243,158	$ -
Lease liabilities	5,646	11,635
Fixed interest rate instruments	505,863	-
Floating interest rate instruments	146,274	1,440,531
	$ 2,900,941	$ 1,452,166

March 31, 2025

	within 1 year	1 years or above
Non-interest bearing liabilities	$ 1,949,513	$ -
Lease liabilities	5,614	14,466
Fixed interest rate instruments	803,958	-
Floating interest rate instruments	102,194	1,486,987
	$ 2,861,279	$ 1,501,453

(b) Facility

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank facility			
—Amount already advanced	$ 504,318	$ 498,203	$ 792,500
—Amount not yet advanced	3,223,087	1,618,032	3,186,377
	$ 3,727,405	$ 2,116,235	$ 3,978,877
Secured bank facility			
—Amount already advanced	$ 1,606,940	$ 1,473,058	$ 1,458,125
—Amount not yet advanced	376,390	507,527	1,756,814
	$ 1,983,330	$ 1,980,585	$ 3,214,939

25. Transactions with related parties

The transactions, account balances, income and expenses between the Company and its subsidiaries (the Company’s related parties) have been eliminated on consolidation and, therefore, are not disclosed in the Note. The transactions between the Group and other related parties are stated as follows:

(1) Name of related party and relationship

Name of related party	Relationship with the Group
Getac Holdings Corp. (Getac Holdings)	Investor that has significant influence
MPT Solution (Suzhou) Co., LTD (Suzhou MPT)	Subsidiary of the investor that has significant influence Company
Huntwell Technology Corporation （Huntwell）	Subsidiary of the investor that has significant influence Company
MPT Solution (Kunshan) Co., LTD. (MPT Kunshan)	Subsidiary of the investor that has significant influence Company
National Aerospace Fasteners Corporation (NAFCO)	Subsidiary of the investor that has significant influence Company
Atemitech Corporation (Atemitech)	Subsidiary of the investor that has significant influence Company
MPT Solution（HK）Limited	Subsidiary of the investor that has significant influence Company

(2) Operating Revenue

		For the Three Months Ended March 31	
Account title	Category of related party	2026	2025
Revenue from sale of goods	Investor that has significant influence (including its subsidiaries)	$ 21,363	$ 7,167

The trading conditions for sales to related parties are identical with the general trading conditions.

(3) Receivables - related party

Account title	Category of related party	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable	Investor that has significant influence (including its subsidiaries)			
	MPT Kunshan	$ 34,699	$ 50,816	$ 4,626
	NAFCO	-	-	55
	Others(Note)	(39)	(25)	18
		$ 34,660	$ 50,791	$ 4,699

Notes: Others represent sales allowances to related parties.

The receivables from said related parties are not guaranteed and there is no impairment after assessment, so no allowance for losses is required.

(4) Accounts payable - related party

Account title	Category of related party	March 31, 2026	December 31, 2025	March 31, 2025
Other payables	Investor that has significant influence (including its subsidiaries)	$ 3,087	$ 819	$ 3,210

The outstanding balance of accounts payable - related party is not secured.

(5) Management and maintenance expenses (stated as production overhead operating expenses)

	For the Three Months Ended March 31	
Category of related party	2026	2025
Investor that has significant influence (including its subsidiaries)	$ 2,854	$ 763

(6) Salary and compensation to key management

Total amount of salary and compensation to directors and other key management is specified as follows:

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits	$ 10,160	$ 10,968
Retirement benefits	158	158
	$ 10,318	$ 11,126

The salaries and remunerations to directors and other key management are determined by the Remuneration Committee in accordance with the Company's overall performance achievement status.

