

**UBIQCONN TECHNOLOGY, INC. AND  
SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**

**DECEMBER 31, 2025 AND 2024**

---

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. 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.

UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES  
DECEMBER 31, 2025 AND 2024 CONSOLIDATED FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITORS' REPORT  
TABLE OF CONTENTS

| <u>Contents</u>                                                                                            | <u>Page</u> |
|------------------------------------------------------------------------------------------------------------|-------------|
| 1. Cover Page                                                                                              | 1           |
| 2. Table of Contents                                                                                       | 2 ~ 3       |
| 3. Declaration of Consolidated Financial Statements of Affiliated Enterprises                              | 4           |
| 4. Independent Auditors' Report                                                                            | 5 ~ 12      |
| 5. Consolidated Balance Sheets                                                                             | 13 ~ 14     |
| 6. Consolidated Statements of Comprehensive Income                                                         | 15          |
| 7. Consolidated Statements of Changes in Equity                                                            | 16          |
| 8. Consolidated Statements of Cash Flows                                                                   | 17 ~ 18     |
| 9. Notes to the Consolidated Financial Statements                                                          | 19 ~ 65     |
| (1) History and Organization                                                                               | 19          |
| (2) The Date of Authorization for Issuance of the Financial Statements<br>and Procedures for Authorization | 19          |
| (3) Application of New Standards, Amendments and Interpretations                                           | 19 ~ 20     |
| (4) Summary of Material Accounting Policies                                                                | 20 ~ 32     |
| (5) Critical Accounting Judgements, Estimates and Key Sources of<br>Assumption Uncertainty                 | 32          |

| Contents                                                                        | Page    |
|---------------------------------------------------------------------------------|---------|
| (6) Details of Significant Accounts                                             | 33 ~ 51 |
| (7) Related Party Transactions                                                  | 51 ~ 55 |
| (8) Pledged Assets                                                              | 55      |
| (9) Significant Contingent Liabilities and Unrecognized Contract<br>Commitments | 55      |
| (10) Significant Disaster Loss                                                  | 55      |
| (11) Significant Events after the Balance Sheet Date                            | 55      |
| (12) Others                                                                     | 55 ~ 63 |
| (13) Supplementary Disclosures                                                  | 64      |
| (14) Segment Information                                                        | 64 ~ 65 |

Ubiquonn Technology, Inc.

Declaration of Consolidated Financial Statements of Affiliated Enterprises

For the year ended December 31, 2025, pursuant to the “Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises,” the company that is required to be included in the consolidated financial statements of affiliates, is the same as the company required to be included in the consolidated financial statements of parent and subsidiary companies under International Financial Reporting Standard 10. Also, if relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies, it shall not be required to prepare separate consolidated financial statements of affiliates.

Hereby declare,

Ubiquonn Technology, Inc.

Chien, Ming-Tz, Chairman

March 11, 2026

## INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Ubiqconn Technology, Inc.

### ***Opinion***

We have audited the accompanying consolidated balance sheets of Ubiqconn Technology, Inc. and subsidiaries (the “Group”) as of December 31, 2025 and 2024, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of material 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 the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

### ***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 for 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 Group's 2025 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's 2025 consolidated financial statements are stated as follows:

### **Assess the reasonableness of purchase price allocation in acquisition transactions**

#### Description

The Group acquired E3 Displays, LLC in July 2025, and the transaction was based on acquisition method. Refer to Note 4(30) for the relevant accounting policies, and Note 6(25) for details of acquisition transactions.

The purchase price allocation for this acquisition was based on an independent external expert report engaged by the management. Given that the purchase price allocation involves significant management judgment and that the assets (including goodwill and intangible assets) and liabilities arising from the acquisition have a material effect on the financial statements, we identified this acquisition as one of the key audit matters for the year.

#### How our audit addressed the matter

We performed the following audit procedures in respect of the above key audit matter:

1. Evaluated the qualifications and objectivity of external experts engaged by the management.

2. Reviewed the valuation methodologies, key assumptions, and data used by external experts. We performed the audit procedures with the assistance of our internal valuation expert as follows:
  - (1) Reviewed the valuation methodologies and calculation methods applied by the external valuation experts.
  - (2) Compared the assumptions used for projected revenue growth rates and gross profit margins with historical results, economic conditions, and industry forecasts.
  - (3) Assessed the reasonableness of discount rates applied by comparing them with market benchmarks for similar assets.
3. Reviewed the accounting treatment and disclosure and presentation in financial statement.

### **Existence of revenue from customers**

#### Description

Refer to Note 4(28) for accounting policies on revenue recognition, and Note 6(15) for details of operating revenue.

The Group is primarily engaged in the manufacture and sales of industrial computers and in-vehicle products, etc. The industrial computer business is easily affected by the project life cycle of products and needs to focus on accepting orders of new projects. As a result, we identified the existence of revenue from customers as one of the key audit matters.

#### How our audit addressed the matter

We performed the following audit procedures in respect of the above key audit matter:

1. Assessed and tested whether the internal control procedures of sales transactions are

in accordance with the Group's internal control policies.

2. Selected samples of sales transactions, and obtained and verified the related vouchers of such sales from customers.

## **Evaluation of inventories**

### Description

Refer to Note 4(12) for accounting policies on inventory valuation, Note 5(2) for uncertainty of accounting estimates and assumptions in relation to inventory valuation, and Note 6(5) for details of inventory valuation.

The Group is primarily engaged in the manufacture and sales of industrial computers and in-vehicle products, etc. Given the long product life cycle of industrial computer products, some products or spare parts have long inventory period due to long-term supply and maintenance needs of customers. The order adjustments of customers or lower-than-expected market conditions may lead to fluctuations in product prices or low inventory correction, which may result in a higher risk of decrease in market value or obsolescence. As the Group is primarily engaged in the sales of industrial computers, its amounts of inventories are material and the types of inventories vary. Management evaluates inventories stated at the lower of cost and net realizable value. Since the evaluation of inventories is subject to management's judgment and the accounting estimations will have significant influence on the inventory values, the evaluation of inventories has been identified as one of the key audit matters.

### How our audit addressed the matter

We performed the following audit procedures in respect of the above key audit matter:

1. Assessed the policy of allowance for inventory valuation loss, based on our understanding of the operations and industry of the Group.



2. Inspected the management's individually identified out-of-date inventory list and checked the related supporting documents.
3. Tested the basis of market value used in calculating the net realizable value of each inventory and validated the accuracy of calculation of selected samples.

***Other matter – Parent company only financial reports***

We have audited and expressed an unmodified opinion on the parent company only financial statements of Ubiquconn Technology, Inc. as of and for the years ended December 31, 2025 and 2024.

***Responsibilities of management and those charged with governance for the consolidated 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 the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission, 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, including the audit committee, are responsible for 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 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.

Chang, Shu-Chiung

Lin, Po-Chuan

For and on Behalf of PricewaterhouseCoopers, Taiwan

March 16, 2026

-----  
The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

**UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**DECEMBER 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

| Assets             |                                        |            | December 31, 2025 |     | December 31, 2024 |     |
|--------------------|----------------------------------------|------------|-------------------|-----|-------------------|-----|
|                    |                                        |            | AMOUNT            | %   | AMOUNT            | %   |
| Current assets     |                                        |            |                   |     |                   |     |
| 1100               | Cash and cash equivalents              | 6(1)       | \$ 986,714        | 37  | \$ 599,227        | 22  |
| 1110               | Current financial assets at fair value | 6(2)       |                   |     |                   |     |
|                    | through profit or loss                 |            | 318,201           | 12  | -                 | -   |
| 1136               | Current financial assets at amortised  | 6(3) and 8 |                   |     |                   |     |
|                    | cost                                   |            | 36,840            | 2   | 898,225           | 33  |
| 1140               | Current contract assets                | 6(15)      | 7,888             | -   | 8,858             | -   |
| 1170               | Accounts receivable, net               | 6(4)       | 184,865           | 7   | 256,779           | 9   |
| 1180               | Accounts receivable - related parties  | 7          | 1,005             | -   | 453               | -   |
| 1200               | Other receivables                      |            | 22,714            | 1   | 19,793            | 1   |
| 1220               | Current tax assets                     |            | 4,466             | -   | 326               | -   |
| 130X               | Inventory                              | 6(5)       | 657,150           | 25  | 713,957           | 26  |
| 1410               | Prepayments                            |            | 29,952            | 1   | 14,171            | 1   |
| 11XX               | Total current assets                   |            | 2,249,795         | 85  | 2,511,789         | 92  |
| Non-current assets |                                        |            |                   |     |                   |     |
| 1535               | Non-current financial assets at        | 6(3) and 8 |                   |     |                   |     |
|                    | amortised cost                         |            | -                 | -   | 10,000            | -   |
| 1600               | Property, plant and equipment          | 6(6) and 7 | 64,688            | 2   | 52,571            | 2   |
| 1755               | Right-of-use assets                    | 6(7)       | 80,200            | 3   | 83,014            | 3   |
| 1780               | Intangible assets                      | 6(8)       | 187,170           | 7   | 15,949            | 1   |
| 1840               | Deferred tax assets                    | 6(21)      | 50,703            | 2   | 46,840            | 2   |
| 1920               | Guarantee deposits paid                | 7          | 13,345            | 1   | 12,203            | -   |
| 1990               | Other non-current assets               |            | 3,497             | -   | 5,601             | -   |
| 15XX               | Total non-current assets               |            | 399,603           | 15  | 226,178           | 8   |
| 1XXX               | Total assets                           |            | \$ 2,649,398      | 100 | \$ 2,737,967      | 100 |

(Continued)

**UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**DECEMBER 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

| Liabilities and Equity                  |                                             | Notes      | December 31, 2025 |     | December 31, 2024 |     |
|-----------------------------------------|---------------------------------------------|------------|-------------------|-----|-------------------|-----|
|                                         |                                             |            | AMOUNT            | %   | AMOUNT            | %   |
| Current liabilities                     |                                             |            |                   |     |                   |     |
| 2130                                    | Current contract liabilities                | 6(15)      | \$ 52,473         | 2   | \$ 100,218        | 4   |
| 2170                                    | Accounts payable                            |            | 289,456           | 11  | 254,442           | 9   |
| 2200                                    | Other payables                              | 6(9)       | 122,444           | 4   | 125,946           | 5   |
| 2220                                    | Other payables - related parties            | 7          | 16,426            | 1   | 16,709            |     |
| 2230                                    | Current income tax liabilities              |            | -                 | -   | 10,665            | -   |
| 2250                                    | Current provisions                          |            | 10,503            | -   | 7,240             | -   |
| 2280                                    | Current lease liabilities                   | 6(7) and 7 | 45,676            | 2   | 38,822            | 1   |
| 2399                                    | Other current liabilities                   |            | 1,828             | -   | 1,967             | -   |
| 21XX                                    | Total current liabilities                   |            | 538,806           | 20  | 556,009           | 20  |
| Non-current liabilities                 |                                             |            |                   |     |                   |     |
| 2550                                    | Non-current provisions                      |            | 1,394             | -   | 2,770             | -   |
| 2570                                    | Deferred tax liabilities                    | 6(21)      | 24,417            | 1   | 647               | -   |
| 2580                                    | Non-current lease liabilities               | 6(6) and 7 | 39,965            | 2   | 48,749            | 2   |
| 2600                                    | Other non-current liabilities               | 7          | 6,905             | -   | 6,360             | -   |
| 25XX                                    | Total non-current liabilities               |            | 72,681            | 3   | 58,526            | 2   |
| 2XXX                                    | Total liabilities                           |            | 611,487           | 23  | 614,535           | 22  |
| Equity                                  |                                             |            |                   |     |                   |     |
| Equity attributable to owners of parent |                                             |            |                   |     |                   |     |
|                                         | Share capital                               | 6(12)      |                   |     |                   |     |
| 3110                                    | Common stock                                |            | 860,000           | 33  | 860,000           | 32  |
|                                         | Capital surplus                             | 6(13)      |                   |     |                   |     |
| 3200                                    | Capital surplus                             |            | 1,106,618         | 41  | 1,106,618         | 41  |
|                                         | Retained earnings                           | 6(14)      |                   |     |                   |     |
| 3310                                    | Legal reserve                               |            | 34,504            | 1   | 34,504            | 1   |
| 3350                                    | Unappropriated retained earnings            |            | 14,496            | 1   | 119,889           | 4   |
|                                         | Other equity interest                       |            |                   |     |                   |     |
| 3400                                    | Other equity interest                       |            | 22,293            | 1   | 2,421             | -   |
| 31XX                                    | Equity attributable to owners of the parent |            | 2,037,911         | 77  | 2,123,432         | 78  |
| 3XXX                                    | Total equity                                |            | 2,037,911         | 77  | 2,123,432         | 78  |
| 3X2X                                    | Total liabilities and equity                |            | \$ 2,649,398      | 100 | \$ 2,737,967      | 100 |

