PlayNitride Inc.
錼創科技股份有限公司
2026 年股東會議事錄
2026 Annual General Meeting of Shareholders
Meeting Minutes

時　　間：2026 年 6 月 18 日星期四上午九時整
Date: AM 9:00 on Thursday, June 18, 2026
地　　點：新竹縣竹北市光明六路東一段 265 號(新竹豐邑喜來登大飯店 7 樓西館小宴會廳)
Place: No.265, Dong Sec. 1, Guangming 6th Rd., Zhubei City, Hsinchu County, Taiwan (Sheraton Hsinchu Hotel Junior Ballroom West Wing 4F)
會議方式：實體股東會
Meeting Method: Physical Shareholders' Meeting
出席股數：親自出席股東及股東代理人所代表之股份計 79,465,652 股(含以電子方式行使表決權股數 20,302,844 股)，佔本公司已發行股份總數 117,678,622 股之 67.52%。
Attendance: The total number of shares issued is 117,678,622 shares; the number of shares represented by shareholders and proxy agents present at the meeting is 79,465,652 shares (including 20,302,844 shares voted electronically), which constitutes 67.52% of the total shares issued.

主　　席：李允立 董事長　　　紀錄：陳瀅容
Chairman: Mr. Yun-Li Li　　　Secretary: Ms. Ying-Jung Chen

出席董事：李允立董事長、黃慧珠獨立董事(審計委員會召集人)
Attendance: Chairman Yun-Li Li, Independent Director Hui-Chu Huang (Convener of Audit Committee)
列　　席：安侯建業聯合會計師事務所鄭安志會計師、理律法律事務所陳昭蓉律師
In attendance: KPMG Representative An-Chih Cheng, LEE AND LI Representative Chaolong Chen.

一、 **主席宣布開會並報告出席狀況:** 出席股權已達法定數額，主席依法宣佈開會

I. Chairman announces the commencement of the meeting and reports attendance status. The required meeting quorum is met.

二、 主席致詞：(略)

II. Chairperson Remarks: (omitted)

三、 報告事項：

III. Matters to be Reported:

事項 1　本公司 2025 年度營業報告案，敬請　鑒察。

Item 1　The Company's 2025 Business Operations Report.

說明：　本公司 2025 年度營業報告書，請參閱附件一。

Explanatory：　Please refer to Attachment 1 for the Company's 2025 Business Operations Report.

事項 2　本公司 2025 年度審計委員會查核報告案，敬請　鑒察。

Item 2　Audit Committee's 2025 internal audit report.

說明：　審計委員會查核報告書，請參閱附件二。

Explanatory：　Please refer to Attachment 2 for the Audit Committee's Internal Report.

事項 3　本公司虧損達實收資本額二分之一報告案，敬請　鑒察。

Item 3　The report on the Company's loss reaching one half of its paid-in capital.

說明：　本公司 2025 年度經會計師查核後累積虧損為新台幣 5,819,780,214 元，公司目前實收資本額為新台幣 1,176,786,220 元，累積虧損已達實收資本額二分之一，依公司法第 211 條規定，提股東會報告。

Explanatory：　Upon audit by the Company's auditor, it was confirmed that the Company has accumulated losses of NT$5,819,780,214 as of 2025. Given the Company has a share capital of NT$1,176,786,220 , the Company's accumulated losses have reached one half of its paid-in capital. According to Article 211 of the Company Act, the Board of Directors shall report such to the most recent meeting of shareholders.

事項 4　本公司健全營運計畫書執行情形報告案，敬請　鑒察。

Item 4　The implementation of the Company's Sound Business Plan.

說明：　健全營運計畫書執行情形，請參閱附件三。

Explanatory：　Please refer to Attachment 3 for the implementation of the Sound Business Plan.

事項 5　本公司 2025 年買回庫藏股執行情形報告，敬請　鑒察。

Item 5　2025 Treasury Stock Execution Report.