26. Assets pledged as collateral or for security

The following assets of the Group are provided as collateral for financing loans from banks:

	March 31, 2026	December 31, 2025	March 31, 2025
Building	$1,650,428	$1,615,554	$ 674,622
Land use rights	149,340	145,190	152,587
	$1,799,768	$1,760,744	$ 827,209

27. Information about foreign-currency-denominated assets and liabilities that have significant influence

The following information is summarized according to the foreign currencies other than the functional currency of various entities within the Group. The foreign exchange rates disclosed are used to translate the foreign currency into the functional currency. Foreign-currency-denominated assets and liabilities that have significant influence:

March 31, 2026

	Foreign currency	Exchange rate	Carrying amount
Financial assets			
Monetary item			
USD	$ 49,846	31.995 （USD：NTD）	$ 1,594,823
USD	49,064	6.9194 （USD：CNY）	1,569,803
CNY	10	6.9194 （CNY：USD）	46
			$ 3,164,672
Financial liabilities			
Monetary item			
USD	73,961	31.995 （USD：NTD）	$ 2,366,382
USD	4,129	6.9194 （USD：CNY）	132,107
			$ 2,498,489

December 31, 2025

	Foreign currency	Exchange rate	Carrying amount
Financial assets			
Monetary item			
USD	$ 53,434	31.430 （USD：NTD）	$ 1,679,431
USD	50,075	7.0288 （USD：CNY）	1,573,857
CNY	50	4.4716 （CNY：NTD）	224
CNY	59	7.0288 （CNY：USD）	264
			$ 3,253,776
Financial liabilities			
Monetary item			
USD	74,189	31.430 （USD：NTD）	$ 2,331,760
USD	3,378	7.0288 （USD：CNY）	106,171
			$ 2,437,931

March 31, 2025

	Foreign currency	Exchange rate	Carrying amount
Financial assets			
Monetary item			
USD	$ 45,532	33.205 （USD：NTD）	$ 1,511,890
USD	48,070	7.1782 （USD：CNY）	1,596,164
CNY	50	4.6258 （CNY：NTD）	231
CNY	62,636	7.1782 （CNY：USD）	289,742
			$ 3,398,027
Financial liabilities			
Monetary item			
USD	58,219	33.205 （USD：NTD）	$ 1,933,162
USD	7,848	7.1782 （USD：CNY）	260,593
			$ 2,193,755

The foreign currency exchange (losses) gains (realized and unrealized) of the Group for the three months ended March 31, 2026 and 2025 were ($55,820) thousand and $18,209 thousand, respectively. In consideration of the foreign currency transactions and multiple functional currencies adopted by the entities within the Group, it is impossible to disclose the exchange gains or losses by each currency that has significant influence.

28. Disclosures in notes

(1) Information on significant transactions:

a. Financing provided to others: Schedule 1

b. Endorsements/guarantees provided: Schedule 2

c. Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures): None

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

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

f. Intercompany relationships and significant intercompany transactions: Schedule 5

(2) Information on investees: Schedule 6

(3) Information on investments in mainland China:

a. Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Schedule 7

b. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:

(a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Schedule 8

(b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: None

(c) The amount of property transactions and the amount of the resultant gains or losses: None

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

(e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds: Schedule 1

(f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services: None

29. Information by department

The following refers to the analysis on the consolidated companies' revenue and results from continuing operations by reportable segments:

Magnesium Aluminum Alloy - production and sale of magnesium aluminum alloy molded products

Plastic - production and sale of plastic injection molded products

Department revenue and results

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

	Magnesium Aluminum Alloy	Plastic	Reconcile and cancel	Total
For the three months ended March 31, 2026				
Revenue from external customers	$ 1,616,175	$ 25,825	$ -	$ 1,642,000
Internal revenue	2,764,028	-	(2,764,028)	-
Total revenue	$ 4,380,203	$ 25,825	($ 2,764,028)	$ 1,642,000
Interest revenue	$ 1,091	$ -	$ -	$ 1,091
Financial costs	$ 13,343	$ 89	$ -	$ 13,432
Material adjustments to reconcile profit (loss)				
Depreciation expenses	$ 160,721	$ 1,769	$ -	$ 162,490
Department net profit before tax	$ 79,683	($ 414)	$ -	$ 79,269
Department assets	$10,518,084	$ 223,148	$ -	$10,741,232
For the three months ended March 31, 2025				
Revenue from external customers	$ 1,432,266	$ 20,099	$ -	$ 1,452,365
Internal revenue	2,387,571	-	(2,387,571)	-
Total revenue	$ 3,819,837	$ 20,099	($ 2,387,571)	$ 1,452,365
Interest revenue	$ 2,134	$ -	$ -	$ 2,134
Financial costs	$ 12,014	$ 111	$ -	$ 12,125
Material adjustments to reconcile profit (loss)				
Depreciation expenses	$ 123,903	$ 2,016	$ -	$ 125,919
Department net profit before tax	$ 157,555	($ 1,755)	$ -	$ 155,800
Department assets	$ 9,718,895	$ 221,207	$ -	$ 9,940,102