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

**UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**YEARS ENDED DECEMBER 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

|       |                                                                                               |                |              | Year ended December 31 |              |       |  |
|-------|-----------------------------------------------------------------------------------------------|----------------|--------------|------------------------|--------------|-------|--|
|       |                                                                                               | Notes          | 2025         |                        | 2024         |       |  |
| Items |                                                                                               |                | AMOUNT       | %                      | AMOUNT       | %     |  |
| 4000  | Operating income                                                                              | 6(15) and 7    | \$ 1,970,085 | 100                    | \$ 2,021,425 | 100   |  |
| 5000  | Operating costs                                                                               | 6(5)(20) and 7 | ( 1,450,289) | ( 74)                  | ( 1,556,704) | ( 77) |  |
| 5900  | Net operating margin                                                                          |                | 519,796      | 26                     | 464,721      | 23    |  |
|       | Operating expenses                                                                            | 6(20) and 7    |              |                        |              |       |  |
| 6100  | Selling expenses                                                                              |                | ( 240,991)   | ( 12)                  | ( 252,143)   | ( 12) |  |
| 6200  | General and administrative expenses                                                           |                | ( 160,062)   | ( 8)                   | ( 118,635)   | ( 6)  |  |
| 6300  | Research and development expenses                                                             |                | ( 231,464)   | ( 12)                  | ( 240,787)   | ( 12) |  |
| 6450  | Expected credit impairment (loss) gain                                                        | 12(2)          | ( 493)       | -                      | 4,994        | -     |  |
| 6000  | Total operating expenses                                                                      |                | ( 633,010)   | ( 32)                  | ( 606,571)   | ( 30) |  |
| 6900  | Operating (loss) profit                                                                       |                | ( 113,214)   | ( 6)                   | ( 141,850)   | ( 7)  |  |
|       | Non-operating income and expenses                                                             |                |              |                        |              |       |  |
| 7100  | Interest income                                                                               | 6(16)          | 20,772       | 1                      | 19,186       | 1     |  |
| 7010  | Other income                                                                                  | 6(17)          | 7,439        | -                      | 14,810       | 1     |  |
| 7020  | Other gains and losses                                                                        | 6(18)          | 9,970        | 1                      | 20,596       | 1     |  |
| 7050  | Finance costs                                                                                 | 6(19) and 7    | ( 2,678)     | -                      | ( 2,509)     | -     |  |
| 7000  | Total non-operating income and expenses                                                       |                | 35,503       | 2                      | 52,083       | 3     |  |
| 7900  | <b>Profit (loss) before income tax</b>                                                        |                | ( 77,711)    | ( 4)                   | ( 89,767)    | ( 4)  |  |
| 7950  | Tax benefit (expense) expense                                                                 | 6(21)          | 15,345       | 1                      | 22,610       | 1     |  |
| 8200  | <b>Profit (loss) for the year</b>                                                             |                | ( \$ 62,366) | ( 3)                   | ( \$ 67,157) | ( 3)  |  |
|       | <b>Other comprehensive income (loss)</b>                                                      |                |              |                        |              |       |  |
|       | <b>Components of other comprehensive loss that will not be reclassified to profit or loss</b> |                |              |                        |              |       |  |
| 8311  | Income (loss) on remeasurements of defined benefit plans                                      |                | ( \$ 27)     | -                      | \$ 12        | -     |  |
| 8310  | Other comprehensive (loss) income that will not be reclassified to profit or loss             |                | ( 27)        | -                      | 12           | -     |  |
|       | <b>Components of other comprehensive income that will be reclassified to profit or loss</b>   |                |              |                        |              |       |  |
| 8361  | Financial statements translation differences of foreign operations                            |                | 19,872       | 1                      | 742          | -     |  |
| 8360  | Other comprehensive income that will be reclassified to profit or loss                        |                | 19,872       | 1                      | 742          | -     |  |
| 8300  | <b>Other comprehensive income</b>                                                             |                | \$ 19,845    | 1                      | \$ 754       | -     |  |
| 8500  | <b>Total comprehensive (loss) income</b>                                                      |                | ( \$ 42,521) | ( 2)                   | ( \$ 66,403) | ( 3)  |  |
|       | Profit attributable to:                                                                       |                |              |                        |              |       |  |
| 8610  | Shareholders of parent                                                                        |                | ( \$ 62,366) | ( 3)                   | ( \$ 67,157) | ( 3)  |  |
|       | Comprehensive income attributable to:                                                         |                |              |                        |              |       |  |
| 8710  | Shareholders of parent                                                                        |                | ( \$ 42,521) | ( 2)                   | ( \$ 66,403) | ( 3)  |  |
|       | Earnings (loss) per share (in dollars)                                                        | 6(22)          |              |                        |              |       |  |
| 9750  | Basic earnings (loss) per share                                                               |                | ( \$ 0.73)   |                        | ( \$ 0.82)   |       |  |

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

UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
YEARS ENDED DECEMBER 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

|                                                                  | Notes | Equity attributable to owners of the parent |                     |                  |                                  |                                                                     | Total equity        |
|------------------------------------------------------------------|-------|---------------------------------------------|---------------------|------------------|----------------------------------|---------------------------------------------------------------------|---------------------|
|                                                                  |       | Ordinary share                              | Capital surplus     | Legal reserve    | Retained Earnings                | Exchange differences on translation of foreign financial statements |                     |
|                                                                  |       |                                             |                     |                  | Unappropriated retained earnings |                                                                     |                     |
| <u>Year ended December 31, 2024</u>                              |       |                                             |                     |                  |                                  |                                                                     |                     |
| Balance at January 1, 2024                                       |       | \$ 750,000                                  | \$ 318,681          | \$ 8,719         | \$ 298,819                       | \$ 1,679                                                            | \$ 1,377,898        |
| Loss for the year                                                |       | -                                           | -                   | -                | ( 67,157)                        | -                                                                   | ( 67,157)           |
| Other comprehensive income                                       |       | -                                           | -                   | -                | 12                               | 742                                                                 | 754                 |
| Total comprehensive income                                       |       | -                                           | -                   | -                | ( 67,145)                        | 742                                                                 | ( 66,403)           |
| Appropriations of 2023 earnings:                                 | 6(14) |                                             |                     |                  |                                  |                                                                     |                     |
| Legal reserve                                                    |       | -                                           | -                   | 25,785           | ( 25,785)                        | -                                                                   | -                   |
| Cash dividends                                                   |       | -                                           | -                   | -                | ( 86,000)                        | -                                                                   | ( 86,000)           |
| Issue of shares                                                  | 6(12) | 110,000                                     | 761,463             | -                | -                                | -                                                                   | 871,463             |
| Cost of Employee Subscription Retention in Cash Capital Increase | 6(11) | -                                           | 26,474              | -                | -                                | -                                                                   | 26,474              |
| Balance at December 31, 2024                                     |       | <u>\$ 860,000</u>                           | <u>\$ 1,106,618</u> | <u>\$ 34,504</u> | <u>\$ 119,889</u>                | <u>\$ 2,421</u>                                                     | <u>\$ 2,123,432</u> |
| <u>Year ended December 31, 2025</u>                              |       |                                             |                     |                  |                                  |                                                                     |                     |
| Balance at January 1, 2025                                       |       | \$ 860,000                                  | \$ 1,106,618        | \$ 34,504        | \$ 119,889                       | \$ 2,421                                                            | \$ 2,123,432        |
| Loss for the year                                                |       | -                                           | -                   | -                | ( 62,366)                        | -                                                                   | ( 62,366)           |
| Other comprehensive income                                       |       | -                                           | -                   | -                | ( 27)                            | 19,872                                                              | 19,845              |
| Total comprehensive income                                       |       | -                                           | -                   | -                | ( 62,393)                        | 19,872                                                              | ( 42,521)           |
| Appropriations of 2024 earnings:                                 | 6(14) |                                             |                     |                  |                                  |                                                                     |                     |
| Cash dividends                                                   |       | -                                           | -                   | -                | ( 43,000)                        | -                                                                   | ( 43,000)           |
| Balance at December 31, 2025                                     |       | <u>\$ 860,000</u>                           | <u>\$ 1,106,618</u> | <u>\$ 34,504</u> | <u>\$ 14,496</u>                 | <u>\$ 22,293</u>                                                    | <u>\$ 2,037,911</u> |

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



UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

|                                                                                           |          | Year ended December 31 |               |
|-------------------------------------------------------------------------------------------|----------|------------------------|---------------|
|                                                                                           | Notes    | 2025                   | 2024          |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                               |          |                        |               |
| Loss before tax                                                                           |          | ( \$ 77,711 )          | ( \$ 89,767 ) |
| Adjustments                                                                               |          |                        |               |
| Adjustments to reconcile profit (loss)                                                    |          |                        |               |
| Depreciation                                                                              | 6(20)    | 65,755                 | 58,518        |
| Amortization                                                                              | 6(20)    | 10,966                 | 5,621         |
| Net gain on financial assets or liabilities measured at fair value through profit or loss | 6(18)    | ( 5,048 )              | -             |
| Expected credit impairment loss (gain)                                                    | 12(2)    | 493                    | ( 4,994 )     |
| Interest expense                                                                          | 6(19)    | 2,678                  | 2,509         |
| Interest income                                                                           | 6(16)    | ( 20,772 )             | ( 19,186 )    |
| Dividend income                                                                           | 6(17)    | ( 436 )                | -             |
| Share-based payments                                                                      | 6(11)    | -                      | 26,474        |
| Gain on write-off of past due payable                                                     | 6(17)    | ( 223 )                | -             |
| Loss on disposal of property, plan and equipment                                          | 6(18)    | 8                      | 4             |
| Property, plant and equipment transferred to expenses                                     | 6(6)     | 22                     | 115           |
| Gain on lease modification                                                                | 6(7)(18) | -                      | ( 85 )        |
| Other item                                                                                |          | ( 27 )                 | ( 35 )        |
| Changes in operating assets and liabilities                                               |          |                        |               |
| Changes in operating assets                                                               |          |                        |               |
| Financial assets and liabilities at fair value through profit or loss                     |          | 2,515                  | -             |
| Contract assets                                                                           |          | 970                    | ( 3,371 )     |
| Accounts receivable                                                                       |          | 98,433                 | 89,572        |
| Accounts receivable-related parties                                                       |          | ( 539 )                | 4,545         |
| Other receivables                                                                         |          | ( 249 )                | ( 3,722 )     |
| Inventories                                                                               |          | 87,514                 | 80,951        |
| Prepayments                                                                               |          | ( 11,085 )             | ( 3,479 )     |
| Changes in operating liabilities                                                          |          |                        |               |
| Contract liabilities                                                                      |          | ( 49,571 )             | 37,459        |
| Accounts payable                                                                          |          | 22,291                 | ( 122,698 )   |
| Other payables                                                                            |          | ( 11,450 )             | ( 24,980 )    |
| Other payables - related parties                                                          |          | ( 283 )                | 1,488         |
| Provisions                                                                                |          | 1,493                  | 961           |
| Other current liabilities                                                                 |          | ( 140 )                | ( 4,330 )     |
| Other non-current liabilities                                                             |          | 518                    | ( 692 )       |
| Cash inflow generated from operations                                                     |          | 116,122                | 30,878        |
| Interest received                                                                         |          | 21,031                 | 18,498        |
| Interest paid                                                                             |          | ( 2,678 )              | ( 2,509 )     |
| Income taxes paid                                                                         |          | ( 5,312 )              | ( 33,664 )    |
| Net cash flows from operating activities                                                  |          | 129,163                | 13,203        |

(Continued)

**UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**YEARS ENDED DECEMBER 31, 2025 AND 2024**

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

|                                                                      |       | Year ended December 31 |             |
|----------------------------------------------------------------------|-------|------------------------|-------------|
|                                                                      | Notes | 2025                   | 2024        |
| <b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>                   |       |                        |             |
| Acquisition of financial assets at fair value through profit or loss |       | ( \$ 315,668 )         | \$ -        |
| Acquisition of financial assets at amortised cost                    |       | ( 15,713 )             | ( 876,123 ) |
| Proceeds from disposal of financial assets at amortised cost         |       | 887,215                | -           |
| Acquisition of property, plant and equipment                         | 6(23) | ( 24,226 )             | ( 24,174 )  |
| Proceeds from disposal of property, plant and equipment              |       | 10                     | 21          |
| Acquisition of subsidiaries (net of cash)                            | 6(25) | ( 184,141 )            | -           |
| Acquisition of intangible assets                                     |       | ( 3,956 )              | ( 4,617 )   |
| Decrease (increase) in refundable deposits                           |       | ( 815 )                | 2,151       |
| Decrease (increase) in other non-current assets                      |       | 5,601                  | 6,608       |
| Dividends received                                                   |       | 436                    | -           |
| Net cash flows from (used in) investing activities                   |       | 348,743                | ( 896,134 ) |
| <b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>                   |       |                        |             |
| Repayments of lease principal                                        | 6(24) | ( 43,210 )             | ( 36,628 )  |
| Increase in short-term borrowings                                    |       | 38,583                 | 33,721      |
| Decrease in short-term borrowings                                    |       | ( 46,227 )             | ( 33,721 )  |
| Cash dividends paid                                                  | 6(14) | ( 43,000 )             | ( 86,000 )  |
| Proceeds from issuance of shares                                     | 6(12) | -                      | 871,463     |
| Net cash flows (used in) from financing activities                   |       | ( 93,854 )             | 748,835     |
| Effect of exchange rate changes on cash and cash equivalents         |       | 3,435                  | 1,059       |
| Net increase (decrease) in cash and cash equivalents                 |       | 387,487                | ( 133,037 ) |
| Cash and cash equivalents at beginning of year                       |       | 599,227                | 732,264     |
| Cash and cash equivalents at end of year                             |       | \$ 986,714             | \$ 599,227  |

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

UBIQCONN TECHNOLOGY, INC. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. History and Organization

Ubiquonn Technology, Inc. (referred herein as ‘Ubiquonn’ or ‘the Company’) was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) on June 10, 2011 upon approval by the Ministry of Economic Affairs. The Company and its consolidated subsidiaries are collectively referred to as the "Group". Ubiquonn is primarily engaged in the manufacture and trading of industrial computers, in-vehicle products, electronic components and peripheral equipment. The company's stock has been listed and traded on the Taiwan Stock Exchange since May 2024. Ubiquonn and the consolidated subsidiaries are collectively referred herein as “the Group”. FIC Global, Inc. is the Company’s parent company, which comprehensively holds a 55.85% equity interest in the Company.

2. The Date of Authorization for Issuance of the Financial Statements and Procedures for Authorization

These consolidated financial statements were authorized for issuance by the Board of Directors on March 11, 2026.

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS<sup>®</sup>”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

| New Standards, Interpretations and Amendments   | Effective date by<br>International Accounting<br>Standards Board |
|-------------------------------------------------|------------------------------------------------------------------|
| Amendments to IAS 21, ‘Lack of exchangeability’ | January 1, 2025                                                  |

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2026 are as follows:.

| New Standards, Interpretations and Amendments                                                                | Effective date by<br>International Accounting<br>Standards Board |
|--------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------|
| Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments' | January 1, 2026                                                  |
| Amendments to IFRS 9 and IFRS 7, 'Contracts referencing naturedependent electricity'                         | January 1, 2026                                                  |
| IFRS 17, 'Insurance contracts'                                                                               | January 1, 2023                                                  |
| Amendments to IFRS 17, 'Insurance contracts'                                                                 | January 1, 2023                                                  |
| Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'                  | January 1, 2023                                                  |
| Annual Improvements to IFRS Accounting Standards—Volume 11                                                   | January 1, 2026                                                  |

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

| New Standards, Interpretations and Amendments                                                                             | Effective date by<br>International Accounting<br>Standards Board   |
|---------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------|
| 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<br>International Accounting<br>Standards Board |
| IFRS 18, 'Presentation and disclosure in financial statements'                                                            | January 1, 2027 (Note)                                             |
| IFRS 19, 'Subsidiaries without public accountability: disclosures'                                                        | January 1, 2027                                                    |
| Amendments to IAS 21, 'Translation to a Hyperinflationary Presentation Currency'                                          | January 1, 2027                                                    |

Note : The FSC has announced in a press release on September 25, 2025 that public companies will apply IFRS 18 starting from the fiscal year 2028. Additionally, entities can choose to adopt IFRS 18 earlier based on their requirements after the FSC endorses IFRS 18.

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

IFRS 18, 'Presentation and disclosure in financial statements'

IFRS 18, 'Presentation and disclosure in financial statements' replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. Summary of Material Accounting Policies

The principal accounting policies applied in the preparation of these consolidated financial statements

are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”, International Financial Reporting Standards, International Accounting Standards, IFRIC<sup>®</sup> Interpretations, and SIC<sup>®</sup> Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”).

(2) Basis of preparation

A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:

- (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
- (b) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

- (a) All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
- (b) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.
- (d) Changes in a parent’s ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as

equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity.