說明：

本公司 2025 年買回庫藏股執行情形報告如下：

董事會決議日期	2025 年 6 月 25 日
買回目的	轉讓股份予員工
買回之期間	2025 年 6 月 26 日至 2025 年 8 月 25 日
預計買回之數量	1,000,000 股
買回之區間價格	每股新台幣 125 元至 222 元

實際買回股份數量	608,000 股
本次已買回股份總金額	96,177,590 元
本次平均每股買回價格	158.19 元
累積已持有自己公司股份數量	608,000 股
累積已持有自己公司股份數量占公司已發行股份總數之比率	0.52%
本次未執行完畢之原因	基於維護股東權益及兼顧市場機制，本公司視股價變化及成交量狀況採分批買回，故未執行完畢。

Explanatory： 2025 Treasury Stock Execution Report as below：

Date of the board of directors resolution	2025/06/25
Purpose of the share repurchase	For transfer of shares to employees
Scheduled period for the repurchase	2025/06/26~2025/08/25
Shares to be repurchased	1,000,000 shares
Repurchase price range	NTD 125.00 to 222.00/share
Shares currently repurchased	608,000 shares
Total monetary amount of shares currently repurchased	NTD 96,177,590
Current average repurchase price per share	NTD 158.19
Total monetary amount of shares currently repurchased	608,000 shares
Shares to be repurchased as a percentage of total issued shares of the company	0.52%
Reason for non-completion of the current share repurchase	In order to maintain shareholder rights and consider market mechanisms,the company repurchased the shares in separate batches according to stock price changes and trading volume conditions. Therefore, the announced shares repurchase plan has not been fully executed.

四、 承認事項：

IV. Matters to be Approved:

第一案 (董事會提)

案　由： 承認本公司 2025 年度營業報告書及財務報表案，提請　承認。

說　明：

1.本公司 2025 年度合併財務報表業經安侯建業聯合會計師事務所查核完畢，連同營業報告書送本公司審計委員會審查竣事。

2. 2025 年度營業報告書，請參閱附件一及會計師查核報告暨合併財務報表，請參閱附件四。

3.謹提請 股東會承認。

決　議：　本案經投票表決照案承認，表決結果如下：

表決時出席股東表決權數	79,465,652	權
表決結果：		
贊成權數	77,630,132	權
佔出席股東表決權數	97.69	%
反對權數	27,097	權
棄權與未投票權數	1,808,423	權
無效權數	0	權

Proposal 1　(Proposed by the Board of Directors)

Explanatory: To approve the 2025 annual business report and financial statements.

Notes:

1. The Company's 2025 annual financial statements have been audited by KPMG, together with the business report, had been audited by the Company's Audit Committee.
2. Please refer to Attachment 1 for 2025 business report and the Independent Auditors' Report and consolidated financial statements, please refer to Attachment 4.
3. Submit to the shareholders' meeting for approval.

Resolution: Resolved, that the above proposal be approved as proposed with the following votes.

Shares represented by shareholders present at the time of voting	79,465,652	Votes
Results of Votes:		
Votes for	77,630,132	Votes
Percentage of total votes/shares represented	97.69	%
Votes against	27,097	Votes
Votes abstained and uncast votes	1,808,423	Votes
Invalid Votes	0	Votes

第二案　(董事會提)

案　由：　承認本公司 2025 年度虧損撥補案，提請　承認。

說　明：

1. 本公司 2025 年度稅後淨損新台幣 117,070,159 元，虧損撥補表請參閱附件五。
2. 謹提請 股東會承認。

決　議：　本案經投票表決照案承認，表決結果如下：

表決時出席股東表決權數	79,465,652	權
表決結果：		
贊成權數	77,629,118	權
佔出席股東表決權數	97.68	%
反對權數	32,171	權
棄權與未投票權數	1,804,363	權
無效權數	0	權

Proposal 2 (proposed by the Board of Directors)

Explanatory: To approve the 2025 Deficit Compensation Statementof the Company.

Notes:
1. The Company's net loss after tax for 2025 is NT$117,070,159. Please refer to Attachment 5 for the deficit compensation statement.
2. Submit to the shareholders' meeting for approval.

Resolution: Resolved, that the above proposal be approved as proposed with the following votes.