Waffer Technology Corporation and Subsidiaries

Financing provided to others

For the three months ended March 31, 2026

Schedule 1

Unit: NT$ Thousand, unless otherwise specified

No. (Note 1)	Loaner	Debtor	Accounting title	Related Party or not	Current maximum balance	Balance, ending	Drawdown	Interest rate range	Nature of loan (Note 2)	Business transaction amount	Reasons for short-term financing	Allowance for bad debt	Collateral		Limit of lending to an individual debtor	Limit of total lending	Remarks
													Title	Value			
0	The Company	WIL	Other receivables - related party	Yes	$ 287,955	$ 287,955	$ -	Note 6	1	$ 4,119,471	Business transactions	$	—	$ -	$ 499,110 (Note 3)	$ 1,996,438 (Note 3)	
1	WIL	WTK	Other receivables - related party	Yes	79,988	79,988	79,988	3%	2	-	Working capital for affiliated companies		—	-	3,637,111 (Note 4)	3,637,111 (Note 4)	
2	Burton	WIL	Other receivables - related party	Yes	89,586	89,586	89,586	-	2	-	Working capital for affiliated companies		—	-	1,322,115 (Note 5)	1,322,115 (Note 5)	

Note 1: The sections are completed in the following manners:

(1) "0" for the issuer.

(2) Investees are numbered from number 1 and so on.

Note 2: The nature of loan is specified in the following manners:

(1) "1" for business association.

(2) "2" for short-term financing needed

Note 3: The limit on loans to any individual borrower shall not exceed the lower of the total amount of business transactions between the parties in the most recent year or estimated for the coming year, or 10% of the Company's net worth as stated in its most recent financial statements audited or reviewed by a certified public accountant. The amount of business transactions refers to the higher of the purchase or sales amount between the parties. The aggregate limit on loans shall not exceed 40% of the Company's net worth as stated in its most recent financial statements audited or reviewed by a certified public accountant.

Note 4: The maximum fund loaned to a single borrower shall not exceed 40% of the net worth in WIL's latest financial statements audited or reviewed by the external auditors. The aggregate amount of the fund loaned to others shall not exceed 40% of the net worth in WIL's latest financial statements audited or reviewed by the external auditors, provided that if the borrowers are foreign companies wholly owned by the ultimate parent company directly or indirectly, the maximum fund loaned to a single borrower or aggregate amount of the fund loaned to all borrowers shall not exceed 500% of the net worth in WIL's latest financial statements audited or reviewed by the external auditors.

Note 5: The maximum fund loaned to a single borrower shall not exceed 40% of the net worth in Burton's latest financial statements audited or reviewed by the external auditors. The aggregate amount of the fund loaned to others shall not exceed 40% of the net worth in the Company's latest financial statements audited or reviewed by the external auditors, provided that if the borrowers are foreign companies wholly owned by the ultimate parent company directly or indirectly, the maximum fund loaned to a single borrower or aggregate amount of the fund loaned to all borrowers shall not exceed 150% of the net worth in Burton's latest financial statements audited or reviewed by the external auditors.

Note 6: Calculated based on the TAIFX3 one-year rate on the first day of the month in which each drawdown is made plus 1%.