- (e) When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognized in profit or loss. All amounts previously recognized in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognized in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

B. Subsidiaries included in the consolidated financial statements:

| Name of investor | Name of subsidiary                    | Main business activities                                                                              | Ownership (%)     |                   | Description |
|------------------|---------------------------------------|-------------------------------------------------------------------------------------------------------|-------------------|-------------------|-------------|
|                  |                                       |                                                                                                       | December 31, 2025 | December 31, 2024 |             |
| Ubiqconn         | Ruggon Corporation (Ruggon)           | Sales of industrial computers, automotive electronics, electronic components and peripheral equipment | 100%              | 100%              |             |
| Ubiqconn         | Ubiqconn Technology (USA) Inc. (UNA)  | Sales of industrial computers, automotive electronics, electronic components and peripheral equipment | 100%              | 100%              |             |
| Ubiqconn         | Ubiqconn Technology Europe GmbH (UEG) | Sales of industrial computers, automotive electronics, electronic components and peripheral equipment | 100%              | 100%              |             |

| Name of investor | Name of subsidiary                     | Main business activities                                                       | Ownership (%)     |                   | Description |
|------------------|----------------------------------------|--------------------------------------------------------------------------------|-------------------|-------------------|-------------|
|                  |                                        |                                                                                | December 31, 2025 | December 31, 2024 |             |
| Ubiqconn         | Ubiqconn Technology Holding Inc. (UNH) | General investment activities                                                  | 100%              | -                 | Note 1      |
| UNH              | E3 Displays, LLC (E3D)                 | Provision of optical bonding and design services for touchscreens and displays | 100%              | -                 | Note 2      |

Note 1: It was established in March 2025.

Note 2: On July 1, 2025, UNH acquired 100% ownership of E3 Displays, LLC. Please refer to Note 6 (25) for details.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in NTD, which is Ubiqconn's functional and the Group's presentation currency.

A. Foreign currency transactions and balances

- (a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognized in profit or loss in the period in which they arise.
- (b) Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognized in profit or loss.
- (c) Non- monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.
- (d) All foreign exchange gains and losses are presented in the statement of comprehensive income

within 'other gains and losses'.

**B. Translation of foreign operations**

- (a) The operating results and financial position of all the group entities, that have a functional currency different from the presentation currency are translated into the presentation currency as follows:
  - i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;
  - ii. Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and
  - iii. All resulting exchange differences are recognized in other comprehensive income.
- (b) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Group retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.

**(5) Classification of current and non-current items**

- A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
  - (a) Assets that are expected to be realized, or are intended to be sold or consumed in the normal operating cycle;
  - (b) Assets that are held primarily for the purpose of trading;
  - (c) Assets that are expected to be realized within twelve months after the reporting period;
  - (d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to settle liabilities for at least twelve months after the reporting period.
- B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
  - (a) Liabilities that are expected to be settled in the normal operating cycle;
  - (b) Liabilities that are held primarily for the purpose of trading;
  - (c) Liabilities that are due to be settled within twelve months after the reporting period;
  - (d) It does not have the right at the end of the reporting period to defer settlement of the liability at least twelve months after the reporting period.

**(6) Cash equivalents**

Cash equivalents refer to short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Time deposits that meet the definition above and are held for the purpose of meeting short-term cash commitments in operations are classified as cash equivalents.



(7) Financial assets at fair value through profit or loss

- A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortised cost or fair value through other comprehensive income.
- B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value and recognises the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair value, and recognises the gain or loss in profit or loss.
- D. The Group recognises the dividend income when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(8) Financial assets at amortized cost

The Group's time deposits which do not fall under cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

(9) Accounts and notes receivable

- A. Accounts and notes receivable entitle the Group a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term accounts and notes receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(10) Impairment of financial assets

For financial assets at amortized cost including accounts receivable and contract assets that have a significant financing component, at each reporting date, the Group recognizes the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognizes the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable and contract assets that do not contain a significant financing component, the Group recognizes the impairment provision for lifetime ECLs.

(11) Derecognition of financial assets

The Group derecognizes a financial asset when the contractual rights to receive the cash flows from the financial asset expire.

(12) Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the weighted-average method. The cost of finished goods and work in progress comprises raw materials, direct labor, other direct costs and related production overheads. It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

(13) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalized.
- B. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.
- C. Land is not depreciated. Other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. Each part of an item of property, plant, and equipment with a cost that is significant in relation to the total cost of the item must be depreciated separately.
- D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each financial year-end. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

|                         |           |
|-------------------------|-----------|
| Machinery and equipment | 4~6 years |
| Office equipment        | 3~4 years |
| Leasehold improvements  | 2~4 years |
| Other equipments        | 3~6 years |

(14) Leasing arrangements (lessee) — right-of-use assets/ lease liabilities

- A. Leases are recognized as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low-value assets, lease payments are recognized as an expense on a straight-line basis over the lease term.
- B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the incremental borrowing interest rate. Lease payments are comprised of fixed payments, less any lease incentives receivable.  
The Company measures the lease liability at amortized cost using the interest method and recognizes interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognized as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.
- C. At the commencement date, the right-of-use asset is stated at cost comprising the following:
  - (a) The amount of the initial measurement of lease liability;
  - (b) Any lease payments made at or before the commencement date;

(c) Any initial direct costs incurred by the lessee; and

The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognized as an adjustment to the right-of-use asset.

D. For lease modifications that decrease the scope of the lease, the lessee shall decrease the carrying amount of the right-of-use asset and remeasure the lease liability to reflect the partial or full termination of the lease, and recognise the difference in profit or loss. For all other lease modifications, the lessee shall remeasure the lease liability and adjust the right-of-use asset, correspondingly.

(15) Intangible assets

A. Computer software

Computer software is stated at cost and amortized on a straight-line basis over its estimated useful life of 3 to 8 years.

B. Customer relationships and proprietary technology arises in a business combination and recognized at their fair value as of the acquisition date. The basis for the fair value recognition is derived from the valuation report. These assets are amortized on a straight-line basis over their estimated useful lives of 3 to 13.5 years.

C. Goodwill arises in a business combination accounted for by applying the acquisition method.

(16) Impairment of non-financial assets

A. The Group assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognizing impairment loss for an asset in prior years no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortized historical cost would have been if the impairment had not been recognized.

B. The recoverable amounts of goodwill are evaluated periodically. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. Impairment loss of goodwill previously recognized in profit or loss shall not be reversed in the following years.

(17) Borrowings

Borrowings comprise short-term bank borrowings. Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in profit or loss over the period of the borrowings using the effective interest method.

(18) Notes and accounts payable

- A. Accounts payable are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.
- B. The short-term notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(19) Derecognition of financial liabilities

A financial liability is derecognized when the obligation specified in the contract is either discharged or cancelled or expires.

(20) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(21) Non-hedging and embedded derivatives

Non-hedging derivatives are initially recognized at fair value on the date a derivative contract is entered into and recorded as financial assets or financial liabilities at fair value through profit or loss. They are subsequently remeasured at fair value and the gains or losses are recognized in profit or loss.

(22) Provisions

Provisions (including warranties) are recognized when the Group has a present legal or constructive obligation as a result of past events, and it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation on the balance sheet date, which is discounted using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to passage of time is recognized as interest expense. Provisions are not recognized for future operating losses.

(23) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognized as expense in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognised as pension expense when they are due on an accrual basis. Prepaid contributions are recognised as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plans

- i. Net obligation under a defined benefit plan is defined as the present value of an amount of

pension benefits that employees will receive on retirement for their services with the Group in current period or prior periods. The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability; when there is no deep market in high-quality corporate bonds, the Group uses interest rates of government bonds (at the balance sheet date) instead.

ii. Remeasurements arising on defined benefit plans are recognised in other comprehensive income in the period in which they arise and are recorded as retained earnings.

iii. Past service costs are recognised immediately in profit or loss.

#### C. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognized as expense and liability, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates.

#### (24) Employee share-based payment

For the equity-settled share-based payment arrangements, the employee services received are measured at the fair value of the equity instruments granted at the grant date, and are recognized as compensation cost over the vesting period, with a corresponding adjustment to equity. The fair value of the equity instruments granted shall reflect the impact of market vesting conditions and non-vesting conditions. Compensation cost is subject to adjustment based on the service conditions that are expected to be satisfied and the estimates of the number of equity instruments that are expected to vest under the non-market vesting conditions at each balance sheet date. Ultimately, the amount of compensation cost recognized is based on the number of equity instruments that eventually vest.

#### (25) Income tax

A. The tax expense for the period comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which cases the tax is recognized in other comprehensive income or equity.

B. The current income tax expense is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Group and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in

the year the stockholders resolve to retain the earnings.

- C. Deferred tax is recognized, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences. Deferred tax is provided on temporary differences arising on investments in subsidiaries, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled.
- D. Deferred tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. At each balance sheet date, unrecognized and recognized deferred tax assets are reassessed.

(26) Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or stock options are shown in equity as a deduction, net of tax, from the proceeds.

(27) Dividends

Dividends are recorded in the Group's financial statements in the period in which they are resolved by the Group's shareholders. Cash dividends are recorded as liabilities.

(28) Revenue recognition

A. Sales revenue

- (a) The Group's primarily manufactures and sells industrial computers, in-vehicle products, electronic components and peripheral equipment. Sales are recognised when control of the products has transferred, being when the products are delivered to the customer, the customer has full discretion over the channel and price to sell the products, and there is no unfulfilled obligation that could affect the customer's acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customer, and either the customer has accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.
- (b) The Group's obligation to provide a repair for faulty products under the standard warranty terms is recognised as a provision.
- (c) A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

## B. Service revenue

- (a) Service revenue arises from product development and maintenance services. Revenue from providing services is recognized in the accounting period in which the services are rendered. For fixed-price contracts, revenue is recognized based on the actual service provided to the end of the reporting period as a proportion of the total services to be provided. This is determined based on the completed satisfaction of the performance. The customer pays at the time specified in the payment schedule. If the services rendered exceed the payment, a contract asset is recognized. If the payments exceed the services rendered, a contract liability is recognized.
- (b) The Group's estimate about revenue, costs and progress towards complete satisfaction of a performance obligation is subject to a revision whenever there is a change in circumstances. Any increase or decrease in revenue or costs due to an estimate revision is reflected in profit or loss during the period when the management become aware of the changes in circumstances.

### (29) Government grants

Government grants are recognized at their fair value only when there is reasonable assurance that the Group will comply with any conditions attached to the grants and the grants will be received. Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognizes expenses for the related costs for which the grants are intended to compensate. Government grants related to property, plant and equipment are recognized as non-current liabilities and are amortized to profit or loss over the estimated useful lives of the related assets using the straight-line method.

### (30) Business combinations

- A. The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured as the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. For each business combination, the Group measures at the acquisition date components of non-controlling interests in the acquiree that are present ownership interests and entitle their holders to the proportionate share of the entity's net assets in the event of liquidation at either fair value or the present ownership instruments' proportionate share in the recognized amounts of the acquiree's identifiable net assets. All other non-controlling interests should be measured at the acquisition-date fair value.
- B. The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previous equity interest in the acquiree over the fair value of the identifiable assets acquired and the liabilities assumed is recorded as goodwill at the

acquisition date. If the total of consideration transferred, non-controlling interest in the acquiree recognized and the fair value of previously held equity interest in the acquiree is less than the fair value of the identifiable assets acquired and the liabilities assumed, the difference is recognized directly in profit or loss on the acquisition date.

(31) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Group's chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors that makes strategic decisions.

5. Critical Accounting Judgements, Estimates and Key Sources of Assumption Uncertainty

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

(1) Critical judgements in applying the Group's accounting policies

None.

(2) Critical accounting estimates and assumptions

A. Evaluation of inventories

As inventories are stated at the lower of cost and net realizable value, the Group must determine the net realizable value of inventories on balance sheet date using judgements and estimates. Due to the rapid technology innovation, the Group evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realizable value. Such an evaluation of inventories is principally based on estimates derived from historical product sales experience. Therefore, there might be material changes to the evaluation.

As of December 31, 2025, the carrying amount of inventories was \$657,150.

B. Impairment assessment of goodwill

The impairment assessment of goodwill relies on the Group's subjective judgement, including identifying cash-generating units, allocating assets and liabilities as well as goodwill to related cash-generating units, and determining the recoverable amounts of related cash-generating units. Please refer to Note 6(8) for the information of goodwill impairment.



## 6. Details of Significant Accounts

### (1) Cash and cash equivalents

|                                        | <u>December 31, 2025</u> | <u>December 31, 2024</u> |
|----------------------------------------|--------------------------|--------------------------|
| Petty cash                             | \$ 150                   | \$ 150                   |
| Checking accounts and demand deposits  | 262,358                  | 275,077                  |
| Time deposits                          | 524,206                  | 324,000                  |
| Cash equivalents-repurchase agreements | 200,000                  | -                        |
|                                        | <u>\$ 986,714</u>        | <u>\$ 599,227</u>        |

- A. The annual interest rate of the Group's repurchased bond was 1.32% for the year. The bond matures within three months and is a highly liquid cash equivalent.
- B. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- C. The Group had classified cash and cash equivalents pledged to others as collateral to current financial assets at amortized cost, and the details are provided in Note 8.

### (2) Financial assets at fair value through profit or loss

| <u>Items</u>                                                               | <u>December 31, 2025</u> |
|----------------------------------------------------------------------------|--------------------------|
| Current items:                                                             |                          |
| Financial assets mandatorily measured at fair value through profit or loss |                          |
| Listed stocks                                                              | \$ 305,816               |
| Beneficiary certificates                                                   | 9,962                    |
|                                                                            | <u>315,778</u>           |
| Valuation Adjustment                                                       | 2,423                    |
|                                                                            | <u>\$ 318,201</u>        |

- A. Amounts recognised in profit or loss in relation to financial assets and liabilities at fair value through profit or loss are listed below:

|                                                                            | <u>Year ended December 31</u> |
|----------------------------------------------------------------------------|-------------------------------|
|                                                                            | <u>2025</u>                   |
| Financial assets mandatorily measured at fair value through profit or loss |                               |
| Equity instrument                                                          |                               |
| Valuation gain                                                             | \$ 2,378                      |
| Gain on sale                                                               | 110                           |
| Dividend income                                                            | 436                           |
| Beneficiary certificates                                                   | 45                            |
| Derivative instruments                                                     | 2,515                         |
|                                                                            | <u>\$ 5,484</u>               |

- B. The Group has no financial assets at fair value through profit or loss pledged to others.