Shares represented by shareholders present at the time of voting	79,465,652	Votes
Results of Votes:		
Votes for	77,629,118	Votes
Percentage of total votes/shares represented	97.68	%
Votes against	32,171	Votes
Votes abstained and uncast votes	1,804,363	Votes
Invalid Votes	0	Votes

臨時動議：無

VIII. Questions and Motions: None

五、 散會: 同日上午九時十六分

IX. Adjournment: AM 9:16 on Thursday, June 18, 2026

本次股東會無股東提問。
（本次股東常會紀錄僅要領載明議事之經過及其結果，會議進行內容、程序及股東發言仍以會議影音記錄為準。）

There were no shareholder inquiries raised during this shareholders' meeting.
(The minutes of this regular shareholders' meeting only contain a brief summary of the proceedings and outcomes of the agenda items. The actual content, procedures, and shareholder statements made during the meeting are subject to the audiovisual recording of the meeting.)

Attachment (1) Business Report

PlayNitride Inc.

2025Annual Business Report

2025 was a year where opportunities and challenges coexisted. Despite the complex shifts in the international political and economic landscape, we remained steady in our progress, consistently investing resources in forward-looking applications to consolidate our leadership position—"MicroLED = PlayNitride". Simultaneously, we continued our layout in key markets and linked critical resources to provide real-time services to corporate partners across various regions.

The company established a wholly-owned subsidiary in Mainland China, specializing in the production, manufacturing, and sales of MicroLED panel components and modules. This move supports the needs of customers in the Chinese market while strengthening regional supply chain efficiency and localized service capacity.

At the end of 2025, the company announced its intent to acquire Lumiode, Inc., a U.S.-based MicroLED display technology company. Lumiode possesses complementary MicroLED technologies and a customer base that will enhance our competitiveness and expand our R&D energy and market presence in North America.

On the technical front, the Company continued to focus on MicroLED as its core technology in 2025, systematically demonstrating its application outcomes across diverse scenarios. Through physical exhibitions and real-world implementation cases, we assisted clients in visualizing potential directions for new product development. A summary of our external exhibitions and collaborative advancements throughout the year highlights the following key achievements:

A.Near-Eye Displays (AI/AR Glasses)
0.18-inch Full-Color μ-PixeLED MicroLED (720×720, 5,644 PPI, $>500,000$ nits), honored with the Gold Panel Award 2025 for Technical Excellence. Featuring high brightness, high resolution, low power consumption, and a lightweight design, it significantly enhances outdoor visibility and wearing comfort, successfully attracting collaboration inquiries from multiple optical engine manufacturers.

B. Wearable Displays (Smartwatches / Outdoor Visibility)
1.39-inch Tantium® MicroLED, featuring 5,000 nits of brightness.
It combines low power consumption with high efficiency to improve sunlight readability and battery life, making it ideal for sports and outdoor applications.

C. Automotive Displays
8.07-inch Freeform Transparent MicroLED (0.33mm pitch, 65% transparency, 167 PPI, 10,000 nits), demonstrating our technological prowess in automotive displays.

D. Immersive Displays (Glasses-Free 3D)
Integrating Realfiction's directional pixel technology, we introduced the world's first 9.38-inch glasses-free 3D MicroLED.
It delivers detailed, three-dimensional imagery without the need for specialized glasses, expanding the horizons for entertainment applications.

E. Large-Sized Commercial Displays (Tiled, Borderless, Smart Control)

Showcased the PixeLED Matrix MicroLED Tiled Display System at the "TECH WORLD Pavilion" during EXPO 2025 OSAKA.
Its borderless design, combined with high brightness and smart control, creates a truly stunning visual experience.

F. Advanced Manufacturing & Mass Production (Demonstration of Total Solution Provider Capabilities)
Showcased proprietary MicroLED mass transfer equipment and Chip-on-Carrier (CoC) design integration solutions at SEMICON Taiwan, boosting production efficiency and accelerating technology commercialization.

G. Forward-Looking Expansion (Tech $\times$ Fashion Crossover Exhibition)
Debuted a crossover exhibition featuring the 9.38-inch Transparent PixeLED MicroLED at the London Fashion Week SS26.
By seamlessly blending dynamic imagery with physical luxury goods, this initiative expands immersive applications into luxury storefront windows and jewelry displays.

Summary of 2025 Business Results

1. Operating Performance

The Company’s operating revenue for 2025 was NT$1,351,819 thousand, representing a decrease of approximately 24% compared to NT$1,768,442 thousand for 2024. Gross profit decreased by NT$116,359 thousand over the same period; however, the gross profit margin rose slightly to 41%. Although shipment volumes for CoC (Chip-on-Carrier) products remained relatively stable, average selling prices trended downward. In response, the Company has been continuously striving to reduce costs while simultaneously expanding the sales of higher-margin equipment within its product mix.