Waffer Technology Corporation and Subsidiaries

Endorsements/guarantees provided

For the three months ended March 31, 2026

Schedule 2

Unit: NT$ Thousand, unless otherwise specified

No. (Note 1)	Endorser/guarantor	Endorsed/guaranteed party		Maximum endorsements/guarantees made for a single enterprise	Current maximum endorsement/ guarantee balance	Endorsement/ guarantee balance - ending (Note 5)	Drawdown (Note 6)	Endorsement/ guarantee amount secured with property as collateral	Ratio of the cumulative endorsement/guarantee amount to the net worth in the most recent financial statements (%)	Maximum endorsements/ guarantees	Endorsement/ guarantee made by the parent company for its subsidiaries	Endorsements/guarantees made by the subsidiaries for the parent company	Endorsement/ guarantee made for the operations in Mainland China	Remarks
		Company name	Relationship (Note 2)											
0	The Company	WIL	(2)	$ 14,973,288 (Note 3)	$ 1,101,883	$ 1,101,883	$ -	$ -	22.08	$ 14,973,288 (Note 3)	Yes	—	—	
0	The Company	WIH	(2)	14,973,288 (Note 3)	92,479	92,479	-	-	1.85	14,973,288 (Note 3)	Yes	—	Yes	
0	The Company	WIM	(2)	14,973,288 (Note 3)	342,172	342,172	-	-	6.86	14,973,288 (Note 3)	Yes	—	Yes	
1	WTM	WIH	(4)	12,690,298 (Note 4)	1,433,426	1,433,426	873,581	-	56.48	12,690,298 (Note 4)	—	—	Yes	
1	WTM	WIM	(4)	12,690,298 (Note 4)	971,031	971,031	733,359	-	38.26	12,690,298 (Note 4)	—	—	Yes	

Note 1: The sections are completed in the following manners:

(1) "0" for the issuer.

(2) Investees are numbered from number 1 and so on.

Note 2: There are 7 types of relations between the endorser/guarantor and the endorsee/guarantee party as follows. The types are specified as follows:

(1) Any company with business dealings with the Company.

(2) A company in which the Company directly or indirectly holds more than 50% of the voting shares.

(3) A company which directly or indirectly holds more than 50% of the voting shares of the Company.

(4) A company in which the Company directly or indirectly holds more than 90% of the voting shares.

(5) Companies that need to purchase insurance for each other in the same industry or for joint builders in accordance with contractual provisions based on the needs for contracting construction projects.

(6) A company that is endorsed and guaranteed by unanimous shareholders of the Company based on their ownership percentage due to a joint investment relationship.

(7) Companies that are engaged in joint and several guarantees for the performance of a pre-sale property contract in accordance with the Consumer Protection Act.

Note 3: The aggregate amount of the endorsements/guarantees for others shall not exceed 300% of the net worth in the Company's latest financial statements audited or reviewed by the external auditors, provided that the maximum endorsements/guarantees for a single subsidiary in which the Company holds more than 50% of the voting shares directly and indirectly shall not exceed 300% of the net worth in the Company's latest financial statements audited or reviewed by the external auditors.

Note 4: The aggregate amount of the endorsements/guarantees for others shall not exceed 500% of the net worth in WTM's latest financial statements audited or reviewed by the external auditors, Companies in which the parent company, directly or indirectly, 90% or more of the voting shares may make endorsements/guarantees and indirectly shall not exceed 500% of the net worth in WTM's latest financial statements audited or reviewed by the external auditors.

Note 5: Please specify the amounts passed by the Board of Directors. If the Board of Directors authorizes the Chairman of Board to make decision in accordance with the subparagraph 8, Article 12 of the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies," they shall mean the amounts decided by the Chairman of Board

Note 6: Please insert the amount drawn down by the endorser/guarantor within the balance of the endorsements/guarantees.

Note 7: Yes" shall only be entered for the endorsement and guarantee made by the parent company, which is a TWSE/TPEx-listed company, for its subsidiary, by the subsidiary for its parent company, which is a TWSE/TPEx-listed company, or in the territories of the mainland China.