(3) Financial assets at amortized cost

| Items                                                               | December 31, 2025 | December 31, 2024 |
|---------------------------------------------------------------------|-------------------|-------------------|
| Current items:                                                      |                   |                   |
| Time deposits with original maturity date of more than three months | \$ 15,748         | \$ 865,000        |
| Restricted bank deposits                                            | 21,092            | 33,225            |
| Non-current items:                                                  |                   |                   |
| Restricted bank deposits                                            | -                 | 10,000            |
|                                                                     | <u>\$ 36,840</u>  | <u>\$ 908,225</u> |

A. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

|                 | Years ended December 31 |                 |
|-----------------|-------------------------|-----------------|
|                 | 2025                    | 2024            |
| Interest income | <u>\$ 4,608</u>         | <u>\$ 1,398</u> |

B. As at December 31, 2025 and 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was \$36,840 and \$908,225, respectively.

C. Details of the Group's financial assets at amortized cost pledged to others as collateral are provided in Note 8.

D. Information relating to credit risk of financial assets at amortized cost is provided in Note 12(2). The counterparties of our company's investment in time deposits are financial institutions with good credit quality, and the possibility of default is expected to be very low.

(4) Notes and accounts receivable

|                                            | December 31, 2025 | December 31, 2024 |
|--------------------------------------------|-------------------|-------------------|
| Accounts receivable                        | \$ 192,090        | \$ 257,985        |
| Less: Allowance for uncollectible accounts | ( 7,225)          | ( 1,206)          |
|                                            | <u>\$ 184,865</u> | <u>\$ 256,779</u> |

A. The ageing analysis of accounts receivable (including related parties) that were past due but not impaired is as follows:

|                         | December 31, 2025 | December 31, 2024 |
|-------------------------|-------------------|-------------------|
| Not past due            | \$ 166,347        | \$ 137,100        |
| Up to 30 days past due  | 21,675            | 108,371           |
| 31 to 90 days past due  | 4,982             | 12,077            |
| 91 to 180 days past due | 59                | 692               |
| Over 180 days past due  | 32                | 198               |
|                         | <u>\$ 193,095</u> | <u>\$ 258,438</u> |

The above ageing analysis was based on past due date.

B. As of December 31, 2025 and 2024, accounts receivable (including related parties) were all from contracts with customers. As of January 1, 2024, the balance of receivables and allowance for

uncollectible accounts from contracts with customers amounted to \$352,155 and \$6,200, respectively.

C. As of December 31, 2025 and 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's accounts receivable (including related parties) was \$185,870 and \$257,232, respectively.

D. The Group did not hold collateral as security for accounts receivable.

E. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(5) Inventories

| December 31, 2025    |                   |                                 |                   |
|----------------------|-------------------|---------------------------------|-------------------|
|                      | Cost              | Allowance for<br>valuation loss | Book value        |
| Raw materials        | \$ 471,694        | (\$ 102,481)                    | \$ 369,213        |
| Work in progress     | 197,210           | ( 24,333)                       | 172,877           |
| Finished goods       | 104,080           | ( 8,164)                        | 95,916            |
| Inventory in transit | 19,144            | -                               | 19,144            |
|                      | <u>\$ 792,128</u> | <u>(\$ 134,978)</u>             | <u>\$ 657,150</u> |

  

| December 31, 2024    |                   |                                 |                   |
|----------------------|-------------------|---------------------------------|-------------------|
|                      | Cost              | Allowance for<br>valuation loss | Book value        |
| Raw materials        | \$ 498,460        | (\$ 90,542)                     | \$ 407,918        |
| Work in progress     | 188,707           | ( 15,719)                       | 172,988           |
| Finished goods       | 118,188           | ( 4,389)                        | 113,799           |
| Inventory in transit | 19,252            | -                               | 19,252            |
|                      | <u>\$ 824,607</u> | <u>(\$ 110,650)</u>             | <u>\$ 713,957</u> |

The Group's operating costs recognized for the year:

| Years ended December 31                           |                     |                     |
|---------------------------------------------------|---------------------|---------------------|
|                                                   | 2025                | 2024                |
| Cost of goods sold                                | \$ 1,399,714        | \$ 1,501,908        |
| Gain on reversal(Loss) of decline in market value | 15,066 (            | 9,687)              |
| Cost of service and warranty                      | 35,509              | 64,483              |
|                                                   | <u>\$ 1,450,289</u> | <u>\$ 1,556,704</u> |

For the year ended December 31, 2024, the Group recognized gain from sale of inventories previously devalued.

(6) Property, plant and equipment

|                                               | 2025                               |                             |                                   |                            |                  |
|-----------------------------------------------|------------------------------------|-----------------------------|-----------------------------------|----------------------------|------------------|
|                                               | <u>Machinery<br/>and equipment</u> | <u>Office<br/>equipment</u> | <u>Leasehold<br/>improvements</u> | <u>Other<br/>equipment</u> | <u>Total</u>     |
| January 1, 2025                               |                                    |                             |                                   |                            |                  |
| Cost                                          | \$ 84,872                          | \$ 20,381                   | \$ 14,871                         | \$ 14,782                  | \$ 134,906       |
| Accumulated<br>depreciation<br>and impairment | ( 53,669)                          | ( 11,292)                   | ( 7,986)                          | ( 9,388)                   | ( 82,335)        |
|                                               | <u>\$ 31,203</u>                   | <u>\$ 9,089</u>             | <u>\$ 6,885</u>                   | <u>\$ 5,394</u>            | <u>\$ 52,571</u> |
| January 1, 2025                               | \$ 31,203                          | \$ 9,089                    | \$ 6,885                          | \$ 5,394                   | \$ 52,571        |
| Additions                                     | 17,582                             | 6,729                       | 648                               | 2,633                      | 27,592           |
| Disposals                                     | - ( 18)                            | -                           | -                                 | - ( 18)                    |                  |
| Reclassifications                             | - ( 22)                            | -                           | -                                 | - ( 22)                    |                  |
| Depreciation                                  | ( 12,429)                          | ( 5,423)                    | ( 3,909)                          | ( 2,307)                   | ( 24,068)        |
| Acquired from<br>business<br>combination      | 7,503                              | 540                         | -                                 | 11                         | 8,054            |
| Net exchange<br>differences                   | 538                                | 39                          | -                                 | 2                          | 579              |
| December 31, 2025                             | <u>\$ 44,397</u>                   | <u>\$ 10,934</u>            | <u>\$ 3,624</u>                   | <u>\$ 5,733</u>            | <u>\$ 64,688</u> |
| December 31, 2025                             |                                    |                             |                                   |                            |                  |
| Cost                                          | \$ 145,655                         | \$ 30,453                   | \$ 23,018                         | \$ 17,549                  | \$ 216,675       |
| Accumulated<br>depreciation<br>and impairment | ( 101,258)                         | ( 19,519)                   | ( 19,394)                         | ( 11,816)                  | ( 151,987)       |
|                                               | <u>\$ 44,397</u>                   | <u>\$ 10,934</u>            | <u>\$ 3,624</u>                   | <u>\$ 5,733</u>            | <u>\$ 64,688</u> |

|                                               | 2024                               |                             |                                   |                            |                  |
|-----------------------------------------------|------------------------------------|-----------------------------|-----------------------------------|----------------------------|------------------|
|                                               | <u>Machinery<br/>and equipment</u> | <u>Office<br/>equipment</u> | <u>Leasehold<br/>improvements</u> | <u>Other<br/>equipment</u> | <u>Total</u>     |
| January 1, 2024                               |                                    |                             |                                   |                            |                  |
| Cost                                          | \$ 83,185                          | \$ 15,192                   | \$ 13,468                         | \$ 14,552                  | \$ 126,397       |
| Accumulated<br>depreciation<br>and impairment | ( 54,842)                          | ( 7,103)                    | ( 4,204)                          | ( 6,931)                   | ( 73,080)        |
|                                               | <u>\$ 28,343</u>                   | <u>\$ 8,089</u>             | <u>\$ 9,264</u>                   | <u>\$ 7,621</u>            | <u>\$ 53,317</u> |
| January 1, 2024                               | \$ 28,343                          | \$ 8,089                    | \$ 9,264                          | \$ 7,621                   | \$ 53,317        |
| Additions                                     | 13,918                             | 5,371                       | 1,404                             | 97                         | 20,790           |
| Disposals                                     | -                                  | ( 25)                       | -                                 | -                          | ( 25)            |
| Reclassifications                             | ( 115)                             | -                           | -                                 | -                          | ( 115)           |
| Depreciation                                  | ( 10,943)                          | ( 4,346)                    | ( 3,783)                          | ( 2,324)                   | ( 21,396)        |
| December 31, 2024                             | <u>\$ 31,203</u>                   | <u>\$ 9,089</u>             | <u>\$ 6,885</u>                   | <u>\$ 5,394</u>            | <u>\$ 52,571</u> |
| December 31, 2024                             |                                    |                             |                                   |                            |                  |
| Cost                                          | \$ 84,872                          | \$ 20,381                   | \$ 14,871                         | \$ 14,782                  | \$ 134,906       |
| Accumulated<br>depreciation<br>and impairment | ( 53,669)                          | ( 11,292)                   | ( 7,986)                          | ( 9,388)                   | ( 82,335)        |
|                                               | <u>\$ 31,203</u>                   | <u>\$ 9,089</u>             | <u>\$ 6,885</u>                   | <u>\$ 5,394</u>            | <u>\$ 52,571</u> |

- A. The Group had no interest expense which was capitalized as part of property, plant and equipment.
- B. The Group's property, plant and equipment were all for its own use.
- C. The Group had no property, plant and equipment pledged to others as collateral.

(7) Leasing arrangements — lessee

Right-of-use assets

- (a) The Group leases various assets including buildings and business vehicles. Rental contracts are typically made for periods of 2 to 5 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants.
- (b) Short-term leases with a lease term of 12 months or less comprise parking spaces.

(c) The carrying amount of right-of-use assets and the depreciation charge are as follows:

|                          | December 31, 2025 | December 31, 2024 |
|--------------------------|-------------------|-------------------|
|                          | Carrying amount   | Carrying amount   |
| Buildings and structures | \$ 80,083         | \$ 82,770         |
| Other equipment          | 117               | 244               |
|                          | <u>\$ 80,200</u>  | <u>\$ 83,014</u>  |

  

|                          | Years ended December 31 |                     |
|--------------------------|-------------------------|---------------------|
|                          | 2025                    | 2024                |
|                          | Depreciation charge     | Depreciation charge |
| Buildings and structures | \$ 41,560               | \$ 36,995           |
| Other equipment          | 127                     | 127                 |
|                          | <u>\$ 41,687</u>        | <u>\$ 37,122</u>    |

(d) For the years ended December 31, 2025 and 2024, the additions to right-of-use assets were \$5,876 and \$13,061, respectively.

(e) Except for depreciation, other information on profit and loss accounts relating to lease contracts is as follows:

|                                       | Years ended December 31 |          |
|---------------------------------------|-------------------------|----------|
|                                       | 2025                    | 2024     |
| <u>Items affecting profit or loss</u> |                         |          |
| Interest expense on lease liabilities | \$ 2,567                | \$ 2,465 |
| Expense on short-term lease contracts | 1,852                   | 1,193    |
| Gain on lease modification            | -                       | 85       |

(f) For the years ended December 31, 2025 and 2024, the Group's total cash outflow for leases were \$47,629 and \$40,286, respectively.

Lease liability

| <u>Carrying amount of lease liabilities</u> | December 31, 2025 | December 31, 2024 |
|---------------------------------------------|-------------------|-------------------|
| Current                                     | <u>\$ 45,676</u>  | <u>\$ 38,822</u>  |
| Non-current                                 | <u>\$ 39,965</u>  | <u>\$ 48,749</u>  |

(8) Intangible assets

|                                                        | 2025                 |                  |                           |                           |                 |                  |
|--------------------------------------------------------|----------------------|------------------|---------------------------|---------------------------|-----------------|------------------|
|                                                        | Computer<br>software | Goodwill         | Customer<br>relationships | Proprietary<br>technology | Others          | Total            |
| January 1, 2025                                        |                      |                  |                           |                           |                 |                  |
| Cost                                                   | \$ 32,588            | \$ -             | \$ -                      | \$ -                      | \$ -            | \$ 32,588        |
| Accumulated<br>amortization<br>and impairment          | ( 16,639)            | -                | -                         | -                         | -               | ( 16,639)        |
|                                                        | <u>\$ 15,949</u>     | <u>\$ -</u>      | <u>\$ -</u>               | <u>\$ -</u>               | <u>\$ -</u>     | <u>\$ 15,949</u> |
| January 1, 2025                                        | \$ 15,949            | \$ -             | \$ -                      | \$ -                      | \$ -            | \$ 15,949        |
| Additions- separate<br>acquisition                     | 3,360                | -                | -                         | -                         | -               | 3,360            |
| Additions- acquired<br>through business<br>combination | -                    | 74,740           | 54,791                    | 32,230                    | 4,981           | 166,742          |
| Amortization                                           | ( 6,206)             | -                | ( 2,160)                  | ( 1,716)                  | ( 884)          | ( 10,966)        |
| Net exchange<br>differences                            | -                    | 5,433            | 3,966                     | 2,330                     | 356             | 12,085           |
| December 31, 2025                                      | <u>\$ 13,103</u>     | <u>\$ 80,173</u> | <u>\$ 56,597</u>          | <u>\$ 32,844</u>          | <u>\$ 4,453</u> | <u>\$187,170</u> |
| December 31, 2025                                      |                      |                  |                           |                           |                 |                  |
| Cost                                                   | \$ 35,948            | \$ 80,173        | \$ 58,774                 | \$ 34,573                 | \$ 5,343        | \$214,811        |
| Accumulated<br>amortization<br>and impairment          | ( 22,845)            | -                | ( 2,177)                  | ( 1,729)                  | ( 890)          | ( 27,641)        |
|                                                        | <u>\$ 13,103</u>     | <u>\$ 80,173</u> | <u>\$ 56,597</u>          | <u>\$ 32,844</u>          | <u>\$ 4,453</u> | <u>\$187,170</u> |

|                                               | 2024                 |             |             |                  |
|-----------------------------------------------|----------------------|-------------|-------------|------------------|
|                                               | Computer<br>software | Goodwill    | Others      | Total            |
| January 1, 2024                               |                      |             |             |                  |
| Cost                                          | \$ 30,829            | \$ -        | \$ -        | \$ 30,829        |
| Accumulated<br>amortization<br>and impairment | ( 12,705)            | -           | -           | ( 12,705)        |
|                                               | <u>\$ 18,124</u>     | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 18,124</u> |
| January 1, 2024                               | \$ 18,124            | \$ -        | \$ -        | \$ 18,124        |
| Additions- separate<br>acquisition            | 4,008                | -           | -           | 4,008            |
| Reclassifications                             | ( 562)               | -           | -           | ( 562)           |
| Amortization                                  | ( 5,621)             | -           | -           | ( 5,621)         |
| December 31, 2024                             | <u>\$ 15,949</u>     | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 15,949</u> |
| December 31, 2024                             |                      |             |             |                  |
| Cost                                          | \$ 32,588            | \$ -        | \$ -        | \$ 32,588        |
| Accumulated<br>amortization<br>and impairment | ( 16,639)            | -           | -           | ( 16,639)        |
|                                               | <u>\$ 15,949</u>     | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 15,949</u> |

A. Details of acquired through business combination are provided in Note 6(25).

B. As of December 31, 2025, the Group's goodwill arising from the acquisition of E3 Displays, LLC amounted to \$80,173. The impairment testing of goodwill is to allocate the goodwill to the cash-generating units related to E3 Displays, LLC. The Group uses value in use as the basis for calculating the recoverable amount. The value-in-use calculations use cash flow projections based on financial budgets approved by the management covering a five-year period.