Furthermore, operating expenses for 2025 increased by approximately NT$52,999 thousand year-on-year, primarily due to the Company’s sustained increase in R&D investments and marketing efforts. Non-operating losses were impacted by significant exchange rate fluctuations mid-year, resulting in a foreign exchange loss of NT$104,087 thousand.

In summary, the net loss after tax for 2025 was NT$(117,070) thousand, representing a substantial decline compared to the net income after tax of NT$60,087 thousand for 2024.

2. Financial Analysis

In 2025, the Company completed a capital increase by cash and the issuance of convertible bonds, raising a total of NT$2,774,000 thousand. This timely replenishment of a more abundant cash position will enable the Company to accelerate its business expansion, product development, and global footprint. In terms of capital expenditures, the amount reached NT$251,672 thousand for 2025, as the Company continuously prepares to provide customers with high-quality and stable production capacity.

3. Research & Development

In 2025, the Company continued to invest heavily in the research and development of MicroLED technology. In terms of patent layout, as of the end of 2025, the total number of patent applications filed across various countries reached 984. Concurrently, more than 40 trademark applications were filed targeting various display application markets corresponding to these technologies. The distribution of the Company's patent rights encompasses a diverse range of application types for panel products, enabling our production lines to simultaneously manufacture finished panels for various large-sized commercial, automotive, borderless, ultra-high-brightness wearable, and ultra-thin flexible applications. The final application scope of these products is extensive; across all the aforementioned end-user applications, the Company’s comprehensive patent layout successfully builds a formidable intellectual property moat around our technologies.

Future Outlook

The Company will continue to leverage innovation and technological leadership as its core drivers, deepening its layout in key MicroLED fabrication processes and core technologies. We are actively expanding into high-value-added application markets—such as smart wearables, AR, automotive displays, optical communications, aerospace, and defense—while simultaneously developing specialized equipment and turnkey solutions to enhance product competitiveness and market penetration. In the short term, the Company will focus on outsourcing mature and stable component requirements, allowing us to concentrate on optimizing key MicroLED fabrication processes and cost structures. This approach aims to solidify existing customer relationships, steadily expand production and sales scale, and actively negotiate customized collaboration opportunities with leading global brands to continuously broaden our application footprint.

In the long term, the Company is committed to becoming a leader in MicroLED supply chain integration. Through proven track records and strategic alliances, we will integrate industry resources and reduce production costs to accelerate the product commercialization process. Looking ahead, we will partner with global brands to develop innovative applications—such as ultra-power-saving wearables, as well as ultra-high-brightness, transparent, and flexible displays—while capitalizing on development trends in AI, optical communications, and smart homes to comprehensively drive MicroLED market growth. Concurrently, we will leverage the strengths of our integrated technical teams, targeting premium markets initially and progressively expanding application domains and market scale. By providing all-around MicroLED solutions, we aim to achieve corporate sustainability and long-term value appreciation.

Chairman：Charles Li

Chief Executive Officer：Charles Li

Accounting Manager: John Yao

Attachment (2) Audit Committee's Internal Audit Report

Audit Committee's Internal Audit Report

The Board of Directors has prepared the Company's Business Report, Consolidated Financial Statements and the Deficit Compensation Statement Proposal of 2025, Archie Cheng and Heidi Huang, Certified Public Accountants of KPMG, have audited the Consolidated Financial Statements, and issued an audit report. The Business Report, Consolidated Financial Statements and the Deficit Compensation Statements Proposal have been reviewed and determined to be correct and accurate by the Audit Committee of PlayNitride Inc., hereby submit this report according to Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act.