Waffer Technology Corporation and Subsidiaries

Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital

For the three months ended March 31, 2026

Schedule 3

Unit: NT$ Thousand

Purchaser/ seller	Trading counterpart	Relationship	Transaction				The circumstances of and reasons for the trading conditions different from general transactions		Accounts/notes receivable (payable)		Note
			Purchase (sale)	Amount	Percentage in total purchase (sale) amount (%)	Credit period	Unit price	Credit period	Balance	Percentage in total accounts/notes receivable (payable) (%)	
The Company	WIL	Associate	Purchase of goods	$ 964,645	99		Cost plus, in principle	Subject to the funding (180 days in principle)	($ 2,218,016)	(99)	
WIL	The Company	Associate	Sale of goods	(964,645)	(99)		〃	〃	2,218,016	99	
WIL	WTM	Associate	Purchase of goods	587,121	61		〃	〃	(708,508)	(47)	
WTM	WIL	Associate	Sale of goods	(587,121)	(49)		〃	〃	708,508	44	
WIL	WIH	Associate	Purchase of goods	359,348	37		〃	〃	(732,670)	(49)	
WIH	WIL	Associate	Sale of goods	(359,348)	(53)		〃	〃	732,670	76	
WTK	WTM	Associate	Purchase of goods	226,978	80		〃	〃	(168,900)	(57)	
WTM	WTK	Associate	Sale of goods	(226,978)	(19)		〃	〃	168,900	10	
WTM	WIH	Associate	Purchase of goods	311,290	38		〃	〃	(227,588)	(21)	
WIH	WTM	Associate	Sale of goods	(311,290)	(46)		〃	〃	227,588	24	
WTM	WIM	Associate	Purchase of goods	150,328	18		〃	〃	(165,490)	(15)	
WIM	WTM	Associate	Sale of goods	(150,328)	(88)		〃	〃	165,490	69	

Waffer Technology Corporation and Subsidiaries

Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital

March 31, 2026

Schedule 4

Unit: NT$ Thousand, unless otherwise specified

Company Name	Related Party	Relationship	Ending Balance		Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for bad debt
						Amount	Actions Taken		
WIL	The Company	Associate	Accounts receivable	$ 2,218,016	1.74	$ -	—	$ 513,251	$ -
WTK	WTM	Associate	Accounts receivable	100,574	1.42	-	—	9,430	-
WTM	WTK	Associate	Accounts receivable	168,900	5.89	-	—	53,659	-
WTM	WIL	Associate	Accounts receivable	708,508	3.27	-	—	308,014	-
WTM	WIH	Associate	Accounts receivable	135,010	0.67	-	—	19,400	-
WTM	WIM	Associate	Accounts receivable	173,201	0.87	-	—	35,746	-
WIH	WTM	Associate	Accounts receivable	227,588	4.97	-	—	108,931	-
WIH	WIL	Associate	Accounts receivable	732,670	1.97	-	—	184,910	-
WIM	WTM	Associate	Accounts receivable	165,490	3.49	-	—	105,979	-

Note: The amount already collected until April 30, 2026.