Management determined expected revenue growth rate based on past performance and their expectations of market. The long-term weighted average growth rates used are consistent with the projection included in industry reports. The post-tax discount rate used reflects the risk premium of the affiliated department and operating region.

The assumptions used for the key valuations as of December 31, 2025 are as follows:

|                                            |               |
|--------------------------------------------|---------------|
| 5-year compound annual revenue growth rate | <u>7.87%</u>  |
| Long-term growth rate                      | <u>2.00%</u>  |
| after-tax discount rate                    | <u>11.72%</u> |



C. Details of amortisation on intangible assets are as follows:

|                                   | Years ended December 31 |                 |
|-----------------------------------|-------------------------|-----------------|
|                                   | 2025                    | 2024            |
| Operating cost                    | \$ 8                    | \$ 171          |
| Administrative expenses           | 7,484                   | 2,261           |
| Research and Development expenses | 3,474                   | 3,189           |
|                                   | <u>\$ 10,966</u>        | <u>\$ 5,621</u> |

(9) Other payables

|                                    | December 31, 2025 | December 31, 2024 |
|------------------------------------|-------------------|-------------------|
| Salary and bonus payable           | \$ 72,285         | \$ 76,168         |
| Material processing fees payable   | 1,982             | 4,850             |
| Professional service fees payable  | 5,614             | 10,524            |
| Insurance expense payable          | 6,022             | 6,783             |
| Payable on machinery and equipment | 5,066             | 1,700             |
| Freight expense payable            | 1,720             | 2,196             |
| Others                             | 29,755            | 23,725            |
|                                    | <u>\$ 122,444</u> | <u>\$ 125,946</u> |

(10) Pensions

- A. The Company contributes 2% of the employees' monthly salaries and wages for a few foreign employees in accordance with R.O.C. Labor Standards Law to an independent retirement trust fund. The pension costs under the above pension plan were \$69 and \$71 for the years ended December 31, 2025 and 2024, respectively.
- B. Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- C. The Company's subsidiaries in Germany and the U.S has an individual pension plan sponsored by the Company. Each participating employee contributes to the pension fund, which is jointly borne by the Company and employees, with the Company contributing 9.3% and 5%, respectively, of the employee's total salary.
- D. The pension costs under the defined contribution pension plans of the Group for the years ended December 31, 2025 and 2024 were \$18,296 and \$17,154, respectively.

(11) Share-based payment

- A. For the years ended December 31, 2025 and 2024, the Group's share-based payment arrangements were as follows:

| Type of arrangement                                       | Grant date | Quantity<br>granted<br>(in thousands) | Contract<br>period | Vesting<br>conditions |
|-----------------------------------------------------------|------------|---------------------------------------|--------------------|-----------------------|
| Cash capital increase reserved<br>for employee preemption | 2024.04.12 | 831                                   | None               | Vested<br>immediately |

The share-based payment arrangements above are settled by equity.

- B. The fair value of stock options granted is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

| Type of arrangement                                       | Grant date | Stock<br>price<br>(in dollars) | Exercise<br>price<br>(in dollars) | Expected<br>price<br>volatility | Expected<br>option<br>life | Risk-free<br>interest rate | Fair value<br>per unit<br>(in dollars) |
|-----------------------------------------------------------|------------|--------------------------------|-----------------------------------|---------------------------------|----------------------------|----------------------------|----------------------------------------|
| Cash capital increase reserved<br>for employee preemption | 2024.04.12 | \$ 96.80                       | \$65                              | 48.59%                          | 0.07 year                  | 1.22%                      | \$31.8579                              |

Note : Expected price volatility rate was estimated by using the historical price volatility of daily closing price of the Company for the three months preceding the grant date.

- C. Expenses incurred on share-based payment transactions are shown below:

|                | Years ended December 31 |           |
|----------------|-------------------------|-----------|
|                | 2025                    | 2024      |
| Equity-settled | \$ -                    | \$ 26,474 |

(12) Share capital

- A. As of December 31, 2025, the Company's authorized capital was \$1,500,000, consisting of 150,000 thousand shares of ordinary stock (including 3,500 thousand shares reserved for employee stock options), and the paid-in capital was \$860,000 with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

Movements in the number of the Group's ordinary shares outstanding are as follows (shares in thousands):

|                       | 2025   | 2024   |
|-----------------------|--------|--------|
| At January 1          | 86,000 | 75,000 |
| Cash capital increase | -      | 11,000 |
| At December 31        | 86,000 | 86,000 |

- B. On March 13, 2024, the Board of Directors of the Company resolved to raise additional cash through issuing 11,000 thousand ordinary shares with a par value of \$10 (in dollars) per share. The above-mentioned capital increase included public underwriting, competitive auction and employee subscription. The subscription price of public underwriting and employee subscription

was NT\$65 (in dollars) per share, and the weighted-average price of competitive auction was NT\$84.76 (in dollars) per share. The effective date of the capital increase was set on May 14, 2024 and the registration had been completed on July 9, 2024.

(13) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Group has no accumulated deficit. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(14) Retained earnings

- A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve until the legal reserve equals the paid-in capital. After setting aside or reversing a special reserve as required by the Company's operating needs and relevant laws, the appropriation of the remaining earnings, along with the beginning unappropriated earnings are the accumulated distributable earnings for shareholders, and after retaining certain earnings, shall be proposed by the Board of Directors and resolved by the shareholders.
- B. The Company's dividend distribution policy aligns with the current and the future development plan by taking into account of factors such as investment environment, capital needs, domestic and overseas competition, along with the consideration of shareholders' interest. Each year, no less than 10% of the distributable earnings shall be set aside as shareholder dividends, which may be distributed in the form of cash dividends or stock dividends, with cash dividends not less than 20% of the total amount of distributed dividends. However, if the distributable earnings are less than 10% of the paid-in capital or the net profit after tax for the year is less than 2% of the paid-in capital, it may be proposed not to distribute. If a company has no surplus, it may not distribute dividends or bonuses. However, based on the company's financial, business and operating conditions, it may distribute all or part of its statutory surplus reserves and capital reserves in accordance with laws or regulations or the provisions of the competent authority.
- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
- D. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit

balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

- E. The appropriations of 2024 and 2023 earnings as resolved by the shareholders on June 12, 2025 and June 4, 2024 are as follows:

|                | 2024   |                                     | 2023      |                                     |
|----------------|--------|-------------------------------------|-----------|-------------------------------------|
|                | Amount | Dividends per share<br>(in dollars) | Amount    | Dividends per share<br>(in dollars) |
| Legal reserve  | \$ -   |                                     | \$ 25,785 |                                     |
| Cash dividends | 43,000 | 0.50                                | 86,000    | 1.147                               |

- F. The Company did not distribute the dividends for the year ended December 31, 2025.

(15) Operating revenue

|                                       | Years ended December 31 |                     |
|---------------------------------------|-------------------------|---------------------|
|                                       | 2025                    | 2024                |
| Revenue from contracts with customers | <u>\$ 1,970,085</u>     | <u>\$ 2,021,425</u> |

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following major product lines:

| 2025                                     | Sales Revenue       | Service Revenue  | Total               |
|------------------------------------------|---------------------|------------------|---------------------|
| Revenue from external customer contracts | <u>\$ 1,878,040</u> | <u>\$ 92,045</u> | <u>\$ 1,970,085</u> |
| Timing of revenue recognition            |                     |                  |                     |
| At a point in time                       | \$ 1,878,040        | \$ -             | \$ 1,878,040        |
| Over time                                | <u>-</u>            | <u>92,045</u>    | <u>92,045</u>       |
|                                          | <u>\$ 1,878,040</u> | <u>\$ 92,045</u> | <u>\$ 1,970,085</u> |
| 2024                                     | Sales Revenue       | Service Revenue  | Total               |
| Revenue from external customer contracts | <u>\$ 1,935,931</u> | <u>\$ 85,494</u> | <u>\$ 2,021,425</u> |
| Timing of revenue recognition            |                     |                  |                     |
| At a point in time                       | \$ 1,935,931        | \$ -             | \$ 1,935,931        |
| Over time                                | <u>-</u>            | <u>85,494</u>    | <u>85,494</u>       |
|                                          | <u>\$ 1,935,931</u> | <u>\$ 85,494</u> | <u>\$ 2,021,425</u> |

B. Contract assets and liabilities

- (a) The Group has recognized the following revenue-related contract assets and liabilities:

|                       | <u>December 31, 2025</u> | <u>December 31, 2024</u> | <u>January 1, 2024</u> |
|-----------------------|--------------------------|--------------------------|------------------------|
| Contract assets:      |                          |                          |                        |
| Contract assets       |                          |                          |                        |
| -service contract     | <u>\$ 7,888</u>          | <u>\$ 8,858</u>          | <u>\$ 5,487</u>        |
| Contract liabilities: |                          |                          |                        |
| Contract liabilities  |                          |                          |                        |
| -sales contracts      | \$ 31,782                | \$ 74,405                | \$ 45,420              |
| Contract liabilities  |                          |                          |                        |
| -service contract     | <u>20,691</u>            | <u>25,813</u>            | <u>17,339</u>          |
|                       | <u>\$ 52,473</u>         | <u>\$ 100,218</u>        | <u>\$ 62,759</u>       |

(b) Revenue recognized that was included in the contract liability balance at the beginning of the year

|                                                                                                     | <u>Years ended December 31</u> |                  |
|-----------------------------------------------------------------------------------------------------|--------------------------------|------------------|
|                                                                                                     | <u>2025</u>                    | <u>2024</u>      |
| Revenue recognized that was included in the contract liability balance at the beginning of the year |                                |                  |
| Sales contracts                                                                                     | \$ 49,598                      | \$ 15,863        |
| Service contract                                                                                    | <u>23,875</u>                  | <u>13,859</u>    |
|                                                                                                     | <u>\$ 73,473</u>               | <u>\$ 29,722</u> |

(16) Interest income

|                                                                  | <u>Years ended December 31</u> |                  |
|------------------------------------------------------------------|--------------------------------|------------------|
|                                                                  | <u>2025</u>                    | <u>2024</u>      |
| Interest income from bank deposits                               | \$ 4,389                       | \$ 17,650        |
| Interest income from financial assets measured at amortized cost | 4,608                          | 1,398            |
| Other interest income                                            | <u>11,775</u>                  | <u>138</u>       |
|                                                                  | <u>\$ 20,772</u>               | <u>\$ 19,186</u> |

(17) Other income

|                                        | <u>Years ended December 31</u> |                  |
|----------------------------------------|--------------------------------|------------------|
|                                        | <u>2025</u>                    | <u>2024</u>      |
| Government grants income               | \$ 50                          | \$ 9,635         |
| Freight revenue                        | 880                            | 1,293            |
| Dividend income                        | 436                            | -                |
| Gains on write-off of past due payable | 223                            | -                |
| Other income                           | <u>5,850</u>                   | <u>3,882</u>     |
|                                        | <u>\$ 7,439</u>                | <u>\$ 14,810</u> |

(18) Other gains and losses

|                                                                                   | Years ended December 31 |                  |
|-----------------------------------------------------------------------------------|-------------------------|------------------|
|                                                                                   | 2025                    | 2024             |
| Net foreign exchange gains                                                        | \$ 4,941                | \$ 21,465        |
| Gain on lease modification                                                        | -                       | 85               |
| Losses on disposals of property, plant and equipment                              | ( 8)                    | ( 4)             |
| Net gain on financial assets and liabilities at fair value through profit or loss | 5,048                   | -                |
| Other losses                                                                      | ( 11)                   | ( 950)           |
|                                                                                   | <u>\$ 9,970</u>         | <u>\$ 20,596</u> |

(19) Finance costs

|                                       | Years ended December 31 |                 |
|---------------------------------------|-------------------------|-----------------|
|                                       | 2025                    | 2024            |
| Interest expense on bank borrowings   | \$ 111                  | \$ 44           |
| Interest expense on lease liabilities | 2,567                   | 2,465           |
|                                       | <u>\$ 2,678</u>         | <u>\$ 2,509</u> |

(20) Employee benefit expense

|                                 | Year ended December 31, 2025 |                    |            |
|---------------------------------|------------------------------|--------------------|------------|
|                                 | Operating cost               | Operating expenses | Total      |
| Employee benefit expense        |                              |                    |            |
| Wages and salaries              | \$ 74,977                    | \$ 368,974         | \$ 443,951 |
| Labor and health insurance fees | 7,639                        | 32,485             | 40,124     |
| Pension costs                   | 3,266                        | 15,099             | 18,365     |
| Other personnel expenses        | 4,112                        | 12,427             | 16,539     |
| Depreciation charge             | 33,752                       | 32,003             | 65,755     |
| Amortization charge             | 8                            | 10,958             | 10,966     |
|                                 | Year ended December 31, 2024 |                    |            |
|                                 | Operating cost               | Operating expenses | Total      |
| Employee benefit expense        |                              |                    |            |
| Wages and salaries              | \$ 77,015                    | \$ 348,945         | \$ 425,960 |
| Labor and health insurance fees | 8,721                        | 27,832             | 36,553     |
| Pension costs                   | 3,251                        | 13,974             | 17,225     |
| Other personnel expenses        | 4,569                        | 10,592             | 15,161     |
| Depreciation charge             | 33,189                       | 25,329             | 58,518     |
| Amortization charge             | 171                          | 5,450              | 5,621      |

- A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall be appropriated as employees' compensation and directors' remuneration. The ratio shall not be lower than 2% for employees' compensation, and no lower than 50% of the total employees' compensation shall be appropriated as non-managerial employees' compensation.

Qualification requirements of employees include the employees of controlled companies or subsidiaries meeting certain specific requirements. The ratio shall not be higher than 1.5% for directors' remuneration. If the Company has accumulated deficit, earnings should be reserved to cover losses.