Sincerely

PlayNitride Inc. 2026 Annual General Shareholder's Meeting

Convenor of the Audit Committee

Jennifer Huang

March 6, 2026

Attachment(3) Sound Business Plan

Project	2025 Unit: NTD thousand			
	Forecast	Actual	Difference	Difference Analysis
Revenue	3,482,059	1,351,818	(2,130,241)	Customer demand was deferred, resulting in lower actual figures than projected.
COGS	2,186,058	778,089	(1,407,969)	Sales declined, with corresponding operating costs decreasing accordingly.
Gross Profit	1,296,001	552,560	(722,272)	Deferred customer demand resulted in lower-than-expected figures, leading to a corresponding decline in gross profit.
Operating expense	775,822	711,342	(8,321)	Operating expenses were below forecast as performance bonuses were not accrued due to lower-than-expected revenue.
Operating P/L	520,179	(137,613)	(657,792)	The decrease was due to lower-than-expected revenue and insufficient gross profit to cover operating expenses.
Non-Oper	(1,690)	20,548	22,238	Non-operating income was higher than expected, primarily due to subsidies from China and technology development grants , resulting in an overall increase in non-operating income.
Pre-tax N/I	518,489	(117,065)	(635,554)	The same as the above.
Net Income	518,489	(117,070)	(635,559)	The same as the above.

安侯建業聯合會計師事務所
KPMG
新竹市科學園區300091展業一路11號
No. 11, Prosperity Road I, Hsinchu Science Park,
Hsinchu, 300091, Taiwan (R.O.C.)
電 話 Tel + 886 3 579 9955
傳 真 Fax + 886 3 563 2277
網 址 Web kpmg.com/tw

Independent Auditors' Report

To the Board of Directors of PlayNitride Inc.:

Opinion

We have audited the consolidated financial statements of PlayNitride Inc. and its subsidiaries ("the Group"), which comprise the consolidated balance sheets as of December 31, 2025 and 2024, the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards ("IFRSs"), International Accounting Standards ("IASs"), Interpretations developed by the International Financial Reporting Interpretations Committee ("IFRIC") or the former Standing Interpretations Committee ("SIC") endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Based on our judgment, the key audit matters should be reflected in our report are as follow:

Revenue recognition

Refer to note 4(14) "Revenue recognition"for accounting policy and note 6(20) "Revenue from contracts with customers" disclosures to the consolidated financial statements.

Description of key audit matters:

The timing of revenue recognition is determined according to the transaction terms agreed with the customer, and the control transfer of the goods is identified according to the individual sales transaction at the end of the period to assess the appropriateness of revenue recognition in the correct period. In addition, the construction revenue is recognized according to the proportion of the degree of contract completion, which is calculated based on the contract cost incurred as at the date of financial reporting to the total estimated contract cost. The accuracy of the recognition of construction contract revenue is affected by the degree of completion and whether the estimated total cost of the project is properly estimated. Therefore, the appropriateness and accuracy of revenue recognition in a proper period is the key area in performing our audit.

How the matter was addressed in our audit:

The main audit procedures we performed for the above key audit matters include: understand the revenue recognition accounting policies adopted by the Group and compare them with the terms of sale and revenue recognition to assess the appropriateness of the adopted policies; evaluate the design of the internal control system for sales revenue and test the effectiveness of its implementation; test samples of individual revenue transactions by checking purchase orders from customers and proof of shipment, etc.; test sales transactions in the period before and after the December 31, 2025 financial reporting date, and review the terms of sales, shipping documents and customer confirmation documents of such sales transactions to assess whether the sales revenue are recognized in the appropriate period. In addition, we test a sample of construction contract during the financial reporting period, and review contracts and related documents; obtain the annual construction income calculation table, check the accuracy of the incurred contract costs, evaluate the completeness of the estimated total cost, calculate the proportion of contract completion, and calculate the appropriateness of the recognized amount of construction income.

Responsibilities of Management and Those Charged with Governance for 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 with International Accounting Standards (“IASs”) 34, Interim Financial Reporting, endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for the overseeing the Group's financial reporting process.

Auditors’ Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors’ report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audit resulting in this independent auditors' report are An-Chih Cheng and Hai-Ning Huang.

KPMG

Taipei, Taiwan (Republic of China)
March 6, 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 audit such consolidated financial statements are those generally accepted and applied in the Republic of China.

The independent auditors' 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' report and consolidated financial statements, the Chinese version shall prevail.