Waffer Technology Corporation and Subsidiaries

Intercompany relationships and significant intercompany transactions

For the three months ended March 31, 2026

Schedule 5 | Unit: NT$ Thousand

No. (Note1)	Name of trader	Trading counterpart	Affiliation to trader (Note 2)	Transaction				
				Amount (Note 4)	Trading conditions	To consolidated total assets (%) (Note 3)	To consolidated total operating revenue (%) (Note 3)	Amount (Note 4)
0	The Company	WIL	1	Accounts payable - related party	$ 2,218,016	Paid in installment subject to overview of business and funding	21	-
0	The Company	WIL	1	Purchase of goods	964,645	Cost plus	-	59
1	WIL	WTM	3	Accounts payable - related party	708,508	Paid in installment subject to overview of business and funding	7	-
1	WIL	WTM	3	Purchase of goods	587,121	Cost plus	-	36
1	WIL	WTK	3	Other receivables - related party	79,988	Collected in installment subject to overview of business and funding	1	-
1	WIL	WTK	3	Accounts payable - related party	66,039	Paid in installment subject to overview of business and funding	1	-
1	WIL	WTK	3	Purchase of goods	17,509	Cost plus	-	1
1	WIL	WIH	3	Accounts payable - related party	732,670	Paid in installment subject to overview of business and funding	7	-
1	WIL	WIH	3	Purchase of goods	359,348	Cost plus	-	22
1	WIL	WIM	3	Other receivables - related party	23,762	Collected in installment subject to overview of business and funding	-	-
2	Burton	WIL	3	Other receivables - related party	89,586	Collected in installment subject to overview of business and funding	1	-
3	WTK	WTM	3	Accounts payable - related party	168,900	Paid in installment subject to overview of business and funding	2	-
3	WTK	WTM	3	Purchase of goods	226,978	Cost plus	-	14
3	WTK	WIM	3	Accounts payable - related party	15,107	Paid in installment subject to overview of business and funding	-	-
4	WTM	WTK	3	Accounts payable - related party	100,574	Paid in installment subject to overview of business and funding	1	-
4	WTM	WTK	3	Purchase of goods	31,978	Cost plus	-	2
4	WTM	WIH	3	Other receivables - related party	34,108	Collected in installment subject to overview of business and funding	-	-
4	WTM	WIH	3	Accounts payable - related party	227,588	Paid in installment subject to overview of business and funding	2	-
4	WTM	WIH	3	Purchase of goods	311,290	Cost plus	-	19
4	WTM	WIM	3	Other receivables - related party	27,073	Collected in installment subject to overview of business and funding	-	-
4	WTM	WIM	3	Accounts payable - related party	165,490	Paid in installment subject to overview of business and funding	2	-
4	WTM	WIM	3	Purchase of goods	150,328	Cost plus	-	9
5	WIH	WTM	3	Accounts payable - related party	135,010	Paid in installment subject to overview of business and funding	1	-
5	WIH	WTM	3	Purchase of goods	22,869	Cost plus	-	1
5	WIH	WTM	3	Operating expenses	13,713	Subject to the general conditions	-	1
5	WIH	WTK	3	Accounts payable - related party	65,916	Paid in installment subject to overview of business and funding	1	-
5	WIH	WTK	3	Purchase of goods	22,060	Cost plus	-	1
5	WIH	WIM	3	Accounts payable - related party	58,270	Paid in installment subject to overview of business and funding	1	-
5	WIH	WIM	3	Purchase of goods	18,028	Cost plus	-	1
6	WIM	WTM	3	Accounts payable - related party	173,201	Paid in installment subject to overview of business and funding	2	-
6	WIM	WTM	3	Other payables - related party	19,476	Paid in installment subject to overview of business and funding	-	-
6	WIM	WTM	3	Purchase of goods	34,799	Cost plus	-	2

Note 1: The information about transactions between parent company and subsidiaries shall be numbered and noted in the following manner in the box of numbers:

1. 0 is for the Parent Company.
2. Subsidiaries are numbered from number 1.

Note 2: The relationship with the trader is classified into three categories as follows:

1. Parent Company to subsidiaries.
2. Subsidiaries to Parent Company.
3. Subsidiaries to subsidiaries.

Note 3: For computing the ratio of trade amount to the total consolidated operating revenue or total assets, if it is for asset and liability account, the computation is based on the ratio of ending balance to total consolidated assets; however, if it is for income and expense account, the computation is based on the ratio of interim cumulative amount to total consolidated operating revenue.

Note 4: Disclose the trade amount more than NT$10,000 thousand.