- B. Employees' compensation and directors' remuneration were not accrued as the Company incurred loss before tax for the years ended December 31, 2025 and 2024.
- C. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(21) Income tax

A. Income tax expense

|                                                   | Years ended December 31 |                    |
|---------------------------------------------------|-------------------------|--------------------|
|                                                   | 2025                    | 2024               |
| Current tax:                                      |                         |                    |
| Current tax on profits for the year               | \$ 25                   | \$ 26              |
| Tax on undistributed surplus earnings             | -                       | 4,039              |
| Prior year income tax over estimation             | ( 9,494)                | ( 11,128)          |
| Total current tax                                 | ( 9,469)                | ( 7,063)           |
| Deferred tax:                                     |                         |                    |
| Origination and reversal of temporary differences | ( 5,876)                | ( 15,547)          |
| Total deferred tax                                | ( 5,876)                | ( 15,547)          |
| Income tax profit                                 | <u>(\$ 15,345)</u>      | <u>(\$ 22,610)</u> |

B. Reconciliation between income tax expense and accounting profit

|                                                            | Years ended December 31 |                    |
|------------------------------------------------------------|-------------------------|--------------------|
|                                                            | 2025                    | 2024               |
| Tax calculated based on                                    |                         |                    |
| loss before tax and statutory tax rate                     | (\$ 21,055)             | (\$ 17,394)        |
| Expenses disallowed by tax regulation                      | 34                      | -                  |
| Tax exempt income by tax regulation                        | ( 594)                  | ( 539)             |
| Temporary differences                                      |                         |                    |
| not recognized as deferred tax assets                      | 11,466                  | 2,971              |
| Change in assessment of realization of deferred tax assets | 4,298                   | ( 559)             |
| Prior year income tax over estimation                      | ( 9,494)                | ( 11,128)          |
| Income tax profit                                          | <u>(\$ 15,345)</u>      | <u>(\$ 22,610)</u> |

C. Amounts of deferred tax assets or liabilities as a result of temporary differences are as follows:

| 2025                                                  |                  |                                 |                         |                        |                    |
|-------------------------------------------------------|------------------|---------------------------------|-------------------------|------------------------|--------------------|
|                                                       | January 1        | Recognized in<br>profit or loss | Business<br>combination | Exchange<br>difference | December 31        |
| — Deferred tax assets:                                |                  |                                 |                         |                        |                    |
| Temporary differences:                                |                  |                                 |                         |                        |                    |
| Loss on inventory                                     | \$22,039         | \$ 3,235                        | \$ -                    | \$ -                   | \$ 25,274          |
| Unrealized exchange loss                              | -                | 256                             | -                       | -                      | 256                |
| Others                                                | 4,991            | 588                             | -                       | -                      | 5,579              |
| Tax losses                                            | 19,810           | ( 216)                          | -                       | -                      | 19,594             |
|                                                       | <u>\$46,840</u>  | <u>\$ 3,863</u>                 | <u>\$ -</u>             | <u>\$ -</u>            | <u>\$ 50,703</u>   |
| — Deferred tax liabilities:                           |                  |                                 |                         |                        |                    |
| Unrealized exchange gain                              | (\$ 586)         | \$ 586                          | \$ -                    | \$ -                   | \$ -               |
| Difference in depreciation between tax and accounting | -                | 1,233                           | ( 23,852)               | ( 1,725)               | ( 24,344)          |
| Others                                                | ( 61)            | 194                             | ( 194)                  | ( 12)                  | ( 73)              |
|                                                       | <u>(\$ 647)</u>  | <u>\$ 2,013</u>                 | <u>(\$ 24,046)</u>      | <u>(\$ 1,737)</u>      | <u>(\$ 24,417)</u> |
|                                                       | <u>\$46,193</u>  | <u>\$ 5,876</u>                 | <u>(\$ 24,046)</u>      | <u>(\$ 1,737)</u>      | <u>\$ 26,286</u>   |
| 2024                                                  |                  |                                 |                         |                        |                    |
|                                                       | January 1        | Recognized in<br>profit or loss | December 31             |                        |                    |
| — Deferred tax assets:                                |                  |                                 |                         |                        |                    |
| Temporary differences:                                |                  |                                 |                         |                        |                    |
| Loss on inventory                                     | \$ 23,976        | (\$ 1,937)                      | \$ 22,039               |                        |                    |
| Unrealized exchange loss                              | 1,045            | ( 1,045)                        | -                       |                        |                    |
| Others                                                | 5,625            | ( 634)                          | 4,991                   |                        |                    |
| Tax losses                                            | -                | 19,810                          | 19,810                  |                        |                    |
|                                                       | <u>\$ 30,646</u> | <u>\$ 16,194</u>                | <u>\$ 46,840</u>        |                        |                    |
| — Deferred tax liabilities:                           |                  |                                 |                         |                        |                    |
| Unrealized exchange gain                              | \$ -             | (\$ 586)                        | (\$ 586)                |                        |                    |
| Others                                                | -                | ( 61)                           | ( 61)                   |                        |                    |
|                                                       | <u>\$ -</u>      | <u>(\$ 647)</u>                 | <u>(\$ 647)</u>         |                        |                    |
|                                                       | <u>\$ 30,646</u> | <u>\$ 15,547</u>                | <u>\$ 46,193</u>        |                        |                    |

D. The amounts of deductible temporary differences that were not recognized as deferred tax assets are as follows:

|                                  | December 31, 2025 | December 31, 2024 |
|----------------------------------|-------------------|-------------------|
| Deductible temporary differences | <u>\$ 56,723</u>  | <u>\$ 35,072</u>  |



E. The Company's and domestic subsidiaries' income tax returns which were assessed and approved by the Tax Authority are as follows:

| The company | Assessed year |
|-------------|---------------|
| Ubiconn     | 2023          |
| Ruggon      | 2023          |

(22) Earnings per share

|                                                             | Year ended December 31, 2025                                 |                |           |
|-------------------------------------------------------------|--------------------------------------------------------------|----------------|-----------|
|                                                             | Weighted average<br>number of ordinary<br>shares outstanding | Loss per share |           |
|                                                             | (shares in thousands)                                        | (in dollars)   |           |
| <u>Amount after tax</u>                                     |                                                              |                |           |
| <u>Basic loss per share</u>                                 |                                                              |                |           |
| Loss attributable to ordinary<br>shareholders of the parent | (\$ 62,366)                                                  | 86,000         | (\$ 0.73) |

|                                                             | Year ended December 31, 2024                                 |                |           |
|-------------------------------------------------------------|--------------------------------------------------------------|----------------|-----------|
|                                                             | Weighted average<br>number of ordinary<br>shares outstanding | Loss per share |           |
|                                                             | (shares in thousands)                                        | (in dollars)   |           |
| <u>Amount after tax</u>                                     |                                                              |                |           |
| <u>Basic loss per share</u>                                 |                                                              |                |           |
| Loss attributable to ordinary<br>shareholders of the parent | (\$ 67,157)                                                  | 81,932         | (\$ 0.82) |

(23) Supplemental cash flow information

Investing activities with partial cash payments

|                                                                             | Years ended December 31 |                  |
|-----------------------------------------------------------------------------|-------------------------|------------------|
|                                                                             | 2025                    | 2024             |
| Purchase of property, plant and equipment                                   | \$ 27,592               | \$ 20,790        |
| Add: Opening balance of payable on<br>equipment (including related parties) | 1,700                   | 5,084            |
| Less: Ending balance of payable on<br>equipment (including related parties) | ( 5,066)                | ( 1,700)         |
| Cash paid during the year                                                   | <u>\$ 24,226</u>        | <u>\$ 24,174</u> |

(24) Changes in liabilities from financing activities

|                       | 2025              |                                                      |                                    |                  |
|-----------------------|-------------------|------------------------------------------------------|------------------------------------|------------------|
|                       | January 1         | Changes in cash<br>flow from<br>financing activities | Changes in other<br>non-cash items | December 31      |
| Lease liabilities     | \$ 87,571         | (\$ 43,210)                                          | \$ 41,280                          | \$ 85,641        |
| Short-term borrowings | -                 | ( 7,644)                                             | 7,644                              | -                |
|                       | <u>\$ 87,571</u>  | <u>(\$ 50,854)</u>                                   | <u>\$ 48,924</u>                   | <u>\$ 85,641</u> |
|                       | 2024              |                                                      |                                    |                  |
|                       | January 1         | Changes in cash<br>flow from<br>financing activities | Changes in other<br>non-cash items | December 31      |
| Lease liabilities     | <u>\$ 115,770</u> | <u>(\$ 36,628)</u>                                   | <u>\$ 8,429</u>                    | <u>\$ 87,571</u> |

(25) Business combinations

- A. On March 12, 2025, the Group's Board of Directors resolved to acquire all shares of E3 Displays, LLC through the newly established U.S. subsidiary, Ubiquconn Technology Holding Inc., with a total transaction amount of \$184,438 (US\$6,294 thousand), and the Group obtained the control over E3 Displays, LLC on July 1, 2025. The company is primarily engaged in the provision of optical bonding and design services for touchscreens and displays. As a result of the acquisition, the Group is expected to strengthen the vertical integration capabilities in the rugged computer market and accelerate the expansion in the U.S. market.

- B. The following table summarises the consideration paid for E3 Displays, LLC and the fair values of the assets acquired and liabilities assumed at the acquisition date:

|                                                                    | <u>July 31, 2025</u> |
|--------------------------------------------------------------------|----------------------|
| Purchase consideration                                             |                      |
| Cash                                                               | \$ 184,438           |
| Fair value of identifiable assets acquired and liabilities assumed |                      |
| Cash                                                               | 297                  |
| Notes and Accounts receivable                                      | 24,913               |
| Inventories                                                        | 28,775               |
| Property, plant and equipment                                      | 8,054                |
| Right-of-use assets                                                | 30,792               |
| Intangible assets                                                  | 92,002               |
| Other current and non-current assets                               | 7,472                |
| Accounts payable                                                   | (11,793)             |
| Other payables                                                     | (6,188)              |
| Lease liabilities                                                  | (33,033)             |
| Bank loan                                                          | (7,179)              |
| Other current and non-current liabilities                          | (368)                |
| Deferred tax liabilities                                           | (24,046)             |
| Total fair value of net identifiable assets                        | <u>109,698</u>       |
| Goodwill                                                           | <u>\$ 74,740</u>     |

- C. The operating revenue included in the consolidated statement of comprehensive income since July 1, 2025 contributed by E3 Displays, LLC was \$107,548. E3 Displays, LLC also contributed loss before income tax of \$22,046 over the same period. Had E3 Displays, LLC been consolidated from January 1, 2025, the consolidated statement of comprehensive income would show operating revenue of \$2,077,593 and loss before income tax of \$137,322.

## 7. Related Party Transactions

### (1) Parent and ultimate controlling party

The Company is controlled by FIC Global, Inc. (incorporated and established in the Republic of China), which comprehensively holds 55.85% of the Company's shares (including indirect holdings) and is the Company's ultimate parent company.

(2) Names of related parties and relationship

| Names of related parties                                 | Relationship with the Group           |
|----------------------------------------------------------|---------------------------------------|
| FIC Global, Inc.                                         | Parent company                        |
| First International Computer, Inc. (FIC, Inc.)           | Sibling company                       |
| Amertek Computer (Shenzhen) Co., Ltd.<br>(Amertek)       | "                                     |
| Prime Base Inc. (PBI)                                    | "                                     |
| Prime Technology (Guangzhou) Inc.<br>(Prime (Guangzhou)) | "                                     |
| Guan Zhi Holdings Limited(GZH)                           | "                                     |
| Prime Base Inc. Taiwan Branch (PBI (Taiwan))             | "                                     |
| LEO Systems, Inc. (LEO Systems)                          | Other related party                   |
| Xander International Corp. (Xander)                      | "                                     |
| Lohas Biotech Development Corp. (Lohas)                  | "                                     |
| King's Sports Co. Ltd. (Kings)                           | "                                     |
| Chien, Ming-Tz                                           | Key management personnel of the Group |

(3) Significant related party transactions

(A) Operating revenue:

|                    | Years ended December 31 |        |
|--------------------|-------------------------|--------|
|                    | 2025                    | 2024   |
| Sales of goods:    |                         |        |
| -Sibling company   | \$ 2,843                | \$ 21  |
| Sales of services: |                         |        |
| -Sibling company   | \$ 1,224                | \$ 537 |

- (a) Since the Group's specifications of products are diverse, the specifications of products sold to related parties may not be the same as those sold to third parties, and therefore, the selling price is not comparable. The terms and conditions of transactions with related parties are similar to those with third parties.
- (b) The service obtained by the Group from related parties may not be the same with the service from third parties, and therefore the service price is not comparable. The terms and conditions of transactions with related parties are similar to those with third parties.

(B) Purchases of goods and services:

|                                 | Years ended December 31 |           |
|---------------------------------|-------------------------|-----------|
|                                 | 2025                    | 2024      |
| <u>Shown as operating costs</u> |                         |           |
| Processing fees:                |                         |           |
| Sibling company                 | \$ 46,313               | \$ 52,115 |
| Purchases:                      |                         |           |
| Sibling company                 | \$ 215                  | \$ 980    |

(a) The service obtained by the Group from related parties may not be the same with the service from third parties, and therefore the service price is not comparable. The terms and conditions of transactions with related parties are similar to those with third parties.

(b) The terms and conditions of transactions for purchases from related parties are similar to those with third parties.

(C) Receivables from related parties:

|                      | December 31, 2025 | December 31, 2024 |
|----------------------|-------------------|-------------------|
| Accounts receivable: |                   |                   |
| -Sibling company     |                   |                   |
| FIC, Inc.            | \$ 126            | \$ 208            |
| Prime (Guangzhou)    | -                 | 198               |
| GZH                  | 867               | -                 |
| Others               | 12                | 47                |
|                      | <u>\$ 1,005</u>   | <u>\$ 453</u>     |

(D) Guarantee deposits paid

|           | December 31, 2025 | December 31, 2024 |
|-----------|-------------------|-------------------|
| FIC, Inc. | <u>\$ 3,229</u>   | <u>\$ 3,229</u>   |

(E) Payables to related parties

|                                                             | December 31, 2025 | December 31, 2024 |
|-------------------------------------------------------------|-------------------|-------------------|
| Other payables                                              |                   |                   |
| -Sibling company                                            |                   |                   |
| Amertek                                                     | \$ 7,802          | \$ 13,924         |
| GZH                                                         | 5,485             | -                 |
| PBI (Taiwan)                                                | 2,781             | 2,328             |
| Others                                                      | 358               | 457               |
|                                                             | <u>\$ 16,426</u>  | <u>\$ 16,709</u>  |
| Long-term payables (shown as other non-current liabilities) |                   |                   |
| -Sibling company                                            |                   |                   |
| FIC, Inc.                                                   | <u>\$ 6,664</u>   | <u>\$ 6,202</u>   |

(a) Other payables are mainly payables for processing fees.

- (b) The long-term payable to FIC, Inc. is due to the transfer of employees between associates. The Company committed to bear certain pension of defined benefit plans for these employees, and thus has an obligation to the related parties.