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

PlayNitride Inc. and subsidiaries

Consolidated Balance Sheets

December 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	Assets	December 31, 2025 Amount	%	December 31, 2024 Amount	%
	Current assets:				
1100	Cash and cash equivalents (note 6(1))	$ 2,214,943	43	805,973	31
1110	Financial assets at fair value through profit or loss — current (notes 6(2) and 6(14))	320	-	-	-
1136	Financial assets at amortized cost — current (notes 6(3) and 8)	396,248	8	104,827	4
1140	Contract assets — current (notes 6(20) and 7)	168,561	3	129,387	5
1152	Other notes receivable	819	-	824	-
1170	Accounts receivable, net (note 6(4))	737,472	14	7,162	-
1180	Accounts receivable — related parties, net (notes 6(4) and 7)	177,390	4	295,816	12
1200	Other receivables	6,716	-	6,547	-
1210	Other receivables — related parties (note 7)	618	-	556	-
1220	Current tax assets	1,499	-	2,457	-
130X	Inventories (note 6(5))	585,950	11	339,521	13
1410	Prepayments (note 7)	84,598	2	74,150	3
1470	Other current assets	153	-	42,656	2
		4,375,287	85	1,809,876	70
	Non-current assets:				
1535	Financial assets at amortized cost — non-current (notes 6(3) and 8)	4,382	-	5,522	-
1600	Property, plant and equipment (notes 6(6) and 8)	556,477	11	565,807	22
1755	Right-of-use assets (notes 6(7) and 7)	113,976	2	107,927	4
1780	Intangible assets (note 6(8))	13,972	-	35,455	2
1915	Prepayments for equipment	89,592	2	34,083	1
1920	Refundable deposits (note 7)	10,356	-	12,949	1
1990	Other non-current assets	4,577	-	356	-
		793,332	15	762,099	30
1xxx	**Total assets**	**$ 5,168,619**	**100**	**2,571,975**	**100**

	Liabilities and Equity	December 31, 2025 Amount	%	December 31, 2024 Amount	%
	Current liabilities:				
2100	Short-term borrowings (note 6(9))	$ 50,000	1	-	-
2130	Contract liabilities — current (notes 6(20) and 7)	12,530	-	5,226	-
2170	Accounts payable	48,894	1	37,943	1
2180	Accounts payable — related parties (note 7)	6,393	-	1,256	-
2200	Other payables (note 6(10))	130,204	3	194,172	9
2220	Other payables — related parties (note 7)	35,730	-	28,198	1
2250	Provisions — current (notes 6(11) and 8)	28,985	1	6,792	-
2280	Lease liabilities — current (notes 6(12) and 7)	39,688	1	36,436	1
2322	Long-term borrowings, current portion (notes 6(13) and 8)	82,400	2	120,267	5
2399	Other current liabilities	2,102	-	1,492	-
		436,926	9	431,782	17
	Non-current liabilities:				
2500	Financial liabilities at fair value through profit or loss — non-current (notes 6(2) and 6(14))	8,560	-	-	-
2530	Bonds payable (notes 6(14) and 8)	769,656	15	-	-
2540	Long-term borrowings (notes 6(13) and 8)	-	-	8,840	-
2580	Lease liabilities — non-current (notes 6(12) and 7)	75,927	1	72,533	3
		854,143	16	81,373	3
2xxx	**Total liabilities**	1,291,069	25	513,155	20
	Equity (notes 6(17) and 6(18)):				
3110	Ordinary shares	1,176,786	23	1,071,786	42
3200	Capital surplus	8,362,763	162	6,450,644	251
3300	Accumulated deficits	(5,819,780)	(113)	(5,702,710)	(222)
3400	Other equity	253,959	5	239,100	9
3500	Treasury stock	(96,178)	(2)	-	-
3xxx	**Total equity**	3,877,550	75	2,058,820	80
2-3xxx	**Total liabilities and equity**	**$ 5,168,619**	**100**	**2,571,975**	**100**

See accompanying notes to consolidated financial statements.

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

PlayNitride Inc. and subsidiaries

Consolidated Statements of Comprehensive Income

For the years ended December 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