Waffer Technology Corporation and Subsidiaries

Information on investees

For the three months ended March 31, 2026

Schedule 6

Unit: NT$ Thousand

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Held at the end of the period			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				End of the current period	End of last year	Number of Shares	%	Carrying Amount			
The Company	Burton	Samoa	Investment	$ 883,337	$ 883,337	28,022,235	100	$ 873,723	($ 19,857)	($ 19,857)	Subsidiary
	WIL	Samoa	Trading	945,817	945,817	29,099,001	100	730,130	2,676	2,676	〃
	WIV	Seychelles	Investment	628,066	628,066	20,800,000	100	899,122	10,763	10,763	〃
	MGA	Samoa	Investment	690,108	690,108	23,000,000	100	2,580,601	40,294	40,294	〃
	MCH	Samoa	Investment	493,480	493,480	16,000,000	100	902,565	2,939	2,939	〃
	WPL	Seychelles	Investment	470,683	470,683	15,000,000	100	462,955	(2,159)	(2,159)	〃
	WVE	Seychelles	Investment	4,931	4,931	154,116	100	4,479	1,341	1,341	〃
WPL	WTV	Vietnam	Manufacturing	470,683	470,683	Not applicable	100	462,955	(2,159)	(2,159)	Sub-subsidiary
WVE	WTJ	Japan	Business development and after-sales services	4,931	4,931	2,200	100	4,479	1,341	1,341	〃

Note: For the information about investees in the mainland China, please refer to Schedule 7.

Waffer Technology Corporation and Subsidiaries

Information on investments in Mainland China

For the three months ended March 31, 2026

Schedule 7

Unit: NT$ Thousand, unless otherwise specified

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated outward remittance for investment from Taiwan at the beginning of the period	Remittance of Funds		Accumulated outward remittance for investment from Taiwan at the end of the period	% Ownership of Direct or Indirect Investment	Investment income recognized in the current period (Note 2)	Carrying Amount at the end of the period	Accumulated repatriation of investment income until the end of the period
					Outward	Inward					
WTK	Production and marketing of magnesium aluminum alloy molded products and molds	US$20,800 thousand	(2) Investor: WIV	$ 624,301 (US$20,800 thousand)	$	$	$ 624,301 (US$20,800 thousand)	100	$ 10,807 (2)b.	$ 898,814	$ -
WTM	Production and marketing of magnesium aluminum alloy molded products	US$23,000 thousand	(2) Investor: MGA	690,108 (US$23,000 thousand)			690,108 (US$23,000 thousand)	100	40,337 (2)b.	2,579,057	-
WIM	Production and marketing of magnesium aluminum alloy molded products	US$25,000 thousand	(2) Investor: Burton	772,653 (US$25,000 thousand)			772,653 (US$25,000 thousand)	100	(19,858) (2)b.	782,632	-
WIH	Production and marketing of magnesium aluminum alloy molded products	US$16,000 thousand	(2) Investor: MCH	493,480 (US$16,000 thousand)			493,480 (US$16,000 thousand)	100	2,939 (2)b.	902,558	-

Accumulated outward remittance for investment in Mainland China until the end of the period	Investment amounts authorized by Investment Commission, MOEA	Upper limit on the amount of investment in Mainland China stipulated by Investment Commission, MOEA
$ 2,580,542 （US$84,800 thousand）(Note 3)	$ 2,580,542 （US$84,800 thousand）(Note 3)	(Note 4)

Note 1: Ways of investment are classified into the following two types:

(1) To invest in the mainland China directly.

(2) To invest in the mainland China via a third area.

Note 2: Investment income recognized in the current period:

(1) Please mark out if there has no investment gain or loss yet because the investment is still under planning.

(2) The basis of recognition of investment gain/loss is classified into following three types, which should be marked out.

a. Financial statements reviewed by an international CPA firm which cooperates with a CPA firm of the ROC.

b. Financial statements reviewed by the CPAs of the parent company in Taiwan.

c. Others. (Financial statements not reviewed by external auditors)

Note 3: Exclusive of the investment losses on disposal of Joinmain Technology (Shanghai) Ltd. not remitted inward back to Taiwan.

Note 4: Exempted from the investment limit requirement, as the approval letter for operational headquarters from Industrial Development Bureau on April 11, 2023 (applicable until April 5, 2026).

Waffer Technology Corporation and Subsidiaries

Statement of Significant Transactions with Investees in Mainland China

For the three months ended March 31, 2026

Schedule 8 Unit: NT$ Thousand

Transaction for purchase of goods

Investee's name	Business in the third area	Price and payment terms	Amount	Percentage in total purchase (%)	Notes/accounts payable, ending Balance	Notes/accounts payable, ending %
WTM, WIH, WTK	WIL	Cost plus, and 180 days for payment terms in principle	$ 964,645	99%	$ 2,218,016	99%