(F) Property transactions:

Acquisition of property, plant and equipment:

|                      | Years ended December 31 |       |
|----------------------|-------------------------|-------|
|                      | 2025                    | 2024  |
| -Other related party |                         |       |
| Xander               | \$ -                    | \$ 91 |

(G) Lease transactions—lessee

- (a) The Group leases buildings from First International Computer, Inc. Rental contracts are typically made for periods of five years. Rents are paid at the beginning of each month.

(b) Lease liability

- i. Outstanding balance:

|                           | December 31, 2025 | December 31, 2024 |
|---------------------------|-------------------|-------------------|
| Lease liability - current |                   |                   |
| FIC, Inc.                 | \$ 11,522         | \$ 12,113         |

|                               | December 31, 2025 | December 31, 2024 |
|-------------------------------|-------------------|-------------------|
| Lease liability - non-current |                   |                   |
| FIC, Inc.                     | \$ -              | \$ 11,522         |

- ii. Interest expense

|           | Years ended December 31 |        |
|-----------|-------------------------|--------|
|           | 2025                    | 2024   |
| FIC, Inc. | \$ 427                  | \$ 703 |

(H) Service fees

|                         | Years ended December 31 |       |
|-------------------------|-------------------------|-------|
|                         | 2025                    | 2024  |
| — Other related parties | \$ -                    | \$ 94 |

(I) Entertainment expenses

|                         | Years ended December 31 |      |
|-------------------------|-------------------------|------|
|                         | 2025                    | 2024 |
| — Other related parties | \$ 64                   | \$ - |

(J) Endorsements and guarantees provided to related parties

The balances of endorsements and guarantees provided by related parties for the Group's loans and purchase facilities were as follows:

|                | December 31, 2025 | December 31, 2024 |
|----------------|-------------------|-------------------|
| Chien, Ming-Tz | \$ -              | \$ 400,000        |

(4) Key management compensation

|                              | Years ended December 31 |                  |
|------------------------------|-------------------------|------------------|
|                              | 2025                    | 2024             |
| Short-term employee benefits | \$ 53,983               | \$ 56,604        |
| Post-employment benefits     | 1,738                   | 1,276            |
|                              | <u>\$ 55,721</u>        | <u>\$ 57,880</u> |

8. Pledged Assets

The Group's assets pledged as collateral are as follows:

| Pledged asset                                   | Book value        |                   | Purpose                                                                                                                                      |
|-------------------------------------------------|-------------------|-------------------|----------------------------------------------------------------------------------------------------------------------------------------------|
|                                                 | December 31, 2025 | December 31, 2024 |                                                                                                                                              |
| Financial assets at amortized cost -current     | \$ 21,092         | \$ 33,225         | Pledged time deposit for customs, bank borrowings, guarantee deposits for government research projects and performance guarantee of project. |
| Financial assets at amortized cost -Non-current | -                 | 10,000            |                                                                                                                                              |
|                                                 | <u>\$ 21,092</u>  | <u>\$ 43,225</u>  |                                                                                                                                              |

9. Significant Contingent Liabilities and Unrecognized Contract Commitments

(1) Contingencies

None.

(2) Commitments

None.

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

None.

12. Others

(1) Capital management

The Group manages its capital to ensure that it is able to continue as a going concern by optimizing its balances of debt and equity in order to maximize returns for shareholders.

The Group's capital structure comprises net liabilities (i.e., borrowings less cash and cash equivalents) and equity attributable to the owners of the Group (i.e., share capital, capital surplus, retained earnings and other equity items).

(2) Financial instruments

A. Financial instruments by category

|                                                     | <u>December 31, 2025</u> | <u>December 31, 2024</u> |
|-----------------------------------------------------|--------------------------|--------------------------|
| <u>Financial assets</u>                             |                          |                          |
| Financial assets at fair value through profit or    |                          |                          |
| Financial assets mandatorily measured at fair value | \$ 318,201               | \$ -                     |
| Financial assets at amortized cost                  |                          |                          |
| Cash and cash equivalents                           | 986,714                  | 599,227                  |
| Financial assets at amortized cost                  | 36,840                   | 908,225                  |
| Accounts receivable                                 | 184,865                  | 256,779                  |
| Accounts receivable-related parties                 | 1,005                    | 453                      |
| Other receivables                                   | 22,714                   | 19,793                   |
| Guarantee deposits paid                             | 13,345                   | 12,203                   |
|                                                     | <u>\$ 1,563,684</u>      | <u>\$ 1,796,680</u>      |
|                                                     | <u>December 31, 2025</u> | <u>December 31, 2024</u> |
| <u>Financial liabilities</u>                        |                          |                          |
| Financial liabilities at amortized cost             |                          |                          |
| Accounts payable                                    | \$ 289,456               | \$ 254,442               |
| Other payable                                       | 122,444                  | 125,946                  |
| Other payables-related parties                      | 16,426                   | 16,709                   |
| Long-term notes and accounts payable                | 6,664                    | 6,202                    |
|                                                     | <u>\$ 434,990</u>        | <u>\$ 403,299</u>        |
| Lease liabilities (current and non-current)         | <u>\$ 85,641</u>         | <u>\$ 87,571</u>         |

B. Financial risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.
- (b) Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Group used in various functional currency, primarily with respect to the USD and SGD. Foreign exchange rate risk arises from future commercial transactions and recognized assets and liabilities.
- ii. The Group is required to hedge their entire foreign exchange risk exposure with the Group treasury. Exchange rate risk is measured through a forecast of highly probable USD and SGD expenditures.



- iii. The Group's businesses involve some non-functional currency operations (the Group's functional currency: NTD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

| December 31, 2025                          |                                              |               |                                        |
|--------------------------------------------|----------------------------------------------|---------------|----------------------------------------|
|                                            | Foreign currency<br>amount<br>(In thousands) | Exchange rate | Book value<br>(In thousands of<br>NTD) |
|                                            |                                              |               |                                        |
| (Foreign currency:<br>functional currency) |                                              |               |                                        |
| <u>Financial assets</u>                    |                                              |               |                                        |
| <u>Monetary items</u>                      |                                              |               |                                        |
| USD:NTD                                    | \$ 6,935                                     | 31.43         | \$ 217,967                             |
| SGD:NTD                                    | 366                                          | 24.45         | 8,949                                  |
| <u>Financial liabilities</u>               |                                              |               |                                        |
| <u>Monetary items</u>                      |                                              |               |                                        |
| USD:NTD                                    | \$ 7,396                                     | 31.43         | \$ 232,456                             |
| December 31, 2024                          |                                              |               |                                        |
|                                            | Foreign currency<br>amount<br>(In thousands) | Exchange rate | Book value<br>(In thousands of<br>NTD) |
|                                            |                                              |               |                                        |
| (Foreign currency:<br>functional currency) |                                              |               |                                        |
| <u>Financial assets</u>                    |                                              |               |                                        |
| <u>Monetary items</u>                      |                                              |               |                                        |
| USD:NTD                                    | \$ 10,478                                    | 32.785        | \$ 343,521                             |
| SGD:NTD                                    | 491                                          | 24.130        | 11,848                                 |
| <u>Financial liabilities</u>               |                                              |               |                                        |
| <u>Monetary items</u>                      |                                              |               |                                        |
| USD:NTD                                    | \$ 6,769                                     | 32.785        | \$ 221,922                             |

- iv. The total exchange gain (loss) , including realized and unrealized, arising from significant foreign exchange variation on the monetary items held by the Group for the years ended December 31, 2025 and 2024, amounted to \$4,941 and \$21,465, respectively.
- v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

|                                         | Year ended December 31, 2025 |    |                          |    |                                      |
|-----------------------------------------|------------------------------|----|--------------------------|----|--------------------------------------|
|                                         | Sensitivity analysis         |    |                          |    |                                      |
|                                         | Degree of variation          |    | Effect on profit or loss |    | Effect on other comprehensive income |
| (Foreign currency: functional currency) |                              |    |                          |    |                                      |
| <u>Financial assets</u>                 |                              |    |                          |    |                                      |
| <u>Monetary items</u>                   |                              |    |                          |    |                                      |
| USD:NTD                                 | 1%                           | \$ | 2,180                    | \$ | -                                    |
| SGD:NTD                                 | 1%                           |    | 89                       |    | -                                    |
| <u>Financial liabilities</u>            |                              |    |                          |    |                                      |
| <u>Monetary items</u>                   |                              |    |                          |    |                                      |
| USD:NTD                                 | 1%                           | \$ | 2,325                    | \$ | -                                    |

|                                         | Year ended December 31, 2024 |                          |                                      |   |
|-----------------------------------------|------------------------------|--------------------------|--------------------------------------|---|
|                                         | Sensitivity analysis         |                          |                                      |   |
|                                         | Degree of variation          | Effect on profit or loss | Effect on other comprehensive income |   |
| (Foreign currency: functional currency) |                              |                          |                                      |   |
| <u>Financial assets</u>                 |                              |                          |                                      |   |
| <u>Monetary items</u>                   |                              |                          |                                      |   |
| USD:NTD                                 | 1%                           | \$ 3,435                 | \$                                   | - |
| SGD:NTD                                 | 1%                           | 118                      |                                      |   |
| <u>Financial liabilities</u>            |                              |                          |                                      |   |
| <u>Monetary items</u>                   |                              |                          |                                      |   |
| USD:NTD                                 | 1%                           | \$ 2,219                 | \$                                   | - |

#### Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- ii. The Group's investments in equity securities comprise shares and open-end funds issued by the domestic companies. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the year ended December 31, 2025 would have increased/decreased by \$3,182, as a result of gains/losses on equity securities classified as at fair value through profit or loss.

#### Cash flow and fair value interest rate risk

The Group's main interest rate risk arises from bank borrowings with variable rates, which expose the Group to cash flow interest rate risk. The Group is not exposed to cash flow and fair value interest rate risk since the Group had no borrowings at the end of the year.

#### (b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the contract cash flows of accounts receivable based on the agreed terms.
- ii. The Group manages its credit risk taking into consideration the entire group's concern. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.
- iii. The Group adopts the assumptions under IFRS 9, the default occurs when the contract payments are past due over 90 days.
- iv. The Group adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition: If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- v. The Group classifies customer's accounts receivable in accordance with credit risk on trade. The Group applies the modified approach and using a provision matrix based on the loss rate methodology to estimate the expected credit loss.
- vi. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights. On December 31, 2025 and 2024, the Group had no written-off financial assets that are still under recourse procedures.
- vii. The expected loss ratio for related parties of Group A with excellent credit was 0.2%. As of December 31, 2025 and 2024, the total carrying amount of accounts receivable and loss allowance were \$1,005, \$453, \$0 and \$0, respectively.
- viii. The Group used the forecastability of National Development Council Business Indicators and Basel Committee on Banking Supervision (BCBS) to adjust historical and timely information to assess the default possibility of accounts receivable of Group B and general customers. On December 31, 2025 and 2024, the provision matrix is as follows:

(i) Group B

| <u>At December 31, 2025</u> | <u>Expected loss rate</u> | <u>Total book value</u> | <u>Loss allowance</u> |
|-----------------------------|---------------------------|-------------------------|-----------------------|
| Not past due                | 0.20%                     | \$ 15,467               | \$ 31                 |
| Up to 30 days past due      | 0.20%                     | 104                     | -                     |
| 31~60 days past due         | 0.20%                     | -                       | -                     |
| 61~90 days past due         | 0.20%                     | -                       | -                     |
| 91~180 days past due        | 100%                      | -                       | -                     |
| Over 180 days past due      | 100%                      | -                       | -                     |
|                             |                           | <u>\$ 15,571</u>        | <u>\$ 31</u>          |
| <u>At December 31, 2024</u> | <u>Expected loss rate</u> | <u>Total book value</u> | <u>Loss allowance</u> |
| Not past due                | 0.20%                     | \$ 60,232               | \$ 120                |
| Up to 30 days past due      | 0.20%                     | 91,718                  | 183                   |
| 31~60 days past due         | 0.20%                     | 10,233                  | 21                    |
| 61~90 days past due         | 0.20%                     | -                       | -                     |
| 91~180 days past due        | 100%                      | -                       | -                     |
| Over 180 days past due      | 100%                      | -                       | -                     |
|                             |                           | <u>\$ 162,183</u>       | <u>\$ 324</u>         |

(ii) General customers

| <u>At December 31, 2025</u> | <u>Expected loss rate</u> | <u>Total book value</u> | <u>Loss allowance</u> |
|-----------------------------|---------------------------|-------------------------|-----------------------|
| Not past due                | 0.20%~4.80%               | \$ 150,742              | \$ 1,495              |
| Up to 30 days past due      | 0.20%~14.08%              | 20,704                  | 1,987                 |
| 31~60 days past due         | 0.20%~66.96%              | 2,332                   | 1,213                 |
| 61~90 days past due         | 0.20%~90.88%              | 2,650                   | 2,408                 |
| 91~180 days past due        | 100%                      | 59                      | 59                    |
| Over 180 days past due      | 100%                      | 32                      | 32                    |
|                             |                           | <u>\$ 176,519</u>       | <u>\$ 7,194</u>       |
| <u>At December 31, 2024</u> | <u>Expected loss rate</u> | <u>Total book value</u> | <u>Loss allowance</u> |
| Not past due                | 0.20%                     | \$ 76,978               | \$ 153                |
| Up to 30 days past due      | 0.20%                     | 16,289                  | 33                    |
| 31~60 days past due         | 0.20%                     | 1,843                   | 4                     |
| 61~90 days past due         | 0.20%~29.94%              | -                       | -                     |
| 91~180 days past due        | 100%                      | 692                     | 692                   |
| Over 180 days past due      | 100%                      | -                       | -                     |
|                             |                           | <u>\$ 95,802</u>        | <u>\$ 882</u>         |

ix. Movements in relation to the Group applying the modified approach to provide loss allowance for accounts receivable (including related parties) are as follows:

| Accounts receivable<br>(including related parties) |          |    |        |
|----------------------------------------------------|----------|----|--------|
|                                                    | 2025     |    | 2024   |
| At January 1                                       | \$ 1,206 | \$ | 6,200  |
| Recognition (Reversal) of impairment loss          | 493      | (  | 4,994) |
| Write-offs                                         | ( 171)   |    | -      |
| Effect of foreign exchange                         | 393      |    | -      |
| Acquired through business combination              | 5,304    |    | -      |
| At December 31                                     | \$ 7,225 | \$ | 1,206  |

For the years ended December 31, 2025 and 2024, the (loss) gain on recovery of impairment arising from customers' contracts are (\$493) and \$4,994, respectively.