		2025		2024	
		Amount	%	Amount	%
4000	**Operating revenues** (notes 6(20) and 7)	$ 1,351,818	100	1,768,442	100
5000	**Cost of sales** (notes 6(5), (6), (7), (8), (11), (12), (15), (18) and 7)	778,089	58	1,099,523	62
5900	**Gross profit**	573,729	42	668,919	38
6000	**Operating expenses** (notes 6(6), (7), (8), (12), (15), (18) and 7)**:**				
6100	Selling and marketing expenses	72,594	6	64,758	4
6200	General and administrative expenses	218,845	16	214,386	12
6300	Research and development expenses	419,903	31	379,199	21
	Total operating expenses	711,342	53	658,343	37
6900	**Operating Income (loss)**	(137,613)	(11)	10,576	1
7000	**Non-operating income and expenses** (notes 6(12), (22) and 7)**:**				
7100	Interest income	43,387	3	37,457	2
7010	Other income	105,175	8	3,317	-
7020	Other gains and losses	(109,286)	(8)	11,274	1
7050	Finance costs	(18,728)	(1)	(2,537)	-
	Total non-operating income and expenses	20,548	2	49,511	3
7900	**Income (loss) before income taxes**	(117,065)	(9)	60,087	4
7950	Income tax expense (note 6(16))	5	-	-	-
8200	**Net income (loss)**	(117,070)	(9)	60,087	4
8300	**Other comprehensive income** (note 6(17))**:**				
8310	**Items that will not be reclassified subsequently to profit or loss**				
8341	Exchange differences arising on translation to the presentation currency	-	-	127,969	7
8360	**Items that may be reclassified subsequently to profit or loss**				
8361	Exchange differences on translation of foreign financial statements	14,859	1	(85,675)	(5)
8300	**Other comprehensive income for the period**	14,859	1	42,294	2
8500	**Total comprehensive income for the period**	**$ (102,211)**	**(8)**	**102,381**	**6**
	Earnings (loss) per share (NTD) (note 6(19))**:**				
9750	Basic earnings (loss) per share	**$**	**(1.02)**		**0.56**
9850	Diluted earnings (loss) per share	**$**	**(1.02)**		**0.56**

See accompanying notes to consolidated financial statements.

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

PlayNitride Inc. and subsidiaries

Consolidated Statements of Changes in Equity

For the years ended December 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

				Other equity				
	Ordinary shares	Capital surplus	Accumulated deficits	Exchange differences on translation of foreign financial statements	Exchange differences arising on translation to the presentation currency	Total	Treasury shares	Total equity
Balance at January 1, 2024	$ 1,071,786	6,446,914	(5,762,797)	(197,914)	394,720	196,806	-	1,952,709
Net income for the period	-	-	60,087	-	-	-	-	60,087
Other comprehensive income (loss) for the period	-	-	-	(85,675)	127,969	42,294	-	42,294
Total comprehensive income (loss) for the period	-	-	60,087	(85,675)	127,969	42,294	-	102,381
Proceeds from disposal of donated employee stocks managed by an employee ownership trust	-	3,730	-	-	-	-	-	3,730
Balance at December 31, 2024	1,071,786	6,450,644	(5,702,710)	(283,589)	522,689	239,100	-	2,058,820
Net loss for the period	-	-	(117,070)	-	-	-	-	(117,070)
Other comprehensive income (loss) for the period	-	-	-	14,859	-	14,859	-	14,859
Total comprehensive income (loss) for the period	-	-	(117,070)	14,859	-	14,859	-	(102,211)
Capital increase in cash	105,000	1,869,000	-	-	-	-	-	1,974,000
Share-based payments	-	2,260	-	-	-	-	-	2,260
Proceeds from disposal of donated employee stocks managed by an employee ownership trust	-	1,586	-	-	-	-	-	1,586
Recognition of equity component of convertible bonds	-	38,960	-	-	-	-	-	38,960
Treasury stock repurchase	-	-	-	-	-	-	(96,178)	(96,178)
Disgorgement	-	313	-	-	-	-	-	313
Balance at December 31, 2025	**$ 1,176,786**	**8,362,763**	**(5,819,780)**	**(268,730)**	**522,689**	**253,959**	**(96,178)**	**3,877,550**

See accompanying notes to consolidated financial statements.

Attchment (5) **Deficit Compensation Statement**

PlayNitride Inc.

DEFICIT COMPENSATION STATEMENT

Year 2025

Currency：Thousands of New Taiwan Dollars

Items	Amount
Accumulated losses as of Dec.31,2024	($5,702,710,055)
2025 Net income after tax	(117,070,159)
Accumulated losses as of Dec.31,2025	($5,819,780,214)

Chairman：Charles Li　　Chief Executive Officer Chief：Charles Li　　Chief Accountant：John Yao