- x. The financial assets at amortised cost held by the Group are restricted bank deposits and time deposits with original investment period over three months. The credit risk rating has no significant abnormal situation. There are no significant expected credit losses.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- ii. The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

| December 31, 2025                               | Less than 1<br>year | Between 1<br>and 5 years | Over 5 years |
|-------------------------------------------------|---------------------|--------------------------|--------------|
| <u>Non-derivative financial liabilities</u>     |                     |                          |              |
| Accounts payable<br>(including related parties) | \$ 289,456          | \$ -                     | \$ -         |
| Other payables<br>(including related parties)   | 138,870             | -                        | -            |
| Lease liabilities                               | 47,920              | 41,610                   | -            |
| Long-term notes and accounts payable            | -                   | -                        | 6,664        |

| December 31, 2024                               | Less than 1<br>month | Between 1<br>and 5 years | Over 5 years |
|-------------------------------------------------|----------------------|--------------------------|--------------|
| <u>Non-derivative financial liabilities</u>     |                      |                          |              |
| Accounts payable<br>(including related parties) | \$ 254,442           | \$ -                     | \$ -         |
| Other payables<br>(including related parties)   | 142,655              | -                        | -            |
| Lease liabilities                               | 40,524               | 49,675                   | -            |
| Long-term notes and accounts payable            | -                    | -                        | 6,202        |

(3) Fair value information

- A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. An active market refers to a market in which transactions for an asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks and beneficiary certificates is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in derivative financial instruments is included in Level 2.

Level 3: Unobservable inputs for the asset or liability.

- B. Financial instruments not measured at fair value

The carrying amounts of cash and cash equivalents, financial assets measured at amortized cost, accounts receivable (including related parties), other receivables (including related parties), guarantee deposits paid, accounts payable (including related parties), other payables (including related parties), lease liabilities and long term notes and accounts payable are approximate to their fair values.

- C. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets at December 31, 2025 and 2024 are as follows:

(a) The related information of natures of the assets is as follows:

| December 31,2025                                 | <u>Level 1</u>    | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u>      |
|--------------------------------------------------|-------------------|----------------|----------------|-------------------|
| Assets                                           |                   |                |                |                   |
| <u>Recurring fair value measurements</u>         |                   |                |                |                   |
| Financial assets at fair value through profit or |                   |                |                |                   |
| Equity securities                                | \$ 308,194        | \$ -           | \$ -           | \$ 308,194        |
| Beneficiary certificaties                        | <u>10,007</u>     | <u>-</u>       | <u>-</u>       | <u>10,007</u>     |
|                                                  | <u>\$ 318,201</u> | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ 318,201</u> |

As of December 31, 2024 : None.

(b) The methods and assumptions the Group used to measure fair value are as follows:

- i. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

|                     | <u>Listed stocks</u> |
|---------------------|----------------------|
| Market quoted price | Closing price        |

- ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes.
- iii. When assessing non-standard and low-complexity financial instruments, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
- iv. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants. Forward exchange contracts are usually valued based on the current forward exchange rate.
- v. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk and etc. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

- D. For the years ended December 31, 2025 and 2024, there was no transfer between Level 1 and Level 2.

### 13. Supplementary Disclosures

#### (1) Significant transactions information

- A. Loans to others: Refer to table 1.
- B. Provision of endorsements and guarantees to others: None.
- C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 2.
- D. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 3.
- E. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: None.
- F. Significant inter-company transactions during the reporting period: Refer to table 4.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China) : Refer to table 5.

#### (3) Information on investments in Mainland China

- A. Basic information: None.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

### 14. Segment Information

#### (1) General information

The Group operates business only in a single industry. The chief operating decision-maker who allocates resources and assesses performance of the Group as a whole, has identified that the Group has only one reportable operating segment.

#### (2) Information about segment profit or loss, assets and liabilities

The Group has only one reportable operating segment. The Group's net profit or loss before tax reported to the chief operating decision-maker is measured in a manner consistent with revenues and expenses in the statement of comprehensive income, and the Group assesses the performance of the operating segments based on the net profit or loss before tax. The Group did not provide the total assets and total liabilities amounts to chief operating decision-maker to make operating decisions. The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

|                                 | Years ended December 31 |              |
|---------------------------------|-------------------------|--------------|
|                                 | 2025                    | 2024         |
| Revenue from external customers | \$ 1,970,085            | \$ 2,021,425 |
| Segment profit or loss          | (\$ 77,711)             | (\$ 89,767)  |

#### (3) Reconciliation for segment income (loss)

The Group has only one operating segment. As the profit or loss of the reportable segment is consistent with that in the consolidated financial statements, reconciliation is not needed.



(4) Information on products and services

Details of revenue are as follows:

|                 | Years ended December 31 |                     |
|-----------------|-------------------------|---------------------|
|                 | 2025                    | 2024                |
| Sales revenue   | \$ 1,878,040            | \$ 1,935,931        |
| Service revenue | 92,045                  | 85,494              |
|                 | <u>\$ 1,970,085</u>     | <u>\$ 2,021,425</u> |

(5) Geographical information

Geographical information for the years ended December 31, 2025 and 2024 is as follows:

|             | Years ended December 31 |                    |                     |                    |
|-------------|-------------------------|--------------------|---------------------|--------------------|
|             | 2025                    |                    | 2024                |                    |
|             | Revenue                 | Non-current assets | Revenue             | Non-current assets |
| US          | \$ 763,559              | \$ 132,006         | \$ 703,676          | \$ -               |
| Netherlands | 371,202                 | -                  | 309,987             | -                  |
| Brazil      | 3,490                   | -                  | 2,490               | -                  |
| Australia   | 224,823                 | -                  | 280,167             | -                  |
| Taiwan      | 129,636                 | 123,361            | 51,108              | 157,135            |
| Others      | 477,375                 | 15                 | 673,997             | -                  |
|             | <u>\$ 1,970,085</u>     | <u>\$ 255,382</u>  | <u>\$ 2,021,425</u> | <u>\$ 157,135</u>  |

(6) Major customer information

Major customer information of the Group for the years ended December 31, 2025 and 2024 is as follows:

|   | Year ended December 31, 2025 |                                 | Year ended December 31, 2024 |                                 |
|---|------------------------------|---------------------------------|------------------------------|---------------------------------|
|   | Revenue                      | Percentage of operating revenue | Revenue                      | Percentage of operating revenue |
| A | <u>\$ 1,178,624</u>          | 60%                             | <u>\$ 1,131,812</u>          | 56%                             |

Ubiquonn Technology, Inc. and Subsidiaries  
Loans to others  
Year ended December 31, 2025

Table 1

Expressed in thousands of NTD  
(Except as otherwise indicated)

|     |                  |                               |                   |                    |                                                   |                   |               |          |                |                                 |                       |                        |            |       | (Except as otherwise indicated) |                        |          |
|-----|------------------|-------------------------------|-------------------|--------------------|---------------------------------------------------|-------------------|---------------|----------|----------------|---------------------------------|-----------------------|------------------------|------------|-------|---------------------------------|------------------------|----------|
| No. |                  |                               | General ledger    | Is a related party | Maximum outstanding balance during the year ended | Balance at        | Actual amount | Interest | Nature of loan | Amount of transactions with the | Reason for short-term | Allowance for doubtful | Collateral |       | Limit on loans granted to       | Ceiling on total loans |          |
| 1 ) | Creditor         | Borrower                      | account           |                    | 2025                                              | December 31, 2025 | drawn down    | rate (%) | ( Note 2 )     | borrower                        | financing             | accounts               | Item       | Value | a single party                  | granted                | Footnote |
| 1   | E3 Displays, LLC | Phoenix Optical Polymers, LLC | Other receivables | No                 | \$ 3,019                                          | \$ 1,679          | \$ 1,679      | 5        | 2              | \$ -                            | working capital       | \$ -                   | -          | \$ -  | \$ 36,022                       | \$ 48,029              | Note 3   |

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:  
(1)The Company is ‘0’.  
(2)The subsidiaries are numbered in order starting from ‘1’.

Note 2: The nature of the loan shall be indicated as either arising from business transactions or as necessary for short-term financing.  
(1)Business transactions is ‘1’.  
(2)Necessary for short-term financing is‘2’.

Note 3: Under each investee company’s Procedures for Lending Funds to Others, the lending limit to any single borrower is 30% of the investee company's net worth as shown on its most recent financial statements, and the aggregate lending limit is 40% of the investee company’s net worth as shown on its most recent financial statements.

Ubiquonn Technology, Inc. and Subsidiaries  
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)  
Year ended December 31, 2025

Table 2

Expressed in thousands of NTD/ number of shares in thousands  
(Except as otherwise indicated)

| Securities held by | Type  | Marketable securities<br>(Note 1)                         | Relationship with the<br>securities issuer (Note 2) | General<br>ledger account                                       | As of December 31, 2025 |                        |                  |            | Footnote<br>(Note 4) |
|--------------------|-------|-----------------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------------------|-------------------------|------------------------|------------------|------------|----------------------|
|                    |       |                                                           |                                                     |                                                                 | Number of<br>shares     | Book value<br>(Note 3) | Ownership<br>(%) | Fair value |                      |
| Ubiquonn           | Stock | Fubon Financial Holding Co., Ltd. Preferred Shares C      |                                                     | Financial assets at fair value through profit or loss - current | 100                     | \$ 5,340               | 0.0007           | \$ 5,340   | None                 |
| "                  | "     | Union Bank of Taiwan Preferred Shares A                   |                                                     | Financial assets at fair value through profit or loss - current | 118                     | 6,431                  | 0.0027           | 6,431      | "                    |
| "                  | "     | TS Financial Holding Co., Ltd. Class E Preferred Shares   |                                                     | Financial assets at fair value through profit or loss - current | 31,771                  | 296,423                | 0.1278           | 296,423    | "                    |
| "                  | Fund  | Yuanta US 20+ Year AAA-A Corporate Bond ETF               |                                                     | Financial assets at fair value through profit or loss - current | 77                      | 2,476                  | -                | 2,476      | "                    |
| "                  | "     | Cathay US Corporate A- and Above 10+ Years<br>Liquid ETF  |                                                     | Financial assets at fair value through profit or loss - current | 71                      | 2,494                  | -                | 2,494      | "                    |
| "                  | "     | CTBC USD Corporate 10+ Year High Grade Capped<br>Bond ETF |                                                     | Financial assets at fair value through profit or loss - current | 73                      | 2,502                  | -                | 2,502      | "                    |
| "                  | "     | CTBC Banking Senior 10+ Year Bond ETF                     |                                                     | Financial assets at fair value through profit or loss - current | 69                      | 2,535                  | -                | 2,535      | "                    |

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities.

Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

Note 3: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortised cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions.

Ubiquonn Technology, Inc. and Subsidiaries

Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more

Year ended December 31, 2025

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

|                  |              |                                          | Transaction       |            |                                             |                                 | Compared to<br>third party transactions |                                                | Notes/accounts<br>receivable (payable) |                                                               |          |
|------------------|--------------|------------------------------------------|-------------------|------------|---------------------------------------------|---------------------------------|-----------------------------------------|------------------------------------------------|----------------------------------------|---------------------------------------------------------------|----------|
| Purchaser/seller | Counterparty | Relationship<br>with the<br>counterparty | Purchases (sales) | Amount     | Percentage of<br>total purchases<br>(sales) | Credit term                     | Unit price                              | Credit term                                    | Balance                                | Percentage of<br>total notes/accounts<br>receivable (payable) | Footnote |
| Ubiquonn         | Ruggon       | Subsidiary                               | Sales             | \$ 169,014 | 9%                                          | The payment period was 30 days. | NOTE                                    | Similar transactions with non- related parties | \$ 25,979                              | 16%                                                           |          |

NOTE : There were no similar sales prices available for comparison due to the difference in the products sold to related parties

Ubiquonn Technology, Inc. and Subsidiaries  
Significant inter-company transactions during the reporting period  
Year ended December 31, 2025

Table 4

Expressed in thousands of NTD  
(Except as otherwise indicated)

| Number<br>(Note 1) | Company name | Counterparty | Relationship<br>(Note 2) | Transaction            |            |                                 | Percentage of consolidated total<br>operating revenues or total<br>assets (Note 3) |
|--------------------|--------------|--------------|--------------------------|------------------------|------------|---------------------------------|------------------------------------------------------------------------------------|
|                    |              |              |                          | General ledger account | Amount     | Transaction term                |                                                                                    |
| 0                  | Ubiquonn     | Ruggon       | 1                        | Sales                  | \$ 169,014 | The payment period was 30 days. | 9%                                                                                 |
| 0                  | "            | UNA          | 1                        | Sales                  | 41,871     | The payment period was 60 days. | 2%                                                                                 |

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

- (1) Parent company is '0'
- (2) The subsidiaries are numbered in order starting from '1'

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: If the amount of individual transactions does not reach 1% of the consolidated total revenue and 1% of the consolidated total assets, they will not be disclosed; in addition, as the transactions are shown in asset-income form, the relative transactions are not disclosed.

Ubiquonn Technology, Inc. and Subsidiaries

Information on investees

Year ended December 31, 2025

Table 5

Expressed in thousands of NTD/ number of shares in thousands

(Except as otherwise indicated)

|          |                                  |          |                                                                                                     | Initial investment amount       |                                 | Shares held as at December 31, 2025 |               |            |                                                                        |                                                                                         |          |  |
|----------|----------------------------------|----------|-----------------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|-------------------------------------|---------------|------------|------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|----------|--|
| Investor | Investee                         | Location | Main business activities                                                                            | Balance as at December 31, 2025 | Balance as at December 31, 2024 | Number of shares                    | Ownership (%) | Book value | Net profit (loss) of the investee for the year ended December 31, 2025 | Investment income (loss) recognized by the Company for the year ended December 31, 2025 | Footnote |  |
|          |                                  |          |                                                                                                     |                                 |                                 |                                     |               |            |                                                                        |                                                                                         |          |  |
| Ubiquonn | Ruggon Corporation               | Taiwan   | Trade of industrial computers, automotive products, electronic components and peripheral equipment. | \$ 110,768                      | 110,768                         | 12,000                              | 100.00        | 66,398     | ( 21,919)                                                              | ( 21,919)                                                                               |          |  |
|          | UBIQCONN TECHNOLOGY (USA) Inc.   | USA      | Trade of industrial computers, automotive products, electronic components and peripheral equipment. | 31,871                          | 31,871                          | 10,500                              | 100.00        | 22,498     | 12,411                                                                 | 12,411                                                                                  |          |  |
|          | UBIQCONN TECHNOLOGY EUROPE GmbH  | Germany  | Trade of industrial computers, automotive products, electronic components and peripheral equipment. | 34,652                          | 17,422                          | 25                                  | 100.00        | 10,904     | ( 18,479)                                                              | ( 18,479)                                                                               |          |  |
|          | Ubiquonn Technology Holding Inc. | USA      | General investment activities                                                                       | 295,148                         | -                               | 1,000                               | 100.00        | 285,176    | ( 28,908)                                                              | ( 28,908)                                                                               |          |  |
| UNH      | E3 Displays, LLC                 | USA      | Provision of optical bonding and design services for touchscreens and displays                      | 208,742                         | -                               | -                                   | 100.00        | 227,338    | ( 22,046)                                                              | -                                                                                       | Note     |  |

Note: Entry of the investment gains (losses) for the current period is not required under the applicable regulations.